

**AGENDA
REGULAR MEETING OF THE
BOARD OF DIRECTORS OF THE
OAKDALE IRRIGATION DISTRICT
TUESDAY, JULY 5, 2016**

Agendas and Minutes are on our website at www.oakdaleirrigation.com

CALL TO ORDER 9:00 a.m., the Boardroom of the District Office
1205 East F Street, Oakdale, California 95361

PLEDGE OF ALLEGIANCE

ROLL CALL Directors Webb, Doornenbal, Osmundson, Altieri, Santos

ADDITIONS OR DELETION OF AGENDA ITEMS

ACTION TO TAKE VARIOUS ITEMS OUT OF SEQUENCE

PUBLIC COMMENTS - ITEM 1

1. The Board of Directors welcomes participation in meetings. This time is provided for the public to address the Directors of the District on matters of concern that fall within the jurisdiction of the Board that are not on the agenda.

Speakers are encouraged to consult District Management or Directors prior to agenda preparation regarding any District operation or responsibility as no action will be taken on non-agenda issues. It is not required, but speakers may provide their name and address.

Because these are non-agenda matters, generally no discussion or comment by the Board should be expected except to properly refer the matter for review or action as appropriate.

Public Comments will be limited to five minutes per speaker.

CONSENT CALENDAR - ITEMS 2 - 8

Agenda items listed under the Consent Calendar may be acted upon individually, in whole or in part. Subsequently, should discussion on a particular item be desired, you should identify the item now so as to remove it from the list of items to be approved under one motion. Any items removed from the list on Consent Calendar items will be discussed and acted upon individually following action on the remaining Consent Calendar items if so moved.

2. Approve the **Board of Directors' Minutes of the Regular Meeting of June 21, 2016 and Resolution Nos. 2016-43, 2016-44, 2016-45**
3. Approve **Oakdale Irrigation District Statement of Obligations**
4. Approve **Oakdale Irrigation District *Improvement District's* Annual Audited Financial Statement for the Year Ended December 31, 2015**
5. Approve **Resolutions and Contracts with Stanislaus and San Joaquin Counties for Placement on Delinquent Fixed Charges on the 2016/2017 Tax Rolls**
6. Approve **Staff and Board Attendance to the CSDA Annual Conference October 10 to October 13, 2016 in San Diego, California**
7. Approve **Request for Variance to Out-of-District Irrigation Policy (APN: 002-040-007/009/017/019 – Hunter)**
8. Approve **Request to Connect Substandard Parcel (APN: 006-002-035 – Paddock)**

ACTION CALENDAR - ITEMS 9 - 10

9. Review and take possible action on **Donation Request of Oakdale Senior Citizens Foundation**
10. Review and take possible action on **Authorizing the General Manager to Select and Execute a Contract for Underwriting, Bond Counsel, and Independent Public Financial Advisor Services for a Potential Advance Refunding of the District Series 2009 Certificates of Participations**

DISCUSSION - ITEM 11

11. Discussion/Presentation on the **Impending Release of the State Water Resources Control Board's Unimpaired Flow Standard**

COMMUNICATIONS - ITEM 12

12. Oral Reports and Comments
 - A. **General Manager's Report on Status of OID Activities**
 - B. **Committee Reports**

C. Directors' Comments/Suggestions

CLOSED SESSION - ITEM 13

13. Closed Session to discuss the following:

- A. **Government Code §54956.9(d)(2)(3)** – Significant Exposure
One (1) Case

- B. **Government Code §54956.9(d)(1) - Existing Litigation**
(1) *Oakdale Groundwater Alliance; Frobose; Brichetto, et al. v. Oakdale Irrigation District*

OTHER ACTION – ITEM 14

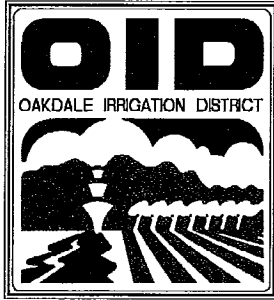
14. Adjournment:

- A. The next Regular Board Meeting of the **Oakdale Irrigation District Board of Directors** is scheduled for **Wednesday, July 20, 2016 at 6:00 p.m.** in the board room at 1205 East F Street, Oakdale, CA.

- B. 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 **July 21, 2016 at 9:00 a.m.** in the board room of the Tri-Dam Project, 31885 Old Strawberry Road, Strawberry, CA.

Writings distributed to Board Members in connection with the open session items on this agenda are available for public inspection in the office of the Board Secretary. Any person who has a question concerning any of the agenda items may call the Administrative Assistant at (209) 840-5507.

ADA Compliance Statement: In compliance with the Americans with Disability Act, if you need special assistance to participate in this meeting, please contact the Administrative Assistant at (209) 840-5507. Notification 48 hours prior to the meeting will enable the District to make reasonable arrangements to ensure accessibility to this meeting.



PUBLIC COMMENTS

No Information Included

BOARD MEETING OF JULY 5, 2016



AGENDA ITEMS CONSENT CALENDAR

BOARD MEETING OF JULY 5, 2016

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 2
APN: N/A

SUBJECT: APPROVE THE BOARD OF DIRECTORS' MINUTES OF THE REGULAR MEETING OF JUNE 21, 2016 AND RESOLUTION NOS. 2016-43, 2016-44, AND 2016-45

RECOMMENDED ACTION: Approve

ATTACHMENTS:

- Draft Minutes of the Board of Directors' Regular Meeting of June 21, 2016
- Draft Resolution No. 2016-43
- Draft Resolution No. 2016-44
- Draft Resolution No. 2016-45

Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:

MINUTES

Oakdale, California
June 21, 2016

The Board of Directors of the Oakdale Irrigation District invited all to recite the Pledge of Allegiance and then met in Regular Session at the hour of 6:02 p.m. following the Board of Directors Meeting of the Oakdale Irrigation District Financing Corporation Meeting. Upon roll call, there were present:

Directors: Steve Webb, President
Herman Doornenbal, Vice President
Gary Osmundson
Gail Altieri
Linda Santos

Staff Present: Steve Knell, General Manager/Secretary
Jason Jones, Support Services Manager
Kathy Cook, Chief Financial Officer/Treasurer
Eric Thorburn, Water Operations Manager

Also Present: James Oliveira, General Counsel

ADDITION OR DELETION OF AGENDA ITEMS

There were no additions or deletions of Agenda Items.

ACTION TO TAKE VARIOUS ITEMS OUT OF SEQUENCE

There were no items taken out of sequence.

At the hour of 6:03 p.m. the Board welcomed public comment.

PUBLIC COMMENT ITEM NO. 1

Ken Krause, who resides at 8806 Wamble Road, commented on the last Board Meeting.

Jamie Costa who resides at 16048 Orange Blossom Road who is not in the District and cannot vote commented on the re-districting. He stated that we need to keep the water local.

Barney Leard, who resides at 11727 Rodden commended the District and stated that the District is in much better shape than it was when he became part of the District.

Andrea Medeiros, who resides at 16130 Orange Blossom Road who is not in the District and cannot vote, commented on the last Board Meeting.

Robert Frobose commented on the contents of the newsletter.

Travis Dovala, 11727 Rodden Road, commented on the On-Farm Conservation Program and the fact that the program fulfilled a state mandated requirement.

Jeff Hall, 13424 Horseshoe Road, was present and asked about the status on his request made at the June 7, 2016 Board Meeting. General Counsel James Oliveira requested that Mr. Hall contact Water Operations Manager Eric Thorburn to discuss his matter since it was not agendized.

Member of the Public, name unknown, commented on the importance of replenishing the aquifer.

Tom Orvis, Stanislaus County Farm Bureau, stated that those who are in the East San Joaquin Water Coalition and are having to prepare the nitrogen management plans that there will be additional meetings this fall to assist you in filling out the plans. Also, we have been talking about the SED and the unimpaired water flows on the Tuolumne, Stanislaus and Merced Rivers. We are expecting the State Board's recommendations to be at least 40% unimpaired flows on these rivers. That recommendation is expected in July and then there will be a sixty day comment period.

Nick Ludlow, 6648 Smith Road, stated that in order to sit on the Board you have to own land in the District so whatever decisions are made on the Board will also affect you. He stated that OID is a business and should make business decisions that affect in good faith a majority of the water rights in this District.

Evan Longstreth, 7431 Gilbert Road, reiterated his points made at the last Board Meeting and stated that he works with five other irrigation districts and OID has supplied him every year with the highest volume and the cheapest rate. He further commented that there is no disunity between SSJID and OID; he stated that for the first time due to the unity of SSJID and OID he is getting water from SEWD this year.

Janie Gatesman, 26 Mile Road, commended the people for showing up at this meeting and the last meeting. She stated that the decisions made at these meetings affect our livelihoods. She discussed her disappointment in the On-Farm Conservation Program not moving forward again this year. She stated that at any one time farmers in this District are fallowing at least 4% of their land just in the normal course of farming operations so this program is not taking water away from our aquifer.

There being no further public comment, public comment closed at 6:37 p.m.

Director Doornenbal requested that Item No. 8 be pulled from the Consent Calendar and Director Santos requested that Item No. 9 be pulled from the Consent Calendar.

CONSENT ITEMS
ITEM NOS. 2, 3, 4, 5, 6, 7, 10, 11

ITEM NO. 2
APPROVE THE BOARD OF DIRECTORS'
MINUTES OF THE REGULAR MEETING OF JUNE 7, 2016
AND RESOLUTION NOS. 2016-32, 2016-33, 2016-34, 2016-35,
2016-36 2016-37, 2016-38, 2016-39, 2016-40, 2016-41, AND 2016-42

A motion was made by Director Doornenbal, seconded by Director Altieri, and unanimously supported to approve the Board of Directors' Minutes of the Regular Meeting of June 21, 2016 and Resolution Nos. 2016-32, 2016-33, 2016-34, 2016-35, 2016-36, 2016-37, 2016-38, 2016-39, 2016-40, 2016-41 and 2016-42.

ITEM NO. 3
APPROVE THE OAKDALE IRRIGATION
DISTRICT STATEMENT OF OBLIGATIONS

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

ITEM NO. 4
APPROVE IMPROVEMENT
DISTRICT STATEMENT OF OBLIGATIONS

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

ITEM NO. 5
APPROVE THE TREASURER AND CHIEF FINANCIAL
OFFICER'S REPORT FOR THE MONTH ENDING MAY 31, 2016

A motion was made by Director Doornenbal, seconded by Director Altieri, and unanimously supported to approve the Treasurer and Chief Financial Officer's Report for the month ending May 31, 2016.

ITEM NO. 6
APPROVE ASSIGNMENT OF
CAPITOL WORK ORDER NUMBERS

A motion was made by Director Doornenbal, seconded by Director Altieri, and unanimously supported to approve Assignment of the following Capitol Work Numbers:

<u>Facility</u>	<u>Project Description</u>	<u>Estimated Cost</u>	<u>Work Order No.</u>
Langworth Pipeline	Remove and replace 1-15" inline valve, 16" Krohne Enviromag, 15" 100 PSI PIP PVC, 1-24" starter coupler, 1-24"x21" reducer, 4-15" bolt-on couplers. (APN: 062-007-005)	\$31,000	2016-031

<u>Facility</u>	<u>Project Description</u>	<u>Estimated Cost</u>	<u>Work Order No.</u>
Campbell Lateral	Remove and install 1-5'x7' precast MBI turnout Structure, 1-24" starter coupler, 1-24"x9' Fresno 101C slide gate, stilling well assembly, 20'x24" 100 PSI PIP PVC, concrete connection collar. (APN: 002-013-034)	\$15,200	2016-032

ITEM NO. 7
APPROVE PURCHASE OF
REPLACEMENT NETWORK COMPUTERS

A motion was made by Director Doornenbal, seconded by Director Altieri, and unanimously supported to approve purchase of replacement network computers.

ITEM NO. 10
APPROVE ENCROACHMENT PERMIT ON THE BENNETT LATERAL
PIPELINE (APN: 006-003-045 – SHERI L. BETTENCOURT AND PAUL E. JONES)

A motion was made by Director Doornenbal, seconded by Director Altieri, and unanimously supported to approve Encroachment Permit on the Bennett Lateral Pipeline (APN: 006-003-045 – Sheri L. Bettencourt and Paul E. Jones).

ITEM NO. 11
APPROVE ABANDONMENT AND QUITCLAIM OF A
PORTION OF THE SOUTH MAIN CANAL RIGHT-OF-WAY
(APN: 010-011-071 – MONTPELIER FARMING CORP.)

A motion was made by Director Doornenbal, seconded by Director Altieri, and unanimously supported to approve the Abandonment and Quitclaim of a portion of the South Main Canal Right-of-Way (APN: 010-011-071 – Montpelier Farming, Corp.).

The above consent item passed 5-0 by the following vote:

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

CONSENT CALENDAR
ITEM NOS. 8, 9

ITEM NO. 8

**APPROVE RESOLUTION ADOPTING THE REVISED MISCELLANEOUS
RATES AND CHARGES FOR SPECIAL SERVICES EFFECTIVE JANUARY 1, 2016**

Director Doornenbal pulled this item from the Consent Calendar to recuse himself from voting.

A motion was made by Director Osmundson and seconded by Director Santos to approve the Resolution Adopting the Revised Miscellaneous Rates and Charges for Special Services effective January 1, 2016, and was voted as follows:

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

ITEM NO. 9

**APPROVE GENERAL SERVICES AGREEMENT
2016-GSA-001 WITH GCU TRUCKING FOR HAULING
MATERIAL AND AUTHORIZE GENERAL MANAGER TO EXECUTE**

Director Santos asked why the District was looking for another trucking company. Support Services Manager Jason Jones stated all the District is doing is diversifying business and that GCU Trucking had provided a low bid for the High School Farm Project. He stated that the District will continue to use both trucking companies.

A motion was made by Director Santos, seconded by Director Altieri, and unanimously supported to approve General Services Agreement 2016-GSA-001 with GCU Trucking for hauling material and authorize General Manager to execute.

This above-item passed 5-0 by the following vote:

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

**ACTION CALENDAR
ITEM NOS. 12, 13**

**ITEM NO. 12
REVIEW AND TAKE POSSIBLE ACTION ON THE
OAKDALE IRRIGATION DISTRICT'S 2015 COMPREHENSIVE
ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2015**

Oakdale Irrigation District's 2015 Comprehensive Annual Financial Report (Draft) is being submitted for approval. The District's Auditor, Brian Nash with Richardson and Company, and OID's Chief Financial Officer, Kathy Cook will be present at the board meeting to answer questions.

The annual report has been formatted using guidelines set by the Government Finance Officers Association (GFOA).

The draft Oakdale Irrigation District's Comprehensive Annual Financial Report for the year ended December 31, 2015 is available to the public upon request.

Brian Nash from Richardson & Company, the District's Auditor, was present and discussed the Comprehensive Annual Financial Report for the year ended December 31, 2015. Chief Financial Officer Kathy Cook also discussed the Comprehensive Annual Financial Report for the year ended December 31, 2015.

A motion was made by Director Doornenbal, seconded by Director Santos, and unanimously supported to approve the Oakdale Irrigation District's 2015 Comprehensive Annual Financial Report for the year ended December 31, 2015.

The above item passed 5-0 by the following vote:

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

**ITEM NO. 13
REVIEW AND TAKE POSSIBLE ACTION TO HOLD
"SPECIAL BOARD MEETINGS" ON A WEEKDAY THAT
WILL PROVIDE FOR GREATER COVERAGE BY THE LOCAL MEDIA**

It's been a number of years since the Oakdale Irrigation District has had coverage of its meetings by the local media. It was apparent from the last meeting that having local coverage in the local paper generates local interest in the business activities of the OID. OID should encourage a continuation of such interest and coverage.

To provide for such access it will necessitate a change in the dates OID conducts business. Tuesday afternoon/evening the local paper goes to print and often times a reporter may be consumed with that task and unable to attend an evening Board meeting. Monday is not

available due to the reporter covering the City Council meetings, which are the same week OID meets. Wednesday and Thursday work well for the paper. A reminder to the Board is that Tri Dam meets the third Thursday and if this date is selected the Board members would have two meeting commitments on that day.

A motion was made by Director Osmundson, seconded by Director Santos, and unanimously approved to open this item up to the public for comment.

Members of the public, Robert Frobose, Jamie Costa, and Travis Dovala commented on this item.

A motion was made by Director Webb, seconded by Director Santos, and unanimously supported to close public comment.

A motion was made by Director Webb and was seconded by Director Doornenbal to hold the second Board Meeting in the month on Wednesday at 6:00 p.m., and was voted as follows:

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

ITEM NO. 14 **COMMUNICATIONS**

A. GENERAL MANAGERS REPORT

Safety Activities

1. OID has gone 506 days without a lost time injury accident.

Administration Activities

1. Engaged nearly full time in legal matters pertaining to OID.
2. Continue to work with Tributary agencies in settlement discussions regarding the Water Quality Control Plan.

Legal Activities

1. Agee vs OID: Plaintiffs (Agee) lost in Superior Court. OID has filed a suit to recoup its attorney's fees. Waiting for hearing date to be set by the court.
2. OID is involved in a test claims case against the State of California's issuance of unfunded mandates, i.e. SBx7-7. The group is evaluating next steps after having a negative ruling by the court. Working with CSDA on next steps.
3. OID/SSJID vs the State Water Resources Control Board; this case is over the legal ability of the SWRCB to issue curtailment orders over senior water right holders, as was done in 2015.
4. A CEQA suit was filed by parties claiming injury if OID's On-Farm Conservation Funding Program Pilot Project is allowed to be implemented. OID successfully defeated a TRO action by the Plaintiffs, OGA, Louis Brichetto and Bob Frobose, however after receiving

a favorable Tentative Ruling on the Preliminary Injunction the court reversed its decision and granted in favor of Plaintiffs. The OID will be looking at options on moving forward with litigation.

5. OID General Counsel to seek TRO and Preliminary Injunction to preclude Directors Santos and Altieri, who have a conflict of interest as determined by General Counsel, from participating in strategy discussions in Closed Session regarding the Bricchetto lawsuit due to those conflicts.
6. General Counsel to determine if a breach of Closed Session confidentiality occurred by an OID director and bring findings and options back to the Board.

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. Started to conduct CPR/First Aid/AED training to OID staff.
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. School Farm Subcommittee met on 6/08 to update the schedule and continue to work on in-kind and cash donations.
8. OID addressed the issue with the settlement of the asphalt and trench at the Oak Grove Cemetery.
9. Posted in-house for two (2) C&M Workers due to vacancies.
10. Assisted Water Operations with the issue on the Knights Ferry Town Pipeline.

Water Operations Activities

Engineering

1. Continued to process Encroachment and Ag Discharge Agreements and continued field inspection during installation of the associated facilities.
2. Staff continued to prepare and process several 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.
3. Comments from the ACOE on the draft easement documents for the proposed tunnel as well as the 2-Mile Bar access road are under review.
4. Several contracts for ET monitoring stations within various crops were executed and multiple stations have been installed and are actively collecting data as part of the 2016 ETAW monitoring and measurement program. Irrigation monitoring sensors were installed on 6/15/16 at several sites to track irrigation events around the ET station sites.
5. Attended the ESJGB meeting on June 8th. Preferred GSA formation boundaries are requested to be provided to the group by September 30th. Filing is expected to be initiated thereafter to ensure approval by DWR prior to the June 2017 deadline. A GW

101 workshop and luncheon will be held on July 13th from 12 pm to 2 pm at the Cabral Ag Center in Stockton. For anyone interested, it is open to the public and lunch will be provided. RSVP is required by June 30th.

6. Staff attended the monthly STRGBA meeting on June 9th. Walt Ward from Stanislaus County along with the County's consultant, Jacobson, James and Associates, Inc., provided a presentation of their draft work plan for the Programmatic Environmental Impact Report (PEIR) for implementation of the Stan. Co. GW Ordinance. Comments are requested from the group by Friday, June 17th. There will also be a public scoping opportunity in the near future prior to the CEQA document.
7. The draft data submittal for the Additional Annexations and Fringe Annexations has been provided to LAFCO staff. These items are anticipated to be added to the August meeting agenda for consideration.
8. A response to OID's comments on the City of Oakdale's draft out of boundary service agreement with OID on behalf of ID 41 was received and is under review.

