

**TRI-DAM PROJECT
MINUTES OF THE JOINT BOARD
OF DIRECTORS REGULAR MEETING**

January 19, 2017
Oakdale, California

The Joint Board of Directors of the Oakdale Irrigation District and the South San Joaquin Irrigation District met in joint session at the office of Oakdale Irrigation District located in Oakdale, California on the above date for the purpose of conducting business of the TRI-DAM PROJECT, pursuant to the resolution adopted by each of the respective Districts on July 29, 1955.

The meeting was called to order at 9:00 a.m. by President Webb.

OID DIRECTORS

SSJID DIRECTORS

DIRECTORS PRESENT:

GAIL ALTIERI
HERMAN DOORNENBAL
GARY OSMUNDSON
LINDA SANTOS
STEVE WEBB

JOHN HOLBROOK
BOB HOLMES
DAVE KAMPER

DIRECTORS ABSENT:
DALE KUIL; RALPH ROOS

Also Present:

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Tim Townsend, Operations Supervisor, Tri-Dam Project; Troy Hammerbeck, Interim Maintenance Supervisor, Tri-Dam Project; Peter Rietkerk, General Manager, SSJID; Bere Lindley, Asst. General Manager, SSJID; Steve Knell, General Manager, OID; Tim O’Laughlin, Counsel; Dave Lyghtle, MHD Group; Blake Rothfuss, COWI

Public Comment

None

ITEM #1 Review and approve minutes of the special meeting

President Webb presented the December 15, 2016 minutes of the Special Board meeting. Director Holbrook moved to approve the December 15, 2016 minutes of the Special Board meeting as presented. The motion was seconded by Director Doornenbal. The motion passed: OID 5-0; SSJID 3-0.

ITEM #2 Financial Matters

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the preliminary December financial statements, and advised that several significant year end accounting entries still need to be made, including pension liability, other post-employment benefits liability and compensated absences liability. Excluding yearend adjustments, the Project enjoyed net profits of \$1.0 million for the month and \$25.0 million for the year. Mr. Dodge also discussed several revenue and expense variances to budget for the year.

b) Review Investment Portfolio and Reserve Fund Status

Finance Manager Dodge presented the monthly activity and securities held in each of the Project's reserve funds and responded to questions.

c) Review and Approve the Statement of Obligations

Finance Manager Dodge reviewed the monthly statement of obligations and responded to questions.

Director Holmes moved to approve the financial statements and statement of obligations. Director Doornenbal seconded the motion. The motion passed: OID 5-0; SSJID 3-0.

ITEM #3 Review and consider approval of Resolution 2017.01.01 District Distribution

Finance Manager Dodge presented the Project's funds available for distribution as of December 31, 2016, totaling \$12.134 million (\$6.067 million per District). Director Kamper moved to approve the January 2017 distribution and Resolution TDP 2017.01 as presented. Director Santos seconded the motion. The motion passed with a roll call vote: OID 5-0; SSJID 3-0.

ITEM #4 Review and consider approval of 2017 Investment Policy

Finance Manager Dodge presented Tri-Dam Project's draft investment policy for 2017 with recommended changes to the policy. Director Holbrook moved to approve as presented. The motion was seconded by Director Webb. The motion passed: OID 5-0; SSJID 3-0.

ITEM #5 Review and consider approval of Save the Stan contract amendment- MHD Group

GM Berry reviewed the memo attached from MHD asking the board to approve continued communication, website maintenance, and outreach needs related to Save-the-Stan campaign from February through June of 2017. The Directors were made aware that this extension would not cover the cost of billboards. Dave Lyghtle fielded questions from Directors and staff.

Motion was made by Director Webb to extended current MHD contract from February to June 2017 at a not-to-exceed amount of \$5,000 per month. After further discussion Director Webb amended the motion to extend the contract until December 31, 2017. The motion was seconded by Director Holmes. The motion passed: OID 5-0; SSJID 3-0.

ITEM #6 Presentation by COWI- Donnells ROV Tunnel Update

Blake Rothfuss of COWI Engineering gave a Power Point presentation a recent Donnells tunnel inspection of the intake gates and head works, intake structure, and lining. COWI also inspected the tunnel surge shaft, rock trap, sand trap, and butterfly valve. Mr. Rothfuss fielded questions from the directors and staff during his presentation. Mr. Rothfuss believes the intake structure and tunnel are in good condition, while their inspection of the rock trap indicated that it was approximately 50% full.

ITEM #7 Status update on New Melones operations, SWRCB Substitute Environmental Doc (SED) for 2016-2017

Counsel O’Laughlin updated the Board on various water issues, including the draft Substitute Environmental Document and the Water Quality Control Plan. Mr. O’Laughlin advised that the recent hearings have resulted in a lot of feedback, with Governor Brown receiving a great deal of feedback of how the plan will not be effective. The March 17th deadline for comments may be extended.

Mr. O’Laughlin updated the board on various other California water related issues, and how those issues and projects may be affected by the new administration.

ITEM #8 Staff Reports

In addition to the written reports, GM Berry reminded the Board that Tri-Dam crews are working on annual maintenance of the Tulloch units. Also, the Power Purchase Agreement (PPA) with PG&E (Sandbar) expired on December 31, 2016, and the existing PPA with the City of Santa Clara accepted Sandbar on January 1, 2017. Other notable items not in the staff reports were Beardsley spillway Bridge removal due to high flows from winter runoff, and emergency road repairs.

Mr. Berry also reminded the Directors of the February 11, 2017 Sandbar bond burning dinner to be held at Oakdale Country Club.

ITEM #9 Generation Report

No discussions

ITEM #10 Fish Bio Report

No discussions

ITEM #11 Closed Session

GM Berry announced before closed session that item a. on the agenda would be discussed.

President Webb announced out of closed session that no action was taken.

ITEM #12 Director Comments

None

ADJOURNMENT

Director Holbrook moved to adjourn the Tri-Dam Project regular meeting. Director Altieri seconded the motion. The motion passed: OID 5-0; SSJID 3-0.

President Webb adjourned the Tri-Dam Project Board of Directors meeting at 11:36 P.M.

The next Regular Board meeting is scheduled for February 16, 2017, at South San Joaquin Irrigation District in Manteca, California beginning at 9:00 a.m.

ATTEST:

Ron Berry
Secretary, Tri-Dam Project