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

Turlock, California
6 November 2018

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 6th day of November 2018. Present were: Directors Charles Fernandes (President), Rob Santos (Vice-President), Michael Frantz (Secretary), Joe Alamo 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 Frantz, that the consent calendar consisting of the following be approved:

A. Minutes of the regular meeting of October 30, 2018.
B. Demands against the District represented by check numbers 378475 to 378597, inclusive, in the amount of $4,776,699.29.

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

PUBLIC COMMENT PERIOD

There was none.

PUBLIC HEARING

A public hearing was opened at 9:07 a.m. to receive comments from the public regarding the proposed inclusion into ID No. 05800, known as the West Gratton. Customer Richard Almeida expressed concerns over how many acres were already included in the Improvement District line with too many customers already utilizing the line. He also noted that there have been several issues with Mr. Shaug’s irrigation practices including overflowing the valve and pumping issues. Customer Bart Muller commented that Mr. Shaug did put a necessary pond in so he felt the past issues have been resolved. Hearing no further comments from the public, the hearing was closed at 9:12 a.m. and the following action was taken:

RESOLUTION NO. 2018-54

RESOLUTION OF FINAL ORDER OF THE BOARD OF DIRECTORS OF THE TURLOCK IRRIGATION DISTRICT APPROVING INCLUSION OF ADDITIONAL LAND INTO IMPROVEMENT DISTRICT NO. 05800, KNOWN AS WEST GRATTON
WHEREAS, the Board of Directors of the Turlock Irrigation District on November 6, 2018 at 9:00 a.m., held a public hearing on the petition for inclusion of additional land into Improvement District No. 05800, known as West Gratton, under the provisions of Part 7, Division 11, of the California Water Code.

Based upon the evidence presented at the public hearing, the Board finds:

1. All of the landowners of the parcel described in attached Exhibit A to be included have signed a petition for inclusion and have properly filed the petition with the Board. The petition is incorporated herein by reference.

2. The District's Water Resources Administration, in accordance with a Board resolution, has properly prepared a Report of Survey of the proposed inclusion, an Estimate of the Cost of the Inclusion, and the Statement of Proposed Charge for inclusion into the improvement district.

3. Proper and timely notice of the public hearing was given in accordance with California Water Code Section 23646 and/or the California Constitution.

4. The land, which the Board finds should be included, is described in the attached Exhibit A and incorporated herein by reference.

5. The land to be included within the improvement district will be benefitted by the improvement district facilities.

6. Five Thousand, One Hundred Thirty-Five and 71/100 dollars ($5,135.71) is a just charge, which the landowner must pay as a prerequisite for the land being included into the improvement district, and that land title holder will deposit that amount of money with the Executive Secretary of the Board for payment of that charge before recordation of the Final Order.

7. The Board tabulated the ballots submitted and determined no majority protest exists.

8. The landowners have agreed to pay all future assessments levied upon the land by the Turlock Irrigation District for the maintenance and operation of the improvement district.

9. It will be in the best interests of the Turlock Irrigation District and the improvement district to allow the land described in Exhibit A to be included in the improvement district.

NOW, THEREFORE BE IT HEREBY ORDERED AND DECREED by the Board of Directors of the Turlock Irrigation District that the petition for the inclusion of additional land into Improvement District No. 05800 is hereby approved, and that the lands described in Exhibit A is hereby included within the improvement district.

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

Upon roll call the following vote was had:

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

The President declared the resolution adopted.
WEEKLY UPDATES

Water Distribution Department Manager Mike Kavarian provided a summary of the 2018 irrigation season. Turlock Lake releases totaled 510,773 af for the season, approximately 5,773 af over projections. Water orders for the month of October totaled 5,351 orders, for a total of 55,295 orders taken by the call center during the 2018 season, the highest number on record since 1991. Rented pumps were utilized in specific areas during September and October due to staff not storing additional water. Water spilled to the rivers during the season were at 14 percent. Director Alamo asked if unintended spills could be added to the graph so the Board could get a better understanding of what is happening at the end of the line and Mr. Kavarian agreed to do so during the next irrigation season. The current season officially ended on October 31st so gates were shut down on November 1. Some water does remain in the system at Drop 3 on the Turlock Main Canal and also at Moore Road on the Ceres Main so staff will utilize that until it has been depleted. Mr. Kavarian thanked his staff for their hard work through the season.

