

Evan Longstreth commented on the out-of-district contract that was presented to the Board by an individual to get water for his 3,700 acres of land without paying the annexation fees that others have paid to annex into the District.

Deanne Dalrymple stated that anyone who has a question on any of the allegations in the recall petition to meet with her to discuss them. She also discussed the Board Guidelines of the District and the requirements of the Directors on the Board.

Kenneth Frias discussed prior public comments.

Ken Kraus stated that the Board members represent the District and the members take their constituent's comments to the General Manager.

There being no further Public Comment; Public Comment closed at 9:20 a.m. and the Board Meeting continued.

Director Altieri requested that Item No. 4 be pulled from the Consent Calendar. Director Santos requested that Item No. 9 be pulled from the Consent Calendar.

CONSENT ITEM
ITEM NOS. 2, 3, 5, 6, 7, 8, 10, 11, 12

ITEM NO. 2
APPROVE THE BOARD OF DIRECTORS' MINUTES OF THE
SPECIAL MEETING OF AUGUST 17, 2016 AND RESOLUTION NO. 2016-50

A motion was made by Director Santos, seconded by Director Altieri, and unanimously supported to approve the Board of Directors' Minutes of the Special Meeting of August 17, 2016 and Resolution No. 2016-50.

ITEM NO. 3
APPROVE OAKDALE IRRIGATION
DISTRICT STATEMENT OF OBLIGATIONS

A motion was made by Director Santos, and seconded by Director Altieri, and unanimously supported to approve the Oakdale Irrigation District Statement of Obligations.

ITEM NO. 5
APPROVE RESOLUTION ADOPTING RULES RELATED TO
IRRIGATION WATER SERVICE POLICY AND RESOLUTION ADOPTING
AGRICULTURAL WATER USER VOLUMETRIC BILLING PERIOD RULES

A motion as made by Director Santos, seconded by Director Altieri, and unanimously supported to approve the Resolution Adopting Rules Related to Irrigation Water Service Policy and Resolution Adopting Agricultural Water User Volumetric Billing Period Rules.

ITEM NO. 12
APPROVE ENCROACHMENT PERMIT ON THE CLARIBEL
LATERAL (APN: 064-031-016 – PACIFIC GAS & ELECTRIC)

A motion was made by Director Santos, seconded by Director Altieri, and unanimously supported to approve the Encroachment Permit on the Claribel Lateral (APN: 064-031-016 – Pacific Gas & Electric).

The above Consent Items passed 5-0 by the following vote:

Ayes: Directors, Webb, Doornenbal, Osmundson, Santos, Altieri
Noes: None
Absent: None

CONSENT CALENDAR
ITEM NOS. 4, 9

ITEM NO. 4
APPROVE ASSIGNMENT OF
CAPITAL WORK ORDER NUMBERS

Director Altieri stated that at the last Board Meeting the Board approved the work on the North Main Canal in the amount of not to exceed \$540,000. On this agenda we are being asked to approve Work Order No. 2016-042 for work on the North Main in the sum of \$596,500. Director Altieri asked why the cost exceeded the \$540,000 amount from the last agenda.

General Manager Steve Knell stated that there are two costs associated with this work; one cost is directly applied to the landowner, the amount of not to exceed \$540,000; and the second one is the District's costs. Support Services Manager Jason Jones stated that the District's costs include the installation of three crossings and the railcar bridge footings.

A motion was made by Director Altieri, seconded by Director Santos, and unanimously supported to approve the assignment of the following Capital Work Order Numbers:

<u>Facility</u>	<u>Project Description</u>	<u>Estimated Cost</u>	<u>Work Order No.</u>
Rodden High Line	Install 1-18"x18"x11.5' Fresno fabricated Shop gate and 1-18"x10' Fresno 101C Slide gate. (APN: 006-088-004)	\$ 10,400	2016-035
Lane Pipeline	Install 1-12" bolt-on inline valve, 1-air vent Assembly, and 1-concrete connection collar. (APN: 064-027-017)	13,000	2016-036
Fitzpatrick Pipeline	Install 1-12" bolt-on inline valve, 1-air vent Assembly, and 2-concrete connection collars. (APN: 062-024-004)	12,800	2016-037

ACTION CALENDAR
ITEM NOS. 13, 14

ITEM NO. 13

REVIEW AND TAKE POSSIBLE ACTION ON ENDING THE 2015/2016
IRRIGATION SEASON AND BEGINNING THE 2016/2017 IRRIGATION SEASON

The 2015/2016 irrigation season will end at midnight on September 30th. The end of the irrigation season ends OID's water availability for 2016 and all water delivered after September 30th will be charged to OID's 2017 water usage. With a full 300,000 acre foot supply available, no allotment limitations for either Tier I or Tier II water users was imposed, 42.5k acre feet of water was sold out of district and 5k acre feet was made available to local out of district lands. OID's diversions are projected to finish off at the end of the season just under 196k acre feet. That projection includes the 250 acre feet that will have been delivered to local out of district lands. All things considered, OID's 2016 water year use will be 245k acre feet. In other words, OID will be providing 61k acre feet to the Federal Government at the end of September for free bringing no benefit to OID's constituents.

