

Manteca, California
March 8, 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 the president asked the Board to consider the following Consent Calendar Items.

CONSENT CALENDAR

- A. Warrants of \$499,383.67 and February Payroll of \$333,895.75.
- B. Regular Board Meeting Minutes of February 22, 2011.
- C. Approve the following Service Abandonment Agreements:

Director Division	Agreement Number	APN	Owner	Acreage
Holmes	1613	245-230-16	Fredriks	9.16
Kamper	1614	203-220-21	Turkhan	10.00
Holbrook	1615	218-020-03	Abrew	.87

The Board entertained a brief discussion concerning the importance of landowners understanding the ramifications of entering into a Service Abandonment Agreement. It was noted that when a landowner signs a Service Abandonment it is with the understanding that they are giving up their right to use District water with no obligation on the District's part to allow them to use District water in the future.

Motion by Kuil, seconded by Roos to approve the Consent Calendar as presented.

PASSED AND ADOPTED on this 8th day of March, 2011 by the following roll call vote:

Ayes: Kamper Kuil Holbrook Holmes Roos
Noes: None

Item # 1, Julie Vrieling and Sam Bologna reported on the status of the Water Conservation Program and asked the Board to consider possible adjustments in funds allocated for certain measures. To date we have received 81 applications from 45 growers. The Board was given a spreadsheet outlining the different measures and their initial budgets as well as the funds applied to each. This breakdown shows that certain measures are over budget and others are under budget. It is the recommendation of staff that certain measures be combined so that more applications can be accommodated. This adjustment would not increase or decrease the approved budget for this program. Director Holmes made a motion to combine the allocated funds for the measures as follows: Conversion to Sprinkler with Conversion to drip/micro, Tailwater Recovery System with Grower Proposals, and Scientific Irrigation Scheduling with Soil Moisture Monitoring. The motion was seconded by Director Kuil and unanimously approved.

Item #2, Consider acceptance of bid for Telecommunications Site Expansion No. SSJ-2011-01 and for Towers and Infrastructure No. SSJ 2011-02. Frank Avila told the Board that we only received two bids each for the two projects. In regards to the Telecommunications Site Expansion Project, the low bidder had a minor discrepancy on the bid sheet total but was basically acceptable. On the Towers and Infrastructure Project

bids, there were inconsistencies and non-conforming issues with the low bidder's submitted bid package. Holbrook said he has a problem with how the bids were loaded. After a brief discussion it was moved by Kuil to reject the submitted bids and go out to rebid both projects. The motion was seconded by Roos and passed 4-1 with Kamper voting no.

Item #3, Consider approval of Amendments for Service Abandonment Agreements #1245 & 1247 with Jim & Lynda Van Laar. These Agreements affect properties identified as APN 226-120-26 and 226-140-13. Bologna told the Board that there is a District line that serviced this property in the past but it has been unused for many years. Joe Catanzarite said that the District is inspecting the line to see if it is usable. At minimum repairs would be required. Bologna explained that there are other options that the landowners could consider for delivery of water to the properties in question, but would require the landowners to install necessary facilities at their own expense. Holmes asked if we will be able to service the property. Catanzarite answered yes we would be able to schedule service to these properties. The consensus of the Board was that an ad hoc committee, which will include the Board member whose division is affected, will review any proposed system changes that would make deliveries possible. Motion by Kamper, seconded by Kuil to authorize approval of Amended Service Abandonment Agreements # 1245 & 1247, subject to the terms of the original Service Abandonment Agreements. The motion passed unanimously.

Item #4, Consider approval of Service Abandonment Amendment for Agreement #920. Property owners, Steve & Jacqueline Fredriks wish to amend the agreement affecting APN 226-140-15, to reestablish their rights to be able to receive District water. Motion by Kamper, seconded by Kuil to approve the Amendment to Service Abandonment Agreement #920, subject to the District's standard conditions as outlined in both the original and amended agreements. The motion passed unanimously.

Item #5, Social Media Presentation by Troylene Saylor & Michael O'Leary. Troylene briefly explained to the Board how our Website, Facebook Page and Twitter are being used by the District. They showed the Board how you can get to our Facebook page by clicking on the icon on our website, SSJID.com's homepage. John Holbrook asked if we could add ag information to the Facebook page. Troylene told him she would post any information she was given.

President Holbrook asked for Directors Reports:

Director Holmes expressed his appreciation to Joe Catanzarite for taking him on a tour of our facilities above Woodward Reservoir.

Director Kuil reported that the following items were discussed at the Tri-dam Committee Meeting on Monday:

1. reviewed the financial audit
2. discussed scheduling the Tri-Dam General Manager's annual review
3. viewed a presentation of a proposed development at Lake Tulloch Resort

Director Kamper also attended the Tri-dam Committee Meeting and asked the rest of the Board members to let either he or Kuil know if they had any comments concerning the GM annual job performance review.

