

Minutes of the Regular Meeting of the Orange Cove Irrigation District Financing Corporation held on Wednesday, January 10, 2018. The Meeting was called to order at 11:30 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, Chairman
 H.A. "Gus" Collin III
 David Brown
 Arlen Miller
 Bryan Orlopp

Officers: Fergus A. Morrissey, Chief Executive Officer
 Robert T. Ramirez, Chief Financial Officer

Others:

1. Call to order.

The regular (annual) OCID Financing Corporation Board of Directors meeting was called to order by President Bailey at 11:45 A.M.

2. Approval of the Minutes.

The Board considered for approval draft minutes from the OCID Financing Corporation meeting held on January 11, 2017. Director Miller motioned to approve the minutes as presented. Director Brown seconded the motion and the Board voted unanimously in favor of approving the minutes as presented.

3. Public Comments.

No Public comment.

4. Report on status of projects.

Manager Morrissey reported that there were sufficient unencumbered funds in the District's Local Agency Investment Fund account to redeem in full the 2012 Capital Repayment Bond's outstanding obligation of \$2.64 million. The Board had a general discussion on the prospect. It was decided that consideration of this option should occur and that a special OCID Financing Corporation Board of Directors meeting should be held in February 2018.

Manager Morrissey noted that over the next year the he had no foreseeable capital financing needs that would require incurring additional debt, although in the more distant future the Temperance Flat Storage Facility under evaluation may lead to such.

5. Appointment of Officers

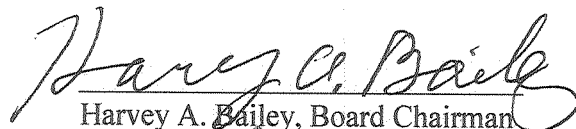
Director Brown motioned to maintain current Officer appointments. Director Miller seconded the motion and the Board voted unanimously in favor of such. Director Harvey Bailey will remain as Chairman, Director H.A. "Gus" Collin, III will remain as Vice-Chairman, Manager Morrissey will remain as Chief Executive Officer and Robert Ramirez as Chief Financial Officer.

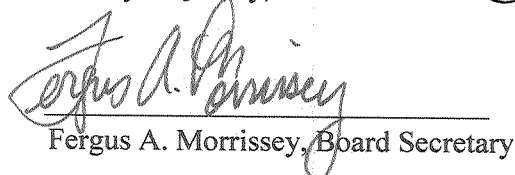
6. Other Business

No other business was discussed.

7. Adjourn

With no further business, at 12:03 P.M. the OCID Financing Corporation meeting was adjourned. The next meeting will be held on February 14, 2018 at the District Office at 11:30 A.M.


 Harvey A. Bailey, Board Chairman


 Fergus A. Morrissey, Board Secretary

(THIS PAGE LEFT BLANK INTENTIONALLY)

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday January 10, 2018. Chairman Bailey called the meeting to order at 12:04 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
 H.A. "Gus" Collin, III, Vice-Chairman
 David Brown, Director
 Arlen Miller, Director
 Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
 Robert Ramirez, Controller/Treasurer

Others: Scott Kuney, Young Wooldridge, General Counsel
 Mark Hendrixson - Landowner

1. Call to order.

Chairman Bailey called the regular Board of Directors meeting for January 2018 to order at 12:04 P.M., with all Directors present for the entirety of the meeting.

2. Approval of the Agenda.

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment.

No public comment was offered.

4. Approval of December 2017 Minutes.

The Draft December minutes were discussed at length. At issue was the December 2017 action of the Board noted in the draft minutes, relative to the methodology used to "true-up" energy rates applicable to water use – Agenda Item 10 in the December 2017 meeting.

Because the input on true-up methodology applies to the current and next contract year and action was not agendized for the current year's water rates, the action of the Board in this regard did not comply with the Brown Act requirement to include action items on the agenda.

Moreover, because the intention to "true-up" and reflect in billing, the actual energy charges required for delivery of water to landowners as a function of where the water is in fact delivered is a part of the 2017/2018 Rules and Regulations established by the Board in January 2017, action on this issue is superfluous as it was implicit in the approval of the 2017 Rules and Regulations. In other words, action had already been taken in January of 2017 that the energy cost would be trueed-up.

This latter fact notwithstanding, the Board agreed that the language in the 2017 Rules and Regulations was vague and in need of more description on the mechanics of the true-up process so that there was less potential for misinterpretation of the process and so that the process was more transparent.

Therefore, in order to achieve these clarity and transparency goals, input from Legal Counsel Kuney on the relative risk of potential options related to the true-up mechanics is being sought to arrive at more explicit, clear and transparent language in the 2018 Rules and Regulations that are considered for adoption in agenda item 7b of the January Board meeting.

Finally, action to approve the December 2017 minutes was deferred for the time being and will be considered at the February 2018 Board Meeting.

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from December 15, 2017 to January 5, 2018 be ratified by the Board. There was general clarifying discussion on various warrants considered for ratification.

By motion of Director Miller and second of Director Orlopp the Board voted unanimously in favor of ratifying the bills under consideration.

The Board voted unanimously in favor of ratifying the payments presented.

