

Manteca, CA
June 6, 2006

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

Upon roll call, the following members were noted present.

DIRECTORS: KAMPER ROOS SCHULZ KUIL

Also present were Secretary/Manager Stroud, District Counsel Emrick, District Engineer Gilton, Utility Systems Supervisor Shields, and Water Treatment System Manager Hubkey.

President Roos called the meeting to order and noted that today's meeting was being held in the lunchroom because the Board Room is a polling location for the Primary Elections. President Roos asked if there was any public comment. There being none he asked the Board to consider approving the Consent Calendar items as presented.

CONSENT CALENDAR

- A. Approve SSJID Warrants of \$496,483.11 and Payrolls of \$240,405.54.
- B. Approve Regular Adjourned Board Meeting Minutes of May 23, 2006.
- C. Approve Irrigation Service Abandonment Agreement.

Agreement #	Acreage	APN#	Owner Name	Action
1507	9.70	205-090-25	George, Mark	Recharge
1508	2.17	245-030-18	Spreey, Thomas	Exempt
1509	2.13	241-300-03	Ergonis Land Co.	Exempt

- D. Accept and file Notice of Completion for Chesapeake Estates No. 4 Development.
- E. Accept and file Notice of Completion for Antigua Development Project.
- F. Accept and file Notice of Completion for In-Shape Health Club Project.

Motion by Kamper, seconded by Schulz, to approve the Consent Calendar Items as presented.

PASSED AND ADOPTED this 6th day of June 2006 by the following roll call vote:

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

Consider approving purchase of fine grit classifier from RDP Technologies. Hubkey told the Board the cost is \$10,000 plus tax and freight. He said if the classifier does not work, we could return it and get our money back. Currently we use Ahvaz and manual labor to remove the grit at a cost of over \$3,500 each load. He recommends approval. Motion by Kamper, seconded by Kuil, and unanimously carried, to approve purchasing the fine grit classifier from RDP Technologies as recommended.

Consider approving license agreement with the Sheriff's Department of Stanislaus County and authorize executing necessary documents. Stroud said the county wants to put a receiver on our tower at Woodward Reservoir. This will have no affect on District operations. He said the County would pay us \$250.00 per year as a reimbursement for the cost of electricity. Currently, Ron Morrow who rents the property pays the electric bill for our receiver on the tower. The District will give the \$250.00 to Ron Morrow to offset any additional expense to him. Motion by Schulz, seconded by Kamper and unanimously carried to approve and authorize execution of license agreement with Stanislaus County for use of the Woodward Reservoir's tower.

Authorize General Manager to execute agreement with Barcus Structural Engineering, Inc. for the replacement of the U-3 Ranch trestle and pipe crossing. Gilton showed the Board pictures of the trestle and pipe and explained the problems with the 30-year-old trestle. He recommended the Board approve the engineering by Barcus at a cost not to exceed \$9,600.00. Schulz asked why this job could not be done in-house. Gilton said although he could do the engineering, he

was not experienced in construction with earthquake requirements. Kuil asked about using plastic pipe. Gilton said that with plastic you would need more piers thus the cost would be about the same. After a brief discussion, it was moved by Kamper, seconded by Kuil, to approve the agreement with Barcus Structural Engineering at a cost not to exceed \$9,600.00. Motion Carried as follows:

Ayes:	Kamper	Roos	Kuil
Noes:	Schulz		
Absent:	DeGroot		

Consider award of contract for engineering services for waterline installation project. We need to submit an engineering design to the City of Manteca for bringing City water to the District offices. Low bid to do the job is \$34,900 by MCR Engineering. Kuil asked if the Engineering Department could do the job. Gilton said he has done pipeline designs in the past and that he could do this one. Motion by Schulz, seconded by Kuil, unanimously carried, to have the District Engineer do the design, and permitting for the waterline connecting the office with City of Manteca water.

President Roos asked Water Treatment System Manager to give his Manager's Report.

Plant is currently treating 20 to 22 million gallons of water per day. The rated capacity is 40 mgd, but 36 is probably more realistic.

Still no auto cleaning, as required by the specifications. Zenon plans going to begin their 42-day test within 30 days.

We have a variance between the plant metering and the pipeline metering, which we are having checked by the contractor.