Ag Water

1. Installation of a new SCADA tower on the southeast side of the District will begin soon to establish radio communication to several sites in the area for integration into OID's existing SCADA system.
2. The first round of volumetric billing up to May 31st was completed. Staff began fielding water operations questions (i.e. flow measurement, hours, flow rate, etc.).
3. Announcements of grant application awards which include OID's application for the TCC Expansion Project are anticipated by the end of June 2016.
4. The Knights Ferry town pipeline which provides water to the water treatment plant had to be shut down and the river pumps activated after low pressure was reported at the plant. The pipeline was water jetted and videoed just downstream of the head gate on June 14th after the issue was isolated to that section. During this process air lock was determined to be the culprit. Surface water supply was reestablished to the WTP and the river pump was removed from service that afternoon after the air lock was discovered and removed. An air vent will be installed at the high point that was found in the pipeline to prevent a reoccurring issue moving forward.
5. The seventh rotation started on or about June 20th. This is a 12-day rotation and is anticipated to be followed by another 12-day rotation starting on or about July 2nd.

Water Utilities

1. Improvement District No. 41:
 - Pumping Station No. 3 remains out of service due to high turbidity issues.
2. Domestic Water Pumping Stations:
 - Monthly Coliform Bacteria samples were taken on Wednesday June 1st. No problems were detected.
3. Domestic Water Systems:
 - All water systems are operating without restrictions.
 - Performed quarterly blow-off valve exercising.
 - WUD has continued to test all backflow devices in accordance with our Cross Connection Control Policy.

- Conducted inspections of all well head seals and continuing to replace them as needed.
4. On-Call Activities:
 - There were no call outs to report.
 6. Knights Ferry Pumping Station:
 - On June 15th the Knights Ferry Pump Station was deactivated and placed back onto surface water.
 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. Completed the District's 2015 Comprehensive Annual Financial Report.
2. Preparation of ACWA JPIA's 2015-2016 payroll estimate reporting.
3. Evaluating accounting processes and procedures that need to be updated.
4. The first volumetric billings for the period March 2 – May 31, 2016 were mailed out on June 9, 2016 with a due date of June 30, 2016. Staff is fielding multiple questions regarding the billing.

B. COMMITTEE REPORTS

There were no committee reports.

C. DIRECTORS' COMMENTS/SUGGESTIONS

Director Santos

Thanked the people who supported her. She stated that she was pleased that the full agenda is on the web site. She stated that she wanted the newsletter to be a quarterly newsletter with comments made by management and the Directors and that a monthly newsletter might be too much. Director Santos also thanked the DSO's for a good job. Director Santos asked everyone for their continued support.

Director Osmundson

Director Osmundson thanked the staff for the preparation of the financial report. He stated that it was very impressive and it says a lot about the staff.

Director Webb

Director Webb thanked the Chief Financial Officer Kathy Cook and her department for the financial report. It was refreshing to see how well the audit goes every year. Director Webb stated that the General Manager's newsletter that is going out once a month has nothing to do with the quarterly newsletter.

At the hour of 7:35 p.m. the meeting adjourned to Closed Session.

ITEM NO. 15
CLOSED SESSION

- A. Government Code §54957.6 – Conference with Labor Negotiator**
Agency Negotiator: General Manager
Unrepresented Employee Organization: All Bargaining Groups

- B. Government Code §54956.9(d)(1) - Existing Litigation**
Oakdale Groundwater Alliance; Frobose; Brichetto, et al. v. Oakdale Irrigation District

- C. Government Code §54956.9(d)(4) - Initiation of Litigation**
Two (2) Cases

At the hour of 8:39 p.m. the meeting returned to open session.

Coming out of Closed Session the following was reported:

A. A motion was made by Director Webb, seconded by Director Doornenbal, and unanimously supported to give the employees a one-time performance bonus for the year 2016 of 4% of their annual base wage. This performance bonus will be paid out in the form of a temporary wage increase for the period of July 1, 2016 to December 31, 2016.

B. A motion was made by Director Doornenbal, seconded by Director Osmundson, and unanimously supported to release the Confidential and Privileged Memo prepared by the General Manager Steve Knell and Water Counsel Tim O’Laughlin dated May 10, 2016 to the public.

C. A motion was made by Director Doornenbal and seconded by Director Osmundson to modify the lawsuit for breach of closed session confidentiality by a director to include injunctive relief according Government Code §54963(c)(1), and was voted as follows:

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

OTHER ACTION
ITEM NO. 16

The meeting was adjourned at the hour of 8:39 p.m. The next Regular Board Meeting of the **Oakdale Irrigation District Board of Directors** is scheduled for **Tuesday, July 5, 2016 at 9:00 a.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 **July 21, 2016 at 9:00 a.m.** in the board room of the Tri-Dam Project, 31885 Old Strawberry Road, Strawberry, CA.

Steve Webb, President

Attest:

Steve Knell, P.E., Secretary

**OAKDALE IRRIGATION DISTRICT
AMENDED
RESOLUTION NO. 2016-43
REPLACEMENT OF RESOLUTION NO. 2014-53**

MISCELLANEOUS RATES AND CHARGES FOR SPECIAL SERVICES

WHEREAS, the Oakdale Irrigation District provides many special services for individual or prospective customers;

WHEREAS, these special services do not benefit all the customers of the District, the costs of these services may be recovered with a rate or fee related to the services provided; and

WHEREAS, the State of California Water Code, Section 22283, provides that the District prescribe reasonable rules and regulations to carry out the provisions of Section 22280 et seq.; and

WHEREAS, the District desires to adopt certain rules, charges and penalties to implement said provisions;

WHEREAS, the District desires to amend the revised Miscellaneous Rates and Charges for Special Services effective January 1, 2016;

NOW, THEREFORE, BE IT RESOLVED, that the rates and charges listed are deemed to be equitable and are to be applied consistently to all individuals who use these services. The attached Miscellaneous Rates and Charges Schedule ("Schedule") is applicable to work requested by a customer which is not for the exclusive benefit of the District. The Schedule will be updated on or about January 1st each year based on the formulas provided in the 2013 Miscellaneous Rates and Charges Model; and

BE IT FURTHER RESOLVED, that this resolution supersedes any other previous resolution relating to the above subject matter.

Upon motion of Director Doornenbal, seconded by Director Altieri, and duly submitted to the Board for its consideration, the above-titled resolution was unanimously adopted this 21st day of June 2016.

OAKDALE IRRIGATION DISTRICT

Steve Webb
President

Steve Knell, P.E.
General Manager/Secretary

**OAKDALE IRRIGATION DISTRICT
RESOLUTION NO. 2016-44**

ENCROACHMENT PERMIT ON THE BURNETT LATERAL PIPELINE

APN: 006-003-045

WHEREAS, SHERI L. BETTENCOURT, an unmarried woman and PAUL E. JONES, an unmarried man, as joint tenants, are the titled owners of the property located in the NE 1/4 of the NW 1/4 of Section 5, Township 2 South, Range 10 East, Mount Diablo Base and Meridian, in the unincorporated area of Stanislaus County, California; and

WHEREAS, SHERI L. BETTENCOURT, an unmarried woman and PAUL E. JONES, an unmarried man, as joint tenants, have requested an Encroachment Permit for:

1. One (1) 6" 100 PSI PIP PVC private irrigation pipeline crossing.

WHEREAS, the Encroachment Permit has been signed by the titled owners.

NOW THEREFORE BE IT RESOLVED, that the provisions contained in the Encroachment Permit of the above-identified land have been accepted by the titled owners of said property, is hereby accepted by the District, and that the President be and is hereby authorized and directed to have the same recorded on the records of Stanislaus County, and that said Encroachment Permit in its entirety is incorporated herein by reference to this Resolution.

Upon Motion of Director Doornenbal, seconded by Director Altieri, and duly submitted to the Board for its consideration, the above-titled Resolution was adopted this twenty first day of June, 2016.

OAKDALE IRRIGATION DISTRICT

Steve Webb, President
Board of Directors

Steve Knell, P.E.
General Manager/Secretary

**OAKDALE IRRIGATION DISTRICT
RESOLUTION NO. 2016-45**

**AUTHORIZING QUITCLAIM DEED TO
MONTPELIER FARMING CORP.**

APN: 010-011-071

WHEREAS, a portion of the Oakdale Irrigation District South Main Canal right-of-way recorded as Instrument No. 1562 on February 28, 1912 in the Office of the Stanislaus County Recorder, located within the Southwest quarter of Section 11 and the Southeast quarter of Section 10, Township 2 South, Range 11 East, Mount Diablo Base and Meridian in the unincorporated area of Stanislaus County, crosses the above-noted parcel; and

WHEREAS, due to the 1960 realignment of the South Main Canal, that portion of the South Main right-of-way has been reviewed by the Water Operations Department and determined to be operationally unnecessary; and

WHEREAS, Oakdale Irrigation District has no plan to maintain, expand or modify the current use of the South Main right-of-way, and the quitclaim of that right-of-way will not be detrimental to the irrigation operations of the Oakdale Irrigation District.

NOW THEREFORE BE IT RESOLVED, that any interest in the South Main Canal right-of-way through the parcel noted above recorded as Instrument No. 1562 on February 28, 1912 in the Office of the Stanislaus County Recorder, starting from the point of intersection with the South Main Canal easement recorded as Instrument No. 32205 on November 14, 1960 in the Office of the Stanislaus County Recorder, said point of intersection being located on the north line of the Southwest quarter of the Southwest quarter of Section 11, T. 2 S., R. 11 E., M.D.B.&M., and ending at the southern property line of the above noted parcel be quitclaimed to the titled owner of said property, and that said Quitclaim in its entirety is incorporated herein by reference to this Resolution.

Upon Motion of Director Doornenbal, seconded by Director Altieri, and duly submitted to the Board for its consideration, the above-titled Resolution was adopted this twenty-first day of June, 2016.

OAKDALE IRRIGATION DISTRICT

Steve Webb, President

Steve Knell, P.E., Secretary

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 3
APN: N/A

SUBJECT: APPROVE OAKDALE IRRIGATION DISTRICT'S STATEMENT OF OBLIGATIONS

RECOMMENDED ACTION: Approve Statement of Obligations

TOP TEN OBLIGATIONS

<u>Vendor</u>	<u>Purpose</u>	<u>Amount</u>
PG&E	Electricity	\$75,058.88
Fishbio Environmental, LLC	2015 Honolulu Bar Phase III	47,924.86
Alligare LLC	Magnacide	35,166.54
CalPERS	Retirement Contribution	25,528.35
Davids Engineering, Inc.	Technical Support	24,067.38
Dennis Wing Trucking	Haul Dirt	20,559.00
Tri-West Tractor, Inc.	Excavator Rental 5/3 - 6/2, 5/4 - 6/1	15,570.01
Oak Valley Community Bank	ID 52 Installment Loan Payment	14,660.90
W.H. Breshears, Inc.	Fuel	8,833.52
White Cap Construction Supply	14" Concrete Saw, 14" Cut Off Saw	5,015.05

FISCAL IMPACT: \$311,104.04

ATTACHMENTS:

- Statement of Obligations – Accounts Payable

Board Motion:

Motion by: _____ **Second by:** _____

VOTE

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:

OAKDALE IRRIGATION DISTRICT

**STATEMENT
OF
OBLIGATIONS**

July 5, 2016

Accounts Payable
 Check Register - July 5, 2016



Oakdale Irrigation District
 1205 East F Street
 Oakdale, CA 95361

Check No	Check Date	Vendor Name	Amount	Description
19378	6/21/2016	Secretary of State	\$40.00	Notary Exam and Application Fee
19379	6/21/2016	Central Valley Ag Grinding, Inc.	\$1,960.00	Waste Disposal
19380	6/21/2016	Fishbio Environmental, LLC	\$47,924.86	2015 Honolulu Bar Phase III
19381	6/21/2016	Oak Valley Community Bank	\$14,660.90	ID52 Installment Loan Payment
19382	6/22/2016	P G & E	\$75,058.88	Electricity
19383	7/5/2016	ABS Presort, Inc.	\$4,127.03	Volumetric Statements - 6/9/16, Monthly Newsletter-June
19384	7/5/2016	Ace Hardware	\$224.70	4" PVC Slip Tees, Slip Caps, PVC Elbows, Strap Cables
19385	7/5/2016	Ahern Rentals, Inc.	\$4,701.33	Roller Padded 67", Roller Smooth 48"
19386	7/5/2016	Airgas NCN	\$883.33	Diffuser, Oxygen, Nitrogen, 9" Grinder, 1/2" Impact Wrench
19387	7/5/2016	Alligare LLC	\$35,166.54	Magnacide
19388	7/5/2016	Amerine Systems, Inc.	\$36.16	10" x 4" PVC Saddle
19389	7/5/2016	Applegate Teeple's Drilling Co., Inc.	\$2,437.50	Hydro Flushing - Knights Ferry Town Pipeline
19390	7/5/2016	AT&T Mobility	\$51.97	GPS Device
19391	7/5/2016	AT&T	\$81.33	Phone Charges 6/25/16 - 7/24/16
19392	7/5/2016	Battery Systems	\$308.94	Batteries - #56, #170
19393	7/5/2016	Becker, Coleton	\$150.00	4-H Donation
19394	7/5/2016	Bissell-Vargas, Kristy	\$96.00	Health and Wellness Reimbursement - May - June
19395	7/5/2016	Booth, Sarah	\$50.00	4-H Donation
19396	7/5/2016	Booth, Dillon	\$50.00	4-H Donation
19397	7/5/2016	Bricchetto, Louis	\$230.00	Refund - New Connection Fee APN: 064-031-034
19398	7/5/2016	California Public Employees' Retirement System	\$25,529.35	Retirement Contribution
19399	7/5/2016	California State Disbursement Unit	\$405.69	Levy
19400	7/5/2016	California State Disbursement Unit	\$194.30	Levy
19401	7/5/2016	C & C Portables, Inc.	\$479.06	Portable Toilet Rental 6/6/16 - 7/3/16
19402	7/5/2016	Central Sanitary Supply	\$80.29	Sanitizer Wipes
19403	7/5/2016	Coffee Break Service, Inc.	\$35.50	Coffee Service
19404	7/5/2016	Comcast	\$518.42	Analog Lines, T.V., Internet
19405	7/5/2016	Davis, Breanna	\$50.00	FFA Donation
19406	7/5/2016	Davids Engineering, Inc.	\$24,067.38	Technical Support - WR#006
19407	7/5/2016	Denair Lumber Company, Inc.	\$56.27	Lumber
19408	7/5/2016	Dennis Wing Trucking	\$20,559.00	Haul Dirt
19409	7/5/2016	Ellis Self Storage, Inc.	\$75.00	Storage - July
19410	7/5/2016	Fastenal Company	\$1,235.51	Pallet Rack Beams, Pallet Uprights, Safety Glasses
19411	7/5/2016	Franchise Tax Board	\$250.00	Levy
19412	7/5/2016	Freeman Designs	\$65.96	Business Cards
19413	7/5/2016	Haidlen Ford	\$899.43	Levers, Air Bag Module, Brake Pad Set, Door Handle Kit
19414	7/5/2016	Hixco	\$23.43	Batteries
19415	7/5/2016	Holt of California, Inc.	\$113.90	Glass - D6K
19416	7/5/2016	Hotsy Pacific, Inc.	\$537.75	Power Shine
19417	7/5/2016	Independent Stationers	\$490.08	Toner, Ink, Paper
19418	7/5/2016	Interstate Truck Center	\$822.67	Air Lines, Connectors, Pneumatic Cleaning
19419	7/5/2016	Jan-Pro of the Greater Bay Area	\$1,526.85	Monthly Janitorial Services - July
19420	7/5/2016	Jones, Lisa	\$450.00	4-H Donation
19421	7/5/2016	Kindred, Hope	\$50.00	4-H Donation

Accounts Payable
 Check Register - July 5, 2016



Oakdale Irrigation District
 1205 East F Street
 Oakdale, CA 95361

Check No	Check Date	Vendor Name	Amount	Description
19422	7/5/2016	Lucas Business Systems, Inc.	\$19.79	Copier Usage 5/16/16 - 6/16/16
19423	7/5/2016	Machado Backhoe, Inc.	\$2,334.75	5' x 7' 15" & 21" Canal Gate Structures
19424	7/5/2016	Mission Uniform Service	\$1,064.00	Uniform Service
19425	7/5/2016	Modesto Steel	\$1,290.75	Galvanized Pipe
19426	7/5/2016	Oakdale Automotive Repair & Tire	\$2,415.47	LT265/70R17 Tires, LT275/70R18 Tires - #180, #90, #21
19427	7/5/2016	Oakdale Auto Parts	\$362.00	Long Barrel Air Hammer, Thermometers
19428	7/5/2016	Office Depot	\$435.68	Utensils, Labels, Pens, Office Chair
19429	7/5/2016	P & L Concrete Products, Inc.	\$306.02	6 Sack
19430	7/5/2016	Principal Financial Group	\$812.41	Life Insurance - July
19431	7/5/2016	Remote Site Products	\$1,624.50	Steel Enclosure, Solar Module, Backplane
19432	7/5/2016	Resource Building Materials	\$270.40	Redi Mix
19433	7/5/2016	Safe-T-Lite of Modesto, Inc.	\$967.30	Gloves
19434	7/5/2016	Skokan, David	\$29.99	Health and Wellness Reimbursement - June
19435	7/5/2016	T.P. Express	\$150.00	Portable Toilet Rental - July
19436	7/5/2016	Tri-West Tractor Incorporated	\$15,570.01	Excavator Rental 5/3/16 - 6/2/16, 5/4/16 - 6/1/16
19437	7/5/2016	Turlock Auto Parts	\$59.47	Starter Assembly - #32
19438	7/5/2016	Bicknell, Richard & Patricia	\$60.96	Refund Check APN: 010-032-065
19439	7/5/2016	Chicago Title Co.	\$26.10	Refund Check APN: 010-075-006
19440	7/5/2016	Valley Air Conditioning Engineering, Inc.	\$450.00	HVAC Maintenance - Spring
19441	7/5/2016	Visa	\$279.11	Safety Books, Wheel Proximity Sensor, Installation Kit
19442	7/5/2016	Visa	\$435.00	GFOA Financial Report Certificate Application Fee
19443	7/5/2016	Visa	\$498.58	Tech Backpack, 500 AC ip Radios
19444	7/5/2016	Walsh, John	\$48.00	Health and Wellness Reimbursement - June
19445	7/5/2016	Waterford Irrigation Supply, Inc.	\$90.90	Gate Slide 15" PIP Comp
19446	7/5/2016	W. H. Breshears, Inc.	\$8,833.52	Fuel
19447	7/5/2016	White Cap Construction Supply	\$5,015.05	Rotary Hammer, 14" Concrete Saw w/ Blade, Cut Off Saw
19448	7/5/2016	Wille Electric Supply Co., Inc.	\$898.97	Phoenix Contact Fused Disconnect, Amps, LED Fixture
			<u>\$311,104.04</u>	

OAKDALE IRRIGATION DISTRICT
STATEMENT OF OBLIGATIONS
July 5, 2016

Void Check No. 19375, 19376, 19377

THE FOREGOING CLAIMS, NUMBERED 19375 Through 19448 INCLUSIVE
ARE APPLIED TO THE GENERAL FUND OF OAKDALE IRRIGATION DISTRICT
AND ARE OBLIGATIONS AUTHORIZED THERETO.

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 4
APN: N/A

SUBJECT: APPROVE OAKDALE IRRIGATION DISTRICT *IMPROVEMENT DISTRICT'S* ANNUAL AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

RECOMMENDED ACTION: Approve

BACKGROUND AND/OR HISTORY:

The Improvement District's annual financial reporting framework is not in the GASB Statement No. 34 format.

The draft Oakdale Irrigation District *Improvement District's* Annual Financial Report for the year ended December 31, 2015 is available to the public upon request.

FISCAL IMPACT: NA

ATTACHMENTS:

- Report Available to the public upon request
-

Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:

OAKDALE IRRIGATION DISTRICT

IMPROVEMENT DISTRICTS

AUDITED FINANCIAL STATEMENTS

December 31, 2015 and 2014

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS

TABLE OF CONTENTS

Independent Auditor’s Report 1

Basic Financial Statements

Statements of Net Position 3

Statements of Revenues, Expenses and Changes in Net Position 4

Statements of Cash Flows 5

Notes to the Basic Financial Statements..... 6

Compliance Report

Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards*..... 13

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Oakdale Irrigation District as Administrator for the Oakdale Improvement Districts
Oakdale, California

Report on the Financial Statements

We have audited the accompanying financial statements of Oakdale Irrigation District Improvement Districts (the Districts) as of and for the years ended December 31, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the Districts' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the State Controller's Minimum Audit Requirements for California Special Districts. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

To the Board of Directors
Oakdale Irrigation District as Administrator for the Oakdale Improvement Districts

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Districts as of December 31, 2015 and 2014 and the results of their operations and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Other Matters

Report on Supplemental Information

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2016 on our consideration of the Districts' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations and contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Districts' internal control over financial reporting and compliance.