6. Monthly Report.

Controller Ramirez covered Items A through J of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for December of 1,589 in this 2017/18 Contract Year (cumulative use equal to 157% of last year's thru December usage and an all time record for delivery of surface water in the District) and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Manager Morrissey went over the O&M monthly report with the Board.

No action was taken by the Board on this topic.

7. Electrical Power.

a. Performance of Hydropower Assets

Manager Morrissey discussed various activities conducted by staff at the hydropower facilities. It was noted that that KRSR repairs that were needed were completed by Mr. Clem, but the plant was not operating at this time due to insufficient flows in the FKC

b. Electrical Rate Ascribed to Water Delivery

Counsel Kuney discussed with the Board the backbone premise of irrigation district water rates in accordance with the California Water Code, namely; *charges for delivery of water shall be proportionate to the benefits received by the end user.*

Various options for aggregating costs or averaging costs across various and some somewhat arbitrary District groupings were discussed. Counsel Kuney advised the Board that because it was reasonably accomplishable, charging rates commensurate with and differentiated by District delivery system / energy required was the most preferable method in closest conformance with the California Water Code rate establishment requirements. Kuney advised this methodology be implemented in order to minimize the potential for challenge or litigation, as this method was reasonably accomplished and most reflective of charges proportionate to benefit that can be reasonably accomplished.

No action was taken by the Board on this topic, but it will inform the language in the Rules and Regulations for 2018/2019 (Agenda Item 9).

8. Water Management.

Manager Morrissey discussed the water supply situation and scenarios. It was noted at this time; the projected carry over residual available to the District is on the order of 4,600 acre feet. It was noted that SCE operations are going to be driving Millerton storage to a level such that even relatively minor inflow (from precipitation events) between now and end of February will put Millerton inside the storage conservation space. This will limit the ability to carry over supply in Millerton for next contract year and may result in the declaration of 215 supplies this winter, which if dry, would cut into Class 1 declarations for next contract year.

No action was taken by the Board on this topic.

9. 2018 Draft Rules and Regulations

Manager Morrissey discussed with the Board Draft Rules and Regulations for next year. Advisement from Counsel Kuney was then discussed.

By motion of Director Brown and second by Director Miller, the Board voted unanimously in favor of adopting, in substantially equivalent form, the Draft 2018/2019 Rules and Regulations included in the Board Packet, with minor clarifying language exceptions per the discretion of Manager Morrissey.

10. 2018/2019 Water Rates

Manager Morrissey discussed options for 2018/2019 Water Rates based on the Bureau rate books for next contract year, FPA hydropower revenue projections and anticipated O&M costs attributable to incremental water delivery and power plant operations and maintenance.

By motion of Director Brown and second by Director Miller, the rates were set equal to last year's rates of \$65 and \$25 per acre foot for Tier 1/2, respectively.

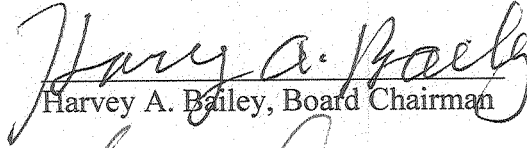
11. Employee Handbook.

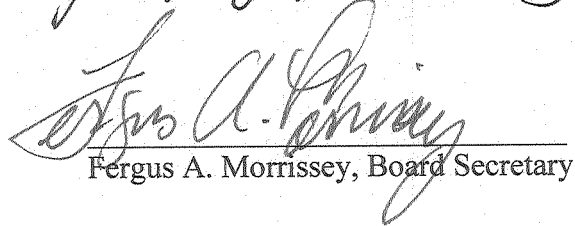
This item was briefly discussed and tabled for continuing discussion at the next Board meeting.

No action was taken by the Board on this topic.

12. Adjourn

The Board adjourned the meeting at 3:24 P.M. and set the next meeting for Wednesday February 14, 2018 at 11:30 at the District Office in Orange Cove, the second Wednesday of the month.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

(THIS PAGE LEFT BLANK INTENTIONALLY)

Minutes of a Special Meeting of the Orange Cove Irrigation District Financing Corporation held on Wednesday, February 14, 2018. The Meeting was called to order at 12:10 P.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, Chairman
H.A. "Gus" Collin III
Arlen Miller
Bryan Orlopp

Officers: Fergus A. Morrissey, Chief Executive Officer
Robert T. Ramirez, Chief Financial Officer

1. Call to order.

The second meeting of the OCID Financing Corporation Board of Directors in 2018 was called to order by Chairman Bailey at 12:10 P.M.

2. Approval of the Minutes.

The Board considered for approval draft minutes from the OCID Financing Corporation meeting held on January 10, 2018. Director Miller motioned to approve the minutes as presented. Director Orlopp seconded the motion and the Board voted unanimously in favor of approving the minutes as presented.

3. Public Comments.

No Public comment.

4. Report on status of projects.

After discussion of the District's financial position, including obligations for the upcoming year and the likely water supply, Manager Morrissey discussed the fact that there was a cushion of approximately \$1MM if the 2012 bond were to be paid in full.

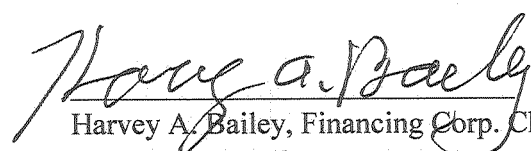
After some discussion, Director Miller motioned that the District redeem in full the outstanding principal balance and any interest due at the time of payment associated with the 2012 Bond. Director Collin, III seconded the motion and the Board voted unanimously in favor of this action.

