

**TRI-DAM PROJECT
MINUTES OF THE JOINT BOARD
OF DIRECTORS REGULAR MEETING**

September 20, 2018
Oakdale, California

The Joint Boards of Directors of the Oakdale Irrigation District and the South San Joaquin Irrigation District met in joint session at the office of Oakdale Irrigation District located in Oakdale, California on the above date for the purpose of conducting business of the TRI-DAM PROJECT, pursuant to the resolution adopted by each of the respective Districts on July 29, 1955.

President Orvis called the meeting to order at 9:01 a.m.

OID DIRECTORS

SSJID DIRECTORS

DIRECTORS PRESENT:

HERMAN DOORNENBAL
LINDA SANTOS
TOM ORVIS
BRAD DE BOER
GAIL ALTIERI

BOB HOLMES
RALPH ROOS
DALE KUIL

DIRECTORS ABSENT:
DAVE KAMPER; JOHN HOLBROOK

Also, Present:

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Genna Modrell, Finance Asst., Tri-Dam Project; Susan Larson, License Compliance Coordinator, Tri-Dam Project; Steve Knell, General Manager, OID; Peter Rietkerk, General Manager, SSJID; Mia Brown, Counsel, SSJID; Tim O’Laughlin, O’Laughlin & Paris, Water Counsel, Patrick Stiehr, Watermark Engineering, Kim Bukhari, HR Analyst, OID

PUBLIC COMMENT

GM Knell introduced Kim Bukhari, OID’s new HR Analyst.

ITEM #1 Review and approve the minutes from the August 16, 2018 Regular Meeting

President Orvis presented the August 16, 2018 minutes of the Regular Board meeting. Director DeBoer moved to approve the August 16, 2018 minutes of the Regular Board meeting. Director Kuil seconded the motion. The motion passed OID 5-0, SSJID 3-0.

ITEM #2 Financial Matters

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the August 2018 financial statements, noting net revenue of \$1.7 million for the month.

b) Review Investment Portfolio and Reserve Fund Status

Finance Manager Dodge presented the monthly activity and securities held in each of the Project's reserve funds. Dodge noted the positive mark-to-market gain in the portfolio but cautioned that it will likely reverse in the month of September due to rising interest rates.

c) Review and Approve the Statement of Obligations

Finance Manager Dodge reviewed the monthly statement of obligations and responded to questions.

Director Roos moved to approve the financial statements and statement of obligations as presented. Director Altieri seconded the motion. The motion passed OID 5-0, SSJID 3-0.

ITEM #3 Renumbering of Resolution TDP 2018.03 District Distribution to TDP 2018.05

Finance Manager Dodge explained this was to correct a clerical error and recommended changing TDP 2018.03 District Distribution to TDP 2018.05.

Director Holmes moved to approve renumbering TDP 2018.03 to TDP 2018.05 as presented. Director Altieri seconded the motion. The motion passed with a roll call vote OID 5-0, SSJID 3-0.

ITEM #4 Presentation and consider approval of Resolution TDP 2018.06 Distribution from Maintenance Reserve, Operating Reserve, and Other Cash to Pay Down Unfunded Accrued Pension Liability

Finance Manager Dodge provided a presentation to the Board of the impact of additional payments to reduce long-term interest costs on Tri-Dam's unfunded accrued pension liability. After presenting the CalPERS employer contribution lump sum payment information, FM Dodge recommended paying an additional \$3.0 million for 2018-2019 using funds from the maintenance reserve, operating reserve and other cash in bank.

Director Holmes moved to pay \$3.0 million as presented. Director Santos seconded the motion. The motion failed with a roll call vote OID 3-2, SSJID 2-1. Directors Roos, Doornenbal, and DeBoer voted no.

Director DeBoer moved to amend the original motion to pay \$2.0 million in 2018-2019. The motion failed for lack of a second.

Director Roos stated he did not think we should use funds from the maintenance reserve.

Director Holmes moved to pay \$3.0 million using only operating reserve funds instead of maintenance reserve funds. Director Santos seconded the motion. The motion passed with a roll call vote OID 4-1, SSJID 3-0. Director DeBoer voted no.

ITEM #5 Consider approval of purchase authorizations

- a. 2018.9.01 Streamgaging Proposal for 2019-2023 – Watermark Engineering

GM Berry explained the proposal provided was for five-year term and the cost had decreased from the previous five-year agreement.

Director Holmes moved to approve PA 2018.9.01 as presented. Director Doornenbal seconded the motion. The motion passed OID 5-0, SSJID 3-0.

ITEM #6 Discussion of Beardsley Afterbay Maintenance Project

GM Berry advised that Tri-Dam is still awaiting a response from DSOD.

ITEM #7 Discussion and update on the Stanislaus River Basin Plan

GM Rietkerk stated that staff participated on a conference call last week and continues to do background work.

ITEM #8 Staff Reports

In addition to the written reports, GM Berry advised the Board that Donnells is being put back together and hopes to have it back online by 5 p.m. on Saturday. Staff continues to work on options to present to the USFS regarding Hells Half Acre Rd. Repairs to the 4700 Road are close to being complete to allow propane delivery to Donnells Dam.

Patrick Stiehr, Watermark Engineering, provided a worst-case scenario of sediment flows into Donnells Reservoir due to the Donnells fire burn scar.

ITEM #9 Generation Report

No discussion.

ITEM #10 Fisheries Studies on the Lower Stanislaus River

Tim O'Laughlin advised the pulse flows will begin in October.

ITEM #11 Directors Comments

None.

Recess to Tri-Dam Power Authority

President Orvis recessed to the Tri-Dam Power Authority Board of Commissioners meeting at 10:24 a.m.

The Tri-Dam Project meeting resumed at 10:27 a.m. after the Tri-Dam Power Authority meeting adjourned.

ITEM #12 Closed Session

GM Berry announced before closed session that the following items would be discussed:

- a. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Potential Initiation of Litigation
Government Code § 54956.9(d)(4)
Three (3) Cases

- b. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant Exposure to Potential Litigation
Government Code § 54956.9(d)(2)
One (1) Case

- c. PUBLIC EMPLOYEE DISCIPLINE/DISMISSAL/RELEASE
Government Code section 54957(b)

President Orvis announced out of closed session that no reportable action was taken.

ADJOURNMENT

President Orvis adjourned the meeting at 1:45 p.m.

The next regular board meeting is scheduled for October 18, 2018, at South San Joaquin Irrigation District in Manteca, California beginning at 9:00 a.m.

ATTEST:

Ron Berry
Secretary, Tri-Dam Project