Richardson & Company, LLP

June 23, 2016

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
STATEMENTS OF NET POSITION

	At December 31,	
	2015	2014
ASSETS		
Current assets		
Cash and cash equivalents	\$ 869,080	\$ 757,831
Accounts receivable	257,596	166,030
Due from Oakdale Irrigation District	69,831	163,084
Prepaid expenses and other assets	4,404	14,884
Total current assets	1,200,911	1,101,829
Noncurrent assets		
Restricted cash and cash equivalents	90,900	81,237
Accounts receivable - delinquencies	18,497	7,161
Buy-in fees receivable	557,802	588,870
Capital assets:		
Being depreciated, net	316,528	338,204
Total noncurrent assets	983,727	1,015,472
Total assets	2,184,638	2,117,301
LIABILITIES		
Current liabilities		
Due to Oakdale Irrigation District	78,857	81,324
Unearned revenue	321,061	341,484
Noncurrent liabilities, due within one year	5,321	5,011
Total current liabilities	405,239	427,819
Noncurrent liabilities		
Noncurrent liabilities, due after one year	552,481	583,859
Total noncurrent liabilities	552,481	583,859
Total liabilities	957,720	1,011,678
NET POSITION		
Net investment in capital assets	316,528	338,204
Restricted for debt service	90,900	81,237
Unrestricted	819,490	686,182
Total net position	\$ 1,226,918	\$ 1,105,623

The accompanying notes to the financial statements are an integral part of this statement.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
STATEMENTS OF REVENUES, EXPENSES AND CHANGE IN NET POSITION

	For the years ended	
	December 31,	
	2015	2014
Operating revenues:		
Maintenance and operations charges	\$ 329,355	\$ 297,192
Total operating revenues	329,355	297,192
Operating expenses:		
General and administrative	90,528	56,537
Utilities	45,400	61,947
Salaries and wages	40,013	39,334
Depreciation	21,676	19,869
Maintenance and supplies	24,208	22,842
Minor equipment	6,642	6,110
Total operating expenses	228,467	206,639
Operating income	100,888	90,553
Nonoperating revenues (expenses):		
Interest income	1,520	2,035
Interest on buy-in fees receivable	42,829	44,608
Other revenues	10,756	2,874
Interest expense	(34,698)	(36,352)
Loss on disposal of capital assets	-	(125)
Total non-operating revenues (expenses)	20,407	13,040
Change in net position	121,295	103,593
Net position, beginning	1,105,623	1,002,030
Net position - end of year	\$ 1,226,918	\$ 1,105,623

The accompanying notes to the financial statements are an integral part of this statement.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
STATEMENTS OF CASH FLOWS

	For the years ended	
	December 31,	
	2015	2014
Cash flows from operating activities:		
Cash received from customers	\$ 308,914	\$ 308,311
Cash payments to suppliers for goods and services	(158,765)	(232,384)
Cash payments to employees	(40,013)	(39,334)
Net cash provided by operating activities	<u>110,136</u>	<u>36,593</u>
Cash flows from noncapital financing activities		
Other nonoperating revenues	1,125	13,875
Net cash provided by noncapital financing activities	<u>1,125</u>	<u>13,875</u>
Cash flows from capital and related financing activities:		
Purchases of capital assets	-	(7,663)
Principal paid on loans	(31,068)	(29,345)
Interest paid on loans	(34,698)	(36,352)
Capital contributions received	31,068	29,345
Net cash (used) by capital and related financing activities	<u>(34,698)</u>	<u>(44,015)</u>
Cash flow from investing activities:		
Interest received on investments	44,349	46,643
Net cash provided by investing activities	<u>44,349</u>	<u>46,643</u>
Net increase (decrease) in cash and cash equivalents	120,912	53,096
Cash and cash equivalents at beginning of year	839,068	785,972
Cash and cash equivalents at end of year	<u>\$ 959,980</u>	<u>\$ 839,068</u>
Reconciliation of cash and cash equivalents to Statement of Net Position:		
Cash and cash equivalents	\$ 869,080	\$ 757,831
Restricted cash and cash equivalents	90,900	81,237
Total cash and cash equivalents	<u>\$ 959,980</u>	<u>\$ 839,068</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	\$ 100,888	\$ 90,553
Adjustment to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	21,676	19,869
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(92,691)	(38,990)
(Increase) decrease in due from Oakdale Irrigation District	93,253	(10,024)
(Increase) decrease in prepaid expenses and other assets	10,480	(10,546)
(Increase) decrease in accounts receivable - delinquencies	(11,336)	10,542
Increase (decrease) in due to Oakdale Irrigation District	(2,467)	(74,402)
Increase (decrease) in unearned revenues	(9,667)	49,591
Net cash provided (used) by operating activities	<u>\$ 110,136</u>	<u>\$ 36,593</u>

The accompanying notes to the financial statements are an integral part of this statement.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
NOTES TO THE BASIC FINANCIAL STATEMENTS

December 31, 2015 and 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Oakdale Irrigation District Improvement Districts (the Improvement Districts) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Improvement Districts' accounting policies are described below.

Reporting Entity: Twenty Improvement Districts were formed, upon petition of landowners, pursuant to Part 7, Division 11, and Section 23600 of the California Water Code for the purpose of making improvements to landowner properties in connection with the providing of drinking or irrigation water by Oakdale Irrigation District. The Improvement Districts are separate enterprise funds of the Oakdale Irrigation District and are combined in the accompanying financial statements for reporting purposes due to the immateriality of the individual Improvement Districts. The Oakdale Irrigation District has oversight responsibility of the Improvement Districts for the purposes specified in the Water Code, including administering the annual assessment upon the landowners, investing surplus cash and paying all expenses of the Improvement Districts from assessments collected. The landowners within each district are responsible for all obligations of each district including the costs of maintenance and operations as well as the costs of improvements to their respective water systems. The Improvement Districts have no separate board of directors and have no employees or operations that are separate from the Oakdale Irrigation District. However, the Oakdale Irrigation District is not obligated in any manner for the debts of the Improvement Districts nor is the Oakdale Irrigation District entitled to any surpluses upon dissolution of the Improvement Districts.

These financial statements are intended to reflect only the financial position and results of operations of the Improvement Districts. The Improvement Districts are an enterprise fund of the Oakdale Irrigation District. However, due to the immateriality of the operations of the Improvement Districts they have been excluded from the Financial Statements of the Oakdale Irrigation District. The Financial Statements of Oakdale Irrigation District are available from the Oakdale Irrigation District's finance department at 1205 East F Street, Oakdale, California 95361 or the District's website at www.oakdaleirrigation.com.

Basis of Presentation: The Oakdale Irrigation District Improvement Districts' resources are allocated to and accounted for in these basic financial statements as twenty separate enterprise funds of the proprietary fund group. The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other policies. Net position represents the amounts available for future operations.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
NOTES TO THE BASIC FINANCIAL STATEMENTS—continued

December 31, 2015 and 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting: The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. An enterprise fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the statement of net position. Net position is segregated into the net investment in capital assets, amounts restricted and amounts unrestricted. Enterprise fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

The Improvement Districts use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Maintenance and operations charges are recognized in the period for which they are effective. When such funds are received prior to the year for which they are effective they are recorded as unearned revenues. Operating revenues and expenses consist of those revenues and expenses that result from the ongoing principal operations of the Improvement Districts. Operating revenues consist primarily of maintenance and operations charges. Non-operating revenues and expense consist of those revenues and expenses that are related to financing and investing types of activities and result from nonexchange transactions or ancillary activities.

When both restricted and unrestricted resources are available for use, it is the Improvement Districts' policy to use restricted resources first, then unrestricted resources as they are needed.

Cash and Cash Equivalents: For purposes of the statement of cash flows, the Improvement Districts consider all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents, including certificates of deposit.

Restricted Cash and Cash Equivalents: Unspent proceeds of the District's long-term loans are classified as restricted cash and cash equivalents on the statement of net position because their use is limited to future principal and interest payments on the loans payable described in Note D or to specific capital projects by terms and conditions of the loans. The "reserve" account is used to report resources set aside to make up potential future deficiencies in loan principal and interest payments.

Buy-in Fees Receivable: Buy-in fees receivable represent uncollected amounts due from property owners in Improvement District No. 52 (ID52) under the annexation agreement with Oakdale Irrigation District. The fees are to repay the loans described in Note D. The fees were earned and recognized by the Improvement Districts when the annexation agreement was signed by ID52 property owners and approved by the Oakdale Irrigation District Board of Directors during March 2008. The buy-in fees will be collected from ID52 property owners over the life of the related loans payable.

Accounts Receivable: Accounts receivable consisted of maintenance and operations charges to landowners in the Improvement Districts. The Improvement Districts do not have an allowance for doubtful accounts due to the ability to place a lien on the landowners' property and the fact that no write-offs of doubtful accounts have occurred in the recent history of the Improvement Districts.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
NOTES TO THE BASIC FINANCIAL STATEMENTS-continued

December 31, 2015 and 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets: Capital assets are recorded at historical cost. It is the Improvement Districts' policy to capitalize assets with a cost greater than \$1,000 with a useful life of more than one year. Donated assets, if any, are valued at estimated fair value on the date received. Self constructed assets are recorded based on the amount of direct labor, material, and certain overhead charged to the asset construction. Depreciation is calculated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Life</u>
Distribution systems	50 – 100 years
Automobiles and equipment	5 – 10 years
Office equipment	5 years
Pumping plants	10 – 20 years
Buildings	25 years

Maintenance and repairs are charged to operations when incurred. Costs of assets sold or retired (and the related amounts of accumulated depreciation) are eliminated from the balance sheet in the year of sale or retirement, and the resulting gain or loss is recognized in operations.

Due from/to Oakdale Irrigation District: The due from Oakdale Irrigation District represents cash received for maintenance and operations charges billed by Oakdale Irrigation District on behalf of the Improvement Districts. The due to Oakdale Irrigation District represents administration charges, and maintenance and operations charges due to Oakdale Irrigation District that were not paid at year end.

Unearned Revenue: Unearned revenue consists of maintenance and operations charges billed and accrued as accounts receivable in November that are not earned until the following year. Annexation application payments made by ID41 for work done to study the City of Oakdale annexation is exchange revenue that will be recognized as the City incurs expenses for the study. Any amounts remaining at the conclusion of the study will be returned to members of ID41.

Noncurrent Liabilities: ID52's loans payable to a bank and the U.S. Department of Agriculture are reported as noncurrent liabilities in the statement of net position. Issuance costs on the ID52's loans payable are deferred and amortized over the life of the related loans. Unamortized issuance costs are reported as noncurrent assets on the statement of net position.

Net Position: Net position is categorized as the net investment in capital assets restricted and unrestricted.

Net Investment In Capital Assets – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. The purpose of the restriction is reported on the face of the statement of net position.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
NOTES TO THE BASIC FINANCIAL STATEMENTS– continued

December 31, 2015 and 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unrestricted Net Position: This category represents the net position of the Improvement Districts not restricted for any project or other purposes.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE B – CASH AND INVESTMENTS

Cash and investments as of December 31, 2015 and 2014 consisted of separate bank deposits and certificates of deposit in the Improvement Districts' name in the amount of \$959,980 and \$839,068, respectively. Deposits of \$90,900 and \$81,237 at December 31, 2015 and 2014 were restricted for future loan payments. The Oakdale Irrigation District has oversight responsibility over the Improvement Districts' cash and investments.

Investment Policy: The Improvement Districts have adopted the investment policy of the Oakdale Irrigation District. The Oakdale Irrigation District's investment policy may be found in the notes to the Oakdale Irrigation District's basic financial statements.

Interest Rate Risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The Improvement Districts have no investments subject to interest rate risk.

Credit Risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Improvement Districts have no investments subject to credit risk.

Concentration of Credit Risk: The investment policy of the Oakdale Irrigation District limits the amount that can be invested in any one issuer to the amount stipulated by the California Government Code. The Improvement Districts have no investments subject to concentration of credit risk.

Custodial Credit Risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Oakdale Irrigation District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
 NOTES TO THE BASIC FINANCIAL STATEMENTS—continued

December 31, 2015 and 2014

NOTE B – CASH AND INVESTMENTS (Continued)

Custodial Credit Risk-continued

At December 31, 2015 and 2014, the carrying amounts of the Improvement Districts' deposits were \$959,980 and \$839,068, and the balance in financial institutions was \$959,980 and \$839,068, respectively. Of the balance in financial institutions at December 31, 2015 and 2014, \$750,000 each year, was covered by federal depository insurance, and \$209,980 and \$89,068, respectively, was collateralized as required by State Law (Government Code Section 53630), by pledging the financial institution with assets held in a common pool for the Improvement Districts and other governmental agencies, but not in the name of the Improvement Districts.

NOTE C – CAPITAL ASSETS

Capital asset activity for the years ended December 31, 2015 and 2014 was as follows:

	Balance January 1, 2015	Additions	Deletions	Transfers	Balance December 31, 2015
Capital assets, begin depreciated:					
Water distribution system	\$ 945,906	\$ -	\$ -	\$ -	\$ 945,906
Less accumulated depreciation	(607,702)	(21,676)	-	-	(629,378)
Capital assets, being depreciated, net	338,204	(21,676)	-	-	316,528
 Capital assets, net	 \$ 338,204	 \$ (21,676)	 \$ -	 \$ -	 \$ 316,528
	Balance January 1, 2014	Additions	Deletions	Transfers	Balance December 31, 2014
Capital assets, not being depreciated:					
Construction in progress	\$ 43,013	\$ 7,663	\$ -	\$ (50,676)	\$ -
Capital assets, begin depreciated:					
Water distribution system	897,730	-	(2,500)	50,676	945,906
Less accumulated depreciation	(590,208)	(19,869)	2,375	-	(607,702)
Capital assets, being depreciated, net	307,522	(19,869)	(125)	50,676	338,204
 Capital assets, net	 \$ 350,535	 \$ (12,206)	 \$ (125)	 \$ -	 \$ 338,204

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
 NOTES TO THE BASIC FINANCIAL STATEMENTS—continued

December 31, 2015 and 2014

NOTE D – NONCURRENT LIABILITIES

The following is a summary of noncurrent liability activity for the years ended December 31, 2015 and 2014:

	Balance January 1, 2015	Incurred	Retired	Balance December 31, 2015	Due within One Year
Loan payable:					
Bank loan	\$ 235,870	\$ -	\$ (10,068)	\$ 225,802	\$ 5,321
USDA loan	353,000	-	(21,000)	332,000	
Total noncurrent liabilities	588,870	\$ -	\$ (31,068)	557,802	\$ 5,321
Less: Current portion	(5,011)			(5,321)	
Noncurrent portion	583,859			\$ 552,481	

	Balance January 1, 2014	Incurred	Retired	Balance December 31, 2014	Due within One Year
Loan payable:					
Bank loan	\$ 245,215	\$ -	\$ (9,345)	\$ 235,870	\$ 5,011
USDA loan	373,000	-	(20,000)	353,000	-
Total noncurrent liabilities	618,215	\$ -	\$ (29,345)	588,870	\$ 5,011
Less: Current portion	(4,631)			(5,011)	
Noncurrent portion	\$ 613,584			\$ 583,859	

Loans payable consisted of the following at December-31, 2015 and 2014:

Bank Loan: On June 26, 2008, the Oakdale Irrigation District Financing Corporation obtained a loan from Oak Valley Community Bank (OVCB) on behalf of ID52 in the amount of \$348,334. The loan proceeds were used to finance certain improvements to the ID52 water system and to pay Oakdale Irrigation District buy-in expenses. The loan is secured by a pledge of ID52 revenues and is payable solely from those revenues and not from the revenues of other improvement districts or Oakdale Irrigation District. Principal payments ranging from \$3,540 to \$14,033 and interest payments of \$577 to \$11,121 are due semi-annually on January 1 and July 1 through July 1, 2028. The interest rate is 8.25% over 20 years.

USDA Loan: On June 26, 2008, the Oakdale Irrigation District Financing Corporation obtained a loan from the U.S. Department of Agriculture (USDA) on behalf of ID52 in the amount of \$475,000. The loan proceeds were used to finance certain improvements to the ID52 water system and to pay Oakdale Irrigation District buy-in expenses. The loan is secured by a pledge of ID52 revenues and is payable solely from those revenues and not from the revenues of other improvement districts or Oakdale Irrigation District. Principal payments ranging from \$17,000 to \$33,000 and interest payments of \$1,400 to \$18,681 are due annually on January 1 through January 1, 2028. The interest rate is 4.375% over 20 years.

OAKDALE IRRIGATION DISTRICT IMPROVEMENT DISTRICTS
 NOTES TO THE BASIC FINANCIAL STATEMENTS—continued

December 31, 2015 and 2014

NOTE D – NONCURRENT LIABILITIES-continued

Annual requirements to amortize outstanding loans payable at December 31, 2014 are as follows:

Year ending	Bank and USDA Loans Payable		
	Principal	Interest	Total
December 31:			
2016	\$ 5,321	\$ 9,340	\$ 14,661
2017	33,357	32,490	65,847
2018	35,313	30,571	65,884
2019	37,350	28,528	65,878
2020	39,476	26,352	65,828
2021-2025	233,839	94,021	327,860
2026-2028	173,147	19,816	192,963
	<u>\$ 557,802</u>	<u>\$ 241,119</u>	<u>\$ 798,921</u>

Pledged Revenues: ID52, exclusively, pledged 100% future water system revenues to repay its loans to OVCB and the USDA in the original amount of \$348,334 and \$475,000, respectively. Proceeds of the loans were used to fund improvements to ID52's water system and to pay Oakdale Irrigation District buy-in expenses. The loans are payable solely from ID52 water revenues and are payable through January 2028. Total principal and interest remaining to be paid on the loans was \$798,921 and \$864,407 at December 31, 2015 and 2014, respectively. Principal and interest paid were \$65,766 and \$65,697 and ID52 pledged revenues were \$73,897 for both years ended December 31, 2015 and 2014.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Oakdale Irrigation District as Administrator for the Oakdale Improvement Districts
Oakdale, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the Oakdale Irrigation District Improvement Districts (the Districts) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Districts' basic financial statements, and have issued our report thereon dated June 23, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Oakdale Irrigation District's internal control over financial reporting (internal control) to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Oakdale Irrigation District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Oakdale Irrigation District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Board of Directors
Oakdale Irrigation District as Administrator for the Oakdale Improvement Districts

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Districts' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Richardson & Company, LLP

June 23, 2016

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 5
APN: N/A

SUBJECT: APPROVE RESOLUTIONS AND CONTRACTS WITH STANISLAUS AND SAN JOAQUIN COUNTIES FOR PLACEMENT OF DELINQUENT FIXED CHARGES ON THE 2016/2017 TAX ROLLS

RECOMMENDED ACTION: Approve

BACKGROUND AND/OR HISTORY:

California Water Code Section 22284 provides that when any charges fixed under Water Code section 22280, *et seq.*, for water or other services become delinquent, they shall be collected by one or more of the procedures specified in Water Code section 25806, including the placement of delinquent water charges and other related charges on the County Tax Roll in which the real property is situated.

Section 25806(2)(b) provides for where the County assumes the responsibility of collection pursuant to Chapter 7 (commencing with Section 26500), the amount of the unpaid charges may be added to and become part of, the annual charges levied upon the real property upon which the water for which the charges are unpaid was used and upon the real property subject to the charges for any other district services and shall constitute a lien on that real property upon recordation of the order confirming the assessment in the office of the county recorder of the county in which the real property is situated.

In order to place OID delinquencies on the county tax rolls for collection a resolution must be approved by the Board.

FISCAL IMPACT: Minimal staff time.

ATTACHMENTS:

- Resolutions – Stanislaus and San Joaquin Counties
-

Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:

**OAKDALE IRRIGATION DISTRICT
RESOLUTION NO. 2016-NIL**

**ORDERING THE COLLECTION OF DELINQUENT WATER CHARGES
AND OTHER RELATED CHARGES (STANISLAUS COUNTY)**

WHEREAS, the Oakdale Irrigation District (hereinafter "District") on November 1, 1909 was formed into an irrigation district pursuant to Irrigation District Law, Division 11 of the California Water Code (commencing with Section 20500).

WHEREAS, the District has by previous resolutions or other proceedings declared its intent to levy and collect charges for the purpose of meeting the expenses of the District under the provisions of the State of California Water Code ("Water Code"), Section 25800 et seq. and 26500, et seq.