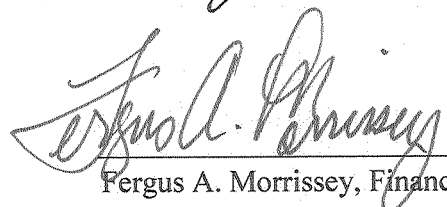
5. Other Business

No other business was discussed.

6. Adjourn

With no further business, at 12:28 P.M. the OCID Financing Corporation meeting was adjourned. The next meeting will be held on January 9, 2019 at the District Office at 11:30 A.M.


Harvey A. Bailey, Financing Corp. Chairman


Fergus A. Morrissey, Financing Corp. CEO

(THIS PAGE LEFT BLANK INTENTIONALLY)

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday February 14, 2018. Chairman Bailey called the meeting to order at 12:30 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III, Vice-Chairman
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for February 2018 to order at 12:30 P.M., with all Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment

No public comment was offered.

4. a. Approval of December 2017 Minutes

The Draft December minutes were discussed. Director Orlopp motioned to accept the minutes as drafted. Director Miller seconded the motion and *the Board voted unanimously in favor of the revised December 2017 minutes.*

b. Approval of January 2018 Minutes

The Draft January minutes were discussed. Director Miller motioned to accept the minutes. Director Orlopp seconded the motion and *the Board voted unanimously in favor of the revised January 2018 minutes.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from January 10, 2018 to February 10, 2018 be ratified by the Board. There was general clarifying discussion on various warrants considered for ratification. There was a question by Chairman Bailey on refunds to water accounts. Since refunds are no longer available on all but 10% of the secured supply, it was clarified that the water deposit refunds applied to miscellaneous credits in customer accounts that are unrelated to 2017 secured supply. By motion of Director Collin, III and second of Director Orlopp the Board voted unanimously in favor of ratifying the bills under consideration.

The Board voted unanimously in favor of ratifying the payments presented.

6. Monthly Report

Controller Ramirez covered Items A through J of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for January of 79 acre feet in this 2017/18 Contract Year (cumulative use equal to 157% of last year's thru January usage and an all-time record for delivery of surface water in the District) and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Manager Morrissey went over the O&M monthly report with the Board.

No action was taken by the Board on this topic.

7. Electrical Power

Performance of Hydropower Assets

FPA Manager Quinley called into the Board meeting to discuss the latest developments in the QLPP power project. It was noted that a discussion with the project contractor (SRC) was pending to sort out final "accounting" issues. Hopefulness on resolution was conveyed, however if not, the FPA considers its legal position to be strong relative to any "accounting" disputes.

Manager Morrissey discussed various activities conducted by staff at the hydropower facilities.

8. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted at this time; the projected carry over residual available to the District is on the order of 4,500 acre feet. It was noted that the Bureau is considering a 30% allocation to be made on or about February 20th, in accordance with the District's Contract terms.

No action was taken by the Board on this topic.

9. Contract Year 2018/19 URF Purchase Contract

The Board considered adopting Resolution 2018-01 authorizing staff to enter the District into a contract with the Bureau of Reclamation to purchase Unreleased Restoration Flow water should they become available for purchase by the District during said Contract Year.

By motion of Director Collin and second of Director Orlopp, the Board voted unanimously in favor of executing this URF Contract with Reclamation.

10. Contract Year 2018/19 - 215 Contracts

The Board considered adopting Resolution 2018-02 to authorize staff to execute a 215 Temporary Contract for delivery of un-storable water, should it materialize during the upcoming Contract Year.

By motion of Director Miller and second of Director Collin, the Board voted unanimously in favor of executing the 215 Contract with Reclamation for the 2018/19 Contract Year.

11. Fiscal Year Designation

The Board discussed modifying the District's current Fiscal Year designation from Calendar Year to Water Contract Year (March 1 to End of February). Staff recommended that the 2017 Fiscal Year run from January 1, 2017 to December 31, 2017; Fiscal Year 2018 will run from Jan 1, 2018 through February 28, 2019 (14 months) with subsequent Fiscal Years covering 12 month periods, beginning March 1, 2019.

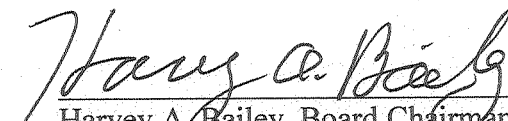
By motion of Director Miller and second of Director Collin, the Board voted unanimously in favor of shifting the District's fiscal year to coincide with the Bureau Contract Year.

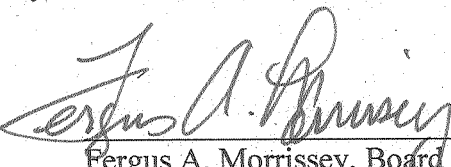
12. Employee Handbook.

This item was briefly discussed and further discussion will continue on the subject during the March Board meeting. No action was taken by the Board on this topic.

