

Manteca, California  
April 11, 2006

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:      DEGROOT      KAMPER      ROOS      SCHULZ      KUIL

Also present were Operations/Water Superintendent Morrow, District Counsel Emrick, WT Manager Hubkey and Assistant General Manager Stein.

President Roos called the meeting to order and asked for public comment. Mr. Rod A. Attebery, Attorney at Law of Neumiller & Beardslee addressed the Board on behalf of his client, Christian Worship Center. Mr. Attebery handed out some background information in regards to the proposed development by CWC and the impact these will have on District facilities. Mr. Attebery asked the Board to have this issue put on the May 9th agenda for discussion and possible action. President Roos directed staff to put the item on the agenda for the first meeting in May.

Ron Morrow addressed the Board concerning the rock slides and weakened canal linings in the joint and main supply canals. On Wednesday, April 5 it was discovered that there were several areas in the joint canal, just below Goodwin Dam that had been affected by rock slides. After the water was pulled from the joint canal, Morrow found more rock slides and a section of 75-100 feet where the dirt behind the liner of the canal was gone. Besides the joint canal problems, we found five slides in the Main Supply Canal and approximately 250 feet of liner that will need to be replaced. According to Morrow if the weather cooperates, it will take at least three weeks to repair the damage and bring back the water.

There being no other public comment, Roos asked the Board to consider approving the consent calendar items as presented.

- A. Approve Warrants – \$ 270,010.60
- B. Approve March 28, 2006 Board Minutes
- C. Accept and file Notice of Completion for work on the Gabel Tunnel.
- D. Adopt Resolution No. 06-05-V

RESOLUTION NO. 06-05-V  
AUTHORIZING THE SALE OF PROPERTY NO  
LONGER NECESSARY FOR DISTRICT PURPOSES

WHEREAS, the District may sell for valuable consideration, any property of the District, which it finds to be no longer necessary for District purposes;

WHEREAS, the Board of Directors of the South San Joaquin Irrigation District finds Chevrolet Silverado short bed pickups for sale listed below;

	DISTRICT I.D. NO.	SERIAL NUMBER
243-01	1GCEK14T61Z261799	
211-02	1GCEC14X02Z268328	
254-03	1GCEC14X33Z284203	

that are no longer necessary for District purposes and that it is in the best interest of the District to sell said property; and

WHEREAS, the District finds, the following value is a fair consideration for said property;

DISTRICT I.D. NO.	FAIR MARKET VALUE
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243-01	\$8,800.00
211-02	\$6,300.00
254-03	\$6,800.00

NOW, THEREFORE BE IT RESOLVED AND ORDERED that the Assistant General Manager of the District is authorized to display said property for sale for a period of ten days thereafter, directed to sell said property to whoever presents the highest cash offer, provided that the offer is equal to or exceeds the following:

	DISTRICT I.D. NO.	MINIMUM PRICE
243-01	\$8,100.00	
211-02	\$5,700.00	
254-03	\$6,250.00	

BE IT FURTHER RESOLVED AND ORDERED that the Assistant General Manager is authorized and directed to take all necessary steps and execute all documents necessary to transfer title to said property.

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

PASSED AND ADOPTED on this 11th day of April 2006 by the following roll call vote:

Ayes: DeGroot Kamper Roos Schulz Kuil  
 Noes: None  
 Absent: None

President Roos asked Hubkey and Rice, Instrument Control Technician from the WTP, to address the Board concerning items 1 and 2. Lee Rice explained to the Board that the generator referred to in Item 1, is a one of a kind and therefore it is hard to get replacement parts for it. In the case of a system malfunction, if we don't have replacement parts on hand, the generator would be down for up to 8 weeks waiting for parts. Motion by Kuil seconded by DeGroot to approve the purchase of emergency generator transfer switch spare parts. The motion was carried unanimously.

Hubkey addressed the Board concerning sludge removal at the WTP. Gilton Solid Waste Company contacted Hubkey this morning. They said their company could remove the sludge and that within a week we will have an estimate of cost from them. Hubkey said that the cost may be significantly less than the bid received from Carl Needham Enterprises. Hubkey asked the Board to approve, in kind, the least expensive bid, with a not to exceed \$145,415. Motion by Schulz, seconded by Kamper and unanimously approved to authorize the least expensive bid to remove the sludge.

Item #3, Approve proposal by Doug Johnson of Johnson & Associates and authorize signature of contract for classification and compensation study. Director Kuil wanted to make sure that it was clear that the consultant reported directly to the Board. Emrick assured the Board that the issue of reporting will be written in the agreement with Johnson & Associates. Motion by Kuil, seconded by DeGroot and unanimously approved to enter into an agreement with Johnson & Associates to perform a classification and compensation study for the District.

Jeff Shields addressed the Board concerning Retail Power issues. SSJID has filed testimony in the California Public Utility Commission investigation into PG&E's billing and collection practices. This relates to estimated bills from PG&E for several District meters. The CPUC's Consumer Protection and Safety Division recommended that PG&E refund \$117 million that the company overcharged customers. The agency said that PG&E sent estimated bills to more than 1.3 million residential customers. In addition to the refunds, the Division also recommended a fine of \$6.75 million be levied. PG&E has stated they don't believe their shareholders should have to pay for these refunds and fines. The company proposed instead that these costs be included in the rates

of all their customers. The CPUC has set a rehearing conference for the cast on May 15. A final decision is planned for late September.

The CPUC is scheduled to vote on Resolution E-3974 which finds that there will be no significant impact to PG&E's remaining customers.

Managers Report: Stein reported to the Board that Stroud would be out of the office for a few days. President Roos will be accepting the 2006 Clair A. Hill Water Agency Award for Excellence on behalf of the District at the ACWA conference.

Directors Report: Kamper reported he toured our WTP with a retired Grade 5 operator, who is a member of the SJ Water Quality Board. Kamper said the tour was very educational for him personally and that the plant for the most part, received high marks.

President Roos asked that the first Board meeting in May be changed from the 9th to the 8th because of the ACWA conference. Emrick said we would have it on the agenda next meeting.

President Roos called for closed session relative to legal matters. District Counsel Emrick said the Board would discuss all subjects in Agenda Item Number 5.

After closed session, it was announced that the Board authorized the General Manager to accept, subject to negotiating final language acceptable to the District's General Counsel, a proposed offer from Black & Veatch to resolve issues related to Mitchell Engineering, Inc.'s contract with the District for the sum of \$200,000, on a three to two vote, with Directors Schulz and Roos opposed and authorized the General Counsel to initiate litigation on behalf of the District challenging the NOAA's listing of Steelhead, in conjunction with Oakdale, Modesto, Turlock and Merced Irrigation Districts, on a unanimous vote.

There being no further business to discuss, it was moved by Kuil, seconded by Kamper, and unanimously carried, to adjourn to April 25, 2006 at 9:00 a.m.

ATTEST:

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Cheryl Burke  
Executive Secretary