

Manteca, California
September 8, 2009

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: HOLBROOK KUIL KAMPER SCHULZ ROOS

Also present were Secretary/Manager Shields, District Counsel Emrick, Engineering Department Manager Bologna, WTP Manager Hubkey, Utility Systems Director Battles, and Communications Coordinator Saylor.

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

Consent Calendar

- A. Approve warrants of \$689,901.63
- B. Approve Regular Board Minutes of August 25, 2009.
- C. Adopt Resolution 09-13-H, Acknowledging Oakdale Irrigation District's Centennial.

**SOUTH SAN JOAQUIN IRRIGATION DISTRICT
RESOLUTION NO. 09-13-H
ACKNOWLEDGING OAKDALE IRRIGATION DISTRICT'S CENTENNIAL**

WHEREAS, the Board of Directors, employees and customers of Oakdale Irrigation District are celebrating the District's centennial this September; and

WHEREAS, on October 23, 1909, OID was formed upon a public vote of 93 percent approval; and

WHEREAS, in 1910 OID and South San Joaquin Irrigation District (SSJID) jointly purchased the "Tulloch System" on the Stanislaus River near Knight's Ferry for \$650,000, developed and acquired an invaluable portfolio of jointly-owned water rights and agreed to share the water equally; and

WHEREAS, in 1913 Goodwin Dam was completed by the Districts, where water is delivered into their main canals; and

WHEREAS, OID completed 52 miles of main canals and tunnels and 252 miles of laterals, and in 1916 constructed Rodden Lake to provide critical water storage; and

WHEREAS, in 1921 OID and SSJID agreed to build the Melones Dam and powerhouse 20 miles upstream from Knight's Ferry, which were completed in 1927 and which provided further storage to provide a more stable supply of irrigation water; and

WHEREAS, in 1957 OID and SSJID completed the Tri-Dam Project which added 230,400 acre feet of storage capacity to the watershed which have a combined power generation capacity of 102,000 kilowatts; and

WHEREAS, in 2006 new 40 year licenses for the Tri-Dam Project Hydroelectric generation facilities were issued to the two Districts by the Federal Energy Regulatory Commission; and

WHEREAS, OID's Board of Directors has launched the OID Water Resources Plan to repair, rebuild and modernize its water delivery system, which when completed in the next 10 years, will greatly enhance the District's operation and service;

WHEREAS, the two Districts have enjoyed a unique and invaluable relationship for 100 years, founded on mutual trust and benefit to residents of the two Districts; and

WHEREAS, SSJID wishes to express its gratitude to OID and its present and past Board members and employees, for their initiative and support in working with SSJID over the years for their mutual benefit to complete and maintain the system of canals, dams, powerhouses and other facilities described above, to protect their water rights and to provide reliable irrigation service to their customers,

NOW THEREFORE, BE IT RESOLVED that the Board of Directors and the employees of South San Joaquin Irrigation District join together with the Board of Directors and the employees of Oakdale Irrigation District in this momentous year to look back with pride and forward with hope, recognizing our many shared accomplishments yet knowing how much more necessary work remains to be done for the good of our constituents.

BE IT FURTHER RESOLVED that the SSJID Board of Directors congratulates OID on its 100th Anniversary, wishes OID another century of great success, and looks forward to many years of continued cooperation between the Districts.

PASSED AND ADOPTED this 8th day of September, 2009

- D. Adopt Resolution 09-14-Q, Dispose of Surplus Equipment/Furniture No Longer Necessary For District Purposes.