13. Adjourn

The Board adjourned the meeting at 4:14 P.M. and set the next meeting for Wednesday March 14, 2018 at 11:30 at the District Office in Orange Cove, the second Wednesday of the month.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday March 14, 2018. Chairman Bailey called the meeting to order at 12:30 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III, Vice-Chairman
David Brown, Director
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer
Mark Hendrixson, Landowner

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for March 2018 to order at 12:10 P.M., with all Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment

No public comment was offered.

4. Approval of February 2018 Minutes

The Draft February minutes were discussed. Director Orlopp motioned to accept the minutes as drafted. Director Miller seconded the motion and with the exception of Director Brown who was absent and therefore abstained from voting for approval, *the Board voted in favor of finalizing the draft February 2018 minutes.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from February 10, 2018 to March 10, 2018 be ratified by the Board. It was noted, for the first time in decades there were no debt service payments and furthermore there were no capital payments. The majority of the total payments of \$379,877.73 were associated with purchasing water from the Bureau and for conveyance fees payable to the Friant Water Authority.

By motion of Director Brown and second of Director Miller the Board voted unanimously in favor of ratifying the bills under consideration.

The Board voted unanimously in favor of ratifying the warrants presented.

6. Monthly Report

Controller Ramirez covered Items A through I of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for February of 1,154 acre feet in this 2017/18 Contract Year (cumulative use equal to 161% of last Contract Year's total usage and an all-time record for delivery of surface water in the District of 38,826 acre feet (99.1% of Contract) and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Manager Morrissey went over the O&M monthly report with the Board noting various leak repairs, pump and motor rehabilitation, graffiti abatement, and work on the hydropower plants.

No action was taken by the Board on this topic.

7. Electrical Power

Performance of Hydropower Assets

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. Based on the water supply that is shaping up, it appears that the KRSH power plant may have a very good year as it performs best in relatively dry, but not too dry, Hydrologies.

Morrissey briefed the Board on the status of the QLPP and potential negotiations with Syblon Reed Corporation.

8. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted at the carry over residual available to the District is 3,724 acre feet. It was noted that the Bureau declared 30% allocation on February 20th, in accordance with the District's Contract terms. It was also noted that recent and forecasted storms in late February and into March will dramatically improve the hydrologic conditions and Morrissey's best estimate at this time is for at least 70% and quite likely between 90 and 100%.

Morrissey discussed the Temperance Flat MOU with the Directors and changes that are contemplated with that document as part of other agencies becoming a Party thereto. The primary substantive issue discussed relates to the requirement that the Operational Plan of this project, should it ever be constructed, shall not detract or impinge upon the Friant Divisions existing Contractual rights and entitlement. The Board had consensus that Morrissey convey support of unambiguous language in this regard.

No action was taken by the Board on this topic.

9. Resolution Supporting Amicus Brief on Klamath Case

The Board considered supporting an Amicus Brief under development on the Klamath Case. The specifics of this Brief's contents are under development and so no action was taken formally in the way of a Resolution. The Board's consensus was that insofar as the ramification of the decision by the Court negatively affect the Friant Division, the District fully supports filing an Amicus Brief. Morrissey indicated that there would be an opportunity to review the Brief and discuss it at the April meeting.

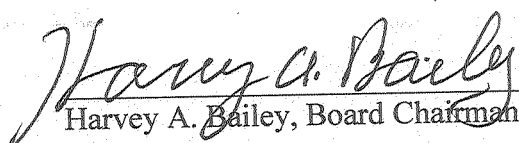
No action was taken by the Board on this topic.

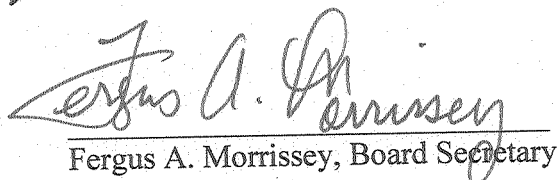
10. Employee Handbook

The Board discussed the current draft of the Handbook and made several suggestions on various aspects of the document. Following discussion and rather than deferring action to approve the Handbook, Director Orlopp suggested running the draft (based on input from the meeting today) by the District's General Counsel and provisionally approving the Handbook subject to attorney review. *By motion of Director Orlopp and second of Director Collin, the Board voted unanimously in favor of approving the draft Handbook subject to General Counsel review.*

11. Adjourn

The Board adjourned the meeting at 3:50 P.M. and set the next meeting for Wednesday April 11, 2018 at 11:30 at the District Office in Orange Cove, the second Wednesday of the month.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday April 11, 2018. Chairman Bailey called the meeting to order at 12:35 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
David Brown, Director
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer
Jason Phillips, CEO FWA
Mark Hendrixson, District Landowner
Keith Harrison, District Landowner

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for April 2018 to order at 12:35 P.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment

Mr. Keith Harrison, District landowner, attended the meeting to discuss with the Board the District's delivery infrastructure and *his observed* inability to divert surface water from the FKC at his metered point of delivery.

Mr. Harrison was seeking payment from the Board, for work that he (solely) arranged to be performed by an independent contractor on his privately-owned irrigation system, downstream of the District's facilities (and therefore downstream of the District's O&M obligation).