Delivered pH is running 8.2 to 8.4.

President Roos thanked Hubkey for his report.

President Roos then asked the Board to consider approving the revised amendments to the Personnel Policy. Emrick told the Board the changes and revisions are to bring the policy current with changes in District policy, and changes in the law. Kamper asked why do employees holding second jobs have to notify the General Manager. Emrick stated that Stroud had asked this be put in the policy because he feels that it would help ensure that no false worker's comp claims were filed against the District if an employee is injured at another job. After discussion, it was moved by Kuil, seconded by Kamper, and unanimously carried to approve the Revised Personnel Policy as presented.

Consider awarding bid for rewiring the server room. Stroud said we have two proposals. Ray's Radio, \$20,428.00, and Velociter Wireless, \$22,324.00. Stroud said the recommendation is to go with Velociter because their proposal includes installing CAT 6 cabling, and Ray's Radio does not. Motion by Schulz, seconded by Kamper, to award the contract to Velociter at \$22,324.00. Motion carried, Ayes 3, Noes 1, and Absent 1. Director Kuil voted no, and Director DeGroot was absent.

Consider awarding heating and air conditioning preventative maintenance contract. Stein said the low bidder was Cal Air at \$8,104.00. Bids prices are for preventative maintenance only; all other rates are essentially equal. Any repairs or emergency services would be billed separately. He recommends awarding the contract to Cal Air. Motion by Schulz, seconded by Kuil, and unanimously carried to award the bid to Cal Air as recommended.

Consider approving Resolution #06-08-F, Amendment to the District's Investment Policy. Emrick said that the auditors recommended we look at permitted investments by the District, although the California Government Code approved investing in Money Market Funds with certain restrictions. The changes in the policy are in "K", "M" and "O". Director Roos asked if we purchase Reverse Purchase Agreements, and Repurchase Agreements. Stein said we have on a very short-term basis in the past, but not recently and he does not intend to do so in the future.

After discussion, motion by Schulz, seconded by Kuil, moved to approve Resolution #06-08-F, Amendment to the District's Investment Policy.

RESOLUTION NO. 06-08-F
SOUTH SAN JOAQUIN IRRIGATION DISTRICT
INVESTMENT POLICY

I. Statement of Purpose:

This Policy is to provide direction for the investments of funds, which are directly managed by the District and establish reporting procedures for all investments for oversight review. The District treasurer is delegated the responsibility to invest and reinvest District funds and to sell or exchange District securities and to make periodic reports to the Board of Directors in accordance with this Investment Policy.

II Investment Objectives:

The following are the objectives of the District's investment policy, in order of priority:

- A. The primary investment objective is safety: It is the primary duty and responsibility of all persons directing investments to protect, preserve and maintain the principal from any loss by mitigating the two types of risk: credit risk and market risk.
- B. The secondary investment objective is liquidity: An adequate amount will be maintained in liquid short terms securities, which can be converted to cash as necessary to meet disbursement requirements.
- C. The third investment objective is yield: Yield will be considered only after the basic been met.

III. Delegation of Authority and Investment Guidelines and Restrictions:

- A. District's funds shall be managed in a manner consistent with this Policy.
- B. The Treasurer is delegated the authority to invest or to reinvest the District's funds and to sell or exchange securities in accordance with this Policy until the delegation of authority is revoked or expires.
- C. General Guidelines:
 - 1. The Treasurer will develop and maintain a cash flow analysis for the projection of needed funds.
 - 2. The Treasurer is authorized to invest that portion of or all of the District's funds not required for immediate use in the Local Agency Investment Fund (LAIF) and the investments authorized in this Policy, subject to such limitations as may be imposed by the Finance Committee or the Board of Directors. The Treasurer is authorized to utilize Crocker Securities LLC, or such other licensed investment advisor as may be authorized by the Finance Committee or the Board of Directors, to invest the District's funds not required for immediate use.
 - 3. When banking transactions involve sums of money greater than \$100,000, the Treasurer shall take such steps to insure the depository bank maintains sufficient securities for the deposits as set forth in California Government Code section 53652. It is intended that bank deposits and balances in excess of \$100,000 are for short duration, e.g. 2 to 3 days before disbursements or transfers out are made.
- D. The following additional guidelines and restrictions shall be followed by the Treasurer when making investments:
 - 1. All funds invested on behalf of the District will be managed to meet the requirements in California Code Section 53600 et seq., and this Policy.