WHEREAS, the charges against the real property are not levied with regard to property values but for the costs associated with the operation and maintenance of the District's irrigation facilities recovered through water delivery service charges and other related charges as provided for by Section 25806(2)(b) of the Water Code.

WHEREAS, the District has determined and certifies that the charges are either exempt from or in compliance with all the provisions of Proposition 218, which was passed by the voters in November 1996. The District has further determined that charges are in compliance with all laws pertaining to the levy of such charges.

NOW THEREFORE BE IT RESOLVED, that the District so orders the collection of such charges that are delinquent within the District boundaries for the 2016 calendar year, and in each subsequent calendar year in which the charges may validly be levied; that a certified copy of this resolution and attached documentation shall be delivered to the Auditor-Controller of the County of Stanislaus for placement of such charges on the 2016/2017 County Tax Roll, and in each subsequent fiscal year in which the charges may validly be levied.

Upon motion of Director, and seconded by Director, and duly submitted to the Board for its consideration, the above-titled Resolution was duly passed and adopted at the regular meeting of the Board of Directors of the Oakdale Irrigation District this 5th day of July 2016.

OAKDALE IRRIGATION DISTRICT

Steven Webb
President

Steve Knell, P.E.
Secretary

**OAKDALE IRRIGATION DISTRICT
RESOLUTION NO. 2016-NIL**

**ORDERING THE COLLECTION OF DELINQUENT WATER CHARGES AND
OTHER RELATED CHARGES (SAN JOAQUIN COUNTY)**

WHEREAS, the Oakdale Irrigation District (hereinafter "District") on November 1, 1909 was formed into an irrigation district pursuant to Irrigation District Law, Division 11 of the California Water Code (commencing with Section 20500).

WHEREAS, the District has by previous resolutions or other proceedings declared its intent to levy and collect charges for the purpose of meeting the expenses of the District under the provisions of the State of California Water Code ("Water Code"), Section 25800 et seq. and 26500, et seq.

WHEREAS, the charges against the real property are not levied with regard to property values but for the costs associated with the operation and maintenance of the District's irrigation facilities recovered through water delivery service charges and other related charges as provided for by Section 22280(2)(b) of the Water Code.

WHEREAS, the District has determined and certifies that the charges are either exempt from or in compliance with all the provisions of Proposition 218, which was passed by the voters in November 1996. The District has further determined that charges are in compliance with all laws pertaining to the levy of such charges.

NOW THEREFORE BE IT RESOLVED, that the District so orders the collection of such charges that are delinquent within the District boundaries for the 2016 calendar year, and in each subsequent calendar year in which the charges may validly be levied; that a certified copy of this resolution and attached documentation shall be delivered to the Auditor-Controller of the County of San Joaquin for placement of such charges on the 2016/2017 County Tax Roll, and in each subsequent fiscal year in which the charges may validly be levied.

Upon motion of Director, and seconded by Director, and duly submitted to the Board for its consideration, the above-titled Resolution was duly passed 5th day of July, 2016.

OAKDALE IRRIGATION DISTRICT

Steven Webb
President

Steve Knell, P.E.
Secretary

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 6
APN: N/A

SUBJECT: APPROVE STAFF AND BOARD ATTENDANCE TO THE 2016 CSDA ANNUAL CONFERENCE OCTOBER 10 TO OCTOBER 13, 2016 IN SAN DIEGO, CALIFORNIA

RECOMMENDED ACTION: Approve

BACKGROUND AND/OR HISTORY:

The CSDA 2016 Annual Conference is from October 10 to October 13, 2016 in San Diego, California.

FISCAL IMPACT: \$590 – Early Registration before September 8, 2016 (after \$630)

ATTACHMENTS:

- Conference Information
-

Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:

Conference schedule.

Don't be left on shore - this Leader-Ship is about to set sail!

TUESDAY, OCTOBER 11

7:30 a.m. – 6:00 p.m.

Exhibitor Showcase Open

7:30 – 8:45 a.m.

Continental Breakfast with the Exhibitors (*Raffle*)



9:00 – 10:45 a.m.

Opening Keynote Presentation:

Ross Shafer

HOW TO STAY RELEVANT

Six-time Emmy Award winning comedian and author of 14 human resource training films on customer service and leadership presents,

“How to Stay Relevant.” Staying relevant is different from being current. Being “current” is awareness. Relevance is taking action to make sure you matter to your customers, your constituents, and your teams. Schafer has studied different industries to understand relevance and how organizations can heighten theirs and he'll share with you what he's learned.

11:00 a.m. – 12:00 p.m.

CSDA Finance Corporation Board and Annual Meeting

11:00 a.m. – 12:00 p.m.

Breakout Sessions

REQUIRED ETHICS AB 1234 COMPLIANCE TRAINING (PT. 1)

Meyers Nave

This two-part training covers general ethics principles and state laws related to: personal financial gain by public servants; conflict of interest, bribery and nepotism; gift, travel and mass-mailing restrictions; honoraria; financial interest disclosure and competitive bidding; prohibitions on the use of public resources for personal or political purposes; the Brown Act open meeting law and more. *Must attend both sessions in order to receive your certificate.*

ARE YOU WEARING THE RIGHT HAT?

Successful special districts depend on both board members and staff to know which role they play and carrying that out for the benefit of the district as a whole. The presenter of this session has served as both a board member and staff member and can help you learn more about what role you should be playing in your district and how to avoid “crossing the line.”

ACCOUNTING AND FINANCIAL REPORTING

UPDATE FOR SPECIAL DISTRICTS

Mann, Urrutia, Nelson CPAs & Associates LLP

The governmental accounting and financial reporting landscape gets more complex each year. This breakout will provide an update of GASB requirements and will provide relevant steps you can take to minimize their impacts on your district.

VOTING RIGHTS ACT: WHERE WE'VE BEEN AND WHERE WE'RE GOING

Cota Cole LLP

This breakout will delve into the most recent case law and legislative developments that are impacting how public agencies address voting rights issues. While some introductory explanation of the issue will be provided, the purpose of this presentation will be to provide a thorough analysis of more recent developments.

ETHICS, GIFTS IN THE PUBLIC SECTOR, AND FPCC REPORTING OBLIGATIONS

Atkinson, Andelson, Loya, Ruud & Romo

This breakout will cover ethics and conflict of interest requirements, including legal prohibitions and mandated disclosure obligations under California law. Public officials and employees who are required to file Form 700s will find it highly informational.

SPECIAL DISTRICT EXECUTIVE RECRUITMENT, EVALUATION, AND COMPENSATION

Hanson Bridgett LLP

Recruiting executives has become increasingly difficult for public agencies. Special districts are constantly filling positions at the executive level but are frequently hindered by limits on compensation, including limits imposed by PEPRA. We will discuss how to approach executive compensation post-PEPRA and how to avoid federal tax law traps along the way.

2016 PREVAILING WAGE REQUIREMENTS - NEW LAWS, NEW REGULATIONS

Contractor Compliance and Monitoring, Inc.

The implementation of SB854 still challenges public agencies. New updates in 2016 and pending legislation may affect which contractors an agency can use on public works projects. Join us for a review of SB 854 obligations and 2016 changes, and to discuss best practices for managing public works and maintenance work under these new rules.



12:00 – 1:45 p.m.

Lunch with the Exhibitors

Included in conference registration.

All conference attendees are welcome to attend lunch in the exhibit hall. Enjoy your lunch while taking time to learn more about our exhibitors and the valuable services they provide. From risk management, accounting, HR, legal, banking services and more, our exhibitors have some of the best of what you're looking for!

2:00 – 3:15 p.m.

Breakout Sessions

REQUIRED ETHICS AB1234 COMPLIANCE TRAINING (PT. 2)

Meyers Nave

This two-part training covers general ethics principles and state laws related to: personal financial gain by public servants; conflict of interest, bribery and nepotism; gift, travel and mass-mailing restrictions; honoraria; financial interest disclosure and competitive bidding; prohibitions on the use of public resources for personal or political purposes; the Political Reform Act; the Brown Act open meeting law and the California Public Records Act. *Must attend both sessions in order to receive your certificate.*

STRETCHING COMMUNITY DOLLARS TO BUILD FOR THE FUTURE

Institute for Local Government

Local elected officials have a unique and important role in the development, resilience, and success of their communities. Collaborations in the form of shared services, staffing, joint use, and planning yield results greater than any one single agency could achieve on its own. Learn from local leaders about best practices and lessons learned in building and furthering collaborations.

PAYING FOR CAPITAL PROJECTS: KEY CONSIDERATIONS FOR UTILIZING DEBT

CSDA Finance Corporation

If your district is considering using debt to fund all or part of a mission-critical capital project, knowing how to prepare to incur long-term indebtedness is critical. Join consultants from the CSDA Finance Corporation to learn about financing strategies and how to achieve the best terms and interest rates for your district.

THE BOARD AND POLICY MAKING - GETTING CLEAR ON THE ROLES

BHI Management Consulting

The prime role for the board is to make/ clarify or improve the policy of your agencies. This breakout is meant for all board members, at any level of service, to consider the critical nature and importance of the practice of policy-making.

COME HELL OR HIGH WATER: FUNDING CONSERVATION, FLOOD CONTROL, AND STORMWATER

Best Best & Krieger LLP

This presentation will address potential solutions to structuring tiered water rates in light of recent court decisions; and options for funding discounts for low income water, sewer, and solid waste service customers, and stormwater and flood control services.

TAKING CHARGE OF YOUR NEWS COVERAGE: TIPS AND TRICKS FOR MAKING THE MOST OF YOUR MEDIA INTERACTIONS

Communication Advantage

Be sure to attend this session designed to help district officials unravel one of the greatest mysteries of public service: How to say just the right thing, at the right time, when the news media knock on the door (or telephone or website or twitter feed).

STRATEGIES FOR DEALING WITH A TOXIC WORKPLACE

Placer County Water Agency

A dysfunctional or "toxic" workplace is often characterized by poor communication, lack of trust, gossip and cynicism, blame and scapegoating, and negativity. This interactive session will provide attendees with a checklist that can be used to determine whether your workplace is in fact toxic, and will share effective strategies to clean up the toxins and rejuvenate the organization.



"I thought the CSDA conference was a great blend of sessions developed to assist our industries and their needs as well as great keynote speakers who were particularly motivating and inspiring to help us breathe new life into our own positions, and to help our office staff do the same."

Sheryl Landrum
District Manager

3:30 – 4:30 p.m.
Breakout Sessions

UH-OH! HOW TO STEER THE SHIP BACK TO SAFETY IN EMERGENCY SITUATIONS
Meyers Nave

Natural disasters, political dramas, personnel issues, and capital projects gone awry are just some possibilities that could plunge a district into emergency mode. We'll provide the tools to navigate these crises with composure, in both short and long terms.

REV UP YOUR REVENUE: A HOW-TO-DO-IT OVERVIEW FOR SPECIAL DISTRICTS WITH REVENUE NEEDS

SCI Consulting Group

An overview of current available revenue mechanisms, including special taxes, benefit assessments, fees and charges, and grants. Associated public opinion polling and community outreach will also be presented.

OPEB AND PENSION STRATEGIES: UNLOCKING THE POWER OF PRE-FUNDING PARS

This breakout will address the latest funding strategies and trends to reduce both OPEB and pension liabilities. Presenters will cover: how to reduce retiree health care obligations, pre-funding liabilities, benefit and funding strategies, and options to lower pension liabilities and improve net pension liabilities (GASB 68).

SPECIAL DISTRICT REORGANIZATION: WHAT DOES IT MEAN, WHAT ARE THE OPTIONS, AND HOW DO WE PREPARE?

Kampa Community Solutions

Districts are expected to have the expertise to provide the basic services for which they were formed. But what if you can't afford providing services at a level that meets all laws and standards? Presenters will cover a checklist of items for consideration to avoid potential major operational and financial pitfalls associated with consolidation.

CARLSBAD SEAWATER DESALINATION PROJECT: COLLABORATIVE SOLUTIONS

Panel Discussion

The Carlsbad Seawater Desalination Project is the nation's largest and most technologically advanced and energy-efficient seawater desalination plant. Completed in December 2015, this \$1 billion project provides a drought-proof, locally controlled water supply to 400,000 people in San Diego County.

The project was built as a public/private partnership that included the Water Authority, Poseidon Resources, and IDE Technologies. This session will include a panel of partners to discuss the collaboration necessary on the long road to permit the plant, and the process to design and fund the facility, the water purchase agreement that ensures regional delivery of the water, and day-to-day operations.

CHAIRING AND MANAGING EFFECTIVE PUBLIC MEETINGS

*Colantuono Highsmith
Whatley PC*

Dread the thought of chairing or attending another meeting? This breakout will help you make board, public, staff, and just about any meeting more constructive. It will provide techniques and tips for effective meetings.

DESIGN-BUILD DELIVERY UNDER NEW CALIFORNIA LAW

*Atkinson, Andelson, Loya,
Ruud & Romo*

The law has been revised in the past several months to allow, under certain conditions, local agencies to contract using the design-build method. This breakout will educate on the design-build delivery method and the qualifications and legal requirements to implementing such a project in the state of California.

**Mix & Mingle
in the Exhibit Hall**

TUESDAY, OCT. 11
4:30 – 6:00 p.m.

Grand Prize Drawings

Drop anchor and connect with exhibitors in the exhibit hall for a cocktail and appetizer before you go ashore for dinner in San Diego. Be sure to enter for one more chance to win one of our fabulous prizes!



WEDNESDAY, OCTOBER 12



8:15 – 9:00 a.m.

SDRMA Sponsored Full Plated Breakfast*All registered attendees and exhibitors welcome.*

9:00 – 10:45 a.m.

SDRMA General Session, Safety Awards, Keynote Presentaion**KAI KIGHT
COMPOSING YOUR WORLD**

Kai Knight has a diverse background that has been fueled by creating and making music. He holds an engineering degree from Stanford University's d. school where he was introduced to the innovative culture of Silicon Valley. Kai began playing the violin when he was three years old, was classically trained, and studied under the concertmaster of Kennedy Center Opera House Orchestra. His music has brought him to perform in venues such as the White House and the Great Wall of China.

Why do some people just play notes they are handed while others write new music in the world? In his captivating presentation, violinist Kai Kight will tackle this question, perform original music, and share the inspiring story of how he became an innovative composer in a field of conformity. This session will leave you feeling inspired to take your future into your own hands and bring your unique ideas forward.

11:00 a.m. – 4:45 p.m.

SDRMA Safety Specialist Certificate Program*Lapidus Safety Consulting*

This session will identify the critical elements that compromise a safety plan. Identifying key components of the Injury, Illness Prevention Plan (IIPP), Cal/OSHA guidelines, and best practices of safety management to help your agency stay safe. Participants will receive a General Safety Certificate and earn CIP points for their agency. *SDRMA members only.*

11:00 a.m. – 12:15 p.m.

Breakout Sessions**BECOME THE OFFICE COACH - COACHING FOR PERFORMANCE***CPS HR Consulting*

The three keys to successful leadership are knowing your people, getting results, and establishing a positive work environment. Coaching is the leadership competency that creates development within all three keys. This breakout will explore the coaching process and how you can move people into higher levels of performance using coaching.

2016 FAIR EMPLOYMENT AND HOUSING ACT (FEHA) UPDATES*Special District Risk Management Authority (SDRMA)*

Effective on April 1, 2016 the Department of Fair Employment and Housing (DFEH) issued the new regulations to the Fair Employment and Housing Act (FEHA). The session will identify the updated "employer" duties to take "reasonable" steps to prevent and correct discrimination and harassment in the workplace. We will discuss the new law and its effect on gender identity, gender expression, and transgender status, which are expressly protected in the workplace.

REQUIRED AB 1825 SEXUAL HARASSMENT PREVENTION FOR STAFF AND ELECTED OFFICIALS (PT. 1)*Burke Williams Sorensen*

AB 1825 makes sexual harassment prevention training mandatory for supervisory employees of special districts and other organizations. This legislation requires employers to ensure that all managers/supervisory employees receive at least two hours of sexual harassment prevention training every two years. Receive your AB 1825 compliance training for special districts with this breakout. *Must attend both sessions in order to receive your certificate.*

LET THE SUN SHINE IN: BROWN ACT UPDATE*Atkinson, Andelson, Loya, Ruud & Romo*

This session will educate on the legal requirements and procedures to ensure public business is conducted in full compliance with California's transparency laws. Attendees will learn the Brown Act's requirements concerning agendas, meeting procedures, public participation, and permissible closed session exceptions.

AND NOT A DROP TO DRINK: OPTIONS AND OBLIGATIONS FOR HANDLING CALIFORNIA DROUGHT*Hanson Bridgett LLP*

Drought continues to hound California water agencies, despite the recent rains. With the drought have come state mandated regulations, as well as increased pressure on agencies' financial modeling. We will discuss agencies' obligations under the drought regulations and the options that are available for recovering costs in light of the limits imposed by Proposition 218.

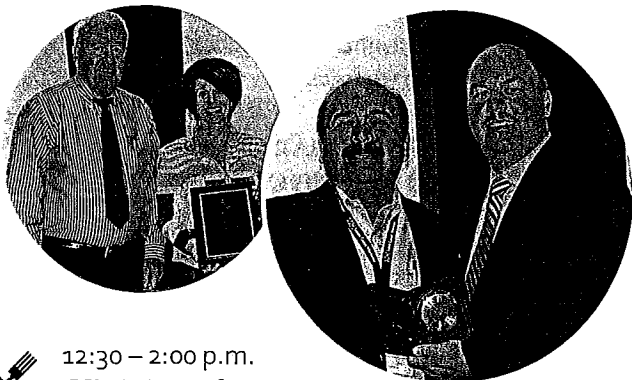
INNOVATIVE STRATEGIES AND SOLUTIONS THROUGH COLLABORATION*Panel Discussion*

Although service area maps clearly define service boundaries, agency leaders can collaborate and use contractual agreements to create solutions that improve service, share costs and infrastructure, and create progressive projects that might otherwise not be achievable. Attend this session to learn about techniques others have used to improve collaboration and take away ideas you can incorporate into your own district.

**BUILDING CONSENSUS FOR CORE PRIORITIES:
CRITICAL ACTION YOUR BOARD SHOULD TAKE**

Rauch Communication Consultants, Inc.

Whether you call it identifying priorities, building consensus, or strategic planning, building consensus for core priorities is a critical action to move your district from good to great. This will help you to overcome key challenges and take advantage of important opportunities.



12:30 – 2:00 p.m.

**CSDA Annual
Awards Luncheon**

All registered attendees and exhibitors welcome.

Recognize and celebrate your peers. Join us as we celebrate the best of special districts with awards including: Board Member of the Year, General Manager of the Year, the prestigious William Hollingsworth Award of Excellence, Special District Leadership Foundation (SDFL) Awards, and more!

CSDA Recognizes the Best Among Special Districts

Do you have a board member, staff member, local chapter or program that you feel deserves recognition?

Each year, CSDA presents various awards during the conference. There are a number of different categories. Please consider outstanding individuals within your districts for individual awards. Chapter awards and district awards are also open for nominations.

Visit the Awards section of our conference website at conference.csdanet.net for more information.

CSDA Awards Luncheon

Guest Only, without a conference registration: \$45

If you have any questions regarding the awards or the awards process, please contact Charlotte Lowe at 877.924.2732 or by email at charlottel@csda.net.

Deadline for submissions is Friday, July 22, 2016. All applicants will be notified prior to the Annual Conference as to the winner.

2:15 – 3:30 p.m.

Breakout Sessions

**PREVENTING EMPLOYEE DISHONESTY
CLAIMS/BEST PRACTICES**

Special District Risk Management Authority (SDRMA)

This session will identify and discuss steps that a board can implement to prevent and mitigate employee dishonesty/ embezzlement losses. Reviewing recently published Grand Jury reports provides specific examples of how employees were able to circumvent agency policy to embezzle district funds and also identifies misuse of district property.

**MORE OPEN AND PUBLIC? RECENT DEVELOPMENTS IN
THE CALIFORNIA PUBLIC RECORDS ACT**

Burke Williams Sorenson

Between the Legislature and the courts, 2016 has been a significant year for new laws and decisions affecting the scope and application of the California Public Records Act. This breakout will address recent updates to the law.

**HOW QUALITY STANDARDS CAN
RE-INVENT GOVERNMENT**

CPS HR Consulting

A quiet revolution in government management has begun, with a goal of reinventing the value proposition of government. This breakout will discuss the revolution, which is based on the universal adoption of an intriguingly simple set of auditable quality standards that provide a uniform and objective means of measuring delivered efficiency, effectiveness, and value in all government offices and agencies everywhere.

