

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

January 18, 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 9:00 a.m.

**OID DIRECTORS**

**SSJID DIRECTORS**

***DIRECTORS PRESENT:***

GAIL ALTIERI  
LINDA SANTOS  
TOM ORVIS  
HERMAN DOORNENBAL

BOB HOLMES  
DAVE KAMPER  
JOHN HOLBROOK

***DIRECTORS ABSENT:***

BRAD DE BOER, DALE KUIL, RALPH ROOS

***Also, Present:***

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Susan Larson, Compliance Coordinator, Tri-Dam Project; Troy Hammerbeck, Maintenance Supervisor, Tri-Dam Project; Thom Hardie, Interim Operations Supervisor, Tri-Dam Project; Peter Rietkerk, General Manager (*arrived at 9:15*), SSJID; Bere Lindley, Assistant General Manager (*arrived at 9:15*), SSJID; Steve Knell, General Manager, OID; Tim O'Laughlin, Counsel

***PUBLIC COMMENT***

None

***ITEM #1 Review and Approve Minutes of the December 14, 2017 Special Meeting***

President Orvis presented the December 14, 2017 minutes of the Special Board meeting. Director Holmes moved to approve the December 14, 2017 minutes of the Special Board meeting with the correction to Item 5 Draft Budget. SSJID vote should be 4-1 with Director Roos voting no. Director Altieri seconded the motion. The motion passed OID 4-0, SSJID 3-0.

## ***ITEM #2 Financial Matters***

### **a) Review and Approve the Financial Statements**

Finance Manager Dodge reviewed the preliminary December 2017 financial statements, noting net revenue of \$2.3 million for the month. Dodge also discussed various expense accounts and responded to questions.

### **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 also discussed the continued decline in the portfolio market value due to the ongoing rise in interest rates.

### **c) Review and Approve the Statement of Obligations**

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

Dodge and GM Berry also reviewed the Project's overtime by department for 2017. Overtime was much greater than the prior two years primarily due to the Donnells transformer replacement project, vacancies throughout the year in the operations department, and the significant repairs to roads damaged by January and February storms.

Director Doornenbal moved to approve the financial statements and statement of obligations as presented. Director Kamper seconded the motion. The motion passed OID 4-0, SSJID 3-0.

## ***ITEM # 3 Review and consider approval 2018 budget adjustments***

Finance Manager Dodge requested several adjustments to the approved 2018 budget. The net impact of the adjustments is a \$233,000 reduction in capital and maintenance expenditures. Director Holbrook moved to approve the budget adjustments presented. Director Altieri seconded the motion. The motion passed OID 4-0, SSJID 3-0.

## ***ITEM #4 Review and consider approval 2018 investment policy***

Finance Manager Dodge presented Tri-Dam Project's draft investment policy for 2018 with recommended changes to the policy. Director Kamper moved to approve the investment policy as presented. Director Santos seconded the motion. The motion passed: OID 4-0; SSJID 3-0.

## ***ITEM #5 Review and consider approval 2018 capital asset policy***

Finance Manager Dodge presented Tri-Dam Project's draft capital asset policy for 2018 with recommended changes to the policy. Director Holmes moved to approve the draft capital asset policy as presented. Director Santos seconded the motion. The motion passed: OID 4-0; SSJID 3-0.

## ***ITEM #6 Review and consider approval of reduction in use request – Cal Asbestos Monofill***

Finance Manager Dodge advised that California Asbestos Monofill has requested a reduction in the minimum amount of water it purchases from the Districts from 150 acre feet per year to 30 acre feet per year.

Director Santos moved to approve the reduction in use request as presented. Director Holbrook seconded the motion. The motion passed OID 4-0, SSJID 3-0.

***ITEM #7 Review and consider Resolution TDP 2018.01 District Distribution***

Finance Manager Dodge presented the Project's funds available for distribution as of December 31, 2017, totaling \$13.7 million (\$6,856,000 per District). Dodge also noted that the normal semi-annual repayment of \$750,000 to the maintenance fund will be reduced to \$188,000, due to the funding of one Donnell's transformer, as previously approved by Resolution TDP 2015-03. Director Kamper moved to approve the January 2018 distribution and Resolution TDP 2018.01 as presented. Director Doornenbal seconded the motion. The motion passed with a roll call vote: OID 4-0; SSJID 3-0.

***ITEM #8 Consider approval of purchase authorizations***

- a. 2018.1.01 2018 Chevy 1500HD 4WD Operator Truck

GM Berry presented authorization 2018.1.01.