2. The legal, final maturity of any single security within the portfolio will not exceed 5 years at purchase, with maturities laddered to protect against market swings.

3. The Weighted Average Life of the portfolio will not exceed 3 years.

E. The following are permitted investments:

Permitted investments under this policy are all investments authorized by California Government Code Section 53601, subject to all of the limitations in that section and the other sections in Article 1, of Chapter 4, Part 1, Division 2, Title 5 of the California Government Code. The investments permitted by California Government Code section 53601 are enumerated below:

(a) Bonds issued by the local agency, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the local agency or by a department, board, agency, or authority of the local agency.

(b) United States Treasury notes, bonds, bills, or certificates of indebtedness, or those for which the faith and credit of the United States are pledged for the payment of principal and interest.

(c) Registered state warrants or treasury notes or bonds of this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency, or authority of the state.

(d) Bonds, notes, warrants, or other evidences of indebtedness of any local agency within this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the local agency, or by a department, board, agency, or authority of the local agency.

(e) Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.

(f) Bankers acceptances otherwise known as bills of exchange or time drafts that are drawn on and accepted by a commercial bank. Purchases of bankers acceptances may not exceed 180 days' maturity or 40 percent of the agency's money that may be invested pursuant to this section. However, no more than 30 percent of the agency's money may be invested in the bankers acceptances of any one commercial bank pursuant to this section.

This subdivision does not preclude a municipal utility district from investing any money in its treasury in any manner authorized by the Municipal Utility District Act (Division 6 (commencing with [Section 11501](#)) of the [Public Utilities Code](#)).

(g) Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization (NRSRO). The entity that issues the commercial paper shall meet all of the following conditions in either paragraph (1) or paragraph (2):

(1) The entity meets the following criteria:

(A) Is organized and operating in the United States as a general corporation.

(B) Has total assets in excess of five hundred million dollars (\$500,000,000).

(C) Has debt other than commercial paper, if any, that is rated "A" or higher by a nationally recognized statistical-rating organization (NRSRO).

(2) The entity meets the following criteria:

(A) Is organized within the United States as a special purpose corporation, trust, or limited liability company.

(B) Has program wide credit enhancements including, but not limited to, over-collateralization, letters of credit, or surety bond.

(C) Has commercial paper that is rated "A-1" or higher, or the equivalent, by a nationally recognized statistical-rating organization (NRSRO).

Eligible commercial paper shall have a maximum maturity of 270 days or less. Local agencies, other than counties or a city and county, may invest no more than 25 percent of their money in eligible commercial paper. Local agencies, other than counties or a city and county, may purchase no more than 10 percent of the outstanding commercial paper of any single issuer. Counties or a city and county may invest in commercial paper pursuant to the concentration limits in subdivision (a) of Section 53635.

(h) Negotiable certificates of deposit issued by a nationally or state-chartered bank, a savings association or a federal association (as defined by [Section 5102 of the Financial Code](#)), a state or federal credit union, or by a state-licensed branch of a foreign bank. Purchases of negotiable certificates of deposit may not exceed 30 percent of the agency's money which may be invested pursuant to this section. For purposes of this section, negotiable certificates of deposit do not come within Article 2 (commencing with Section 53630), except that the amount so invested shall be subject to the limitations of Section 53638. The legislative body of a local agency and the treasurer or other official of the local agency having legal custody of the money are prohibited from investing local agency funds, or funds in the custody of the local agency, in negotiable certificates of deposit issued by a state or federal credit union if a member of the legislative body of the local agency, or any person with investment decisionmaking authority in the administrative office manager's office, budget office, auditor-controller's office, or treasurer's office of the local agency also serves on the board of directors, or any committee appointed by the board of directors, or the credit committee or the supervisory committee of the state or federal credit union issuing the negotiable certificates of deposit.

(i) (1) Investments in repurchase agreements or reverse repurchase agreements or securities lending agreements of any securities authorized by this section, as long as the agreements are subject to this subdivision, including the delivery requirements specified in this section.