Director Alamo left the room due to a conflict of interest on the following proposed action item.

RESOLUTION NO. 2018 - 55
RESOLUTION CALLING FOR PUBLIC HEARING ON PETITION FOR THE FORMATION OF IMPROVEMENT DISTRICT NO. 15900, TO BE KNOWN AS THE DUTCH NUT PUMP

WHEREAS, a Petition for the formation of Improvement District No. 15900 has been properly filed with the Executive Secretary to the Turlock Irrigation District; and

WHEREAS, the Plans and Specifications, Estimate of the Cost of the proposed improvements, Statement of the Proposed Assessments, Statement of Benefit, and Statement of Proposed Operation and Maintenance Assessment have been duly prepared and are on file with the Executive Secretary in the office of the Turlock Irrigation District.

IT IS HEREBY ORDERED that a public hearing on the petition shall be held to determine whether or not the proposed special assessment should be levied and regarding any other matters relating to the proposed formation of Improvement District No. 15900, at 9:00 a.m., on December 18, 2018, in the office of the Board of Directors of the Turlock Irrigation District, 333 East Canal Drive, Turlock, Stanislaus County, California, and that proper and timely notice of the public hearing shall be given in accordance with the California Water Code Section 23646 and California State Constitutional Article XIII.

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

Upon roll call the following vote was had:

Ayes: Directors Santos, Frantz, Macedo, Fernandes
Noes: Directors - None
Absent: Directors - None
Abstain: Director Alamo
The President declared the resolution adopted.

Director Alamo returned to the meeting.

RESOLUTION NO. 2018 - 56

RESOLUTION REAFFIRMING TURLOCK IRRIGATION DISTRICT’S ONGOING COMMITMENT TO DAM SAFETY AND THE EXPECTATION FOR THOSE PARTIES RESPONSIBLE FOR DAM SAFETY

WHEREAS, Turlock Irrigation District (‘TID’) is the Operator of the Don Pedro, La Grange, Turlock Lake, Upper and Lower Dawson, and Hickman dams; and

WHEREAS, Turlock Irrigation District has prepared an Owner’s Dam Safety Program (ODSP) for the Don Pedro, La Grange, Turlock Lake, Upper and Lower Dawson, and Hickman dams per FERC’s guidelines and requirements; and

WHEREAS, the ODSP requires that the Board of Directors annually reaffirm the TID’s ongoing commitment to dam safety and the expectation for those parties responsible for dam safety.

NOW, THEREFORE BE IT HEREBY RESOLVED by the Board of Directors of the Turlock Irrigation District that TID reaffirms its ongoing commitment to dam safety and the expectations for those parties responsible for dam safety as described in the Owner’s Dam Safety Program for the Don Pedro, La Grange, Turlock Lake, Upper and Lower Dawson, and Hickman dams.

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

Upon roll call the following vote was had:

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

The President declared the resolution adopted.

RESOLUTION NO. 2018 - 57

RESOLUTION ADOPTING FISCAL YEAR END CHANGE OF THE PENSION PLAN FROM DECEMBER 31 TO JUNE 30

WHEREAS, the Turlock Irrigation District is required to maintain its accounts in accordance with generally accepted accounting principles as prescribed by Governmental Accounting Standards Board (GASB); and
WHEREAS, the Turlock Irrigation District is required to implement GASB statement No. 84 (GASB 84), which requires the presentation of fiduciary activities that meet certain criteria in the basic financial statements of the Turlock Irrigation District; and

WHEREAS, the Amended and Restated Retirement Plan for Employees and Elective Officers of Turlock Irrigation District (the “Pension Plan”) meets the criteria as described in GASB 84 as fiduciary activities which requires the statement of fiduciary net position and a statement of changes in fiduciary net position to be reported in the basic financial statements of Turlock Irrigation District; and

WHEREAS, due to timing restraints it is necessary to change the fiscal year end of the Pension Plan from December 31 to June 30 in order for the statement of fiduciary net position and a statement of changes in fiduciary net position to be reported in the basic financial statements of Turlock Irrigation District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Turlock Irrigation District that the fiscal year end of the Pension Plan change from December 31 to June 30 is hereby approved.

