

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

July 19, 2018
Strawberry, California

The Joint Boards of Directors of the Oakdale Irrigation District and the South San Joaquin Irrigation District met in joint session at the office of Tri-Dam Project located in Strawberry, 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.

President Orvis called the meeting to order at 9:10 a.m.

OID DIRECTORS

SSJID DIRECTORS

DIRECTORS PRESENT:

GAIL ALTIERI
LINDA SANTOS
TOM ORVIS
BRAD DE BOER

BOB HOLMES
DAVE KAMPER
JOHN HOLBROOK
RALPH ROOS

DIRECTORS ABSENT:

HERMAN DOORNENBAL; DALE KUIL

Also, Present:

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Susan Larson, License Compliance Coordinator, Tri-Dam Project; Genna Modrell, Finance Assistant, Tri-Dam Project; Brian Belitz, Operations Supervisor, Tri-Dam Project; Troy Hammerbeck, Maintenance Supervisor, Tri-Dam Project; Thom Hardie, Lead Operator, Tri-Dam Project; Pam Van Houten, Purchasing Clerk, Tri-Dam Project; Steve Knell, General Manager, OID; Tim O'Laughlin, Water Counsel; Peter Rietkerk, General Manager, SSJID; Bere Lindley, CFO, SSJID; Mia Brown, Counsel, SSJID

PUBLIC COMMENT

None.

ITEM #1 Review and approve the minutes from the June 21, 2018 Regular Meeting

President Orvis presented the June 21, 2018 minutes of the Regular Board meeting. Director Roos moved to approve the June 21, 2018 minutes of the Regular Board meeting. Director Santos seconded the motion. The motion passed OID 4-0, SSJID 4-0.

ITEM #2 Financial Matters

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the June 2018 financial statements, noting net revenue of \$908,000 for the month. Dodge also reminded the Board that the mid-year

true up with the Authority was complete which added \$270,000 to the Project's cash flow.

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.

c) Review and Approve the Statement of Obligations

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

Director Santos moved to approve the financial statements and statement of obligations as presented. Director Holbrook seconded the motion. The motion passed OID 4-0, SSJID 4-0.

ITEM #3 Consider approval of CalPERS annual lump sum payment 2018-2019

Finance Manager Dodge reminded the Board of the change in CalPERS' methodology regarding payments for the Project's unfunded pension liability. Dodge recommended that the Project make a lump sum payment totaling \$309,087 for the 2018/2019 fiscal year in order to take advantage of an approximate 3.5% discount. Director Kamper moved to approve the lump sum payment of \$309,087. Director Santos seconded the motion. The motion passed OID 4-0; SSJID 4-0.

ITEM #4 Consider approval of additional payment(s) of unfunded accrued pension liability

Finance Manager Dodge provided a presentation to the Board of the impact of additional payments to reduce long-term interest costs on Tri-Dam's unfunded accrued pension liability. After a lengthy discussion of possibilities, the Board requested to see additional options at the August board meeting, including the option of tapping into reserves to completely pay off the Project's pension liability.

ITEM #5 Consider Approval of Resolution TDP 2018.03 District Distribution

Finance Manager Dodge presented the Project's funds available for distribution as of June 30, 2018, totaling \$7.4 million (\$3.7 million per District). Director Kamper moved to approve the July 2018 distribution and Resolution TDP 2018.03 as presented. Director DeBoer seconded the motion. The motion passed with a roll call vote: OID 4-0; SSJID 4-0.

ITEM #6 Consider approval of purchase authorizations

a. 2018.7.01 Tulloch Log Boom Repairs

GM Berry explained it was necessary to bring in a contractor to perform this work as soon as possible while the maintenance department was working on the Donnell's realignment project.

Director Holbrook moved to approve PA 2018.7.01 as presented. Director Altieri seconded the motion. The motion passed OID 4-0, SSJID 4-0.

b. 2018.7.02 Upgrade Donnell's Dam Low Level Outlet Valve

GM Berry stated that automating this valve and added the catwalk is important for employee safety and will save time from moving it manually, which takes several hours.

