

Manteca, California
June 24, 2014

The Board of Directors of the South San Joaquin Irrigation District met in regular session in their chambers at the hour of 9:04 a.m. President Roos called the meeting to order and led the flag salute. Upon roll call the following members were noted present:

DIRECTORS: HOLBROOK KAMPER KUIL ROOS
ABSENT: HOLMES

Also present were General Manager Jeff Shields, General Counsel Steve Emrick, Engineering Department Manager Sam Bologna, and Executive Secretary Betty Garcia.

Public Comment

There was no public comment.

The Board was asked to consider the following Consent Calendar Items.

CONSENT CALENDAR

- A. Approval of Warrants in the amount of \$433,437.26; A/P wires in the amount of \$532,818.48; payroll dated June 13 in the amount of \$193,838.61.
- B. Approval of the regular Board Meeting Minutes of June 24, 2014.
- C. Approval of consent to SSJID's entry of property to read and owner's agreement to maintain flow meter, John & Sharon Vaughn, APN 225-020-04.
- D. Approval of consent to SSJID's entry of property to read and owner's agreement to maintain flow meter, John & Sharon Vaughn, APN 247-170-12.
- E. Authorize waiver of new policy conditions approved at the June 10, 2014 board meeting for parcels 229-260-04 (Andersen); 226-130-14 (Scarлата); and 226-130-14 (Khinda).

A motion was made by Director Holbrook and seconded by Director Kuil to accept the Consent Calendar items and passed 4 to 0 by the following roll call vote:

AYES: HOLBROOK KAMPER KUIL ROOS
NOES: NONE
ABSTAIN: NONE
ABSENT: HOLMES

ACTION CALENDAR

Item #1 – Consider 2014 Water Supply Forecast, Irrigation Schedule, and Woodward Reservoir

Mr. Shields distributed spreadsheets that contained information on water diversions and the projected water table at New Melones. He stated that Tuolumne Utility District has begun to take water and will continue to do so through September 30, 2014. The projected water shortage is 12,498 acre feet. He said the Modesto Bee printed an article regarding the State Water Resources Control Board and their goal to curtail river diversions this month. The water elevation at Woodward Reservoir is currently 204.

Item #2 – Consider Commercial Insurance renewal

Mr. David Ward explained the coverages and limits that are listed in the SDRMA package policy. Director Holbrook stated that we need to make certain that the policy covers the pump stations and pipelines that feed the pumps. The board gave staff direction to meet with Mr. Ward to make the appropriate changes to the policy as needed.

A motion was made by Director Holbrook and seconded by Director Kamper to accept the SDRMA commercial insurance renewal policy plus 7% broker’s fee to be paid to Interwest Insurance Services, Inc.; be sure the Water Treatment Plant line is covered; and to delete on page 2 (Division 9 – APN 247-300-12) in the section titled underground pipe locations. Motion passed 4 to 0 as follows:

AYES: HOLBROOK KAMPER KUIL ROOS
NOES: NONE
ABSTAIN: NONE
ABSENT: HOLMES

Item #3 – Consider approval to authorize General Manager to authorize submission of an application for 2014 Integrated Regional Water Management Drought Grant Program and adopt Resolution #14-07-G which documents that action

Mr. Bologna indicated the Eastern San Joaquin County Groundwater Basin Authority (GBA) plans to submit a grant application for Department of Water Resources’s Integrated Regional Water Management Plan 2014 (IRWMP) which would include two proposed projects for SSJID. Those projects are the On-Farm Water conservation Program and the West Basin Water Reuse project.

A motion was made by Director Kuil and seconded by Director Holbrook to adopt Resolution #14-07-G to authorize the GBA to submit a grant application for funding of the District’s projects by the IRWMP drought grant program.

**SOUTH SAN JOAQUIN IRRIGATION DISTRICT
RESOLUTION #14-07-G
AUTHORIZING GENERAL MANAGER TO EXECUTE
APPLICATION FOR 2014 INTEGRATED REGIONAL WATER MANAGEMENT
DROUGHT GRANT PROGRAM**

WHEREAS, the California Department of Water Resources (DWR) administers the 2014 Integrated Regional Water Management (IRWM) Drought Grant funded by Proposition 84 (The Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006) which provides cost-sharing for projects that promote immediate regional drought preparedness, increase local water supply reliability and the delivery of safe drinking water, assist water suppliers and regions to implement conservation programs and measures that are not locally cost-effective, and/or reduce water quality conflicts or ecosystem conflicts created by the drought; and