There was a back and forth discussion of the issue including historical relevant background (documentation relating to hydraulics and operation of this metered delivery goes back to 1993, wherein the District installed a centrifugal pump with the mutual signed understanding by the parties (Mr. Harrison and the District) that from that time forward, the District had no further obligation to provide facilities or modifications associated with the delivery of water to his meter), such that a shared understanding of the situation was achieved.

Following the discussion, there was consensus among the Board members present that the District was under no obligation to cover any costs expended by Mr. Harrison, particularly as they were not discussed, authorized, scrutinized or agreed upon for scope or budget by the District, as the work was not on the District's facilities.

Notwithstanding the Boards' position, they did not reject Manager Morrissey's recommendation (made in the interest of an honest (albeit illogical) misunderstanding on Mr. Harrison's part relating to the District's participation in cost-sharing in the improvements) to pay costs consistent with an estimate of those that would have been expended by the District if the District did the same work arranged for and executed by Mr. Harrison's hired contractor, to offer a payment of \$1,500 as a reasonable compromise to resolve the matter once and for all.

It must be noted that this payment was not authorized by the Board under an inclination of obligation for costs incurred by Mr. Harrison as a result of work arranged for by Mr. Harrison.

4. Approval of March 2018 Minutes

The Draft March minutes were considered. Director Brown motioned to accept the minutes as drafted. Director Miller seconded the motion and, *the Board voted in favor of finalizing the draft March 2018 minutes.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from March 11, 2018 to April 2, 2018 be ratified by the Board. The majority of the total payments of \$240,788.00 were associated with paying conveyance charges for the San Luis Unit (Exchange Contractors) and for purchasing water from the Bureau of Reclamation.

By motion of Director Brown and second of Director Orlopp *the Board voted unanimously in favor of ratifying the bills under consideration.*

6. Monthly Report

Controller Ramirez covered Items A through H of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for March of 122 acre feet in this new 2018/19 Contract Year and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Manager Morrissey went over the O&M monthly report with the Board noting various activities conducted over the previous month.

No action was taken by the Board on this topic.

7. Electrical Power

Performance of Hydropower Assets

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. Based on the water supply that is shaping up, it appears that the KRSH power plant may have a very good year as it performs best in relatively dry, but not too dry, Hydrologies.

Morrissey briefed the Board on the status of the QLPP and potential negotiations with Syblon Reed Corporation.

No action was taken by the Board.

8. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted at the Bureau has now declared 100% Class 1 allocation and an uncontrolled season as well. The ramifications of an uncontrolled season under a hydrology with minimal Class 2 runoff as expected this year, is the potential for a residual below 100% Class 1 at the termination of uncontrolled season which is expected to last until the middle of May.

The opportunity to utilize last Contract Year's rescheduled water is short lived. The Board agreed that Manager Morrissey send a letter to all water users in the District, encouraging use in the next month to realize the benefit of available water supply under this use it or lose it scenario.

No action was taken by the Board on this topic.

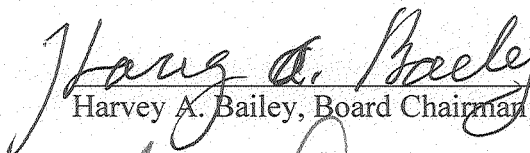
9. Supporting Amicus Brief on Klamath Case

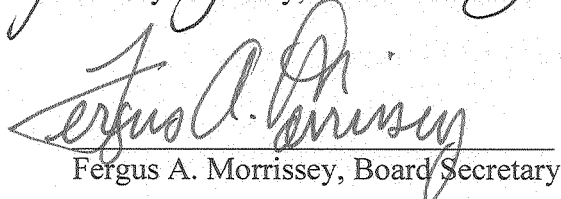
The Board went into Closed Session to consider taking action directing staff and counsel regarding its participation (joining) in the Klamath Amicus brief.

The Board came out of Closed session with no reportable action in open session.

10. Adjourn

The Board adjourned the meeting at 3:59 P.M. and set the next meeting for Tuesday May 15, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday May 15, 2018. Chairman Bailey called the meeting to order at 12:05 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III
David Brown, Director
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer
Ray Smith, District Landowner

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for May 2018 to order at 12:05 P.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment

Mr. Ray Smith asked for the Board's consideration for their "forgiving" his late water application submittal. The Board noted to Mr. Smith, that this Policy was firm and that no excuses are accepted. It has been the long-standing policy of the District that water supply associated with applications received after the deadline is "subject to availability" and there is also a \$20 per af charge, if water is ultimately made available.

No action was taken by the Board on this matter.

4. Approval of March 2018 Minutes

The Draft April minutes were considered. Director Miller motioned to accept the minutes as drafted. Director Orlopp seconded the motion and, *the Board voted in favor of finalizing the draft April 2018 minutes.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from April 2, 2018 to May 10, 2018 be ratified by the Board. The majority of the total payments of \$2,735,473.97 were associated with paying-off in full the 2012 Capital Repayment Bond (\$2,335,172.29). There was discussion on an unemployment claim payment to the EDD associated with Jose Herrera claims. Controller Ramirez is attempting to sort out what appears to be a miscommunication or misunderstanding with regard to the District's responsibilities for paying unemployment to an employee who voluntarily resigned. Ramirez will report to the Board at the next meeting, an updated status on this issue.

