

Manteca, California
October 12, 2010

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 ROOS KUIL

Also present were General Manager Shields, District Counsel Emrick and Engineering Department Manager Bologna.

President Kamper called the meeting to order and asked for public comment. There being no public comment President Kamper asked the Board to consider the Consent Calendar Items.

CONSENT CALENDAR

- A. Warrants of \$710,433.40 and Payroll of \$326,353.04
- B. Regular Board Meeting Minutes of September 28, 2010.
- C. Authorize purchase of two hydra-lopac gates.

Director Roos commented that there seemed to be an invoice missing in connection with check # 16942 to Les Schwab Tire Co. Bere Lindley said he would check into it. Motion to accept the Consent Calendar as presented with the exception of check # 16942 was made by Kuil and seconded by Roos.

Motion passed and adopted this 12th day of October, 2010 by the following roll call vote:

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

President Kamper announced that the Board would consider Item #7 first.

Item #7, Authorize the General Manager to retain WMB Architects for preliminary space planning. Emrick explained that approximately 90 days ago the District purchased property from its landowner, Marion Mitchell. The property is considered ideal for the District because of its centralized location. He emphasized that no environmental review has been done yet but if the District decides to develop the property, it will be completed in connection with any approvals requested from the County. He said that at this point we are only looking to obtain a site plan to outline the size of facilities we would need. Emrick addressed the audience saying that the District has every intention of mitigating with surrounding landowners. Kamper asked if anyone in the audience would like to address the Board. Several of the local landowners expressed their concerns about the potential for increased traffic and unsightly commercial buildings in their neighborhood. They asked questions about District operations as they would affect the surrounding area. General Manager Shields assured the group that the District would work with

surrounding property owners to ensure their concerns were addressed if the project goes forward. He extended an invitation to tour the District's current facilities so that they could get a feel for our operations. He also told them that before anything could be built, there will need to be environmental reviews and zoning changes with the County. A note pad was handed out, giving interested property owners a chance to sign their names and addresses so that we can keep them updated. Emrick told the Board that the proposal from WMB Architects was to complete a one line diagram of our space needs at the new site on a time & materials basis, to be completed in 30 days at a cost not to exceed \$12,370. Director Roos made a motion to approve the contract with WMB at a cost not to exceed \$12,370. Motion was seconded by Kuil and unanimously approved.

Item #1, Presentation by Laura Simon, Wells Fargo Insurance Services and Don Thornburg Human Resource Specialist. Ms. Simon handed out the proposal for benefits. She gave a brief overview of the health care reform bill that was adopted earlier this year. Ms. Simons then asked the Board to look at the Benefit Plan Rate and Cost Analysis which shows the District's current rates with Health Net and their proposed renewal rates. She reviewed other options, including PacifiCare Insurance which gave a quote that is lower than our current rates. She explained that even after restoring benefits reduced last year, PacifiCare's rates would be 5.5% below our current rates. Don Thornburg addressed the Board concerning the option of contracting with SDRMA for our medical insurance. He told the Board that although it's benefits are comparable to PacifiCare, it requires a three year commitment. Thornburg told the Board that because of the uncertainties of the insurance market due to health care reforms, he believes it would be best to contract with PacifiCare this year and revisit the SDRMA option next year. Chris Whittenburg, shop steward for the IBEW addressed the Board asking them to approve the proposal from PacifiCare with the increased benefits and only a one year commitment. Thornburg told the Board that Ms. Simon also had obtained a quote for life insurance and LTD, from Lincoln Financial. Laura told the Board that the quote from Lincoln Financial is lower than our current rates with Mutual of Omaha and offer the same benefits. After a brief discussion and several questions by the Board, Director Kuil made a motion to approve contracts with PacifiCare for medical insurance with the increased benefits and with Lincoln Financial for life insurance and LTD as presented. The motion was seconded by Roos and unanimously approved.

Item #2, Discussion and possible action concerning an MDC Control Room SCADA System upgrade. Frank Avila and Michael O'Leary gave a power point presentation outlining the proposed upgrades. Michael outlined the three phases he and Frank envision in the coming years. He said that at this time they are asking for approval to complete the first phase of the project which would include the purchase of the thin-client hardware and software as well as the conversion of Wonderware licenses. The total cost of these upgrades would be \$14,028. Shields told the Board that the upgrades were included in 2010 budget. Director Roos made a motion, which was seconded by Kamper to approve Phase 1 of the MDC Control Room SCADA System Upgrades at a cost not to exceed \$14,028. Motion passed unanimously.

Item #3, Adopt Resolution 10-11-B, To Reaffirm Charges for Services Furnished by the District. The Board sets the irrigation/recharge rates annually in October. The General Manager recommended that the rates remain the same as last year and that the Board adopt Resolution 10-11-B. Motion by Kuil to adopt the resolution Reaffirming Charges

for Services Furnished by the District. Motion was seconded by Kamper and passed and was adopted by the following roll call: Kamper Kuil Roos

**SOUTH SAN JOAQUIN IRRIGATION DISTRICT
RESOLUTION NO. 10-11-B
RESOLUTION TO REAFFIRM CHARGES FOR
SERVICES FURNISHED BY THE DISTRICT**

WHEREAS, Irrigation District law provides authority for the District, in lieu, in whole or in part, of levying assessments, to fix and collect charges for any service furnished by the District and to prescribe reasonable rules with respect to said charges; and

WHEREAS, the District currently charges \$24.00 per acre for water service to each parcel in the District on which District-supplied surface water is used for irrigation, with a minimum charge of \$50, and