WHEREAS, the District has developed plans for the On-Farm Water Conservation Program and the West Basin Water Reuse Project; and

WHEREAS, the District approves the submittal of the 2014 IRWM Drought Grant application by the Eastern San Joaquin County Groundwater Basin Authority (GBA) to obtain grant funds for cost-share for the District's On-Farm Water Conservation Program and West Basin Water Reuse Project; and

WHEREAS, the District commits to work with the DWR through GBA to meet established deadlines for the 2014 IRWM Drought Grant Program and to enter into a mutually-acceptable cooperative agreement; and

WHEREAS, to qualify for funding, an application for the 2014 IRWM Drought Grant must be submitted by GBA by July 21, 2014; and

WHEREAS, if awarded a 2014 IRWM Drought Grant through GBA, the District intends to use the funds to facilitate the On-Farm Water Conservation Program and to complete the West Basin Water Reuse Project; and

WHEREAS, the District is prepared to accept the grant monies in the amount of \$4,225,000.00 and is prepared to fund its required contribution of \$1,515,000.00; and

NOW, THEREFORE BE IT RESOLVED AND ORDERED that the above recitals are true and that the District approves GBA's submittal of an application to seek funding from the DWR's IRWM Drought Grant program to help pay the cost of the District's On-Farm Water Conservation Program and West Basin Water Reuse Project.

BE IT FURTHER RESOLVED AND ORDERED that the General Manager, Jeff Shields, is authorized and directed to sign and approve submittal of an application and all other documents with DWR and with GBA as necessary to qualify the On-Farm Water Conservation Program and the West Basin Water Reuse Project for funding under the DWR's 2014 IRWM Drought Grant Program.

PASSED AND ADOPTED on this 24th day of June, 2014 by the following roll call vote:

Ayes:	HOLBROOK KAMPER KUIL ROOS
Noes:	NONE
Abstain:	NONE

Absent: HOLMES

Item 4 – Consider request from San Joaquin County regarding a proposed encroachment of District’s easement for Lateral “V” and other such encroachments related to the proposed agricultural processing facility for Chris Van Groningen located on Hutchinson Road

Mr. Bologna stated this project will result in encroachments of the District’s existing easement located along the unpaved portions of Hutchinson Road, west of Austin Road. He wants to ensure the District’s pipe is protected. The encroachment will involve more than the standard agreement for proposed improvements.

A motion was made by Director Kamper and seconded by Director Kuil to authorize staff to check the condition of the District’s facilities (pipeline) and the General Manager to enter into encroachment agreements with Chris Van Groningen and the County of San Joaquin subject to approval by the District’s General Counsel. Motion passed 4 to 0 as follows:

AYES: HOLBROOK KAMPER KUIL ROOS
NOES: NONE
ABSTAIN: NONE
ABSENT: HOLMES

Item #5 – Discussion and possible action regarding responsibility for maintenance of District required flow meters

Mr. Shields stated he was unsure how it evolved that the land owner would own the flow meters but the meters need to belong to the District to maintain and eventually use them with the SCADA system. Mr. Bologna reviewed the language with the current agreement between land owners and District. It was noted that these meters are outside of Division 9. Staff will review the existing documentation to determine what modification will be necessary to document the District’s ownership and for the land owner to agree not to interfere, disable, or damage the meters. The District’s access agreements will need to be modified to allow the District access to also service the meters.

A motion was made by Director Kuil and seconded by Director Kamper to consider possible amendments to the existing agreements in order to transfer meter ownership from the land owner to the District and provide the District with necessary access authorize the General Manager to sign the amended agreements. Motion passed 4 to 0 as follows:

AYES: HOLBROOK KAMPER KUIL ROOS
NOES: NONE
ABSTAIN: NONE
ABSENT: HOLMES

Item # 6 – Discussion and possible action regarding request from Pilkington Northern America, Inc. (PNA) formerly Libbey-Owens Ford to extend a license agreement for a water line crossing of the French Camp outlet canal (FCOC)

Mr. Bologna stated the current agreement is about to expire and PNA would like to extend the agreement on a monthly basis because the plant will be closing soon. The company prepared a draft agreement that will need to be reviewed by District Counsel. The agreement allows water from a well on property east of the FCOC to be transported by a pipeline across the FCOC to PNA's property.