**REQUIRED AB 1825 SEXUAL HARASSMENT PREVENTION
FOR STAFF AND ELECTED OFFICIALS (PT. 2)**

Burke Williams Sorenson

AB 1825 makes sexual harassment prevention training mandatory for supervisory employees of special districts and other organizations. This legislation requires employers to ensure that all managers/supervisory employees receive at least two hours of sexual harassment prevention training every two years. Receive your AB 1825 compliance training for special districts with this breakout. Must attend both sessions in order to receive your certificate.

**BUSINESS CONTRACT PROVISIONS THAT
PROTECT YOUR DISTRICT**

Liebert Cassidy Whitmore

Nothing is wrong with your vendor contract until the unexpected happens. Districts will receive pointers to avoid problems with vendor contracts using real life examples, including “must-have” provisions and how to proceed when vendors want you to sign confusing contract forms.

NAVIGATING THE CALPERS AUDIT*Best Best & Krieger*

This presentation will discuss the most common compliance issues that lead to an audit finding and how an agency can address those issues to minimize the impact of an audit. In addition, we'll discuss the risk factors that make an agency more likely than not to be selected for a CalPERS audit. Finally, we'll walk you through the audit process and discuss the purpose and target of each phase of an audit.

MASTERING GOOD GOVERNANCE*Rauch Communication Consultants*

This interactive session full of examples and real world ideas will help you streamline and update how your board operates. Gain ideas on how to make board meetings more effective, interesting, and meaningful. Learn how to evaluate whether to have committee meetings and, if so, how to structure them. Get tips on how to ensure your board is focusing on the right information and issues and providing clear policy direction to the manager.

3:45 – 4:45 p.m.

Breakout Sessions**LET'S GET DIGITAL – ELECTRONIC RECORDS MANAGEMENT***Laserfiche*

Today's special districts have more information than ever, and it is a challenge to effectively manage warehouses full of documents. That's why many special districts are turning to electronic records management for relief. Join us to learn more about the fundamentals and best practices of establishing an electronic records management strategy.

WORKERS' COMPENSATION CLAIMS – WHAT'S AN EMPLOYER TO DO?*Special District Risk Management Authority (SDRMA)*

Understanding the workers' compensation claims process and the responsibilities of both the employer and employee is critical in the claims process. This session will discuss and provide examples of the employer's role in managing a work-related injury. The primary goal of a successful claim is returning the employee to work. What steps are necessary to accomplish this goal? What is the injured employee's role in the claim process? These and many other questions will be answered.

ON-BOARDING THE BOARD*BHI Management Consulting*

When a new board member starts their service in a district, it always presents a unique opportunity to "on-board" them properly. This breakout will provide attendees with information on how to do just that.

BIDDING PROCEDURES AND BID PROTESTS*Liebert Cassidy Whitmore*

This breakout will provide an overview of the bidding process, including statutory authority, bidding procedures and considerations, and responsiveness vs. responsibility. Using specific examples, this session will also provide best practices for special districts to avoid a bid protest and how to properly handle a bid protest if one occurs.

R.E.S.P.E.C.T.: COMMUNICATING YOUR DISTRICT'S VALUE*Panel Discussion*

District officials and staff seek guidance on how to create strategic communications and outreach programs that are effective in educating their customers. A panel will share success stories and best practices on identifying customer segments and their motivational factors, crafting tailored messages, and coordinating programs that deliver intended communications to customers in a way that builds trust and motivates action.

EVERYTHING YOU NEED TO KNOW ABOUT ONLINE COMPLIANCE*Streamline*

CSDA Legislative Representative Dillon Gibbons and the folks at Streamline, who brought CSDA members the free SB 272 compliance tool, will go over everything special districts need to know about online compliance—even for those without a website. They'll touch on federal and state requirements, go over the Freedom of Information and Public Records Acts, and discuss transparency best practices. The presenters will also give an update on pending legislation that affects districts. Attendees will leave with comprehensive handouts detailing each requirement to help them with compliance.

DRONES IN YOUR DISTRICT: TECHNOLOGY, EXISTING LAW, AND PRIVACY CONCERNS*Meyers Nave*

Unmanned aerial vehicles, commonly known as drones - are creating challenges for state and local governments. This session will explore new and proposed drone legislation and the developing dialogue about surveillance, voyeurism, and privacy rights.



6:00 – 8:00 p.m.

Special District Leadership Foundation (SDLF)

Taste of the City

OKTOBERFEST CELEBRATION*See next page...*



Oktoberfest

Wednesday, Oct. 12 | 6:00 – 8:00 p.m.

Special District Leadership Foundation

Taste of the City Oktoberfest Celebration

Join us for an evening of all things
Oktoberfest: beer, brats, and even a
Bavarian beer garden band!

This party has a purpose. Attendees at this
reception will have the opportunity to participate
in the Special District Leadership Foundation
(SDLF) silent auction to raise funds for
scholarships. A special wine raffle will also be held
at 7:30 p.m. Be sure to purchase tickets throughout
the conference for the chance to win a deluxe
35-bottle wine cellar fully stocked.

You must be present to win!

*All registered attendees and exhibitors welcome.
Member guest: \$60. Non-member guest: \$90.*

SDLF

**SPECIAL DISTRICT
LEADERSHIP FOUNDATION**

SDLF is an independent, non-profit organization formed to promote good governance and best practices among California's special districts through certification, accreditation, and other recognition programs. The SDLF and its activities are supported through the California Special Districts Association and Special District Risk Management Authority. For more information visit www.sdlf.org.





2016 Conference
ATTENDEE REGISTRATION FORM
one form per attendee, please print



Three Ways to Register:

1. ONLINE by visiting the CSDA Annual Conference website at conference.csdanet.net
2. FAX your registration form to 916.520.2465. All faxed forms must include payment.
3. MAIL CSDA, 1112 I Street, Suite 200, Sacramento, CA 95814, please include registration form along with payment. Check should be made payable to: California Special Districts Association.

Full conference registration fee includes:

- President's Reception with the Exhibitors Monday evening
- Keynote Sessions
- Continental Breakfast with the Exhibitors on Tuesday
- Lunch with the Exhibitors on Tuesday
- Mix and Mingle in the Exhibit Hall on Tuesday
- SDRMA Full Plated Breakfast on Wednesday
- Awards Luncheon on Wednesday
- All Breakout Sessions on Tuesday, Wednesday, and Thursday
- SDLF "Taste of the City" Reception on Wednesday
- Closing Brunch on Thursday

Not sure if you are a member?

Contact the CSDA office at 877-924-2732 to find out if your agency or company is already a member. To learn more about the benefits of membership, contact Member Services Director Cathrine Lemaire at cathrine@csda.net or call toll-free 877.924.2732.

Name:		Title:	
District:			
Address:			
City:		State:	Zip:
Phone:		Fax:	
Email:		Website:	
Member status: <input type="checkbox"/> Member <input type="checkbox"/> Non-member			
Emergency Contact:		<input type="checkbox"/> Vegetarian <input type="checkbox"/> Any Special Needs:	
Conference Registration Fees		Early Bird (on or before Sept. 9)	Regular (after Sept. 9)
<input type="checkbox"/> CSDA Member - Full Conference		\$580.00	\$630.00
<input type="checkbox"/> Non-member - Full Conference		\$870.00	\$945.00
<input type="checkbox"/> Guest - Full Conference (Cannot be from a district/company) <input type="checkbox"/> Vegetarian		\$275.00	\$315.00
<input type="checkbox"/> CSDA Member - One-day registration <input type="checkbox"/> Tuesday <input type="checkbox"/> Wednesday <input type="checkbox"/> Thursday		\$275.00 each day	\$290.00 each day
<input type="checkbox"/> Non-member - One-day registration <input type="checkbox"/> Tuesday <input type="checkbox"/> Wednesday <input type="checkbox"/> Thursday		\$415.00 each day	\$435.00 each day
Separate Registration Fees		Member	Non-member
<input type="checkbox"/> Pre-Conference Workshop: SDLA Module 1: Governance Foundations - Oct. 10		\$225.00	\$340.00
<input type="checkbox"/> Pre-Conference Workshop: Communication Strategies for Board and Managers - Oct. 10		\$150.00	\$225.00
<input type="checkbox"/> Tour: Carlsbad Desalination Plant - Oct. 10		\$ 35.00 (includes transportation/lunch) (limited to 45 attendees)	
<input type="checkbox"/> CSDA Annual Golf Tournament - Oct. 10		\$ 95.00 (includes lunch)	
<input type="checkbox"/> SDRMA Safety Specialist Certificate Program - Oct. 12		No cost (SDRMA Members Only)	
<input type="checkbox"/> CSDA Awards Luncheon (Guests only) - Oct. 12		\$ 45.00	
<input type="checkbox"/> SDLF "Taste of the City" Reception (Guests only) - Oct. 12		\$ 60.00 CSDA Member Guest	\$ 90.00 Non-member Guest
TOTAL			
Payment type: <input type="checkbox"/> Check <input type="checkbox"/> Visa <input type="checkbox"/> MasterCard <input type="checkbox"/> AMEX <input type="checkbox"/> Discover			
Account name:		Account Number:	
Expiration date:		Authorized Signature:	

Cancellations/Substitution Policy: Cancellations must be in writing and received by CSDA not later than Friday, September 16, 2016. All cancellations received by this date will be refunded less a \$75 processing fee. There will be no refunds for cancellations made after September 16, 2016. Substitutions are acceptable and must be done in writing no later than September 23, 2016. Please submit any cancellation notice or substitution request to lindseys@csda.net or fax to 916-520-2465.

Consent to Use Photographic Images: Registration and attendance at, or participation in, CSDA meeting and other activities constitutes an agreement by the registrant to CSDA's use and distribution (both now and in the future) of the registrant or attendee's image or voice in photographs, videotapes, electronic reproductions, and audiotapes of such events and activities.

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 7
APNs: 002-040-007/009/
017/019

**SUBJECT: APPROVE REQUEST FOR VARIANCE TO OUT-OF-DISTRICT IRRIGATION POLICY
(APNS: 002-040-007/009/017/019 - HUNTER)**

RECOMMENDED ACTION: Approve

BACKGROUND AND/OR HISTORY:

The parcels noted above owned by Robert Hunter are located in the Knights Ferry area northeast of the intersection of Kennedy and Sonora Road. Mr. Hunter recently inquired about the possibility of receiving OID irrigation water and as to the ownership of the Hunter Pipeline which has been utilized in the past to deliver water to his parcels from OID's South Main Canal. Upon review, staff found that this issue had been reviewed in the past and the Hunter Pipeline has been confirmed to be a private facility and Mr. Hunter's only option for water was determined to be through application and approval for an annual Out-of-District agreement. The parcels in question are not located within the District boundary, nor are they entitled to receive water from the Knights Ferry agricultural water users or the Knights Ferry Community Service District. Please see the attachments for further details.

Mr. Hunter has applied for and received out-of-District irrigation water in the past, however his delivery point on the South Main Canal is not measurable. Mr. Hunter is requesting that the measurability requirement be waived so he can utilize the Hunter Pipeline in its current condition. Mr. Hunter's request includes the following:

- 1) The requirement for a District approved measuring device be waived for the Hunter Pipeline headgate. Mr. Hunter would be billed at the current out-of-District water rate with an estimated water usage at the ET application required for pasture with an assumed irrigation efficiency of 70%.
- 2) A CEQA document would not be required, since only irrigation water from OID's pre-1914 water rights would be provided.
- 3) The above noted terms would be applicable to the parcels until there is a change in ownership; however, Mr. Hunter would still be required to apply for out-of-District water on an annual basis.

Mr. Hunter has historically irrigated the parcels, and given the total irrigated area is approximately 3.1 acres of pasture, OID staff believes the cost of a measurement device is an unnecessary burden for the relatively small volume of water that would be delivered. Staff recommends approval of Mr. Hunter's requests noted above, and will be available to answer any questions the Board may have.

FISCAL IMPACT: None.

ATTACHMENTS:

- Project Site Map
- June 17, 2016 OID Memorandum

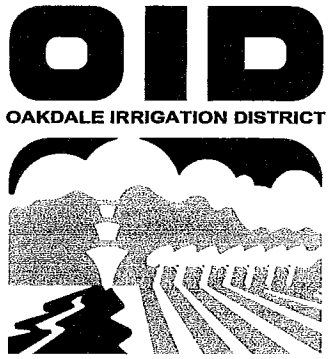
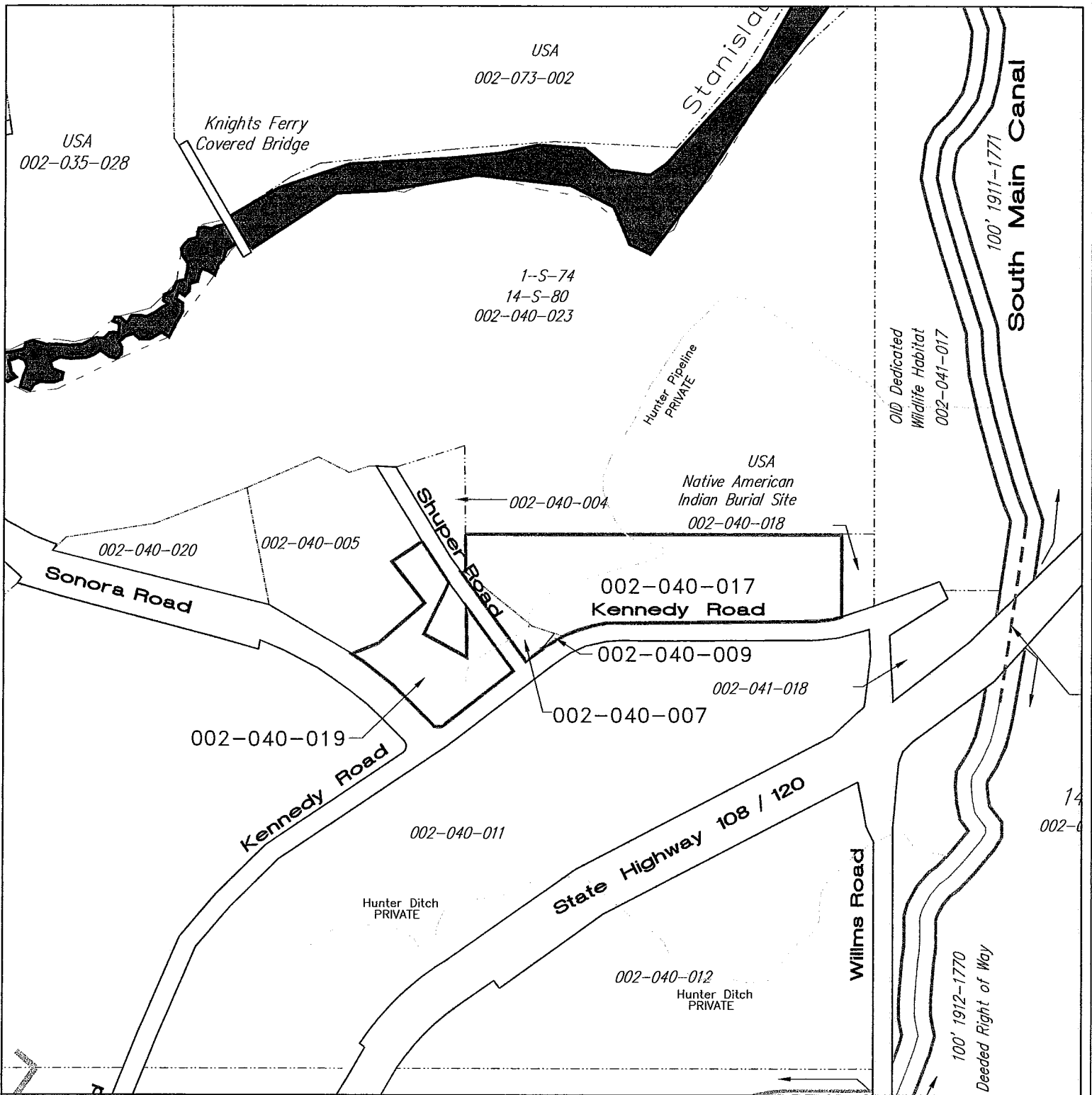
Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:



OAKDALE IRRIGATION DISTRICT
1205 EAST F STREET
OAKDALE CALIFORNIA 95361

PROJECT SITE MAP
OUT-OF-DISTRICT IRRIGATION WATER



DATE: June 27, 2016
DRAWN BY: ECS
CHECKED BY: ECT

ROBERT HUNTER

NOT TO SCALE
SHEET 1 of 1

Memorandum

Date: June 17, 2016

From: Emily Sheldon, Associate Engineer

To: Eric Thorburn, Water Operations Manager

Re: Irrigation Water on Hunter Parcels, APNs: 002-040-007/009/017/019

Per Bob Hunter's recent request for irrigation water on the parcels near the 50's Roadhouse via the Hunter Pipeline, please see the brief summary below:

- **Ownership of Hunter pipeline:** The facility appears to have been part of the "Old Pentland Ditch" alignment that was abandoned for many years, per a 1928 Assessor's map. According to Bob, at the end of the old canal was a pipeline that at one point crossed the river along the covered bridge. The 1942 District Map shows the Hunter Pipeline, but there is no record of how or when it was constructed, or if it was formally adopted by the Board. In a May 7, 1984 letter Wilton Fryer let Bob know that OID records indicated the pipeline was a private facility, and OID is responsible for the turnout and pipeline within the right-of-way only. A May 4, 2012 letter to Mr. Hunter restated that the Hunter Pipeline is a private facility.
- **Water Rate Charges:** It appears that for a number of years the Hunter Family had been charged \$30.00, for what they believed would include the "Buena Vista" property on top of the hill by the Roadhouse. In a 1984 review of OID records, it was determined that the \$30.00 charge was for Knights Ferry Town lots located immediately downstream of the covered bridge. That property once belonged to the Hunter Family, and Bob sold it to the Army Corps for their recreation park in 1979. The Buena Vista parcels on the hill were never part of the Town water system, and OID mistakenly charged Bob for the sold parcels until 1984, when he was refunded. Wilton Fryer however, indicated in the letter to Bob that if he wished to connect the Buena Vista parcels to the Hunter Pipeline for irrigation he could do so, and would be charged \$30.00. OID had performed this research upon Bob's request to start irrigating the Buena Vista lots on the hill from the Hunter Pipeline.
- **Current Irrigation Status:** In 2011, the Hunter parcels were included in the Fringe Parcel project. The May 4, 2012 correspondence was sent to Bob Hunter notifying him that his only option for irrigation on the Hunter Pipeline was to apply for an Out-of-District Agreement. In accordance with current District policy, if Bob Hunter wished to apply for an Out-of-District Agreement at this time, he would need a flow measurement device installed at his expense on the Hunter Pipeline turnout gate.

For further background, the following documents are attached:

- September 29, 2006 OID Memorandum
- 1984 Correspondences between OID and Bob Hunter
- 1973 Knights Ferry Water Supply Map

Technical Memorandum

Date: September 29, 2006

To: Steve Knell, P. E., General Manager

Cc: John Davids, Assistant, Engineer and Support Services Manager

From: Joe Fos, Engineering Technician

**Re: Hunter Pipeline - Second Review
APN 002-040-007/017/19**

On August 31, 2006, I met with Mr. Robert Hunter and his son to discuss the enclosed August 10, 2006 letter Oakdale Irrigation District (OID) sent him regarding irrigation service. Mr. Hunter is concerned about losing irrigation service to a parcel that appears to be irrigating outside the OID service area without documentation to that right. When Mr. Hunter contacted OID to request this meeting he was asked to bring all available documentation demonstrating his historical right to OID services.

Mr. Hunter explained that his family owned land both north and south of the Stanislaus River at the covered bridge from before 1919. Part of what they owned included a tract of land known as the Idlewild Tract. Enclosed please find a copy of the December 22, 1919 OID bill for irrigation service to the Idlewild Tract, addressed to R. G. Hunter. This bill was provided to OID as documentation for the fact that the Hunter family irrigated on the south side of the Stanislaus River, at Knights Ferry water rights rates.

Mr. Hunter explained that the Hunter Pipeline had an extension pipeline on it that at one time crossed the Stanislaus River by being connected to the covered bridge. He stated that before the pipeline crossed the river it had more than one "T" connector that joined additional pipelines to the Hunter Pipeline extension. One of those additional pipelines irrigated the Idlewild Tract, downstream of the covered bridge, on the south side of the Stanislaus River.

