



**MINUTES OF THE  
BOARD OF DIRECTORS MEETING  
OF THE TURLOCK IRRIGATION DISTRICT**

Turlock, California  
10 January 2017

The meeting of the Board of Directors of the Turlock Irrigation District was called to order at 9:00 a.m. in regular session on the 10<sup>th</sup> day of January 2017. Present were: Directors Joe Alamo (President), Charles Fernandes (Vice-President), Michael Frantz (Secretary), Rob Santos and Ron Macedo, General Manager Casey Hashimoto and Executive Secretary to the Board Tami Wallenburg.

**SALUTE TO THE FLAG**

**MOTION APPROVING CONSENT CALENDAR**

Moved by Director Macedo, seconded by Director Fernandes, that the consent calendar consisting of the following be approved:

- A. Minutes of the regular meeting of December 13, 2016.
- B. Demands against the District represented by check numbers 358897 to 359540 in the amount of \$24,537,041.60.

All voted in favor with none opposed. The President declared the motion carried.

**WEEKLY UPDATES**

Bill Bacca, Trading and Scheduling Division Manager, reviewed operations for the week of December 30-January 5. The daily system peak, including partial required sales, reached 320.0 megawatts on January 3. The load was met with TID Hydro and thermal generation, short and long-term firm, renewables and spot purchases. Total renewables of TID retail energy sales plus losses were at 19 percent. The Tuolumne Wind Project (TWP) generated 4,895 MWh's during this time period at the Willis Substation. Natural gas prices at Pacific Gas & Electric Company's Citygate were \$3.90/mmBTU. Electric operations for this period show Walnut Energy Center was fully operational with Unit 2 off line for economics December 30-31, Boardman was online, Almond ran one day for operations, Don Pedro Unit 3 was out of service December 5 through January 5 and DP 4 remains out of service until further notice.

Jason Carkeet, Utility Analyst, reported on current water conditions. Accumulated precipitation measured at the three mountain stations in the Tuolumne River watershed from September 1, 2016 to present total 25.33 inches, or 174 percent of normal to date. Computed natural flow is averaging 9,080 cfs. San Francisco reservoirs contain 541,940 acre-feet. Don Pedro contains 1,620,464 acre-feet. Average combined releases are at 5,965 cubic feet per second with 593 cfs going to TID, 354 cfs to Modesto Irrigation District, and the remaining

5,017 cfs going to the Tuolumne River. Don Pedro Water Bank is at 570,000 acre-feet and Turlock Lake contains 10,490 acre-feet of water. Several staff members met on Monday morning to review current river flows and Don Pedro elevation statistics after the weekend storm. He commended several staff members from various departments for working so hard in preparation for the anticipated storm. Several board members also commended staff for a job well done in keeping the board up to date so they could address any concerns expressed by customers as needed. Mr. Carkeet answered several questions by the board regarding projected precipitation over the next couple of weeks and how staff plans to handle the increased flow as well as snow run-off.

## **DISCUSSION REGARDING PROPOSED POWER SUPPLY AGREEMENT**

AGM Power Supply Brian Lafollette commended staff for their diligence in overcoming a number of hurdles in reaching the final proposed power supply agreement with Merced Irrigation District. He reviewed several key principles noting the agreement is mutually beneficial to both agencies. After further discussion and questions by the board members, the following action was taken:

### **RESOLUTION NO. 2017 - 1**

#### **RESOLUTION APPROVING THE POWER SUPPLY AGREEMENT BETWEEN MERCED IRRIGATION DISTRICT AND TURLOCK IRRIGATION DISTRICT**

WHEREAS, Turlock Irrigation District (TID) desires to provide full requirements energy service to Merced Irrigation District for all customers residing within the TID Balancing Authority Area; and

WHEREAS, Merced Irrigation District desires to purchase full requirements energy service from Turlock Irrigation District for customers residing within the TID Balancing Authority Area.

NOW, THEREFORE BE IT HEREBY RESOLVED by the Board of Directors of the Turlock Irrigation District that:

1. The proposed form of the Power Supply Agreement between Turlock Irrigation District and Merced Irrigation District is hereby approved.

2. The General Manager and the Assistant General Manager of Power Supply singly, are hereby authorized and directed to execute and deliver, for and on behalf of the District, the Agreement in substantially the same form and with such changes as shall be approved by the Assistant General Manager of Power Supply, with the advice of the FERC Counsel of the District, such approval to be conclusively evidenced by the execution and delivery thereof.

3. The Director of Energy Markets and Assistant General Manager of Power Supply, singly, are hereby directed to administer this Agreement on behalf of the District and to do and cause to be done any and all acts and things necessary or convenient to assure the reliable and

economic delivery of energy to Merced Irrigation District and carry out the purposes and intent of the Power Supply Agreement and this resolution.

Moved by Director Santos, seconded by Director Frantz, that the foregoing resolution be adopted.

Upon roll call the following vote was had:

Ayes: Directors Fernandes, Santos, Frantz, Macedo, Alamo  
Noes: Directors None  
Absent: Directors None

The President declared the resolution adopted.

### **GENERAL MANAGER’S REPORT**

General Manager Casey Hashimoto had no new items to report.

### **BUSINESS OF THE BOARD**

Director Santos reported on his attendance at the DPRA Steering Committee to discuss rebuild options for the new Visitors Center. Members are focusing on the Fleming Meadows area for the new structure due to it being a more populated area that would bring in more visitors to the center. The committee’s vision for the new center would be a more interactive and educational experience as well as providing historical and environmental information on Hetch Hetchy and both the Turlock and Modesto Irrigation Districts. Director Santos noted this is a collaborative effort among all three agencies and they hope to finalize design plans as quickly as possible.

Director Frantz reported on his attendance at the State Water Resources Control Board (SWRCB) public hearing in Modesto on December 20<sup>th</sup>. He thanked everyone who had a part in getting as many people there as possible to voice their concerns.

Director Alamo also reported on his attendance at the SWRCB public hearing in Sacramento on January 3<sup>rd</sup> as well as Director Macedo and General Manager Casey Hashimoto who were also in attendance.

### **MOTION ADJOURNING TO CLOSED SESSION**

Moved by Director Santos, seconded by Director Frantz, that the Board of Directors adjourn to closed session:

#### **1. Conference with Labor Negotiator**

California Government Code Section 54957.6

Agency Negotiator: Martin Purdy

Employee Organizations: International Brotherhood of Electrical Workers

- 2. Conference with Legal Counsel – Existing Litigation**  
California Government Code Section 54956.9(a)  
Legal Counsel Review of One (1) Existing Case:  
Safeco v. TID, Stanislaus County Superior Court Case No.2000905
  - Mike Kavarian, Water Distribution
  - Joe Fagundes, Legal Counsel
  
- 3. Conference with Legal Counsel – Anticipated Litigation**  
California Government Code Section 54956.9(d)  
Anticipated litigation: one potential case
  - Joe Fagundes, Legal Counsel
  
- 4. Conference with Legal Counsel – Anticipated Litigation**  
California Government Code Section 54956.9(d)  
Anticipated litigation: one potential case
  - Steve Boyd, Director of Water Resources and Regulatory Affairs
  - Art Godwin, Legal Counsel

#### **REPORT OF ACTION TAKEN IN CLOSED SESSION**

The President declared no reportable action was taken in closed session.

#### **MOTION TO ADJOURN**

Moved by Director Fernandes, seconded by Director Santos that the regular meeting of the Board of Directors be adjourned.

The President declared the motion carried.

*Tami Wallenburg*  
**Executive Secretary to the Board of Directors**