By motion of Director Miller and second of Director Collin, III *the Board voted unanimously in favor of ratifying the bills under consideration this month.*

6. Monthly Report

Controller Ramirez covered Items A through H of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for April of 1,289 af acre feet and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Supervisor Gonzalez went over the O&M monthly report with the Board and discussed system and staff performance.

No action was taken by the Board on this topic.

7. Document Retention Policy and Schedule

The Board reviewed the Draft Document Retention Policy and Schedule. After a discussion, Director Collin, III motioned and Director Miller seconded the motion that the District adopt the draft schedule for document retention and destruction. Following the motion and the second, *the Board voted unanimously in favor of adopting this policy. Manager Morrissey will convene a meeting with staff to discuss this new policy.*

8. Electrical Power*Performance of Hydropower Assets*

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. Based on the water supply that is shaping up, it appears that the KRSH power plant may have a very good year as it performs best in relatively dry, but not too dry, hydrologic conditions. For the previous month, the flows passing the KRSH have been too high for it to run.

Presently, staff is performing maintenance and will have an outside contractor test the transformer at the KRSH facility. It is hoped this facility will be back up and running in the near future, now that flows in the canal have waned due to the end of uncontrolled season.

No action was taken by the Board.

9. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the Bureau has now declared 85% Class 1 allocation and the end of uncontrolled season. Under the 75% exceedance forecast, it is expected that supplies will ultimately support a 90-95% Class 1 declaration.

Morrissey noted to the Board that the District was able to put to beneficial use, the entirety of the rescheduled supply before the end of uncontrolled season.

He also noted that at the current 85% declaration, insufficient supply exists to deliver all water reserved and therefore, concerning late applications, there is no water available at this time.

No action was taken by the Board on this topic.

10. Tulare County Elections

The Board considered resolution 2018-03 consenting to consolidation of election and setting forth the specifications of the election order. After discussion, Director Collin, III motioned and Director Miller seconded the motion that the District adopt Resolution 2018-03 for said purpose. Following the motion and second, the *Board voted unanimously in favor of adopting Resolution 2018-03.*

11. Resolution in Support of the 2018 Water Bond

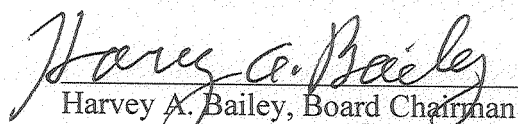
The Board considered Resolution 2018-04 to support passage of the Water Supply and Water Quality of 2018. Director Brown motioned support of the District. Director Orlopp seconded the motion and *the Board voted unanimously in favor of adoption a resolution indicating the District's support of the Bond's passage.*

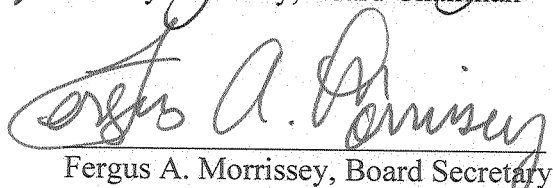
12. Employee Handbook

The Board considered comments and suggestions from its general counsel, relative to language in the draft EH the District has been working on for the past several months. Director Orlopp motioned and Director Collin, III seconded the motion to accept counsel's final suggestions. *The Board voted unanimously in favor of this motion and directed Manager Morrissey to finalize the employee handbook.*

13. Adjourn

The Board adjourned the meeting at 4:18 P.M. and set the next meeting for Wednesday June 13, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday May 15, 2018. Chairman Bailey called the meeting to order at 12:05 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III
David Brown, Director
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer
Ray Smith, District Landowner

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for May 2018 to order at 12:05 P.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment

Mr. Ray Smith asked for the Board's consideration for their "forgiving" his late water application submittal. The Board noted to Mr. Smith, that this Policy was firm and that no excuses are accepted. It has been the long-standing policy of the District that water supply associated with applications received after the deadline is "subject to availability" and there is also a \$20 per af charge, if water is ultimately made available.

No action was taken by the Board on this matter.

4. Approval of March 2018 Minutes

The Draft April minutes were considered. Director Miller motioned to accept the minutes as drafted. Director Orlopp seconded the motion and, *the Board voted in favor of finalizing the draft April 2018 minutes.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from April 2, 2018 to May 10, 2018 be ratified by the Board. The majority of the total payments of \$2,735,473.97 were associated with paying-off in full the 2012 Capital Repayment Bond (\$2,335,172.29). There was discussion on an unemployment claim payment to the EDD associated with Jose Herrera claims. Controller Ramirez is attempting to sort out what appears to be a miscommunication or misunderstanding with regard to the District's responsibilities for paying unemployment to an employee who voluntarily resigned. Ramirez will report to the Board at the next meeting, an updated status on this issue.

By motion of Director Miller and second of Director Collin, III *the Board voted unanimously in favor of ratifying the bills under consideration this month.*

6. Monthly Report

Controller Ramirez covered Items A through H of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for April of 1,289 af acre feet and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Supervisor Gonzalez went over the O&M monthly report with the Board and discussed system and staff performance.

No action was taken by the Board on this topic.