Also enclosed is a copy of the June 30, 1921 OID bill for irrigation service, addressed to R. G. Hunter, for irrigation of the Knights Ferry town lots. Because this bill and the 1919 bill are for the same amount of money, \$30.00, Mr. Hunter believes that the Idlewild Tract was considered part of the Knights Ferry water rights irrigation.

No previous research regarding the Knights Ferry water rights has ever demonstrated that those rights were provided to parcels on the south side of the Stanislaus River. All the Stanislaus County recorded maps from the first volumes in the 1800's to 1935, for both recorded surveys and subdivisions have been reviewed by OID staff in search of the Idlewild Tract, and no map has been found to locate the property. Further, no OID records have been found to show when, or why, the Hunter Pipeline became an OID facility.

Mr. Hunter reviewed the number of parcels that currently irrigate from the Hunter Pipeline and agreed that there are three (3) parcels, as shown on the enclosed project Site map, receiving OID water. Mr. Hunter is currently charged the same 1919 billing of

\$30.00 to irrigate non-contiguous parcels that total 10.39 acres. Current Out of District water rates are \$79.30 per parcel when they are less than ten (10) acres in size.

Neither the Hunter Pipeline nor Mr. Hunter's parcels are within the current OID service area and never have been. The facility and parcels are located west of the South Main Canal, north of Highway 108/120 and south of the Stanislaus River in the old Buena Vista town site. The Buena Vista town site has no historical right to OID services and no Knights Ferry water rights were ever defined on property south of the Stanislaus River.

The fact that the Hunter Pipeline shows up on the officially adopted 1942 District Map as a District facility may mean that it was at some point in time considered a District facility, but no information has been found as to when it was built or under what circumstances. The Hunter Pipeline is not shown on the 1931 District Map. Enclosed please find a copy of a Stanislaus County survey dated July 27, 1928 which shows a ditch located in part where the current Hunter Pipeline exists. The surveyor notes that this ditch is known as the "Old Pentland Ditch" and that it "has been abandoned for many years". Please note that this ditch terminated at the same point that the Hunter Pipeline currently ends.

Enclosed please find copies of the current Assessors map for the subject parcels and the previous Assessors Map, dated 1979, for the same area. As shown on the earlier map, before the new Sonora Road and bridge were constructed from Kennedy Road to Knights Ferry, the subject parcel was APN 002-040-013. This 106 acre parcel encompassed a portion of the OID service area, as shown on the enclosed project site map, and included Mr. Hunter's restaurant site on Kennedy Road. The 26.4 acres of the former APN 002-040-013 that is within the OID service area has historically irrigated from the Hunter Ditch, which is a separate facility than the above-noted Hunter Pipeline. The Hunter Ditch has a head gate on the South Main Canal at Willms Road, and crosses under Highway 108/120 to service the 26.4 acres now located on APN 002-040-021.

In reviewing a hand-colored 1973 map, enclosed, of the Knights Ferry Water Rights parcels, the Hunter properties that were north of the Stanislaus River are shown in brown, contiguous to the west side of the old covered bridge and north and south of the extension of Main Street. This is the connection to the Hunter family having Knights Ferry Water Rights, and this connection should have been severed in 1979 when the parcels were sold to the Army Corps of Engineers.

Enclosed please find five (5) pages of correspondence between Robert Hunter and OID Engineer Wilton Fryer regarding irrigation service, the Hunter Pipeline and the Knights Ferry water rates. Mr. Hunter applied for a new (relocated) turnout from the South Main Canal for the Hunter Pipeline head gate in December of 1983. The Engineer's comments on the application include the question of facility ownership.

The March 7, 1984 letter from Wilton Fryer notes that the OID Engineering Committee reviewing the request to reconstruct the Hunter Pipeline head gate questioned any Knights Ferry water rights Mr. Hunter might have and asked for those rights in writing. Mr. Hunter's letter of March 26, 1984 appears to have been written after some claim to Knights Ferry water was provided, because it notes that "you verified that there is a bonafide water service to 3.1 acres at the top of the hill where the Hunter Buildings are

located near Knights Ferry." The letter also notes that Mr. Hunter was in receipt of a Knights Ferry town lot bill of \$30.00, for his irrigation service at the restaurant, which is not in Knights Ferry and should not be part of the Knights Ferry Water Rights billing. Mr. Hunter continues to pay that amount to this day to irrigate his parcels.

Mr. Fryer's May 7, 1984 letter to Mr. Hunter indicates that the 3.1 acres mentioned in the previous paragraph of this document was a mistake, and Mr. Fryer again questioned the claim of Knights Ferry Water Rights for the Buena Vista parcels. The letter continues to discuss how Mr. Hunter will be provided irrigation service with no discussion of how this service is justified, except to note that somehow the Knights Ferry town lot water rates also apply to Buena Vista, and they do not. Only the issue of who owns the Hunter Pipeline seems to be clarified at this point in Mr. Fryer's correspondence. The letter indicates that the facility is private.

Also enclosed please find an aerial photo from Google Earth of the subject parcels. It is clear from the image that Mr. Hunter is irrigating three (3) parcels from the Hunter Pipeline. Mr. Hunter owns the house on APN 002-040-007, on the east side of Shuper Road across from the restaurant, which is located on APN 002-040-019. Mr. Hunter also owns the parcel contiguous to the east of the house, APN 002-040-017. The Hunter Pipeline runs through these three (3) parcels.

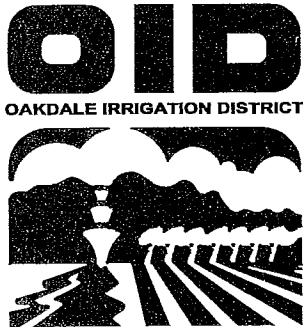
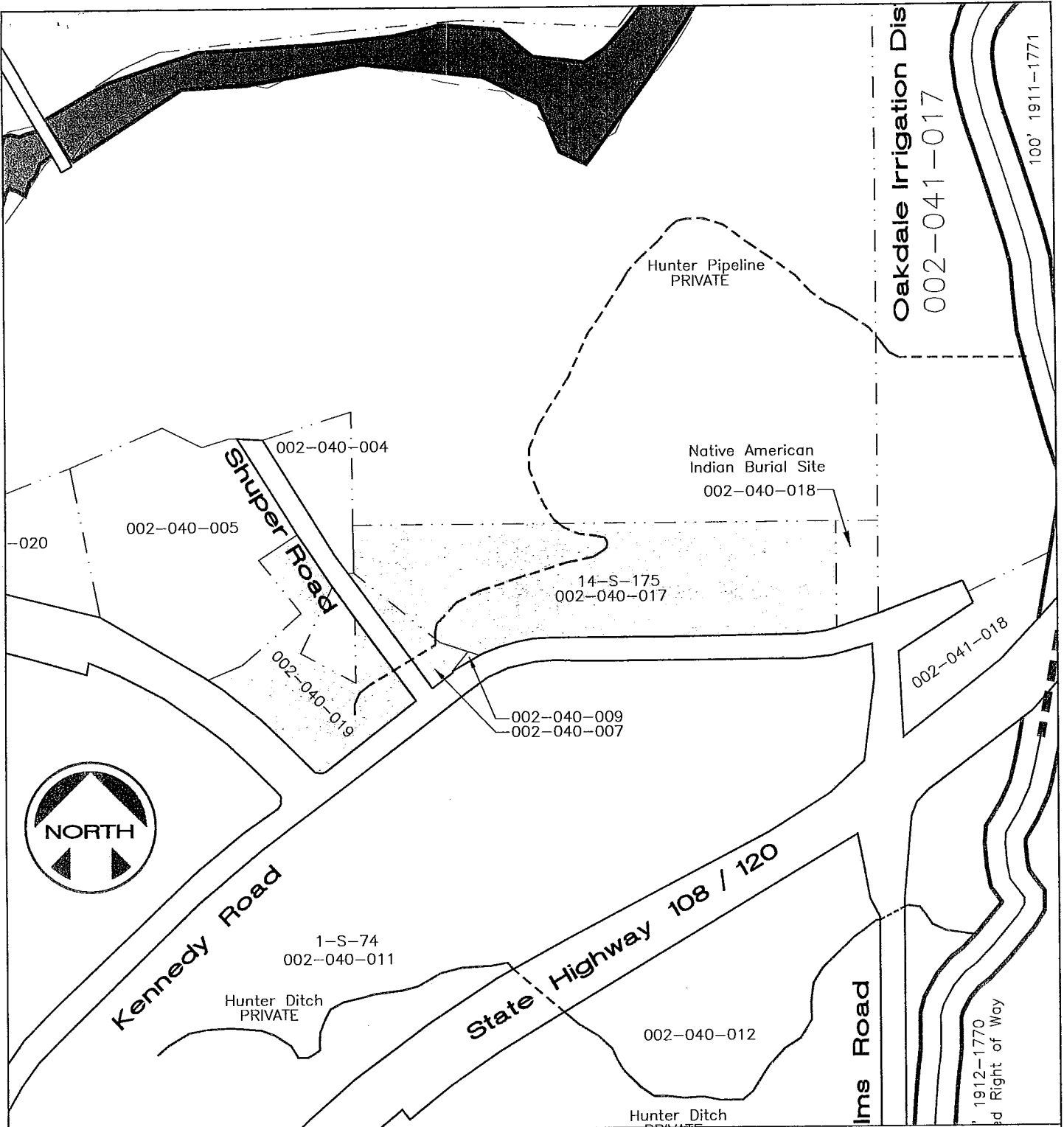
Options:

→ This doesn't resolve the irrigation issue.

1. Abandon the Hunter Pipeline and quitclaim any rights to the facility to Mr. Hunter.
2. Terminate service to the subject parcels irrigating from the Hunter Pipeline, because they are located out of the OID service area and the parcels have no documented relationship to any Knights Ferry water rights. Remove the Hunter Pipeline head gate and plug the pipeline at the South Main Canal.
3. Continue irrigation to Mr. Hunter's parcels only when three (3) separate Out of District Irrigation Agreements have been applied for by the landowner. Said agreements shall be approved by the Board of Directors under the following conditions:
 - a. Mr. Hunter will pay Out of District irrigation fees for each parcel under the normal OID billing process, wherein each parcel independently billed.
 - b. No expansion of irrigation service will be allowed and irrigation service will be terminated upon any change from current land use, *or change in ownership.*
 - c. OID shall be granted the first right of refusal to purchase any and all of the three (3) subject parcels when they are offered for sale.

K:\Engineering\Joe Fos\Memos\HunterReview2.doc

d. Mr. Hunter to accept the Hunter Pipeline in its entirety as a private facility.



OAKDALE IRRIGATION DISTRICT
 1205 EAST F STREET
 OAKDALE CALIFORNIA 95361

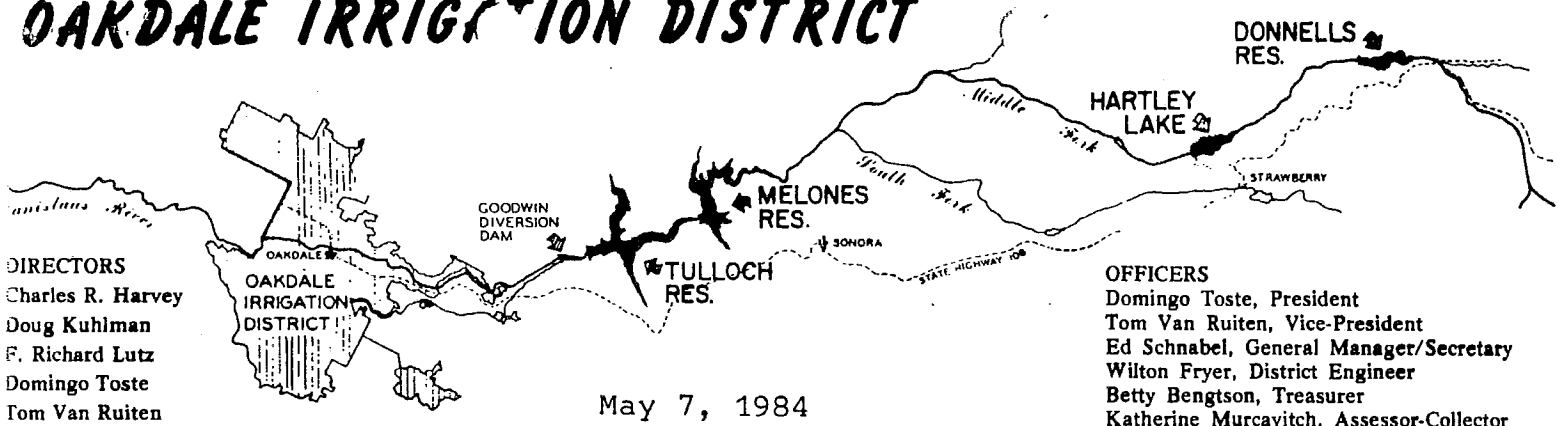
PROJECT SITE MAP
Irrigated Parcels from Hunter Pipeline
Robert G. Hunter
 APN 002-040-007/017/019

DATE: Sept. 26 2006
 DRAWN BY: JDF
 CHECKED BY: JBD

SOUTH MAIN CANAL

CAD FILE No.
 2006-09-26-004
 DWG. No. 1 of 1

OAKDALE IRRIGATION DISTRICT



DIRECTORS
Charles R. Harvey
Doug Kuhlman
F. Richard Lutz
Domingo Toste
Tom Van Ruiten

OFFICERS
Domingo Toste, President
Tom Van Ruiten, Vice-President
Ed Schnabel, General Manager/Secretary
Wilton Fryer, District Engineer
Betty Bengtson, Treasurer
Katherine Murcavitch, Assessor-Collector

Robert G. Hunter
33116 Condor Drive
Union City, Ca. 94587

Dear Mr. Hunter:

I was in error on 9 March regarding the 3.1 acres of land on which you pay standby charges. That piece of land, as shown in Attachment 1, is for a connector strip of land in Section 33, to the Willms Ranch. There never has been any irrigation on this portion. The main piece of irrigated land is 44.6 acres shown in Attachment 2.

There is confusion over the town lots. Attachment 3 shows the town lots you sold to the Corps. It appears we have been charging you \$30.00 for these lots and will prepare a refund for the past 4 years of \$120.00 when you sign and return the attached claim form.

A big question comes from the "Idlewild Tract" shown in Attachment 4. We have no indication that is the same land as where the Buena Vista Store is located. It is our understanding that this former Hunt property was immediately south of the covered bridge and as such was included with the lands you sold to the Corps.

A discussion with the former ditchtender, Red Lewis, who served water in Knights Ferry 20 years ago, indicates there was a pipe through our South Main to serve an area by the store. He indicated O.I.D. was only responsible for maintaining the pipe through the canal bank not all the way to your property lines.

We will locate the pipe on the outer side of our canal bank and determine if that portion is still serviceable. If it is, you may then reconnect your pipeline to the Buena Vista Store. If our portion of the line is not serviceable, we will build a siphon over the canal bank at this location so that you may connect your pipeline. The annual water charge for this water service will be the same \$30.00 as for town lots. A new billing will be made up for this "Buena Vista" service.

I apologize for the delay in responding to you, but it has taken some time to piece together the records for this area. We will change our bills to your name as you requested.

Sincerely,
Wilton B. Fryer
Wilton B. Fryer
District Engineer

WBF:co
Enclosure

Mr. Wilton B. Fryer
District Engineer
1205 East E. Street
P.O. Box 188
Oakdale, CA 95361

March 26, 1984

Dear Mr. Fryer:

This is to confirm our telephone conversation of March 9, 1984, at which time you verified that there is bonifide water service to 3.1 acres at the top of the hill where the Hunter Buildings are located near Knights Ferry.


I understand that the water will be turned into the main Oakdale Irrigation ditches this week. This is also to follow-up on the activation of the pipe-line off the canal. We are anxious to obtain water for the trees and grass.

The Army Corps of Engineers Corporation Yard appears to be progressing with construction which could result in more soil being displaced over the present pipe line.

We just received a \$30.00 bill for town lots addressed to R. G. Hunter in care of R. Robert Hunter. Please advise. Also all of the irrigation bills should be addressed to R. Robert Hunter, as my grandfather, R. G. Hunter, is deceased.

I would appreciate hearing from you soon.

Sincerely,

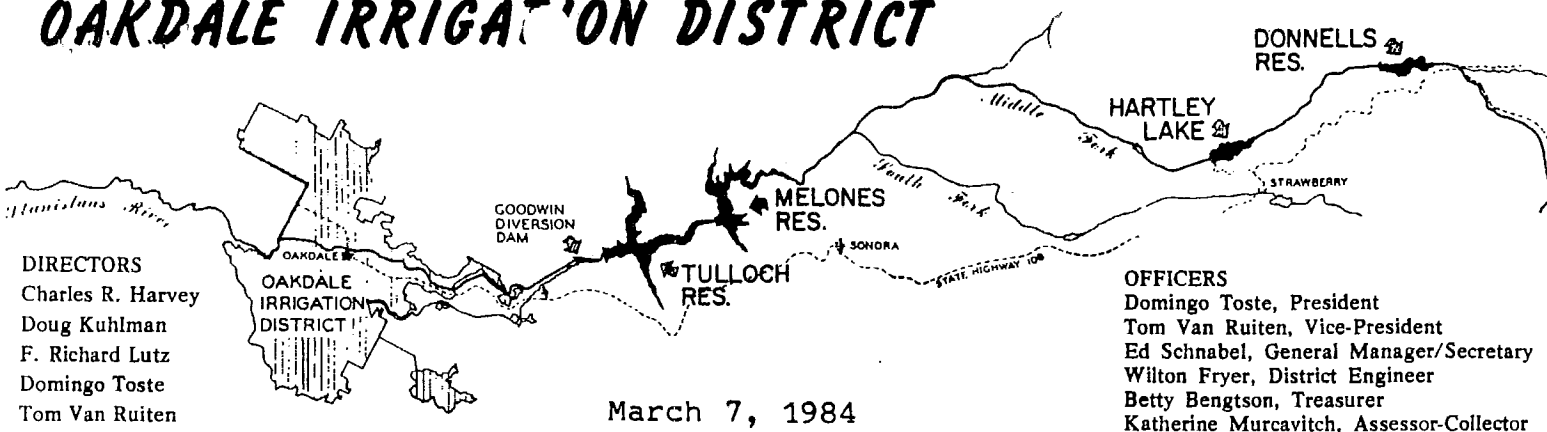


Robert G. Hunter
33116 Condor Drive
Union City, CA 94587

H: 415-489-4196
B: 415-786-6633

cc: Mr. and Mrs. R. Robert Hunter

OAKDALE IRRIGATION DISTRICT



DIRECTORS
Charles R. Harvey
Doug Kuhlman
F. Richard Lutz
Domingo Toste
Tom Van Ruiten

OFFICERS
Domingo Toste, President
Tom Van Ruiten, Vice-President
Ed Schnabel, General Manager/Secretary
Wilton Fryer, District Engineer
Betty Bengtson, Treasurer
Katherine Murcavitch, Assessor-Collector

March 7, 1984

Robert Hunter
33116 Condor Drive
Union City, California 94587

Dear Mr. Hunter:

After our phone conversation on 5 Mar 84, I presented your case for reconstructing that portion of the Hunter Pipeline lying on Oakdale Irrigation District property at Knights Ferry to the Board of Directors Engineering Committee. They indicated a willingness to authorize the work only if you can provide information in writing regarding your claim of a water right. We were under the impression that your sale of lands north of the Stanislaus River to the U.S. Corps of Engineers included your portion of the Knights Ferry water right. Our records do not show any water right for the location in question. Perhaps the documents you mentioned in our phone discussion will provide what our Board desires.

We may be able to enter into a cost share agreement for this system, if the documentation is not available. Unfortunately, our cost share guidelines would only recommend a 20% contribution by Oakdale Irrigation District.

I appreciate your cooperation in this matter. If you have any questions please call.

Sincerely

Wilton B. Fryer
Wilton B. Fryer
District Engineer

WBF:co

Mr. Wilton Fryer
District Engineer
Oakdale Irrigation District
1205 East "F" Street
P. O. Box 188
Oakdale, CA 95361

February 20, 1984

Dear Mr. Fryer:

This is in follow-up to our meetings on reestablishing the OID pipeline flow of water to Hunter's Store area. I see that the canal outlet is in place and would very much appreciate the connection being made especially across the OID property. If we need to discuss this further, please telephone or write. We would like to have the same service of water we have utilized in the past.