Director Holbrook moved to approve PA 2018.1.01 as presented. Director Altieri seconded the motion. The motion passed OID 4-0, SSJID 3-0.

- b. 2018.1.02 Upgrade Generator/Transformer Protection Tulloch Units 1 & 2 Sage Engineers

GM Berry presented authorization 2018.1.02.

Director Santos moved to approve PA 2018.1.02 as presented. Director Holmes seconded the motion. The motion passed OID 4-0, SSJID 3-0.

- c. 2018.1.03 2018 John Deere 672G Grader

GM Berry presented authorization 2018.1.03.

Director Holbrook moved to approve PA 2018.1.03 as presented. Director Santos seconded the motion. The motion passed OID 4-0; SSJID 3-0.

- d. 2018.1.04 2018 John Deere 444K Loader

GM Berry presented authorization 2018.1.04.

Director Holmes moved to approve PA 2018.1.04 as presented. Director Doornenbal seconded the motion. The motion passed OID 4-0; SSJID 3-0.

- e. 2018.1.05 2018 John Deere 135G Excavator

GM Berry presented authorization 2018.1.05.

Director Santos moved to approve PA 2018.1.05 as presented. Director Holbrook seconded the motion. The motion passed OID 4-0; SSJID 3-0.

### ***ITEM #9 Video Presentation of Donnells Transformer Project***

GM Berry provided a short video presentation of the Donnells transformer project prepared by SPX Waukesha.

### ***ITEM #10 Washington, DC effort***

Counsel O’Laughlin advised the Board of the upcoming trip to Washington, DC to meet with various senators, congressmen and agency heads. The purpose of the trip is to build on the success of the predation suppression program, and the success of the WINN Act spring water release. The Districts’ contingent also plans to discuss the Water Quality Control Plan and the implications to the Stanislaus River and the region, along with other possible federal legislation.

### ***ITEM #11 Possible Spring Operations on the Stanislaus River***

Counsel O’Laughlin discussed various scenarios prepared by Daniel Steiner demonstrating the likelihood of a poor water year, even under average (50% exceedance) New Melones inflows from now to the end of the water year. O’Laughlin demonstrated that even under the 50% exceedance scenario, New Melones will likely have end of September storage of only 1.6 million acre feet, before any potential transfers. O’Laughlin pointed out that the EOM storage under the 50% exceedance is not significantly greater than under the 90% exceedance scenario due to higher fish flow requirements at 50% exceedance.

### ***ITEM #12 Staff Reports***

In addition to the written reports GM Berry advised the Board that he and FM Dodge held a conference call with Stockton East Water District on December 20, 2017 to review the approved 2018 Goodwin Dam budget. No issues were raised by SEWD representatives. Berry also advised that Tri-Dam has engaged the law firm of Liebert Cassidy Whitmore to assist in MOU and employee handbook review in response to upcoming IBEW negotiations.

### ***ITEM #13 Generation Report***

No discussion.

### ***ITEM #14 Fisheries Studies on the Lower Stanislaus River***

Counsel O’Laughlin advised that the permitting on the predation study is looking good. He will be meeting with Fish and Wildlife today and is cautiously optimistic.

### ***Recess to Tri-Dam Power Authority***

Director Doornenbal moved to recess to the Tri-Dam Power Authority Board of Commissioners meeting at 10:56 a.m. Director Kamper seconded the motion. The motion passed OID 4-0, SSJID 3-0.

The Tri-Dam Project meeting resumed at 11:06 a.m. after the Tri-Dam Power Authority meeting adjourned.

### ***ITEM #15 Directors Comments***

None.

**ITEM #16 Closed Session**

GM Berry announced before closed session that the following item will be discussed:

- a. Conference with Legal Counsel – Anticipated Litigation  
Significant Exposure to litigation pursuant to GC 54956.9(b) –  
1 Item – SWRCB WQCP-SED

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

**ADJOURNMENT**

Director Holbrook moved to adjourn the Tri-Dam Project Board of Director's Meeting. Director Altieri seconded the motion. The motion passed OID 4-0, SSJID 3-0.

President Orvis adjourned the meeting at 11:43 a.m.

The next Regular Board meeting is scheduled for February 15, 2018, at South San Joaquin Irrigation District in Manteca, California beginning at 9:00 a.m.

ATTEST:

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Ron Berry  
Secretary, Tri-Dam Project