A motion was made by Director Holbrook and seconded by Director Kuil to consider possible extension of the agreement, subject to modifications by the District's General Counsel that include stipulations for the removal of the pipe and restoration of the canal bank upon termination of the agreement, which shall not exceed one year. PNA would be required to adhere to this condition, and District to obtain a deposit equal to the estimated cost of removal to ensure the crossing will be removed at their expense. Motion passed 4 to 0 as follows:

AYES:	HOLBROOK KAMPER KUIL ROOS
NOES:	NONE
ABSTAIN:	NONE
ABSENT:	HOLMES

Item #8 – Communications

Director Holbrook attended the APPA Conference starting with the Day of Giving and worked with others to help restore a house in the town of Lyons. He attended sessions on cybersecurity, small modular nuclear reactor development, economic forecasts, impacts of distributed generation and how the power industry can manage them, and a session with Merrill Hoge, ESPN analyst, former NFL star and cancer survivor who shared his philosophy "Find a Way" which helped him achieve his goals in spite of the setbacks he faced.

Director Kuil attended the GBA meeting on June 11. The GBA will assist SSJID in applying for drought water grants.

Director Roos thanked Director Holbrook for supporting the Board at the APPA conference. He attended the Manteca Chamber of Commerce installment dinner which was well attended.

Justin Ashworth, Water Treatment Plant

- Bacteria scare at Woodward had minimal influence at WTP. The cities are taking more water.

Don Battles, Utility Systems Director

- Inverter #5 on Phase I was burned out; the mother board was repaired and the inverter is now operational.

Troylene Vallow, Communications

- San Joaquin County Grand Jury toured SSJID and the WTP on June 11. They took an interest in the Retail Electric project.
- Manteca Chamber of Commerce installment dinner was attended by Director Roos, Jeff Shields, and Sam Bologna.
- Summer intern, Arissa Chunn, started at SSJID on June 9.

- Ag Fest at the San Joaquin County Fairgrounds was held on June 18.
- Summers Bounty for young farmers to be held at Bear Ranch in Lodi on Saturday, June 28.
- Ag in the classroom; teachers have no resources to teach children about agriculture and they were very interested in the pressurized system.

Sam Bologna, Engineering Department Manager

- Conservation Program has paid \$52,655 and has remaining commitments of \$262,430.
- Working with the consultants who will be presenting an update of the pressurized study to the Board.
- He is meeting with more developers with an increasing number of development projects on the horizon.

Jeff Shields, General Manager

- Position for the Safety/Environmental Compliance has been posted.
- LAFCO meeting was held on June 12 and the video is being transcribed.
- Grand Jury met here on June 11 and it was a good reception.
- Woodward bacteria exposure posed no threat at the WTP. Stanislaus County conducted an investigation and determined that Woodward was not the cause of the exposure.
- Turlock Irrigation District inadvertently released food grade vegetable oil into the Main Distribution Canal.
- Tuolumne Utility District turned on their pumps in New Melones Reservoir and will take water through September.
- Legislature's water bond is stalled.
- CCA bill got a lot of support from unions and the IOU and passed the Assembly but was changed in the Senate to remove the opt out language and now says a CCA can only operate in a single county.
- City of Manteca has an issue with the Great Northern water park.
- APPA conference was one of the best ever. He attended the Boulder public workshop regarding their goal to take over the retail electric system.

The following structure abandonments were approved:

- Dave Schaapman, APN 229-160-28, Lateral "A219dd"

The following encroachment agreements were approved:

- Branco Family Trust, APN 002-056-08

It was announced that items 9 a & c would be discussed in closed session.

Item #9 – Closed Session

- a. Conference with Legal Counsel – Anticipated Litigation
Initiation of litigation pursuant to subdivision (c) of
Government Code Section 54956.9
- 2 cases

- c. Public Employment Performance Evaluation
Government Code Section 54957
General Manager

Upon their return from closed session, it was announced that no reportable action was taken in closed session.

Item 7 – Consider compensation adjustment for General Manager after Closed Session

A motion was made by Director Kuil and seconded by Director Kamper to increase the salary of the General Manager by \$600 per month, retroactive to June 1, 2014. Motion passed 3 to 1 as follows:

AYES: KAMPER KUIL ROOS
NOES: HOLBROOK
ABSTAIN: NONE
ABSENT: HOLMES

ITEM #10 – ADJOURNMENT

There being no further business to come before the Board, it was moved by Director Kamper and seconded by Director Holbrook to adjourn the meeting at 2:04 p.m. Motion passed as follows:

AYES: HOLBROOK KAMPER KUIL ROOS
NOES: NONE
ABSTAIN: NONE
ABSENT: HOLMES

ATTEST: _____
Betty Garcia, Executive Secretary