Director Holbrook reported that he, Kuil, Dan Pope, and Shields went on a tour of Tulloch Power Plant. He said it looks good. It was noted that generation has begun.

Managers Reports.

WTP Manager, Bill Hubkey reported the following:

- Quarterly acid cleans have started.
- Acid & citric waste continues to be trucked to the Escalon Wastewater Treatment Plant.
- Received the report from CDPH. There are five items of concern. Staff will respond to CDPH within a week with a plan to correct.
- Underwater Resources will be on site Thursday and Friday to finish the Log boom Project at the Woodward Reservoir Water Quality Wall.
- The Woodward Fencing Project will be completed on time.
- The Cities were presented the WTP budget at the Operations Committee Meeting on March 1.

Director Holmes asked Hubkey to look into spraying weeds along the perimeter of the new fencing at Woodward to help keep it in good repair and looking well maintained.

Finance & Administration Department Supervisor, Bere Lindley:

- January Financial Statement was included in this packet, February's statement will be included in the March 22 Board packet.
- Field work for annual audit to begin tomorrow
- Will be meeting with Kevin Martin next week to review the District's investment portfolio.
- WTP budget is complete. The Cities have until the end of March to make comments.

Communications Coordinator, Troylene Sayler reminded the Board that Manteca Street Fair will be held on April 2 & 3 this year.

General Manager, Jeff Shields reported the following:

- Handed out a Tri-Dam report showing that generation at Tulloch has begun.
- Handed out a copy of the Legislative bills being tracked by CMUA as of 3-7-11.
- Handed out a copy of San Joaquin Basin Update by FISHBIO.
- SJRGA Commissioners meeting on March 17 at 1:30 in Turlock
- GWBA meeting on Wednesday, March 9 at 9:30 a.m. in Stockton
- FERC granted an extension to complete Tulloch license conditions
- A celebration by Banta-Carbona ID honoring Director James McLead for 50 years of service on March 31 at 5:30 p.m.
- SJ Partnership 2011 Annual Meeting on March 29 at 7:30 p.m. at Stockton Country Club
- Nine District employees will be getting customer service training through a Disney Institute Program organized by Manteca Visitors Bureau.
- Attended SJ Farm Bureau Water Committee Meeting along with Bob Holmes & Steve Emrick. Delivered the BiOp/predation and NM impact presentation.
- Attended the SJ Ag Advisory Meeting with Don Battles on Monday
- Received the final drawings from Stantec for Division 9. We have 3 weeks to review them.
- March 24 the Oakdale Chamber of Commerce will be hosting the Annual Ag Luncheon at the community center. Doug Demko, FishBio will be making a presentation.
- Approved the following Structure Abandonment:
 - 1). Ken Roos (APN 245-230-71) to abandon 6 slide gate installations located on Lateral "Ra" @ Sta. 9, 11, 13, 14 & 15+/-.

President Holbrook called for a short break before Closed Session.

General Counsel announced the Board would be discussing Items 9 a. - c. 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
- b. CONFERENCE WITH LEGAL COUNSEL- Anticipated Litigation
Significant exposure to litigation pursuant to subdivision (b) of Section 54956.9
3 cases
Various water quality proceedings before State Water Resources Control Board—Delta Flow Criteria, San Joaquin River Flow Objectives
- d. CONFERENCE WITH REAL PROPERTY NEGOTIATOR
California Government Code Section 54656.8
Property: Water
Agency Negotiators: General Manager and General Counsel
Negotiating parties: District and South Delta Water Agency and Stockton East Water District
Under Negotiation: Price and Terms of Payment

Upon returning from closed session, General Counsel announced that in regards to Item b, the Board took action on two cases. Concerning the claim made by Cleo Johnson, motion by Director Kamper to reject was seconded by Roos. The Board unanimously passed the motion. In regards to the claims of Electric Insurance and GE Health Care, Motion was made by Kuil and seconded by Holmes to reject. The motion passed unanimously

Before closing the meeting, President Holbrook asked the Board who was attending the Spring ACWA Conference. The following said they would be attending the conference in Sacramento: Roos, Shields, Emrick, Holmes, Kamper, Holbrook & Lindley.

Holbrook also asked about the APPA National Conference in Washington DC. The following said they would be attending: Holbrook, Roos, Shields, Emrick & Battles.

There being no further business to come before the Board it was moved by Director Holmes, seconded by Director Kamper to adjourn the meeting to March 22, 2011. Motion carried unanimously.

ATTEST:

Cheryl Burke, Executive Secretary