

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

February 19, 2015
Oakdale, California

The Joint Board of Directors of the Oakdale Irrigation District and the South San Joaquin Irrigation District met in joint session at the office of the 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.

The regular meeting was called to order at 9:00 A.M. by President Webb.

OID DIRECTORS

SSJID DIRECTORS

DIRECTORS PRESENT:

FRANK CLARK
HERMAN DOORNENBAL
STEVE WEBB

BOB HOLMES
DAVE KAMPER
RALPH ROOS
DALE KUIL
JOHN HOLBROOK

DIRECTORS ABSENT:

JACK ALPERS, AL BARIOS, JR

ALSO PRESENT:

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Susan Larson, License Compliance Coordinator, Tri-Dam Project; Genna Modrell, Finance Assistant, Tri-Dam Project; Tim Townsend, Operations Supervisor, Tri-Dam Project; Jeff Shields, General Manager, SSJID; Steve Knell, General Manager, OID; Bill Paris, Counsel, OID.

ACTION TO TAKE VARIOUS ITEMS OUT OF SEQUENCE

Director Clark moved to change the agenda order and move item 5 to be the first order of business. Director Roos seconded the motion. The motion passed unanimously 8-0.

PUBLIC COMMENT

None, other than comments under Item 5

ITEM #5 DISCUSSION OF 2015 WATER OPERATIONS

OID General Manager Steve Knell gave a presentation that was delivered to the OID Board on Tuesday, February 17, 2015 regarding the Bureau of Reclamation's status of storage and projected water use in the basin for 2015. The presentation showed that without some adjustments to the flow demands downstream for fish, temperature and

dissolved oxygen, Tulloch Lake would likely have to be lowered to meet the remaining water demands on the river, both for fish and agriculture. A lengthy discussion ensued for the Board, Counsel and various members of the audience regarding the information presented.

ITEM #1 REVIEW AND APPROVE MINUTES OF THE REGULAR MEETING

President Webb presented the January 15, 2015 minutes of the Regular Board meeting. Director Roos moved to approve the January 15, 2015 minutes of the Regular Board meeting with the noted correction. The motion was seconded by Director Doornenbal. The motion passed 8-0.

ITEM #2 FINANCIAL MATTERS

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the January financial statements, noting a monthly profit of \$796,000.

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 and responded to questions.

c) Review and Approve the Statement of Obligations

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

Director Kamper moved to approve the financial statements and statement of obligations. Director Clark seconded the motion. The motion passed 8-0.

ITEM #3 APPROVE 2015 INVESTMENT POLICY

Finance Manager Dodge presented Tri-Dam Project's draft investment policy for 2015 with recommended changes to the policy. Director Roos moved to approve as presented. The motion was seconded by Director Doornenbal. The motion passed unanimously 8-0.

ITEM #4 APPROVE PURCHASE AUTHORIZATIONS

- a. 2015.02.01 Cardno Entrix – Security Plan and Vulnerability Study
- b. 2015.02.02 Rocky Mountain Power Services – Arc Flash Study

GM Berry presented both purchase authorizations and answered director questions. Director Kuil moved to approve the purchase authorizations as presented. Director Doornenbal seconded the motion. The passed unanimously 8-0.

ITEM #6 STAFF REPORTS

GM Berry discussed the maintenance report, including the progress made during the current annual maintenance period. The radar detection system is being installed and should be complete by March 1st.

ITEM #7 GENERATION REPORT

Operations Supervisor Townsend provided an update on current generation activity and advised that Silicon Valley Power has no objection to curtailing generation at the Project's upper works facilities, particularly in view of current power prices.

ITEM #8 FISHBIO

No discussion.

ITEM #9 CLOSED SESSION

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

- a. Conference with legal counsel – Existing Litigation
(Paragraph (1) of subdivision (d) of Section 54956.9) - 5 cases
 1. Tri-Dam Project v. Schediwy, et al.
 2. Tri-Dam Project v. Keller
 3. Tri-Dam Project v. Michael, et al.
 4. Tri-Dam Project v. Yick
 5. Tri-Dam Project v. Holman
- b. Conference with Legal Counsel – Anticipated Litigation
Significant exposure to litigation pursuant to paragraph (2) or (3) of subdivision (d) of Section 54956.9 – 1 case
- c. Conference with Labor Negotiator
Pursuant to Section 54957.6
Agency Negotiator: General Manager and Finance Manager
Employee Organization: IBEW
- d. Conference with Legal Counsel – Anticipated Litigation
Initiation of litigation pursuant to paragraph (4) of subdivision (d) of Section 54956.9 – 1 case

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

ITEM #10 DIRECTOR COMMENTS

None

ADJOURNMENT

Director Clark moved to adjourn the Tri-Dam Project regular meeting. Director Roos seconded the motion. The motion passed 8-0.

President Webb adjourned the Tri-Dam Project Board of Directors meeting at 11:41 A.M.

The next Regular Board meeting is scheduled for March 19, 2015, at the Oakdale Irrigation District in Oakdale, California beginning at 9:00 A.M.

ATTEST:

Ron Berry
Secretary, Tri-Dam Project