**RESOLUTION 09-14-Q
DISPOSE OF SURPLUS EQUIPMENT NO LONGER
NECESSARY FOR DISTRICT PURPOSES**

WHEREAS, the District may dispose of equipment it finds no longer necessary for District purposes; and

WHEREAS, the following furniture is declared surplus:

3 rectangle conference tables
1 round conference table
1 metal rolling table
1 metal stationary table
1 wooden 2-drawer wheeled cabinet
1 metal storage cabinet
1 metal magazine rack
1 Apollo overhead projector and stand
2 metal desks
1 wooden desk
3 burgundy cloth executive chairs
1 blue cloth executive chair
1 black cloth task chair
1 charcoal task chair
7 cloth guest chairs
11 black leather executive chairs
2 metal 3-shelf bookshelves
1 metal 5-shelf book shelf
1 rolling computer desk; and

WHEREAS, the following equipment no longer works and will be properly disposed of:

1 HP Office Jet 6310 printer
1 Cannon Super G3 fax machine
1 IBM Wheelwriter 5 typewriter
1 HP LaserJet 4250 printer
1 HP LaserJet 4200tn printer

1 HP Photosmart 8750 printer
1 HP monitor
1 View Sonic printer
1 Gateway pc
4 Dell pc's
1 IBM clone pc
6 uninterruptable power supplies

THEREFORE, BE IT RESOLVED that the District authorizes staff to donate the above listed surplus furniture and dispose of the broken electronic equipment.

PASSED AND ADOPTED this 8th day of September, 2009.

- E. Approve additional payment to Siemens Energy Inc. of \$40,830 and total budget increase of \$60,000.
- F. Accept and file Notice of Completion for the Manteca RV Storage Development Project.
- G. Accept and file Notice of Completion for work on the Lateral "U" Shotcrete Project (SSJ-2008-12).

Motion by Roos, seconded by Holbrook to approve Resolution 09-13-H, Resolution 09-14-Q and the other the Consent Calendar items as submitted.

PASSED AND ADOPTED this 8th day of September 2009 by the following roll call vote:

Ayes: Holbrook Kuil Kamper Schulz Roos

Kamper called Hubkey WTP Manager to address the Board. Hubkey told the Board that Item #1, was for the purchase of V3 Modules and repair station. At the August 28th Board meeting, the GE/Zenon Contract was approved by the Board. This request to purchase V-3 modules reflect the negotiated price of this agreement. We will be purchasing one train (498 modules) annually until all the existing V2 modules have been replaced. Roos asked if this will give us spares. Hubkey replied that yes we will reuse the V2's that are still good. Kuil asked about the restocking charge. Hubkey said that the modules are sent in metal cassettes that need to be returned and we pay that cost. Hubkey reported that staff has begun the process of moving cassettes from train 6 in anticipation of receiving the new V-3 modules. Emrick told the Board that once the train is populated, GE will send out a team to make sure they work properly.

Motion by Kuil, seconded by Roos to grant the General Manager authority to purchase the modules, repair station, tools etc. to replace the V-2 modules in Train 6 for the sum of \$482,338.73. Motion was unanimously approved.

Item #2, purchase of rectangular storage container for V-2 Modules. Hubkey explained that to harvest and salvage V-2 modules that can be used as replacements, we need to have a place to store them. Modules need to be kept wet and chlorinated to prevent bacterial growth. Staff looked into different options and are ready to recommend purchasing a rectangular storage tank for \$3,330. This tank will hold up to 100 modules. Holbrook made a motion to approve purchase of rectangular storage tank for \$3,330.00. Kuil seconded the motion. Motion was unanimously approved.

Item #3, purchase a 4" towable diesel pump with suction hose and fittings. Hubkey said staff has looked into renting a diesel pump but the cost for a year rental is more than the cost to purchase one. The pump will be used to aerate the citric acid in sludge bed #1 for neutralization. Schulz made motion to approve purchase of 4" diesel trailer mounted pump with suction hose, seconded by Kuil and unanimously approved.

Kamper asked for Hubkey's Manager Report.

1. By the end of the week, one half of the trains in the Plant will have undergone their third quarter acid clean.

2. Staff has started the project of removing cassettes from train 6 in anticipation of receiving the new V-3 modules.
3. Special water sampling in Woodward will take place today per our DHS permit because of Labor Day holiday.
4. Arch Flash Study has been completed and all cabinets are now marked, warning of potential hazard to anyone working on the large electrical panels.
5. Preconstruction meeting will be held on the 9th for the start of the POP project.

Item #4, ACWA Region 4 Board Ballot. Shields recommended that the Board follow recommendations made by Region 4 Nominating Committee for candidates. Motion by Holbrook, seconded by Schulz and unanimously approved voting according to ACWA's Region 4 Nominating Committee's recommendations.