(2) Investments in repurchase agreements may be made, on any investment authorized in this section, when the term of the agreement does not exceed one year. The market value of securities that underlay a repurchase agreement shall be valued at 102 percent or greater of the funds borrowed against those securities and the value shall be adjusted no less than quarterly. Since the market value of the underlying securities is subject to daily market fluctuations, the investments in repurchase agreements shall be in compliance if the value of the underlying securities is brought back up to 102 percent no later than the next business day.

(3) Reverse repurchase agreements or securities lending agreements may be utilized only when all of the following conditions are met:

(A) The security to be sold on reverse repurchase agreement or securities lending agreement has been owned and fully paid for by the local agency for a minimum of 30 days prior to sale.

(B) The total of all reverse repurchase agreements and securities lending agreements on investments owned by the local agency does not exceed 20 percent of the base value of the portfolio.

(C) The agreement does not exceed a term of 92 days, unless the agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale of a security using a reverse repurchase agreement or securities lending

agreement and the final maturity date of the same security.

(D) Funds obtained or funds within the pool of an equivalent amount to that obtained from selling a security to a counterparty by way of a reverse repurchase agreement or securities lending agreement shall not be used to purchase another security with a maturity longer than 92 days from the initial settlement date of the reverse repurchase agreement or securities lending agreement, unless the reverse repurchase agreement or securities lending agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale of a security using a reverse repurchase agreement or securities lending agreement and the final maturity date of the same security.

(4) (A) Investments in reverse repurchase agreements, securities lending agreements, or similar investments in which the local agency sells securities prior to purchase with a simultaneous agreement to repurchase the security may only be made upon prior approval of the governing body of the local agency and shall only be made with primary dealers of the Federal Reserve Bank of New York or with a nationally or state-chartered bank that has or has had a significant banking relationship with a local agency.

(B) For purposes of this chapter, "significant banking relationship" means any of the following activities of a bank:

(i) Involvement in the creation, sale, purchase, or retirement of a local agency's bonds, warrants, notes, or other evidence of indebtedness.

(ii) Financing of a local agency's activities.

(iii) Acceptance of a local agency's securities or funds as deposits.

(5) (A) "Repurchase agreement" means a purchase of securities by the local agency pursuant to an agreement by which the counterparty seller will repurchase the securities on or before a specified date and for a specified amount and the counterparty will deliver the underlying securities to the local agency by book entry, physical delivery, or by third-party custodial agreement. The transfer of underlying securities to the counterparty bank's customer book-entry account may be used for book-entry delivery.

(B) "Securities," for purpose of repurchase under this subdivision, means securities of the same issuer, description, issue date, and maturity.

(C) "Reverse repurchase agreement" means a sale of securities by the local agency pursuant to an agreement by which the local agency will repurchase the securities on or before a specified date and includes other comparable agreements.

(D) "Securities lending agreement" means an agreement under which a local agency agrees to transfer securities to a borrower who, in turn, agrees to provide collateral to the local agency. During the term of the agreement, both the securities and the collateral are held by a third party. At the conclusion of the agreement, the securities are transferred back to the local agency in return for the collateral.

(E) For purposes of this section, the base value of the local agency's pool portfolio shall be that dollar amount obtained by totaling all cash balances placed in the pool by all pool participants, excluding any amounts obtained through selling securities by way of reverse repurchase agreements, securities lending agreements, or other similar borrowing methods.

(F) For purposes of this section, the spread is the difference between the cost of funds obtained using the reverse repurchase agreement and the earnings obtained on the reinvestment of the funds.

(j) Medium-term notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations

organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States. Notes eligible for investment under this subdivision shall be rated "A" or better by a nationally recognized rating service. Purchases of medium-term notes shall not include other instruments authorized by this section and may not exceed 30 percent of the agency's money that may be invested pursuant to this section.

(k) (1) Shares of beneficial interest issued by diversified management companies that invest in the securities and obligations as authorized by subdivisions (a) to (j), inclusive, or subdivisions (m) or (n) and that comply with the investment restrictions of this article and Article 2 (commencing with Section 53630). However, notwithstanding these restrictions, a counterparty to a reverse repurchase agreement or securities lending agreement is not required to be a primary dealer of the Federal Reserve Bank of New York if the company's board of directors finds that the counterparty presents a minimal risk of default, and the value of the securities underlying a repurchase agreement or securities lending agreement may be 100 percent of the sales price if the securities are marked to market daily.