Sincerely,



Robert G. Hunter
33116 Condor Drive
Union City, CA 94587

home (415) 489-4196
work (415) 786-6633

RECEIVED
FEB 26 1984

OAKDALE IRRIGATION DISTRICT

OID STRUCTURE APPLICATION

Date 29 Dec 83 No. _____

Applicant Robert G. Hunter
Phone Wk (415) 786-6633 Res (415) 489-4196
Address 33116 Condor Dr

LOCATION
Ditchtender Beat _____
Lateral Hunter PL Drain _____
Reach No. _____ Structure No. _____
Nearest Cross Road Kennedy Rd

Union City 94587
Property Name Hunter Trust - Knights Ferry

Upstream/Downstream Left Right

Facility Desired New connection to Southmain at spill upstream of Hwy 120 -
Connect to 12" pipe to serve 2.3-5 ac at store

Acreage added to OID service area Yes No if yes, number of acres added May be part of old service area.

Work to be done by owner Contractor's Name _____ Phone _____

Contractor address _____

Estimated starting date _____ Estimated completion date _____

Approval, if granted, shall be conditioned upon:

- 1) Installation shall be built and operated in accordance with Oakdale Irrigation District Plans and Specifications.
- 2) Applicant shall warrant the new facilities for one (1) year from the date of completion.
- 3) Applicant shall maintain said facilities in proper operating order.
- 4) Costs related to the project shall be at the applicant's expense.
- 5) No construction of proposed structure until District approval of this application.

Applicant signature Robert G. Hunter Date 12/29/83

ENGINEERING RECOMMENDATIONS

Approved as proposed Yes No by _____ Date _____

Approved with the following requirements _____

Comment: need to determine ownership of facility & possible joint cost share of appropriate portions of the work.

_____ by W B Fryer Date 29 Dec 83

Denied Date _____ Reason _____

Standard structure designs and specifications provided to applicant Yes No

If yes, structure design number(s) provided _____

If no, what structure specifications were provided to the applicant _____

System changes recorded on District Map Yes No Date _____ by _____

FACILITY INSPECTIONS

Department _____ Date _____ Corrective Action Required Yes No

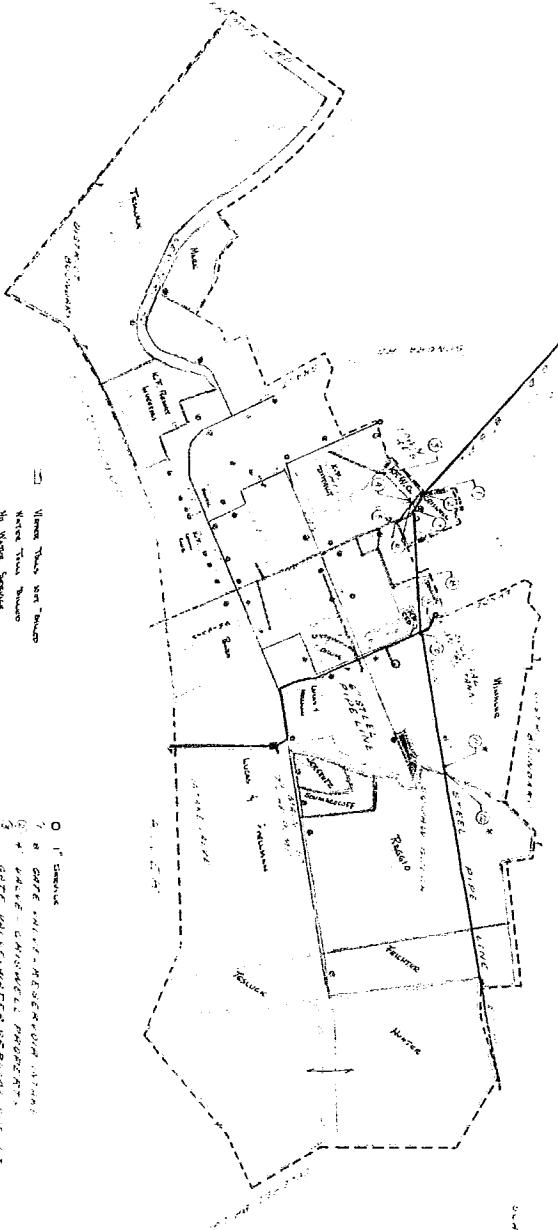
Engineering _____ If yes, describe work _____

Water _____

Maintenance _____

Ditchtender _____ Corrections Completed Yes No Date _____

Comments _____



[Symbol] Motor Truck Service
 [Symbol] Water Truck Service
 [Symbol] Water Service
 [Symbol] Sewer Service

- 1. [Symbol] Sewer
 - 2. [Symbol] Water
 - 3. [Symbol] Motor Truck Service
 - 4. [Symbol] Water Truck Service
 - 5. [Symbol] Water Service
 - 6. [Symbol] Sewer Service
 - 7. [Symbol] Motor Truck Service
 - 8. [Symbol] Water Truck Service
 - 9. [Symbol] Water Service
 - 10. [Symbol] Sewer Service
 - 11. [Symbol] Motor Truck Service
 - 12. [Symbol] Water Truck Service
 - 13. [Symbol] Water Service
 - 14. [Symbol] Sewer Service
 - 15. [Symbol] Motor Truck Service
 - 16. [Symbol] Water Truck Service
 - 17. [Symbol] Water Service
 - 18. [Symbol] Sewer Service
 - 19. [Symbol] Motor Truck Service
 - 20. [Symbol] Water Truck Service
 - 21. [Symbol] Water Service
 - 22. [Symbol] Sewer Service
 - 23. [Symbol] Motor Truck Service
 - 24. [Symbol] Water Truck Service
 - 25. [Symbol] Water Service
 - 26. [Symbol] Sewer Service
 - 27. [Symbol] Motor Truck Service
 - 28. [Symbol] Water Truck Service
 - 29. [Symbol] Water Service
 - 30. [Symbol] Sewer Service
- * ALL OLD WATER SERVICE CONNECTIONS
 HAVE BEEN CUT OFF EXCEPT THOSE MARKED WITH

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 8
APN: 006-002-035

SUBJECT: APPROVE REQUEST TO RECONNECT A SUB-STANDARD PARCEL (APN: 006-002-035 – PADDOCK)

RECOMMENDED ACTION: Approve

BACKGROUND AND/OR HISTORY:

The parcel noted above has been disconnected from OID service for many years. The 9.85 acre parcel was recently purchased by Ken Paddock. He has plans install a horse arena with irrigated pasture, and therefore wishes to reconnect the parcel at this time. Since the parcel is less than 10 acres, it is considered substandard and requires Board approval to connect. The proposed delivery point is an existing private ditch off the Crouch Lateral that crosses the property to irrigate a parcel to the south. Mr. Paddock is aware that he will be responsible for the costs to add a measurement device to the existing turnout as a condition of the reconnection process. The proposed irrigation connection has been reviewed by Water Operations Department staff and, as it is not anticipated to negatively impact OID operations; staff recommends approval of the owner's request for a reconnection.

FISCAL IMPACT: A fee has been collected to cover all District costs.

ATTACHMENTS:

- Project Site Map

Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:

State Highway 120

Pioneer Avenue

Crouch Lateral

Right of Way Easement

006-001-043

006-001-044

006-001-035

006-001-037

006-001-036

006-001-046

006-001-045

006-001-038

006-001-039

006-001-050

006-001-064

006-001-049

006-001-077

006-001-078

Crouch Lateral

20' 87-117637

35' x 675'
86-029070

PROJECT SITE
006-002-035

5-A
006-002-008

02-002

002-061

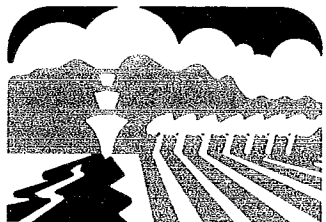
006-002-060

006-002-034

006-002-008

006-002-011

006-002-013



OAKDALE IRRIGATION DISTRICT
1205 EAST F STREET
OAKDALE CALIFORNIA 95361

PROJECT SITE MAP
PROPOSED RECONNECTION



DATE: June 27, 2016
DRAWN BY: ECS
CHECKED BY: ECT

APN: 006-002-035

NOT TO SCALE
SHEET 1 of 1



AGENDA ITEMS ACTION CALENDAR

BOARD MEETING OF JULY 5, 2016

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 9
APN: N/A

SUBJECT: REVIEW AND TAKE POSSIBLE ACTION ON DONATION REQUEST OF OAKDALE SENIOR CITIZENS FOUNDATION

RECOMMENDED ACTION: Board Discretion

BACKGROUND AND/OR HISTORY:

The District received a Community Donation Application from Oakdale Senior Citizens Foundation requesting a \$2,500 donation. The Oakdale Senior Citizens Foundation is a major supporter of Gladys L. Lemmons Senior Center in Oakdale.

Lynn Robinson, President of the Oakdale Senior Citizens Foundation will be present to answer any questions.

FISCAL IMPACT: None

ATTACHMENTS:

Board Motion:

Motion by: _____ **Second by:** _____

VOTE

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:



RECEIVED

JUN 22 2016

OID COMMUNITY DONATION APPLICATION

OAKDALE ID

The Oakdale Irrigation District allocates a budgeted amount each year for community service purposes to non-profit, non-political groups operating within the OID water service area and benefiting OID customers. In return for the donation, the OID must receive some form of promotion or recognition for their participation, including but not limited to a sign or posting or advertisement that will be seen by other OID customers.

The OID does not donate labor or equipment except as approved by its Board of Directors.

Organizations submitting a community service application for the first time are asked to provide a list of their Board members and a description of the organization.

Date of Application: 6-21-16

Requesting Organization: Oakdale Senior Citizens Foundation

Mission or Purpose of the Organization: Provides major support for Gladys L Lemmons Senior Center in Oakdale

Federal Tax Identification: # 77-0533636

Is this Organization Exempt from Reporting: Yes No

Contact Person: Lynne Robinson

Address: 1350 E C St, Oakdale, CA 95361

Telephone: Day 209-845-1517 Evening 209-845-1517

Position within Organization: President

Event, Program or Purpose for which Donation will be used: (see attachment)
To help pay for refurbishment of furniture
used by the senior community throughout the center

Event Date: NA Time: _____ Location: _____

Expected Number of People who will attend or be involved in the Event: _____

Amount of Donation being Requested: \$2,500

How will District participation be recognized? Annual Senior Recognition Dinner,
Newspaper article, Recognized in Community Center
Newsletter, Posted at the Senior Center (23,481 registrants in 2015)

OAKDALE SENIOR CITIZENS FOUNDATION

450 East A Street, Oakdale, CA 95361 - 209.845.3566

DATE: JUNE 21, 2016

TO: OAKDALE IRRIGATION DISTRICT

FROM: OAKDALE SENIOR CITIZENS FOUNDATION

RE: OID COMMUNITY DONATION REQUEST

The Gladys L. Lemons Senior Center was opened by the City of Oakdale in 1998. Costs for construction, \$800,000 dollars, came from the City in the form of redevelopment funds. One caveat was that none of this money could be used for furnishings, kitchen appliances or other amenities.

A group of citizens came together and raised \$55,000 dollars to provide these needed items. In 1999 The Oakdale Senior Citizens Foundation was formed and duly recognized by the Internal Revenue Service as a non-profit corporation.

Since the original formation the Foundation has raised tens of thousands of dollars to support the Center. We come here today to ask the Oakdale Irrigation District to help us raise \$7,500 for the purpose of refurbishing the furniture that was originally purchased in the year 2000.

Our request is for \$2,500, the remainder of the necessary funds will be raised from other local sources and individual donations.

We appreciate and thank you for your consideration.

In support of the Gladys L. Lemmons Senior Community Center which provides a wide variety of programs and services for the senior community: Leisure Activities, Educational Opportunities, Nutritional Lunch, Health/wellness/fitness Programs, Information Assistance, Social Events, Art/Craft Classes, Trips, Computer Classes, Movies, Volunteer Opportunities, and Monthly Newsletter. Programs and services are available to all seniors 55 and over. Operating hours: Monday through Friday, 8:00 am to 4:00 pm

BOARD AGENDA REPORT

Date: July 5, 2016
Item Number: 10
APN: N/A

SUBJECT: REVIEW AND TAKE POSSIBLE ACTION ON AUTHORIZING THE GENERAL MANAGER TO SELECT AND EXECUTE A CONTRACT FOR UNDERWRITING, BOND COUNSEL, AND INDEPENDENT PUBLIC FINANCIAL ADVISOR SERVICES FOR A POTENTIAL ADVANCE REFUNDING OF THE DISTRICT SERIES 2009 CERTIFICATES OF PARTICIPATIONS

RECOMMENDED ACTION: Board discretion

BACKGROUND AND DISCUSSION:

In May 2016, staff meet with Wells Fargo Securities on the refunding the District's Certificates of Participation. At that time the market was favorable, and today the market is even more favorable.

Typically the worthwhileness of a refunding is a minimum of a 3% present value savings (NPV) of the principal amount of the Refunding Certificates as well as the principal amount of the Certificates being refunded. Today, if the District were in the position to advance refund the present value savings would be 20.78%.

Attached is the proposal submitted by Mr. Michael Engelbrecht, Wells Fargo Securities, for the Board's consideration. Mr. Engelbrecht will be present to answer any questions.

If the Board were in favor of the advanced refunding, one of the first steps to begin preparing for a refunding of bonds is to retain the services of a public financing team consisting of an underwriter, bond counsel, and an independent public financial advisor.

Underwriter – Wells Fargo Securities

- Structure, market, and purchase the issue;
- Prepare analysis and assist in responding to questions during phases of the advance refunding process;
- Provide service necessary for the completion of financing;
- Prepare proforma cash flows and other quantitative analysis;
- Provide ongoing information to District staff and finance team regarding the status of financing; and
- Prepare materials and participate in presentations to rating agencies.

Bond Counsel – Nossaman, LLP

A Bond Counsel will provide the necessary legal services to issue the Bonds, including but not limited to:

- Providing an objective legal opinion with respect the authorization and issuance of debt obligations and whether interest paid is tax-exempt under federal and/or state regulations;
- Prepares authorizing documents and any other documents needed in connection with the issuance of the Bonds;
- Reviews use of proceeds to ensure compliance with applicable state and/or federal law and regulations;

- Prepares all documents and materials necessary to comply with all applicable “continuing disclosure” requirements for transactions;
- Participates in activities associated with rating agency and/or bond insurer reviews;
- Offers continuing legal advice, as needed, on issues related to the sale of the Bonds, any issues that arise post-sale, the trustee administration of obligations, and in particular, any actions necessary to ensure that interest will continue to be tax-exempt, arbitrage requirements; and
- Provides other legal opinions or advise as required.

Independent Public Finance Advisor

An independent public financial advisor that has no affiliation with any underwriter or investment banking firm and acts solely on behalf of the issuer of the bonds. The key role of an independent financial advisor is to serve as an advocate for the issuer and provide the issuer with the information necessary to make intelligent, informed decisions. Public agencies often use a financial advisor to:

- Prepare financing plans and studies;
- Develop transaction structuring options;
- Coordinate the bond issuance process;
- Serve as an issuer’s “Bond Market” expert; and
- Provide pre- and post-pricing analyses

FISCAL IMPACT: Potential NPV \$5.8 million or 20.78%

ATTACHMENTS:

- Proposal

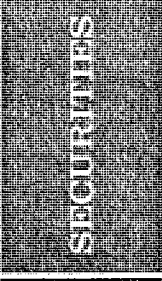
Board Motion:

Motion by: _____ **Second by:** _____

VOTE:

Webb (Yes/No) Doornenbal (Yes/No) Osmundson (Yes/No) Altieri (Yes/No) Santos (Yes/No)

Action(s) to be taken:



Financing Discussion for: Oakdale Irrigation District

July 5, 2016




Together we'll go far




Wells Fargo - Leader in California Water Financing


Los Angeles Department of Water & Power
 \$628,615,000
 Water Revenue Bonds
Senior Manager
 April 2016




Santa Clara Valley Water District
 \$149,390,000
 Water Revenue Bonds
Senior Manager
 March 2016




Kern County Water Agency
 \$88,900,000
 Water Revenue Bonds
Sole Manager
 March 2016




Calleguas Municipal Water District
 \$27,585,000
 Water Revenue Bonds
Sole Manager
 March 2016




Antelope Valley - East Kern Water Agency
 \$71,090,000
 Water Revenue Bonds
Sole Manager
 March 2016




City of San Diego
 \$403,280,000
 Revenue Bonds
Senior Manager
 March 2016




Water Replenishment District of Southern California
 \$148,345,000
 Water Revenue Bonds
Senior Manager
 December 2015



Metropolitan Water District of Southern California
 \$188,900,000
 Water Revenue Bonds
Sole Manager
 July 2015



North Kern Water Storage District
 \$12,200,000
 Water Revenue Bonds
Sole Manager
 July 2015




California Negotiated Water Rankings (2016 YTD)


Rank	Firm	Par	Mkt. Share	# of Issues
1	Wells Fargo & Co	\$1,268.9	48.0	9
2	J P Morgan Securities LLC	283.7	10.7	7
3	Bank of America Merrill Lynch	267.7	10.1	6
4	Citi	237.3	9.0	3
5	Barclays	220.9	8.4	3
6	RBC Capital Markets	200.0	7.6	1
7	Stifel Nicolaus & Co Inc	83.6	3.2	4
8	Hilltop Securities	36.8	1.4	1
9	Fidelity Capital Markets	26.1	1.0	1
10	Raymond James	11.2	.4	1

Source: SDC; Negotiated Long-term Municipal New Issues 1/1/2016 - 5/10/2016


Kern Delta Water District
 \$5,000,000
 Water Revenue Bonds
Sole Manager
 March 2015



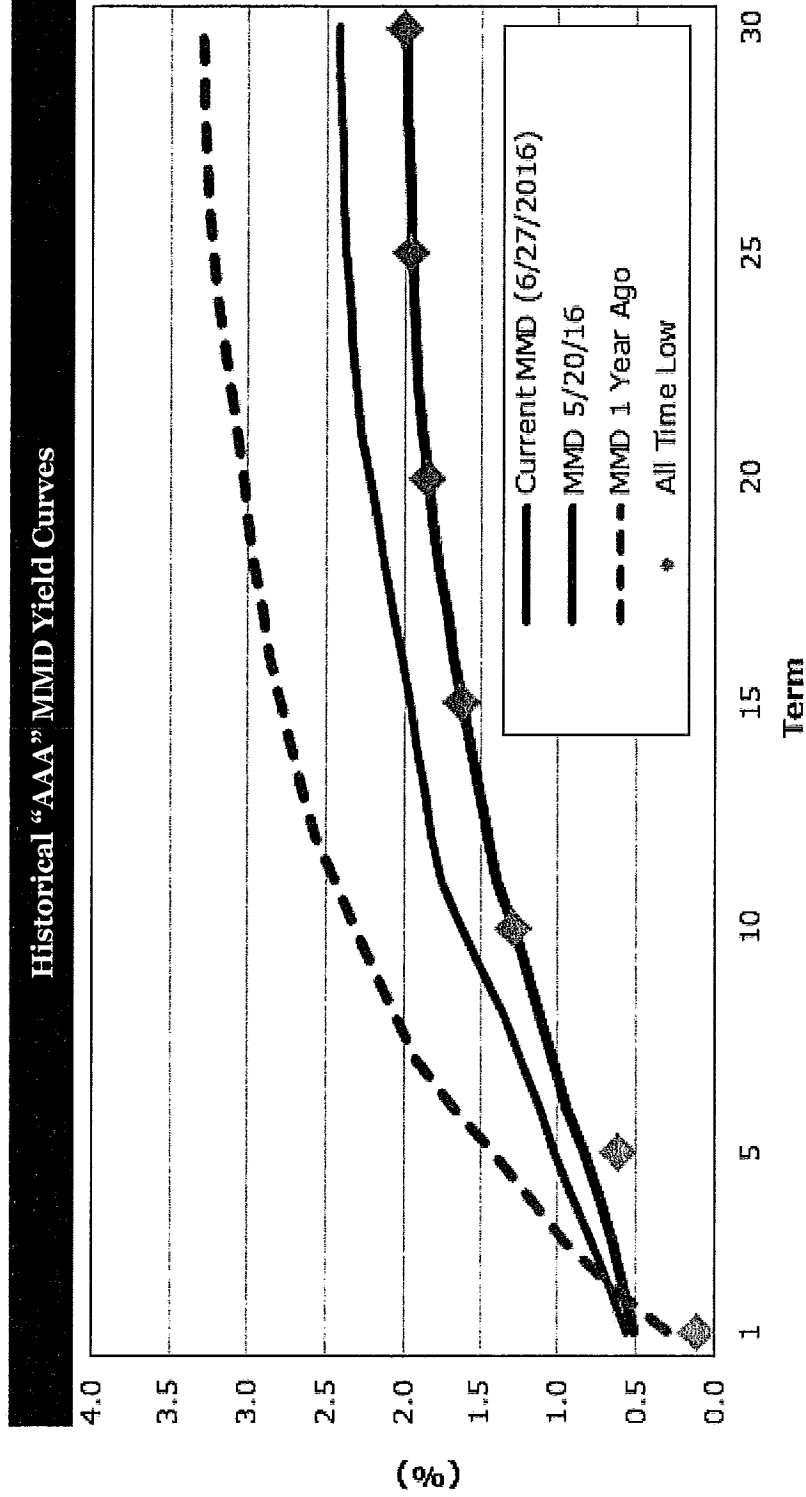
Semitropic Water Storage District
 \$45,000,000
 Water Revenue Bonds
Sole Manager
 February 2015



