

Manteca, California
August 23, 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, Engineering Department Manager, Sam Bologna and District Counsel Emrick.

President Holbrook called the meeting to order and led the salute to the flag.

Holbrook asked for public comment. There being no public comment the Board was asked to consider the following Consent Calendar Items.

CONSENT CALENDAR

- A. Warrants of \$740,297.86
- B. Regular Board Meeting Minutes of August 9, 2011.
- C. Approve three Service Abandonment Agreements within Director Roos' Division. Agreement # 1625, Charles & Kathleen Harris owners, APN 245-020-08, 1 acre. Agreement # 1626, Charles Harris owner, APN 245-020-36, 1.92 acres. Agreement 1627, CMK owner, APN 245-040-31, 1.49 acres.
- D. Approve Consent to Entry of Property to Read and Owner's Agreement to Maintain Meter Agreement with Vincenzo & Betty Scalise, Louie & Diana Tallerico, Richard & Ernestine Phillips and Mary & Richard Phillips for property identified as APN 204-070-04.

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

PASSED AND ADOPTED on this 23rd day of August, 2011 by the following roll call vote:

Ayes: Kamper Kuil Holbrook Holmes Roos
Noes: None

President Holbrook announced that the Division 9 Update would be presented at this time. Todd Kotee, Project Manager from Stantec was in attendance to give the update. Todd told the Board that 4,000 ft. of pipe is in the ground. Knife River is averaging 400 – 600 ft. of pipe a day. There is a crew dedicated to vertical off sets. A second mainline crew will begin work soon. Compaction testing will begin this week. Due to value engineering, unnecessary expenditures continue to be eliminated. The pond is 50% excavated. Todd concluded his update by saying that the Project is going very well. Sam Bologna added that the contractor has agreed to deliver 5,000 yards of dirt to the District yard and 1,000 yards of dirt to our Ripon Spill yard in exchange for 6,600 yard of clay soil from our Solar Farm site. The clay was found to be what was needed for the bottom of the pond. Bologna also told the Board that the Division 9 website is up and running. President Holbrook thanked Todd and Sam for the update.

ITEM#1 Set date for public hearing for discussion and adoption of Urban Water Management Plan and authorize notice of hearing. General Counsel Emrick addressed the Board. He said that per Board action on January 11, 2011, Provost & Prichard has prepared an Urban Water Management Plan for the District. The UWMP is required by Water Code Section 10620, et seq. The Water Code requires that the proposed UWMP be made available for public inspection and that the Board hold a public hearing before the Board adopts the Plan. Director Roos asked why the District is required to do a UWMP. Emrick explained that because the District supplies treated water to Cities we are required to have the UWMP. Emrick said he is asking for authorization to provide

the required notice for a public hearing. The Board gave their authorization, no action was required.

ITEM #2, Request for approval of purchase of an iron separator for the crushing bucket used on the excavators. Ron Strmiska Jr and Joe Catanzarite were in attendance. Joe showed the Board an example of metal which can be found in the crushed rock. Ron told the Board that the crews pick out metal by hand but there is always metal that gets missed. This metal causes problems because the crushed rock is spread out on roadways and the metal damages tires and in areas that have cattle that walk the roadways it can cause injury to the animals. Ron explained how the magnet iron separator works. Joe said the bid from MB America Inc. was the lowest at \$10,775.00. Bob Holmes asked if the magnet will work with the bucket on our excavator. Joe said yes, that MB America Inc. is the same company that we purchased the bucket from. Motion by Roos, seconded by Kamper to authorize the purchase of a bucket magnet from MB America, Inc. for \$10,775.00. Motion passed unanimously.

ITEM #3, Authorize hiring an appraiser to determine the cost and value of an easement for the water line to the District offices. Bologna explained that there has been some difficulty working with one land owner in obtaining an easement for the water line. Emrick said that he is exploring an alternative to hiring an appraiser but in case it doesn't work out he is asking for authority to retain an appraiser. The cost of an appraiser and subsequent title report would not exceed \$5,000. Motion by Kamper, seconded by Holmes to give staff the authority to retain an appraiser at a cost not to exceed \$5,000. The motion passed 3-2 with Kuil and Roos voting no.