(2) Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940 ([15 U.S.C. Sec. 80a-1](#) et seq.).

(3) If investment is in shares issued pursuant to paragraph (1), the company shall have met either of the following criteria:

(A) Attained the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations.

(B) Retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience investing in the securities and obligations authorized by subdivisions (a) to (j), inclusive, or subdivisions (m) or (n) and with assets under management in excess of five hundred million dollars (\$ 500,000,000).

(4) If investment is in shares issued pursuant to paragraph (2), the company shall have met either of the following criteria:

(A) Attained the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations.

(B) Retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience managing money market mutual funds with assets under management in excess of five hundred million dollars (\$ 500,000,000).

(5) The purchase price of shares of beneficial interest purchased pursuant to this subdivision shall not include any commission that the companies may charge and shall not exceed 20 percent of the agency's money that may be invested pursuant to this section. However, no more than 10 percent of the agency's funds may be invested in shares of beneficial interest of any one mutual fund pursuant to paragraph (1).

(l) Moneys held by a trustee or fiscal agent and pledged to the payment or security of bonds or other indebtedness, or obligations under a lease, installment sale, or other agreement of a local agency, or certificates of participation in those bonds, indebtedness, or lease installment sale, or other agreements, may be invested in accordance with the statutory provisions governing the issuance of those bonds, indebtedness, or lease installment sale, or other agreement, or to the extent not inconsistent therewith or if there are no specific statutory provisions, in accordance with the ordinance, resolution, indenture, or agreement of the local agency providing for the issuance.

(m) Notes, bonds, or other obligations that are at all times secured by a valid first priority security interest in securities of the types listed by Section 53651 as eligible

securities for the purpose of securing local agency deposits having a market value at least equal to that required by Section 53652 for the purpose of securing local agency deposits. The securities serving as collateral shall be placed by delivery or book entry into the custody of a trust company or the trust department of a bank that is not affiliated with the issuer of the secured obligation, and the security interest shall be perfected in accordance with the requirements of the Uniform Commercial Code or federal regulations applicable to the types of securities in which the security interest is granted.

(n) Any mortgage passthrough security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable passthrough certificate, or consumer receivable-backed bond of a maximum of five years' maturity. Securities eligible for investment under this subdivision shall be issued by an issuer having an "A" or higher rating for the issuer's debt as provided by a nationally recognized rating service and rated in a rating category of "AA" or its equivalent or better by a nationally recognized rating service. Purchase of securities authorized by this subdivision may not exceed 20 percent of the agency's surplus money that may be invested pursuant to this section.

(o) Shares of beneficial interest issued by a joint powers authority organized pursuant to Section 6509.7 that invests in the securities and obligations authorized in subdivisions (a) to (n), inclusive. Each share shall represent an equal proportional interest in the underlying pool of securities owned by the joint powers authority. To be eligible under this section, the joint powers authority issuing the shares shall have retained an investment adviser that meets all of the following criteria:

(1) The adviser is registered or exempt from registration with the Securities and Exchange Commission.

(2) The adviser has not less than five years of experience investing in the securities and obligations authorized in subdivisions (a) to (n), inclusive.

(3) The adviser has assets under management in excess of five hundred million dollars (\$ 500,000,000).

F. The Portfolio Performance Manager will provide to the Treasurer:

1. On at least a quarterly basis, the results of the portfolio performance. Investment performance to be measured against a commonly accepted market benchmark which approximates the specific restrictions on the portfolio. Consideration will be given to the extent to which the investment results are consistent with the investment objectives set forth in this policy.

2. On a monthly basis a report with at least the following information:

- Description of investment
- Date purchased
- Maturity date
- Amount of investment on a cost and on a current market basis
- Coupon rate
- Yield to Maturity at Purchase
- A statement that all investments are in accordance with this Policy

G. The District's Finance Supervisor is empowered to transfer monies and make investments on behalf of the District in the absence, or at the direction, of the Treasurer subject to the limitations in these guidelines.