WHEREAS, the District currently charges \$12.00 per acre for groundwater recharge to each parcel in the District which is subject to a recorded Irrigation Service Abandonment Agreement, and on which crops are commercially grown, with a minimum charge of \$25, and

WHEREAS, the District declares the following:

- (1) The revenues derived from these said fees do not exceed the funds required to provide subject properties related services.
- (2) The revenues derived from the charges will not be used for any purpose other than that for which the charges are imposed.
- (3) The amount of a charge imposed shall not exceed the proportional cost of the service.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED, that pursuant to Sections 22280 and 22283 of the Water Code, the District hereby sets water charges for the 2011 water year as follows:

RULE NO. 1-1, Subject to rule number 1-2; for each separate parcel, as shown on the District records of San Joaquin County Assessor's Parcel Maps, there shall be an annual "USE OF DISTRICT WATER" charge of **\$24.00** per acre for the "Use of District Water."

RULE NO. 1-2, Subject to rule number 3-1; for each separate parcel, as shown on the District records of San Joaquin County Assessor's Parcel Maps, the minimum billing (charge) for "USE OF DISTRICT WATER" shall be **\$50.00**.

RULE NO. 2-1, Subject to rule number 2-2; those separate parcels, as shown on the District records of San Joaquin County Assessor's Parcels, which are used to grow

commercially grown crops but which, (a) choose not to utilize District Water Service, and (b) which are the subject of an approved District Irrigation Service Abandonment Agreement, there shall be an annual "GROUND WATER RECHARGE" charge of **\$12.00** per acre for the benefits derived from "Ground Water Recharge."

RULE NO. 2-2, Subject to rule number 3-1; for each separate parcel, as shown on the District records of San Joaquin County Assessor's Parcel Maps, the minimum billing (charge) for "GROUND WATER RECHARGE" shall be **\$25.00**.

RULE NO. 3-1, Those separate parcels, as shown on the District records of San Joaquin County Assessor's Parcels, which are not used to grow crops or which do not utilize District Water Service may be exempted from District "USE OF DISTRICT WATER" and "GROUND WATER RECHARGE" fees provided the owners of such lands enter into an "Irrigation Service Abandonment Agreement" covering same and provided further, there are no outstanding amounts owed to District on such lands.

Item #4, Consider conditional approval of the City of Manteca Plans for sewer/storm drainage on Woodward Avenue between Manteca Road and McKinley Ave. Sam Bologna announced that the City of Manteca asked that this item be pulled until a later date.

Item #5, Consider award of contract for purchase of pipe for 2010/2011 construction projects. Sam Bologna told the Board that requests for proposals were sent out to three pipe suppliers, Kristich Monterey Pipe Co., Oldcastle Precast and Hanson Pipe & Precast. We asked the suppliers to provide a unit price per foot in each category of pipe size and class and that the quotes given would remain valid for a one year period from the date of the contract. Kristich Monterey Pipe Co. submitted the low bid in almost every category. Bologna made the recommendation to contract with Kristich-Monterey Pipe Company for a period of one year from the date of the contract. Roos made a motion to approve the contract with Kristich Monterey Pipe Company. Motion was seconded by Kuil, with the motion passing 3-0.

Item #6, Update on EIR for renewal of SEWD Transfer. Emrick told the Board that SEWD and the City of Stockton still do not have a signed contract for the 10 year term and there is uncertainty of SEWD's needs for next year. However, with a 10 year history of transfers and knowing that SEWD has a long term need for the District's water, we are confident in moving forward. Emrick told the Board that the environmental impact report is under preparation and in the absence of any objection from the Board he will retain Jim Moose of Remy Thomas, who is working with the District on another EIR, to assist with the EIR for the water transfer. The Board concurred.

The President called for Directors Reports.

Director Kuil reported on the Tri Dam Advisory Committee Meeting held on October 4.

President Kamper asked Sam when the call for bids would go out for the Division 9 Project. Bologna replied that it would be at the end of this year.

WTP Manager Report:

1. Citric cleans are complete on all eight trains.

2. Moved 110 V-2 modules to storage, for later use as replacements
3. DAF #3 and DAF #2 have been drained and cleaned
4. Stabilization basin #2 has been drained and cleansed
5. Completed the installation of updated software and transfer of data from SCADA #1 to new SCADA server.

Utility Systems Director Report:

Handed out a copy of an e-mail he sent to Candace Briskey of PG&E requesting a differential refund due to our WTP service being converted from temporary service to permanent service. He also attached a copy of the refund check for \$135,132.00 we received from PG&E in response to his request.

Communications Coordinator, Saylor reminded the Board about upcoming events.

1. Saturday, October 15. Senior Breakfast in Manteca. Kamper and Roos said they would attend.
2. Ripon Main Street Day also on Saturday, October 15.
3. Hall of Fame presentation to Director Robert Schulz on October 22.

General Manager Report:

- Handed out a 2010 Chinook Passage and Stanislaus River Flow report, prepared by Doug Demko.
- Handed out Tri-Dam Operation's Daily Report dated October 11 and SSJID's 7 Day Water Usage Report for the week of September 26 and October 3.
- Handed out a copy of PG&E's General Rate Case 2011 Phase II Application 10-03-014 Data Response.
- District's 2011 Budget is in the working stages. A final budget request will be presented to the Board at the second meeting in November.

General Counsel announced the Board had no closed session items to discuss.

There being no further business to come before the Board it was moved by Director Kuil, seconded by Director Kamper and unanimously carried to adjourn to October 26, 2010 at 9:00 a.m.

ATTEST:

Cheryl Burke, Executive Secretary