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

Upon roll call the following vote was had:

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

The President declared the resolution adopted.

MOTION CANCELING THE TURLOCK IRRIGATION DISTRICT
REGULAR BOARD MEETING OF NOVEMBER 13, 2018

Moved by Director Macedo, seconded by Director Santos, that the regular meeting of the Board of Directors of the Turlock Irrigation District scheduled for November 13, 2018, be canceled.

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

RESOLUTION NO. 2018 - 58

RESOLUTION DELEGATING AUTHORITY TO APPROVE
PAYMENT OF TURLOCK IRRIGATION DISTRICT
WARRANTS FROM NOVEMBER 7 THROUGH NOVEMBER 13, 2018

WHEREAS, because the Board of Directors will not hold its regular meeting on November 13, 2018; and
WHEREAS, Water Code Section 24600 states “No claim shall be paid by the treasurer until allowed by the board, and only upon a warrant signed by the president and countersigned by the secretary”; and

WHEREAS, it is in the best interests of the District that the District pay vendors in a timely manner.

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

1. For the period of November 7 through November 13, 2018 only, the Board of Directors delegates to the President and Vice President of the District’s Board of Directors and either of them, the authority to approve claims under Water Code Section 24600 for payment.

2. At the Board of Directors’ regular meeting on November 20, 2018, the Treasurer or the Accounting Department Manager shall report to the Board all claims paid during that period pursuant to this resolution.

Moved by Director Alamo, seconded by Director Macedo, that the foregoing resolution be adopted.

Upon roll call the following vote was had:

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

The President declared the resolution adopted.

LEGISLATIVE UPDATE

Government Affairs Manager Josh Weimer reviewed the 2017-2018 Legislative session with over 5,600 legislative measures being introduced with many impacting the District On the water side, SB 623, SB 844 and SB 845 regarding water taxes was introduced and failed. SB 606 and AB 1668, Making Conservation a Way of Life, and AB 747, a follow-up to Senator Grays’ AB 313 which was vetoed by the Governor, were all approved and signed. On the energy level, SB 100 was signed and deals with 60 percent RPS in 2030 and 100 percent carbon-free by 2045. The planning documents for this are now on the regulatory side but noted this is not a mandate but a planning goal. SB 901, the Wildfire Conference Committee Bill was signed but included over 40 pieces of legislation so a committee was tasked with narrowing it down. AB 813, Grid regionalization, and AB 893, Procurement Mandates, both failed to pass. These were proposed massive mandates for geothermal, pumped storage, and biogas and really had no chance of passing so it will more than likely be reintroduced next year. Anticipated legislative themes for 2019 include new energy targets, codifying Governor Brown’s executive order for carbon neutrality by 2045; new procurement mandates including geothermal, biomass and pump-hydro; Energy Storage Mandates which will show continued movement away from natural gas during ramping hours; and Safe and Affordable Drinking Water Fund which will mean a continued effort to create a program. Board members asked several questions regarding the wildfire proposed mandate and
how it impacts the District, the possibility of a 100 percent renewables mandate and the future of natural gas to which Mr. Weimer responded.

GENERAL MANAGER’S REPORT

General Manager Casey Hashimoto had no new items to report.

BUSINESS OF THE BOARD

There was none.

MOTION TO ADJOURN TO CLOSED SESSION

Moved by Director Frantz, seconded by Director Santos, that the regular meeting of the Board of Directors be adjourned:

1. Conference with Legal Counsel – Anticipated Litigation
   California Government Code Section 54956.9(d)
   Anticipated litigation: one potential case
   - Art Godwin, Legal Counsel

2. Public Employee Performance Evaluation
   California Government Code section 54957(b)(1)
   Title: General Manager

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

REPORT OF ANY ACTION TAKEN IN CLOSED SESSION

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

MOTION TO ADJOURN

Moved by Director Frantz, seconded by Director Macedo, that the regular meeting of the Board of Directors be adjourned.

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

Tami Wallenburg
Executive Secretary to the Board of Directors