7. Document Retention Policy and Schedule

The Board reviewed the Draft Document Retention Policy and Schedule. After a discussion, Director Collin, III motioned and Director Miller seconded the motion that the District adopt the draft schedule for document retention and destruction. Following the motion and the second, *the Board voted unanimously in favor of adopting this policy. Manager Morrissey will convene a meeting with staff to discuss this new policy.*

8. Electrical Power*Performance of Hydropower Assets*

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. Based on the water supply that is shaping up, it appears that the KRSH power plant may have a very good year as it performs best in relatively dry, but not too dry, hydrologic conditions. For the previous month, the flows passing the KRSH have been too high for it to run.

Presently, staff is performing maintenance and will have an outside contractor test the transformer at the KRSH facility. It is hoped this facility will be back up and running in the near future, now that flows in the canal have waned due to the end of uncontrolled season.

No action was taken by the Board.

9. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the Bureau has now declared 85% Class 1 allocation and the end of uncontrolled season. Under the 75% exceedance forecast, it is expected that supplies will ultimately support a 90-95% Class 1 declaration.

Morrissey noted to the Board that the District was able to put to beneficial use, the entirety of the rescheduled supply before the end of uncontrolled season.

He also noted that at the current 85% declaration, insufficient supply exists to deliver all water reserved and therefore, concerning late applications, there is no water available at this time.

No action was taken by the Board on this topic.

10. Tulare County Elections

The Board considered resolution 2018-03 consenting to consolidation of election and setting forth the specifications of the election order. After discussion, Director Collin, III motioned and Director Miller seconded the motion that the District adopt Resolution 2018-03 for said purpose. Following the motion and second, the *Board voted unanimously in favor of adopting Resolution 2018-03.*

11. Resolution in Support of the 2018 Water Bond

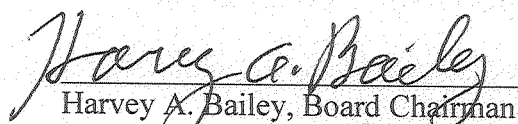
The Board considered Resolution 2018-04 to support passage of the Water Supply and Water Quality of 2018. Director Brown motioned support of the District. Director Orlopp seconded the motion and *the Board voted unanimously in favor of adoption a resolution indicating the District's support of the Bond's passage.*

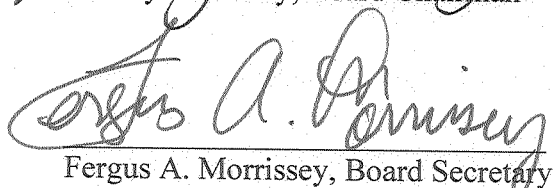
12. Employee Handbook

The Board considered comments and suggestions from its general counsel, relative to language in the draft EH the District has been working on for the past several months. Director Orlopp motioned and Director Collin, III seconded the motion to accept counsel's final suggestions. *The Board voted unanimously in favor of this motion and directed Manager Morrissey to finalize the employee handbook.*

13. Adjourn

The Board adjourned the meeting at 4:18 P.M. and set the next meeting for Wednesday June 13, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday June 13, 2018. Chairman Bailey called the meeting to order at 2:01 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer

Others: Doug DeFlitch – COO FWA

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for June 2018 to order at 2:01 P.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted no changes to the Agenda as posted.

3. Public Comment

COO DeFlitch discussed various undertakings of the Friant Water Authority. Most of the discussion focused on potential Title Transfer of the FKC from Reclamation to the Authority. Subsidence was also discussed at length. No action was taken.

4. Approval of May 2018 Minutes

The Draft May minutes were considered. Director Collin, III motioned to accept the minutes as drafted. Director Orlopp seconded the motion and, *the Board voted in favor of finalizing the draft May 2018 minutes.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from May 11, 2018 to June 10, 2018 be ratified by the Board.

Director Collin, III motioned to ratify the bills and Director Orlopp seconded the motion. *The Board voted unanimously in favor of ratifying the bills under consideration during the preceding month period.*

6. Monthly Report

Controller Ramirez covered Items A through J of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for May of 4,063 acre feet and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

No action was taken by the Board.

7. Investment Policy Statement

The Board reviewed the Draft IPS for the upcoming 12-month period. Investment flexibility was discussed, where the Board considered authorizing investment in two additional categories; U.S. Federal Agency government sponsored enterprise obligations (such as FHLB, FNMA, FFCB and FAMCA) and medium term corporate notes with a rating of "A" or better.

Director Collin, III motioned to add this investment flexibility to the IPS. Director Orlopp seconded the motion and, *the Board voted in favor of revising the existing IPS with the noted additions to the investment options.*

8. Electrical Power

Performance of Hydropower Assets

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. Based on the water supply that is shaping up, it appears that the KRSH power plant may have a very good year as it performs best in relatively dry hydrologic conditions. No action was taken by the Board.

9. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the declaration remains at 85% Class 1. Based on the 50% exceedance forecast, the ultimate projection is expected to be 90%, but that will happen pending verification of projected June runoff volumes.

No action was taken by the Board on this topic.