Director Santos moved to approve PA 2018.7.02 as presented. Director Holmes seconded the motion. The motion passed OID 4-0, SSJID 4-0.

ITEM #7 Consider approval of Resolution 2018.04 Surplus Property

GM Berry recommended the sale of one (1) 1986 Peterbilt 359 Dump Truck (VIN ending #98208), one (1) 1988 Ford L8000 Plow Truck (VIN ending #18285), one (1) 1990 CAT 140G Grader (VIN ending #12440), and one (1) 2006 Ford Expedition (VIN ending #76423).

Director Roos moved to approve the three items recommended as surplus property. Director Altieri seconded the motion. The motion passed OID 4-0; SSJID 4-0.

ITEM #8 Possible Spring Operations on the Stanislaus River

No discussion.

ITEM #9 Discussion and update on the Stanislaus River Basin Plan

GM Rietkerk updated the board on a stakeholder's kickoff meeting with CH2M at Oakdale Irrigation District on July 9, 2018.

A member of the public, John Mills, representing Chicken Ranch Casino in Jamestown, stated that the casino is in favor of this plan.

ITEM #10 Discussion and update on Donnell's Realignment Project

GM Berry advised the Board that the unit has been back online since June 28, 2018. The spare bearings are ready and staff is waiting for test results on the last puck.

ITEM #11 Staff Reports

In addition to the written reports, GM Berry reminded the Board that staff and a couple of Directors attended Hydro Vision the week of June 25 in North Carolina.

July 31, 2018 will be a staff luncheon to celebrate 1,000 days without a lost time accident.

Beardsley Afterbay project is close to receiving approval from DSOD. GM Berry reminded the Board that phase one is to be complete in the fall of 2018 and phase two should be complete in 2019.

One (1) CCVT (Coupling Capacitor Voltage Transformer) is scheduled for pick up by South Feather Water and Power on July 19, 2018 to aide them in getting back online sooner than waiting 6-8 weeks for the part from the manufacturer. An identical CCVT will be purchased by South Feather Water and Power and drop shipped from the manufacturer directly to Tri-Dam as a replacement.

In May and June, two employees reached thirty years of service with the Project.

Ops Supervisor Belitz informed the Board of hazardous materials inspections scheduled for August 20, 2018.

ITEM #12 Generation Report

No discussion.

ITEM #13 Fisheries Studies on the Lower Stanislaus River

No discussion.

ITEM #14 Directors Comments

Director's Holbrook and Altieri expressed their thanks to the Maintenance Department for getting Donnells back online.

Director Santos expressed her thanks to the Maintenance Department for getting Donnells back online. She also stated that while attending HydroVision she was impressed that our small staff is diverse compared to others.

Director's DeBoer and Orvis congratulated the employee's celebrating thirty years of service.

Director Kamper shared his experience traveling to Donnells Dam and didn't care to drive that road again any time soon.

Recess to Tri-Dam Power Authority

President Orvis recessed to the Tri-Dam Power Authority Board of Commissioners meeting at 11:05 a.m.

The Tri-Dam Project meeting resumed at 11:20 a.m. after the Tri-Dam Power Authority meeting adjourned.

ITEM #15 Closed Session

GM Berry announced before closed session that the following items will be discussed:

- a. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Potential Initiation of Litigation
Government Code § 54956.9(d)(4)
Three (3) Cases

- b. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant Exposure to Potential Litigation
Government Code § 54956.9(d)(2)
One (1) Case

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

ADJOURNMENT

Director Santos moved to adjourn the Tri-Dam Project Board of Director's Meeting. Director Holbrook seconded the motion. The motion passed OID 4-0, SSJID 4-0.

President Orvis adjourned the meeting at 12:14 p.m.

The next regular board meeting is scheduled for August 16, 2018, at South San Joaquin Irrigation District in Manteca, California beginning at 9:00 a.m.

ATTEST:

Ron Berry
Secretary, Tri-Dam Project