Given OID's investments over the years to expand its surplus water supplies, which have proven its value over the last 4-years of drought, staff is recommending extending the irrigation season to the end of October. One reason; OID has built up its available water supply without risk of infringing on next year's ability to meet demand. Second; a longer irrigation season affords more opportunity time for aquifers to benefit from recharge. Third; post-harvest irrigation to reduce landowner costs of pumping groundwater to meet that demand. Fourth; ability to afford pre-irrigation of winter crops without relying on precipitation or groundwater to meet that water need.

With all the benefits this affords OID staff recommends keeping water in the system to start the 2017 irrigation season until October 1st and making water available to all Tier I and Tier II water users. With concurrence from the Board, staff will also be preparing to start the 2017 irrigation season back up at the first of March or when practical based on precipitation.

Members of the public Robert Frobose and Tom Orvis from the Stanislaus Farm Bureau, commented on this item.

A motion was made by Director Santos, seconded by Director Doornenbal, and unanimously supported to approve ending the 2015/2016 irrigation season on September 30, 2016 and begin the 2016/2017 irrigation season on October 1, 2016.

The motion passed 5-0 by the following vote:

Ayes:	Directors, Webb, Doornenbal, Osmundson, Santos, Altieri
Noes:	None
Absent:	None

with Davids Engineering was approved by the Board to seek funding. The WR consisted of the final preparation of a grant proposal for the Total Channel Control (TCC) Project. Prop 1 DWR Water Use Efficiency (WUE) Grant proposals were due on March 30th, 2016.

A total of \$30 million was made available with a potential cost share up to a 50% match and a funding cap per project of \$3 million. While announcement of the awards was anticipated in June, draft awards for funding were not released until August 12th. A total of 50 proposals were submitted with requests for approximately \$37.2 million in grant funding. With the exception of three applications that were determined to be ineligible during the screening phase (lack of compliance with SBx7), all applications were scored and ranked. Projects with a score of 70 or more were considered for funding. Out of the 50 applications received, 38 are recommended to receive funding with OID's application being one of them.

In 2010, following the introduction of Rubicon's Total Channel Control (TCC) technology and a comprehensive review of existing implementations in Australia, OID embarked on a pilot project to implement head-to-end installation of the TCC canal automation system on two of OID's primary laterals totaling 15 miles in length. The system has been operational since the 2011 irrigation season and has improved the level of service to customers, eliminated the fluctuations at the supply point for a downstream DSO Division and nearly eliminating the operational spill at the end of OID's Claribel Lateral, resulting in a water savings of approximately 1,500 acre feet annually on that system.

The proposed project being considered under the Prop. 1 funding is the first phase of a District-wide implementation of the Rubicon Total Channel Control (TCC) system. The project's intent is to automatically control and coordinate the operation of water level control structures along an entire length of a canal, thereby providing and maintaining consistent flow rates to farmers while simultaneously eliminating operational spills, potentially reducing spillage by approximately 4,170 af annually. A total of 17 additional miles on 4 separate lateral canals will be automated and operated in downstream level control as part of OID's proposed TCC Expansion Project. For additional details on the project please refer to Attachments 3 and 4 from OID's Prop 1 Proposal Solicitation Package.

Moving forward, the public comment period on the attached Draft Funding Recommendation is now open until September 14th. According to DWR it is highly unlikely based on past experience that the grant awards list will change after the public comment period closes, but final awards aren't anticipated to be announced for at least a few months after that time. After announcement of the final awards, the grant agreement process is also expected to take approximately six months before final execution. Costs incurred on the proposed projects after the award but before the agreement is signed can be considered for cost share at DWR's discretion; however, costs incurred before the final award are not eligible for cost share reimbursement. Projects may occur over multiple years, but must be completed within three years from the date of agreement execution. Performance reports will be required during and post-project implementation. The District must also provide evidence of compliance with current regulations and legislation to be eligible including, but not limited to the following:

- Senate Bill X7-7 (Water Conservation)
- Assembly Bill 1420 (Water Conservation Measures)

3. OGA/Brichetto/Frobose vs. OID:
 - a) A Mandatory Settlement Conference was held on August 15th. No change in course of action.
 - b) Trial set for early November.
4. OID vs Directors Santos and Altieri.
 - a. A Preliminary Injunction hearing is set for September 21st.

