

Manteca, California
March 28, 2006

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

Upon roll call, the following members were noted present:

DIRECTORS: DEGROOT KAMPER ROOS SCHULZ
KUIL

Also, present were Secretary/Manager Stroud, District Counsel Emrick, Engineering Department Supervisor Bologna, and Utility Systems Director Shields.

President Roos called the meeting to order and asked for public comment. There being none he asked the Board to consider approving the Consent Calendar items as presented.

CONSENT CALENDAR

- A. SSJID warrants of \$368,784.11.
- B. Regular Board Meeting Minutes of March 11, 2006.

Motion by Schulz, seconded by DeGroot, to approve the Consent Calendar items as presented.

PASSED AND ADOPTED this 28th day of March 2006 by the following roll call vote:

Ayes: DeGroot Kamper Roos Schulz Kuil
Noes: None

Consider approving request by Manteca Lifestyles Center to extend offer to acquire property interests of District. Bologna said the request is to extend the agreement to buy until December 31, 2007. Purchase price shall be set on the price of the land at that time. Motion by Kamper, seconded by DeGroot, to approve the extension to December 31, 2007 as requested. However, price will not go down below the original price of \$324,086.

Motion carried, Ayes 3, Noes 2, with Directors Schulz and Kuil voting No.

President Roos asked Water Treatment System Manager Hubkey to give his manager's report:

Hubkey reported:

We are now using calcium chloride and the tank, which we are renting for \$2,500 per month, to neutralize the spent citric acid waste. He said it appears to be working good. Board asked him to look at buying a tank. He said he would.

Relative to bids for sludge removal, staff contacted three contractors, identified by B&V. N. A. Digester has not responded. Cinnagro gave a quote of \$386,000. Needham gave a mobilization plus a daily rate quote, but did not provide an upset limit. We are trying to get a firm written proposal from Needham for an apples-to-apples comparison, so he can go over it with Mr. Emrick.

Reported General Electric has agreed to purchase Zenon. What effect this will have is not known yet.

Reported Overaa is working to complete the punch list we gave them, they seem to be making good progress.

Consider approving an amendment to the Water Supply Development Agreement. Stroud said the four Cities have approved the amendment and recommend approval. This agreement will reduce the District's revenues by approximately \$96,000 per year during the agreement. The agreement will terminate when Escalon takes water or when one of the parties cancels it. Motion by Kuil, seconded by Schulz, to approve the amended agreement. Motion carried, Ayes 3, Noes 2, with Directors DeGroot and Roos voting No.

Consider approving change in uniform policy for the District Supervisors. Stroud said the Supervisors want to be able to buy their own shirts, with the SSJID emblem on them, wash and iron themselves, and will do so at no extra cost to the District. Current average cost per employee is \$358.00 per year. Stroud recommends approving the request. Motion by DeGroot, seconded by Kamper, and unanimously carried to authorize the Supervisors to purchase shirts at a cost not to exceed average per employee per year.

Consider approving amendment to the District's MOU with the IBEW. Stroud told the Board this amends the MOU to provide for the benefits for the new part time position and to list the new treatment plant wage scale which was previously approved by the Board. The IBEW has approved the amendment. Some of the Directors did not believe that the quarterly test for paying benefits was practical and some questioned adding a permanent part time position. A full time position may be better. Motion by Kamper, seconded by DeGroot, to approve the amendment to the MOU. Motion failed by the following vote:

Ayes:	DeGroot	Kamper		
Noes:	Roos	Schulz	Kuil	

President Roos called for Manager's reports:

Stroud reported the following:

Water deliveries to growers began March 23, 2006 with about with about 20,000 acre-feet in storage at Woodward Reservoir.

PERS audit is complete. They found no problems, gave some suggestions and will issue a written report.

District is hosting the April 12 Manteca Chamber of Commerce luncheon.

April 20 Tri-Dam meeting in Strawberry.

Relative to the AG Waiver the Regional Board is still trying to determine who is a discharger and is revising the fee schedule for oversight because their revenues are short of projections.

WTP, Tracy dropped the amount they are taking by 3 MGD, temporarily while it tests the City's new treatment facility.

Shields reported:

Relative to Woodward and Frankenheimer hydros the annual revenue to the District is approximately \$330,000 based on a fixed price of 1.5 cent per kWh. Currently they are running at about half capacity.

Tri-Dam's total production is about 2.5 times this month over what it was a year ago.

The FBI is still investigating the break in by PG&E's consultant, Meridian Pacific.

Roos called for closed session relative to legal matters. District Counsel Emrick said the Board would discuss two items.

Conference with legal counsel, relative to anticipated litigation, initiation of litigation. Gov. Code, S. 54956.9 (c). One case.

Conference with legal counsel relative to anticipated litigation, significant exposure to litigation. Gov. Code, S. 54956.9. One case.

Upon returning from closed session, General Counsel Emrick reported there was no reportable action taken in closed session.

Workshop on compensation survey issues and opportunities, presented by Doug Johnson of Johnson & Associates and possible action on salary survey proposal. Mr. Johnson did a power point presentation, made suggestions, gave examples, and answered questions from the Board. After discussion, the following action was taken: Motion by DeGroot, seconded by Schulz, and unanimously carried, asking Doug Johnson to present the Board with a proposal for addressing the following: Classification, Compensation, and Performance.

There being no further business to come before the Board it was moved by DeGroot, seconded by Schulz, and unanimously carried to adjourn to April 11, 2006 at 9:00 a.m.

ATTEST:

John Stein, Assistant Secretary