East Bay Municipal Utility District
 \$128,300,000
 Water Revenue Bonds
Senior Manager
 May 2014



Tax-Exempt Rates Near All-Time Lows



⁶Source: Bloomberg and Thomson Reuters
 *Rates as of 6/27/2016, preliminary and subject to change

Refunding Opportunity

- District's Series 2009 COPs
 - \$28,640,000 outstanding
 - First optional call date is 8/1/2019
- District can advance refund the Series 2009 COPs to lock-in debt service savings available due to current market conditions.
- Series 2016 Refunding Bonds would fund an escrow account to pay the Series 2009 debt service and call the COPs in 2019
- The District would no longer be liable for the Series 2009 COPs debt service
- The District's sole obligation would be to pay the debt service on the Series 2016 Refunding Bonds

Preliminary Refunding Analysis

	Outstanding 2009 COPs	Proposed 2016 Refunding Bonds 05/19/16 06/27/16
Par Amount	\$28,640,000	\$23,810,000
Debt Service Reserve Fund	\$2,149,150	none
Final Maturity	8/1/2039	8/1/2038
Total Debt Service	\$46,732,658	\$39,686,400
Avg. Annual Debt Service	\$2,125,290	\$1,803,927
\$ NPV Savings		\$5,812,864
% NPV Savings		20.78%

*Rates as of 5/19/16 and 6/27/2016 preliminary and subject to change. Assumes "AA" rating. PV Savings calculated to at the Arbitrage Yield

Preliminary Debt Service Savings

Year	Outstanding 2009 COPs			Net Debt Service
	Gross Debt Service	Reserve Fund Contributions	Net Debt Service	
2017	\$2,146,688	\$21,492	\$2,125,196	
2018	2,144,088	21,492	2,122,596	
2019	2,145,488	21,492	2,123,996	
2020	2,145,688	21,492	2,124,196	
2021	2,147,750	21,492	2,126,259	
2022	2,147,313	21,492	2,125,821	
2023	2,144,288	21,492	2,122,796	
2024	2,147,488	21,492	2,125,996	
2025	2,148,925	21,492	2,127,434	
2026	2,147,738	21,492	2,126,246	
2027	2,148,925	21,492	2,127,434	
2028	2,147,225	21,492	2,125,734	
2029	2,147,638	21,492	2,126,146	
2030	2,144,900	21,492	2,123,409	
2031	2,145,875	21,492	2,124,384	
2032	2,148,000	21,492	2,126,509	
2033	2,146,000	21,492	2,124,509	
2034	2,144,875	21,492	2,123,384	
2035	2,144,350	21,492	2,122,859	
2036	2,149,150	21,492	2,127,659	
2037	2,148,725	21,492	2,127,234	
2038	2,148,075	21,492	2,126,584	
2039	2,146,925	2,170,642	-23,717	
	\$49,376,113	\$2,643,455	\$46,732,658	

Year	Preliminary Refunding Analysis		
	5/19/2016	6/27/2016	Savings
	\$1,856,550	\$1,796,950	\$328,246
	1,856,600	1,802,750	319,846
	1,859,200	1,801,150	322,846
	1,855,600	1,803,550	320,646
	1,861,000	1,804,750	321,509
	1,857,250	1,802,250	323,571
	1,856,750	1,803,000	319,796
	1,859,250	1,806,750	319,246
	1,859,500	1,808,250	319,184
	1,857,500	1,807,500	318,746
	1,858,250	1,804,500	322,934
	1,861,500	1,804,250	321,484
	1,857,000	1,806,500	319,646
	1,855,000	1,801,000	322,409
	1,855,250	1,803,000	321,384
	1,857,500	1,807,000	319,509
	1,856,500	1,802,750	321,759
	1,857,250	1,800,500	322,884
	1,854,500	1,800,000	322,859
	1,863,250	1,806,000	321,659
	1,857,750	1,808,000	319,234
	1,858,500	1,806,000	320,584
	\$40,871,450	\$39,686,400	\$7,046,258
			-23,717
			\$5,861,208

*Rates as of 5/19/16 and 6/27/2016 preliminary and subject to change. Assumes "AA" rating. PV Savings calculated to at the Arbitrage Yield Series 2009 COPs Debt Service Reserve Fund earnings projected at 1%

Moving Forward

- Prepare 2016 Refunding Bonds legal documents and Official Statement
- Meet with rating agency to obtain rating for the refunding bonds
- Seek final Board approval
 - Resolution to issue Refunding Bonds (savings threshold)
 - Approve legal documents and Official Statement
- Sell Refunding Bonds and lock-in savings
- Close Refunding Bonds transaction

Disclosure

This document and any other materials accompanying this document (collectively, the "Materials") are provided for general informational purposes only. By accepting any Materials, the recipient acknowledges and agrees to the matters set forth below.

Wells Fargo Securities ("WFS") is providing these Materials to you for discussion purposes only in anticipation of serving as an underwriter or placement agent (collectively referred to herein as "underwriter") to you. In our capacity as underwriter or placement agent, our primary role would be to purchase securities from you (or the issuer in the case of a conduit transaction) for resale to investors, or arrange for the placement of securities with investors on your behalf, in an arm's length commercial transaction between you and WFS in which WFS would be acting solely as a principal or agent, as applicable. (Please be advised the term "placement agent" does not imply any agency or fiduciary relationship).

WFS is acting for its own interest and has financial and other interests that differ from yours. WFS is not acting as a municipal advisor or financial advisor, and has no fiduciary duty, to you or any other person pursuant to Section 15B of the Securities Exchange Act of 1934. The information in the Materials is not intended to be and should not be construed as "advice" within the meaning of Section 15B of the Securities Exchange Act of 1934. WFS is not expressing an opinion or providing any advice or recommendation about whether or not you should enter into any swap transaction in this presentation nor in any conversation between you and WFS with respect to the materials addressed in this presentation. WFS will not have any duties or liability to any person or entity in connection with the information being provided in the Materials. You should consult with your own financial and/or municipal, legal, accounting, tax, and other advisors, as applicable, to the extent you deem appropriate. If you would like a municipal advisor that has legal fiduciary duties to you, you are certainly free to engage a municipal advisor to serve in that capacity. Furthermore, please be advised that the information contained in the Materials does not constitute accounting or legal advice.

Transactions referenced in the Materials which are attributed to Wells Fargo or to WFS may include transactions executed by a Wachovia Corporation or Wells Fargo & Company ("WFC") broker/dealer affiliate or by other municipal securities dealers and/or broker/dealers which were acquired by Wachovia Corporation or WFC.

Municipal underwriting and remarketing rankings referenced herein represent combined totals for Wells Fargo Bank, N.A. Municipal Products Group ("WFBNA MPG") and Wells Fargo Securities, LLC ("WFSLLC"). Municipal commercial paper rankings referenced herein represent totals for WFSLLC. Source information for any ranking information not otherwise provided herein is available on request.

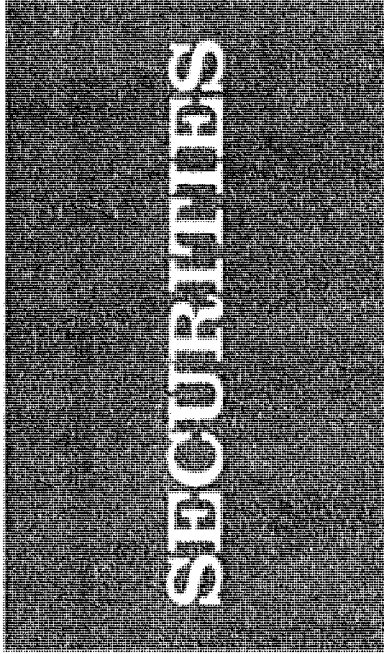
WFS distributes municipal securities to institutional investors primarily through WFBNA MPG and Wells Fargo Securities, LLC ("WFSLLC"). Distribution to middle market clients is provided primarily through WFSLLC. Retail distribution is primarily provided by Wells Fargo Advisors, which is the trade name used by Wells Fargo Advisors, LLC ("WFA") and Wells Fargo Advisors Financial Network, LLC ("WFAFN"), two non-bank separate registered broker-dealers (members FINRA and SIPC). WFSLLC, WFBNA MPG, WFA, and WFAFN are affiliates and are each wholly owned subsidiaries of WFC.

In the event that the Materials include information related to a bank-purchased bond transaction ("Direct Purchase"), please be advised that Direct Purchase is a product offering of Wells Fargo Bank, N.A. ("WFBNA") or a subsidiary thereof ("Purchaser") as purchaser / investor. WFS will not participate in any manner in any Direct Purchase transaction between you and Purchaser, and Wells Fargo employees involved with a Direct Purchase transaction are not acting on behalf of or as representatives of WFS. The information contained herein regarding Purchaser's Direct Purchase is being provided to you by WFS only for purposes of providing you financing alternatives that may be available to you from Wells Fargo & Company and its affiliates. Information contained in this document regarding Direct Purchase is for discussion purposes only in anticipation of engaging in arm's length commercial transactions with you in which Purchaser would be acting solely as a principal to purchase securities from you or a conduit issuer, and not as a municipal advisor, financial advisor or fiduciary to you or any other person or entity regardless of whether Purchaser, or an affiliate has or is currently acting as such on a separate transaction. Additionally, Purchaser has financial and other interests that differ from your interests. Purchaser's sole role with respect to the Direct Purchase would be to purchase securities from you (or the issuer in the case of a conduit transaction). Any information relating to a Direct Purchase transaction is being provided to you pursuant to and in reliance on the "bank exemption" under the municipal advisor rules ("Muni Advisor Rules") of the Securities and Exchange Commission ("SEC") or the SEC's guidance in its Registration of Municipal Advisors Frequently Asked Questions and Answers dated May 19, 2014 and the general information exclusion to advice under the Muni Advisor Rules.

In the event that the information contained herein includes savings threshold levels, please be advised that WFS is not recommending nor providing advice regarding which maturities should be refunded by you.

See additional important disclosures at the end of this presentation.

Disclaimer



Disclosures (Continued):

The Materials do not constitute an offer to sell or a solicitation of an offer to buy, or a recommendation or commitment for any transaction involving the securities or financial products named or described herein, and are not intended as investment advice or as a confirmation of any transaction. Assumptions stated herein may or may not be valid. Externally sourced information contained in the Materials has been obtained or derived from sources we reasonably believe to be reliable, but WFS makes no representation or warranty, express or implied, with respect thereto, and does not represent or guarantee that such information is accurate or complete. Such information is subject to change without notice and WFS accepts no responsibility to update or keep it current. WFS does not assume or accept any liability for any loss which may result from reliance thereon. WFS and/or one or more of its affiliates may provide advice to other persons or may from time to time have proprietary positions in, or trade as principal in, any securities or other financial products that may be mentioned in the Materials, or in derivatives related thereto.

Notwithstanding anything to the contrary contained in the Materials, all persons may disclose to any and all persons, without limitations of any kind, the U.S. federal, state or local tax treatment or tax structure of any transaction, any fact that may be relevant to understanding the U.S. federal, state or local tax treatment or tax structure of any transaction, and all materials of any kind (including opinions or other tax analyses) relating to such U.S. federal, state or local tax treatment or tax structure, other than the name of the parties or any other person named herein, or information that would permit identification of the parties or such other persons, and any pricing terms or nonpublic business or financial information that is unrelated to the U.S. federal, state or local tax treatment or tax structure of the transaction to the taxpayer and is not relevant to understanding the U.S. federal, state or local tax treatment or tax structure of the transaction to the taxpayer.

Any opinions or estimates contained in the Materials represent the judgment of WFS at this time, and are subject to change without notice. Interested parties are advised to contact WFS for more information.

IRS Circular 230 Disclosure:

To ensure compliance with requirements imposed by the IRS, we inform you that any statements or information regarding tax matters contained in the Materials does not constitute tax advice and shall not be used for the purpose of (i) avoiding tax penalties or (ii) promoting, marketing or recommending to another party any transaction or matter addressed herein.

If you have any questions or concerns about the disclosures presented herein, you should make those questions or concerns known immediately to WFS.



DISCUSSION ITEMS

BOARD MEETING OF JULY 5, 2016

DISCUSSION ITEM

Date: July 5, 2016
Item Number: 11
APN: N/A

SUBJECT: DISCUSSION/PRESENTATION ON THE IMPENDING RELEASE OF THE STATE WATER RESOURCES CONTROL BOARD'S UNIMPAIRED FLOW STANDARD

BACKGROUND AND DISCUSSION:

We have been advised that the State Water Resource Control Board will be releasing its Substitute Environmental Document for the Bay-Delta Water Quality Control Plan Update on July 15th. This will contain the new unimpaired flow standard for the San Joaquin River. While we have much anticipation about the contents of this document we are not optimistic as to its impacts to ag.

In preparation for that release the GM will provide a presentation on the last Unimpaired Flow Standard that was released and review those impacts with the Board.

ATTACHMENTS: None

Board Comments:



COMMUNICATIONS

GENERAL MANAGER'S REPORT – Attached
WATER OPERATIONS REPORTS – None Attached
WATER COUNSEL'S REPORT – None Attached
COMMITTEE REPORTS – None Attached
DIRECTORS' COMMENTS/SUGGESTIONS – None Attached

BOARD MEETING OF JULY 5, 2016

**GENERAL MANAGER'S REPORT
JULY 5, 2016**

Safety Activities

1. OID has gone 520 days without a lost time injury accident.

Administration Activities

1. Engaged nearly full time in legal matters pertaining to OID.
2. Preparing for the release of the Unimpaired Flow Standard.
3. Commenting on WaterFix correspondence with SJTA.
4. Court on June 30 for TRO hearing against Directors Santos and Altieri.
5. Presentation to the California Farm Water Coalition regarding the UIF Standard.

Legal Activities

1. Agee vs OID: Plaintiffs (Agee) lost in Superior Court. OID has filed a suit to recoup its attorney's fees. Waiting for hearing date to be set by the court.
2. OID is involved in a test claims case against the State of California's issuance of unfunded mandates, i.e. SBx7-7. The group is evaluating next steps after having a negative ruling by the court. Working with CSDA on next steps.
3. OID/SSJID vs the State Water Resources Control Board; this case is over the legal ability of the SWRCB to issue curtailment orders over senior water right holders, as was done in 2015.
 - a) Curtailment notice was outside the SWB's jurisdiction by regulating pre-1914 rights.
 - b) Curtailment notice violates the due process rights of curtailed parties
 - c) Curtailment notice violates the rules of water right priority
 - d) Curtailment notice was a decision not supported by substantial evidence; it was arbitrary and capricious
 - e) Curtailment amounts to a taking of property
 - f) Curtailment will result in an unreasonable use of water
 - g) Curtailment notice amounts to an unauthorized amendment to the water quality control plan
4. OGA/Brichetto/Frobose Lawsuit:
 - a) A CEQA suit was filed by parties claiming injury if OID's On-Farm Conservation Funding Program Pilot Project is allowed to be implemented. OID successfully defeated a TRO action by the Plaintiffs, OGA, Louis Brichetto and Bob Frobose, however after receiving a favorable Tentative Ruling on the Preliminary Injunction the court reversed its decision and granted in favor of Plaintiffs. The OID will be looking at options on moving forward with litigation and other matters in Closed Session today.
 - b) OID General Counsel filed a Motion for TRO and Preliminary Injunction to preclude Directors Santos and Altieri from participating in strategy discussions in Closed Session regarding the Brichetto lawsuit as a result of court determined conflicts. A favorable ruling by the Court in granting the TRO was made June 30th, Thursday.
 - c) A Motion to Dissolve the Preliminary Injunction was submitted this week requiring the court to set a bond or to dismiss the case in its entirety.
 - d) A Mandatory Settlement Conference is scheduled for mid-July. No firm date yet.

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. Started to conduct CPR/First Aid/AED training to OID staff.
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. Requested bids for the budgeted items of the DSO trucks and tilt-bed trailers approved in the 2016 budget. Upon closing of the bids staff will review and present to the Board for award. Currently working on specifications and bid packages for additional items included in the 2016 budget.
6. Conducting misc. landowner meetings in regards to capital projects and maintenance issues.
7. OID Pest Dept. continues to conduct magnacide applications to OID facilities to reduce aquatic growth issues.
8. Posted in-house for two (2) C&M Workers due to vacancies. In-house applications have been received and are currently being reviewed.
9. Assisted Water Ops. with the issue on the Knights Ferry Town Pipeline.
10. Fields Ranch – Staff is working with Mr. Fields in regards to another project on the North Main Canal to rehabilitate a portion of the canal downstream of the last project. Staff will be preparing a discussion item for the Board in the near future.

Water Operations Activities

Engineering

1. Continued to process Encroachment and Ag Discharge Agreements along with field inspection during installation of the associated facilities.
2. Staff continued to prepare and process several 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.
3. Staff review of the comments from the ACOE on the draft easement documents for the proposed tunnel as well as the 2-Mile Bar access road has been completed. Consultation with the ACOE is ongoing to work towards final execution.
4. Several contracts for ET monitoring stations within various crops were executed and multiple stations have been installed and are actively collecting data as part of the 2016 ETAW monitoring and measurement program.
5. The next ESJGB meeting is scheduled for June 13th before the start of the GW 101 workshop and luncheon from 12 pm to 2 pm at the Cabral Ag Center in Stockton.
6. The next STRGBA meeting is scheduled for June 14th immediately following the next TAC meeting at the Stanislaus Co. Farm Bureau offices.
7. The draft data submittal for the Additional Annexations and Fringe Annexations has been provided to LAFCO staff. Some comments and questions from LAFCO staff were received and addressed. These items are anticipated to be considered for approval at the August LAFCO meeting.
8. Staff completed its review of revised draft City of Oakdale out of boundary service agreement with OID on behalf of ID 41. A few additional comments and questions were provided for the City's consideration.

Ag Water

1. Installation of a new SCADA tower on the southeast side of the District will begin soon to establish radio communication to several sites in the area for integration into OID's existing SCADA system.
2. The first round of volumetric billing up to May 31st was issued. Staff has been fielding water operations questions (i.e. flow measurement, hours, flow rate, etc.) over the last few weeks.
3. Announcements of grant application awards which include OID's application for the TCC Expansion Project are anticipated any day now.
4. The Knights Ferry town pipeline which provides water to the water treatment plant had to be shut down and the river pumps activated after low pressure was reported at the plant. Upon investigation air lock was determined to be the culprit. A total of two air vents have now been installed at high point in the pipeline to prevent a reoccurring issue moving forward. Unfortunately, a blow out on the pipeline occurred when it was placed back into service again on June 29th. C&M is working diligently on repairs.
5. The eighth rotation started on or about July 2nd. This is a 12-day rotation and is anticipated to be followed by another 12-day rotation starting on or about July 14th.

Water Utilities

1. Improvement District No. 41:
 - Pumping Station No. 3 remains out of service due to high turbidity issues.
2. Domestic Water Pumping Stations:
 - Monthly Coliform Bacteria samples were taken on Wednesday June 1st. No problems were detected.
3. Domestic Water Systems:
 - All water systems are operating without restrictions.
 - Performed quarterly blow-off valve exercising.
 - WUD has continued to test all backflow devices in accordance with our Cross Connection Control Policy.
 - Conducted inspections of all well head seals and continuing to replace them as needed.
4. On-Call Activities:
 - There were no call outs to report.
5. Knights Ferry Pumping Station:
 - On June 23rd the Knights Ferry Pump Station was reactivated and placed back onto river water.
6. 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.



CLOSED SESSION ITEMS

BOARD MEETING OF JULY 5, 2016