Construction Activities

1. C&M crews and equipment are currently working on maintenance activities and JSF's completed by Water Dept. staff.
2. Assisting Water Ops./Eng. Dept. with various tasks and field review of potential projects.
3. Conducting Safety Coordinator tasks pertaining to all hands training, Safety Committee meetings and review of weekly tailgate safety meetings.
4. Conducting Contract Administration tasks pertaining to contracts that need to be renewed and work releases that need to be completed with the assistance of Lori.
5. Conducting misc. landowner meetings in regards to capital projects and maintenance issues.
6. OID Pest Dept. continues to conduct magnacide applications to OID facilities to reduce aquatic growth issues.
7. Assisting Engineering Dept. in regards to the Two-Mile Bar Tunnel Project.
8. Working on preparing a draft Budget for the C&M Dept.

Water Operations Activities

Engineering

1. Continued to process Encroachment and Ag Discharge Agreements along with field inspection during installation of the associated facilities.
2. Collected Morrison PL and Richardson PL centerline and elevation GPS data after potholing was completed by the C&M Dept.
3. Staff continued to work with landowners requesting deferred conditions of approval agreements, encroachment agreements and easements in accordance to OID's requirements for continued irrigation on recently completed lot line adjustments and parcel split projects.
4. The ACOE easement documents for the proposed tunnel as well as the 2 Mile Bar access road were returned fully executed and are now in the process of being recorded at the Tuolumne County Recorder's Office.
5. ET monitoring stations are continuing to actively collect data as part of the 2016 ETAW monitoring and measurement program.
6. The next ESJGBA and work group meetings are scheduled to be held on September 14th. A draft JPA agreement was assembled by the attorney group and provided by the workgroup for review after the last meeting. Valerie Kincaid is participating to protect OID's interests in this effort. Feedback on the draft has been requested on or before September 9th in preparation for subsequent discussions at the September meeting.
7. Staff continued mapping OID's proposed GSA boundaries in the ESJ GW Basin to meet the September deadline for a complete mapping of the basin by SJ County staff to ensure no overlaps exist. The required GSA hearing, resolution and final filing is requested to be completed for each election being proposed by March 2017 to ensure any potential issues can be resolved prior to the June 2017 deadline.

- Conducted inspections of all well head seals and continuing to replace them as needed.
- 5. On-Call Activities:
 - There are no call outs to report.
- 6. Knights Ferry Pumping Station:
 - a. The Knights Ferry Pumps remained out of service.
- 7. Irrigation Pumping Stations:
 - All of OID Ag pumps are operational.
 - WUD has been performing weekly routine inspection, servicing and security checks on the irrigation pumping stations. There was nothing unusual or out of the ordinary to report.

Finance Activities

1. Review of Auditor Requests for Proposals. Staff will be submitting the selection of an auditor at the September 21st board meeting.
2. Bond pricing occurred on August 23rd. The market was very favorable for OID's issue. Staff reviewed and finalized of all the bond documents. The bonds purchase date (closing date) will occur on September 8th.
3. Staff continues to work with TSM on health insurance coverage dealing with the

B. COMMITTEE REPORTS

There were no committee meetings of the District.

C. DIRECTORS' COMMENTS/SUGGESTIONS

Director Altieri

Director Altieri made positive comments in support of Director Santos.

Director Santos

Director Santos stated that she wished that the individuals would call and speak with her directly regarding where she stands on the issues that are of concern to them.

Director Osmundson

Director Osmundson stated that he was going to steal a line from Robert Frobose's statement at the podium today. He made a comment about accurate allegations and questioned him on some recent posts on Facebook regarding the recent allegations about Director Osmundson voting on the annexation of his partner. Director Osmundson stated that he was not seated on the Board of Directors at the time that the annexation occurred.

Director Doornenbal

Director Doornenbal thanked staff for working so diligently with the San Luis Delta Mendota Water Authority. He also thanked staff for the work that was done to ensure that the District received the Proposition 1 Grant funding. Director Doornenbal thanked the staff and the General Manager for all of their hard work that is done by them on behalf of the District.

OTHER ACTION
ITEM NO. 18

The meeting adjourned at the hour of 12:25 p.m. The next Special Board Meeting of the **Oakdale Irrigation District Board of Directors** is scheduled for **Wednesday, September 21, 2016 at 6:00 p.m.** in the board room at 1205 East F Street, Oakdale, CA.

The next Joint Board Meeting of the **South San Joaquin and Oakdale Irrigation Districts** serving the **Tri-Dam Projects** and **Tri-Dam Authority** and other joint business matters is scheduled for **September 15, 2016 at 9:00 a.m.** in the board room of the Oakdale Irrigation District, 1205 East F Street, Oakdale, CA.

Steve Webb, President

Attest:

Steve Knell, P.E., Secretary