ITEM #4, Authorize acceptance of a new 5 foot easement for Division 9 Project. Bologna explained that the District has a 25 foot easement with an existing cast in place pipeline that runs adjacent to Moncure Road. The Board is being asked to accept an additional 5 foot easement and amend the standard easement language for this transaction in order to restrict trees from being planted within 10 feet of the new waterline. Kuil made a motion to authorize acceptance of a new 5 foot easement with the amended language restricting trees within 10 feet of the line. Kamper seconded the motion but added that an encroachment agreement should be required of the landowner to cover the trees that are planted within the District's existing easement. The motion passed 4-1 with Holbrook voting no.

President Holbrook called for Directors Reports.

Roos said that the Division 9 Connection Fee Policy that requires landowners that sign up late pay full costs to connect when those that met the earlier deadline paid the \$2,500 flat fee is unfair and should be reconsidered. Emrick said that a further discussion concerning the issue was not appropriate during Directors Reports. Shields told Roos the issue will be put on the September 13 agenda for discussion.

Holmes had nothing to report but asked if a date for signups for next year's Water Conservation Program had been set. Shields said no, it had not been, but the issue will be put on the September 13th agenda.

Holbrook reported the following:

1. ACWA Committee Appointments are available if there is any interest. The deadline is September 30.
2. ACWA Region 4 Event is being held on October 13 for anyone interested.
3. Advisory Water Commission is currently open to agencies interested in becoming members
4. US Fish & Wildlife Agency is talking about taking more land; the Advisory Water Commission has voted against it
5. The 5th version of the Delta Plan is complete. There will be meetings late in August, in November and December concerning the plan.

Holbrook asked for Managers Report.

Bill Hubkey, WTP Manager

1. Ashron Construction has completed the re-caulking of sludge beds #1 & 2. Plant staff is inspecting the work and creating a punch list for repairs. All work is expected to be complete by the first week in September.
2. Sludge bed #3 has been cleaned and all material hauled to the landfill.
3. Concrete footing has been poured for the microwave towers at the WTP and the Tracy Booster Station.
4. Copies of the "Transmission Design Plan" for the WTP have been delivered to the Cities. This was done to aid in creating standards for new sites.

Don Battles, Utility Systems Director

1. Handed out a copy of letter addressed to PG&E confirming our interest in converting Woodward & Frankenheimer small hydro units to Merchant Status.
2. Handed out a copy of letter addressed to Turlock Irrigation District which reference two signed amendment to the small hydro contracts for Frankenheimer & Woodward Power Projects.
3. Don reminded the Board that on May 24 the Board approved this action.

Bere Lindley, Finance-Admin Department Manager

1. Handed out Monthly Finance Statement dated July 31, 2011.
2. Made available Monthly Investment Report.

Jeff Shields, General Manager

1. Safety Day will be held on November 1 this year. Flu shots will be made available on that day. The Board was asked to help with manning the barbeque this year. Kuil volunteered and enlisted the rest of the Board.
2. Handed out Tri-Dam Report dated August 22 & District Weekly Report for week of August 7-13.
3. Reported that last week there was an incident in the FCOC. The procedure we have in place worked well.
4. The cell tower to be installed at the District office in on site.
5. Attended a Dept. of Energy meeting in Reno last Thurs. There was a booth from GE at the meeting. A GE Rep told Shields about a new water treatment system that doesn't use Ferric acid and so there is less sludge. Hubkey will look into this.
6. Welcome to the City of Manteca sign located east of the District's office was removed and a new sign will be placed on the SSJID property line.
7. Will be out of the office on vacation from August 24 – 29.

Director Holbrook called for a short break before Closed Session.

General Counsel announced the Board would be discussing Items 7 a. b. & d. 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 - 1 case
Various water quality proceedings before State Water Resources Control Board—Delta Flow Criteria, San Joaquin River Flow Objectives
- d. Public Employment Performance Evaluation. Gov. Code S. 54957.
- Communications Coordinator

Upon returning from Closed Session, it was communicated that there was no reportable action taken.

Holbrook announced that open session would resume with Item number 5, Compensation Adjustment for Communication Coordinator Position. Motion was made by Kuil to

authorize 5% increase for Communication Coordinator position to be effective August 23, 2011. Motion was seconded by Holmes and passed 4-1 with Kamper voting no.

There being no further business to come before the Board it was moved by Director Holmes, seconded by Director Kuil to adjourn to the next regularly scheduled meeting to be held Tuesday, September 13, 2011. Motion carried unanimously.

ATTEST: _____
Cheryl Burke, Executive Secretary