IV. Reporting Requirements

A. The Treasurer shall submit to the Board of Directors on a monthly basis a report of the District's monthly investment transactions pursuant to Government Code §53607.

B. The Treasurer shall prepare periodic reports (at least quarterly) for the General Manager and Board of Directors reflecting the details of investments, returns and balances. Supplemental or more frequent reports as requested by the Board or as determined by the General Manager or Treasurer will be prepared.

C. The Treasurer shall annually render to the Board of Directors a statement of investment policy, which the Board shall consider at a public meeting. Any changes in the policy shall also be considered by the Board at a public meeting.

D. On an annual basis the Treasurer will instruct the District's Auditor to perform a review of California Law and prepare a written report of all changes in the law for examination by the District's Finance Committee. Said reports shall contain the Auditor's recommendation for adoption of new investments, and shall be preceded with a brief summary relative to the effect of recent changes in Federal and State laws upon the District's Investment Policies, Objectives, Guidelines and Restrictions.

PASSED AND ADOPTED this 6th day of June 2006 by the following roll call vote:

Ayes:	Roos	Schulz	Kuil
Noes:	Kamper		
Absent:	DeGroot		

President Roos asked for General Manager's report:

Stroud reported the following:

The records storage facility is finished.

Reported concerning the program relative to ACWA Dues that Director Schulz asked about, we have looked at the program and it appears to be beneficial, however we will not know if we can participate until later this year. We will continue to monitor the situation.

Relative to the Claire Hill award, we have to select boundaries such as the District, County or some other boundary to set eligibility criteria. The Board asked we first use the District boundaries, then if no luck getting enough applicants, go outside.

The new logo shirts approved for the Supervisor's now wear are very popular. The Division Managers/Ditch tenders and other staff now want to wear the same shirts during the water season, but not the maintenance season. If the Board wants us to pursue the idea, we will meet and confer with the union.

Meetings & Events:

June 8th Operating Committee Meeting in the Board Room.

June 13th Ripon Chamber meeting, presentation by PG&E.

June 15th Tri-Dam meeting; and County Planning Commission Meeting on CEQA report for retail power.

June 16th LAFCO Hearing on retail power.

Ron Morrow and Elmer Brown inspected the Gable Tunnel on the Joint Canal that were repaired last winter and found no leaks or other problems.

Magnacide is on a 21 day rotation this year. Second application of the season is being applied today.

Shields said he had nothing to report in open session.

President Roos asked for Directors Reports:

Kuil reported that the Ethics Course he attended at ACWA was very informative, mostly a refresher on common sense items.

Kamper said the new landscaping on the yard out front looked good.

Roos said he heard the Director Webb of OID would be asking for more money next meeting.

President Roos called for closed session relative to litigation and personnel matters. General Counsel Emrick said the Board would discuss five items in closed session as follows:

Conference with legal counsel, anticipated litigation, initiation of litigation. Gov Code, S. 54956.9 c. Two cases.

Conference with legal counsel. Anticipated litigation. Significant exposure to litigation. Gov. Code. S. 54956.9. Three Cases.

Conference with real property negotiator. Negotiating Parties: District and Harold Van Rys. Property: San Joaquin Property APN 208-060-11. Agency Negotiators: Jeff Shields and Steve Emrick. Under Negotiation: Price.

Conference with legal counsel, existing litigation. Gov. Code, S. 54956.9. Delta Keeper v SSJID.

Public Employment: Performance review: Utility Systems Director. Gov. Code, S. 54957.

Upon returning from closed session, the following actions were taken:

Motion by Kuil, seconded by Schulz, and unanimously carried to increase the salary of the Utility Systems Director by 5% effective June 2, 2006.

Motion by Kamper, seconded by Kuil, and unanimously carried, to deny the claims of Sara Mahler & Debra Troisdorf. Additionally to accept payment from Ms. Reisdorffs' Insurance Carrier for damage to District property in the amount of \$545.00 and to allow execution of release for same.

There being no further business to come before the Board it was moved by Kuil, seconded by Roos, and unanimously carried to adjourn to June 27, 2006 at 9:00 a.m.

ATTEST:

John Stein, Assistant Secretary