

Manteca, California
January 25, 2011

The Board of Directors of the South San Joaquin Irrigation District met in regular session in their chambers at the hour of 9:00 a.m.

Upon roll call the following members were noted present:

DIRECTORS: KAMPER KUIL HOLBROOK HOLMES ROOS

Also present were General Manager Shields, District Counsel Emrick and Engineering Department Manager Bologna.

President Holbrook called the meeting to order and asked for public comment. There being no public comment President Holbrook asked the Board to consider the Consent Calendar Items.

CONSENT CALENDAR

- A. Warrants of \$964,255.44.
- B. Regular Board Meeting Minutes of January 11, 2011.
- C. Approve new form/application for District's "Sprinkler Service Installations Policy".
- D. Approved the following Irrigation Service Abandonment Agreements:

Agreement #	Parcel Number	Owner	Acreage
1599	245-110-26	Duran/Smith	3.01
1600	245-230-63	DeBoer	2.14
1601	249-140-20	Palomino	9.85
1602	249-180-06	Rodriguez	8.77
1603	205-090-49	Franceschetti	9.70
1604	228-090-03	Hat	1.00
1605	228-150-41	Johnson	1.67
1606	208-170-23	Sandoval	2.16
1607	257-260-12	Bishop	.82
1608	208-030-25	Darden	4.93
1609	208-030-26	Dadasovich	4.93

1610	218-020-04	Abrew	.90
1611	206-040-09	Nylen	1.00
1612	225-020-10	Hagan	1.00

Director Holmes noted that under Item #7 of the Board minutes no name was listed as having made the initial motion to approve. The minutes should have read as follows: “Motion by Kamper to amend Sump Reimbursement Program to require installation of a meter as a condition of approval and that the specific language amending the program be brought back to the Board at the next meeting for approval.”

Motion by Kuil, seconded by Roos to approve Consent Calendar with noted correction to January 11 minutes.

PASSED AND ADOPTED on this 25th day of January, 2011 by the following roll call vote:

Ayes: Kamper Kuil Holbrook Holmes Roos
Noes: None

Item # 1, Review Division 9 Project status and consider change order with Stantec. General Manager Shields introduced the issue by expressing the dissatisfaction he and the District’s engineering staff feel with Stantec’s performance to date. Although the cost does not seem to be out of line, we are not where we should be at this time. Shields told the Board that it is still his intention to be able to deliver water in March 2012. After a meeting this morning with Stantec, Jeff is making the recommendation to the Board to continue our relationship with Stantec and approve the change order as submitted. This recommendation is based on the assurances of Chris Vierra, Managing Principal of Stantec that they will meet the deadlines set for them. Mr. Vierra was introduced to the Board at this time. He assured the Board that Stantec is committed to using all their resources to deliver a quality product with complete plans, ready to go out to bid by the February 24 deadline. Director Holmes expressed some concern as to how this deadline was going to be met. Mr. Vierra said that they will be creating a milestone chart with dates to be met. He also said that progress meetings will be held on a regular basis to keep the District in the loop. Bologna went over the proposed change order with the Board. He said that Stantec is asking to increase the contract by \$143,290 to account for additional services and \$9,000 to cover the cost of geotechnical exploration for the pipe route which was not covered in the existing contract for a total cost of \$155,000. Director Roos questioned the need for geotechnical work. Director Holmes said that he would like the payments to Stantec be made on a performance basis. General Counsel Emrick said that we could set up a payment schedule that would take into account milestones as they are met. Director Kamper made a motion to authorize the Engineering Department to approve a change order of \$155,000 to be paid as milestones are met. Holmes seconded the motion. The motion passed 4-1 with Roos voting no.

Item #2, Consider an amendment to the Memorandum of Understanding, providing employees the ability to “buy-back” accrued vacation on a more regular basis. Shields

told the Board that the issue was brought to his attention recently, because of a request by an employee to cash in 73 hours of his vacation time in order to make a down payment on a house. Currently the MOU allows employees to “buy-back” accrued vacation time once a year. Shields said that it would be to the District’s economic benefit to accommodate employees that want to buy back hours on a more regular basis. After a brief discussion it was moved by Roos and seconded by Kuil to approve an amendment to the MOU allowing employees the opportunity to buy back accrued vacation on a quarterly basis. Applications for the “buy back” will be accepted in January, April, July and October with payment being made at the next regular pay period. The motion passed unanimously.

President Holbrook called for Managers Reports.

WTP Manager, Bill Hubkey reported the following:

- California Department of Public Health made its annual inspection of the Plant. No infractions were noted during the visit. In the near future, we will receive a letter from the CDPH with a detailed evaluation of the inspection.
- Performance testing of the V-3 modules has been completed. They are now in full service.
- Plant staff has switched from sludge bed #3 to sludge bed #2. There is still a lot of moisture in the sludge due to the wet weather.
- We are moving forward with the log boom replacement project at Woodward Reservoir. In addition to the log booms, some fencing will also be replaced at 50% cost sharing with Stanislaus County. Because of some concerns that buoys alone will not be sufficient to keep people away from the wall, different options are being considered. We will be coming back to the Board soon with final plans.

Finance/Administration Department Manager, Bere Lindley presented the December 31, 2010 Financial Statements.

General Manager, Jeff Shields reported the following:

- He accepted an invitation from Provost & Pritchard to attend a CV Salts presentation last Friday.
- Tim O’Laughlin is making a Warren Act request in regards to storing water in New Melones
- Attended Legislature Day in Sacramento, sponsored by CMUA
- Employee dinner on January 21st was successful and well attended.

Directors Reports:

- Director Roos asked why we are buying gravel for a construction project when we have gravel stockpiled on River Rd. Shields said he would look into it.
- Director Holmes thanked staff and employees for making the employee dinner a success.
- Director Kuil asked about the status of Brocchini’s request to install a sprinkler sump. Bologna said it appears all obstacles to approval have been overcome.

- Director Holbrook said he also wanted to thank Troylene for her work in organizing the employee dinner.

President Holbrook called for a short break before Closed Session.

General Counsel announced the Board would be discussing Item 4 a. & d. under Closed Session.

- a. CONFERENCE WITH LEGAL COUNSEL-Anticipated Litigation
Initiation of litigation pursuant to subdivision (c) of Government Code
Section 54956.9- 2 cases
- d. CONFERENCE WITH REAL PROPERTY NEGOTIATOR
California Government Code Section 54656.8
Property: Portion of APN 198-030-08, 15
Agency Negotiator: General Manager
Negotiating Parties: District and Union Pacific Railroad
Under Negotiation: Price and terms of payment

Upon returning from closed session, it was announced there was no reportable action taken.

There being no further business to come before the Board it was moved by Director Holmes, seconded by Director Kamper to adjourn the meeting. Motion carried unanimously.

ATTEST:

Cheryl Burke, Executive Secretary