Shields introduced Dan Geis of the Dolphin Group. Mr. Geis addressed the Board concerning the five separate pieces of legislation that are being proposed in the State Legislature relating to water in California. In addition to the bills, there is a \$12.4 billion dollar bond measure that attempts to address a wide range of water issues. Geis told the Board that the Legislature met over the holiday weekend and that final drafts of the bills are scheduled to be completed by this afternoon. The deadline for voting on the bills is midnight on Friday the 11th of September. The Dolphin group will be keeping track of the water bills and will communicate any significant developments to Jeff Shields. Shields thanked Dan Geis for coming and for all the work the Dolphin Group does for the District.

Battles had nothing to report to the Board.

Sayler reminded the Board of various upcoming events.

General Manager's report was next. Shields passed around the certificate that the District received at the State Fair in recognition of the District's induction into the California Ag Heritage Club.

Shields also reported that his wife had received a letter from PG&E and that no more exit fees will be charged homeowners in Ripon and payments already made will be refunded.

Dan Pope, Tri-dam's GM informed Shields that the Donnell's Powerhouse is non operational and is being repaired. Roos asked if we have insurance to cover loss of production. Shields said he believes we do but will confirm.

Shields handed out the Water Usage Report.

Reported that he and Emrick had attended a fund raiser for Give Every Child a Chance @ Bob Brocchini's and felt it worthwhile. He also reported that he and Holbrook had attended the South San Joaquin Republican's meeting on Monday night and had talked to several elected officials.

Shields reported that it had come to his attention that 2 pieces of property had become available and asked the Board for direction. The Board asked Jeff to investigate one of the parcels and report back.

Sayler asked the Board to let her know if they had any subjects they wanted covered in the upcoming District Fall Newsletter.

Shields said he would like direction from the Board concerning the possibility of "securitizing" the Prop 1A funds that will be borrowed from the Cities to cover any shortfalls in their covered services, such as fire departments. Shields reported that the Cities of Manteca and Escalon are very interested and the City of Ripon was not sure. Kuil and Holbrook said they think the District should do it. Roos and Kamper both said no, we should not get in the banking business. Schulz said he felt it would be the right thing to do. Shields agreed that it would be a sign of goodwill on the part of the District. Emrick said we may be able to look at it as an investment. The majority of the Board asked Shields to investigate it further and have it on the next agenda.

Directors Reports:

Holbrook, reported that he and Shields had attended the South SJ Republican's Meeting. He had a chance to talk to Berryhill concerning the water bills before the Legislature. Berryhill doesn't believe the bills will be passed. Holbrook said he personally is very concerned about the wording of the bills as they are drafted. Holbrook also reported that the SJ Flood Report is predicting a wet year ahead.

Kuil reported on a 40 acre parcel for sale near the Water Treatment Plant and feels we should look into it. Also, he reported that he had attended the ceremony to induct the District into the California Ag Heritage Club. He said it was very interesting and he met a lot of dignitaries.

Roos reported that the State Water Report also indicates December – February will have above average rain fall.

Kamper thanked everyone for their participation at the Special Board meeting on September 3rd. He stated that all the speakers were civil and clear and he felt we got good press coverage.

President Kamper called for closed session. District Counsel Emrick said the Board will discuss items a) and b) in closed session.

- a). CONFERENCE WITH LEGAL COUNSEL, anticipated litigation, initiation of litigation, Gov. Code S. 54956.9. One case
- b) CONFERENCE WITH REAL PROPERTY NEGOTIATOR, Gov. Code S. 54956.8. Negotiating parties: District and City of Stockton, Stockton East Water District; District's negotiator: General Manager and General Counsel. Under negotiation: price and terms of payment for sale of water.

Upon returning from Closed Session District Counsel Emrick announced there was no reportable action taken in closed session.

There being no further business to come before the Board it was moved by Director Roos, seconded by Director Schulz, and unanimously carried to adjourn to September 22, 2009 at 9:00 a.m.

ATTEST:

Cheryl Burke, Executive Secretary