10. Water Conservation Plan Adoption

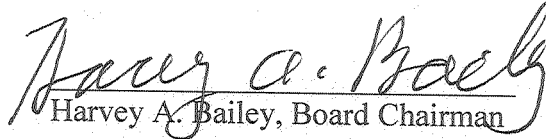
The Board considered Resolution 2018-04 to adopt the District's 2015 Water Management Plan that has been accepted by Reclamation. By motion of Director Collin, III and a second by Director Orlopp, *the Board voted unanimously in favor of adopting the WCP prepared by staff for the 2015 Contract Year.*

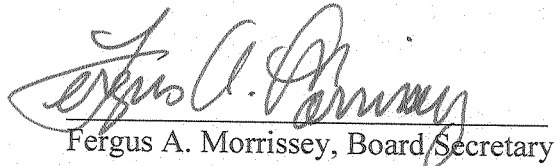
11. Personnel

The Board went into Closed Session to discuss performance of Staff and have a discussion on potentials for compensation adjustment. At the conclusion of Closed Session, the Board returned to open session and *announced modifications for standby (on-call) rate and hourly rate for all employees.* Manager Morrissey will provide those decisions to the accounting / payroll department for immediate update.

12. Adjourn

The Board adjourned the meeting at 4:50 P.M. and set the next meeting for Wednesday July 11, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday July 11, 2018. Chairman Bailey called the meeting to order at 12:04 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III – Vice Chairman
David Brown, Director
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Keith Clem, Staff

Others: Joe Mastro – Cuttone & Mastro (Auditor)
Mark Hendrixson – Landowner

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for July 2018 to order at 12:04 P.M., with all Directors present for the entirety of the meeting.

2. Approval of the Agenda

Manager Morrissey noted two Closed Session Item additions to the Agenda that were posted 48 hours prior to the meeting in a Revised Agenda (Real Property Negotiations and Personnel). Director Brown motioned and Director Miller seconded the motion *to accept the revised agenda, including two closed session items.*

3. Public Comment

No public comment was made.

4. FY 2017 Audit

Mr. Joe Mastro provided a detailed review of his firm's *Report on Audit of Financial Statements (for Orange Cove Irrigation District) for the Years Ended December 31, 2017 and 2016.* After a very good discussion on the financial statements and the District's specific accounting and control procedures, Director Brown motioned, Director Miller seconded the motion and *the Board voted unanimously in favor of accepting the Audit Report prepared and presented by Joe Mastro of Cuttone & Mastro.*

5. Approval of June 2018 Draft Minutes

Director Collin III motioned and Director Miller seconded to the motion to accept the draft minutes for June 2018 as final. *The Board voted unanimously in favor of finalizing the draft minutes provided in the Board Packet.*

6. Ratification of Bills

Manager Morrissey recapitulated the Warrants for the period from June 15 to July 5, 2018 to be ratified by the Board. A question was asked by the Board regarding the potential for using ACWA JPIA for the workers compensation insurance coverage. Manager Morrissey noted that Controller Ramirez would look into this and provide information/recommendation to the Board in the August Board meeting.

Director Collin, III motioned to ratify the bills and Director Orlopp seconded the motion. *The Board voted unanimously in favor of ratifying the bills under consideration during the preceding month period.*

7. Monthly Report

Manager Morrissey covered Items A through H of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for June of 5,766 acre feet and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

No action was taken by the Board.

8. Electrical Power*Performance of Hydropower Assets*

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. It was noted that the FPA assets continue to produce power efficiently and at a high rate based on hydrology and River Restoration flows. It was noted that flows in the FKC are ramping up, rendering minimal differential head across the KRSH turbine. It is likely that, aside from weekend flow decreases in the FKC, the KRSH will largely not be running for July and August, but September through early November should have solid production.

No action was taken by the Board.

9. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the declaration remains at 85% Class 1. Based on the 50% exceedance forecast, the ultimate projection is expected to be 85%. Morrissey noted usage in the District through June amounts to roughly 22.87% of available allocated supply.

No action was taken by the Board on this topic.

10. Friant Water Authority General Activities

Morrissey noted various activities of the Friant Water Authority including O&M and broader policy activities. No action was taken by the Board.

11. Closed Session

- a. Real Property Negotiations – Manager Morrissey discussed the Mill Creek water right with the Board.
- b. Personnel evaluations.

12. Return to Open Session

The Board returned to open session.

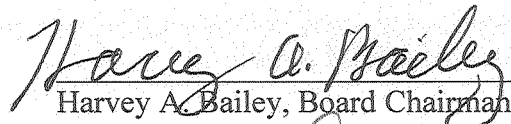
No reportable action was taken with regard to Real Property Negotiations.

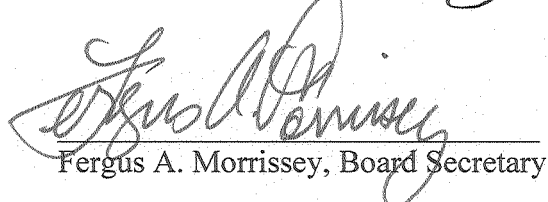
Relative to Closed Session item b., the Board discussed compensation for staff members and Manager Morrissey. The Board discussed providing a one-time monetary bonus for those staff members directly involved in the development and implementation of the District's new water program, which is a vast improvement in administrative efficiency and results in a reduction in annual costs by eliminating the need for outside services. *By motion of Director Miller, second by Director Brown and a unanimous vote by the Board, key staff was awarded a one-time monetary bonus to acknowledge their outstanding performance during the process of developing a tool that saves the District significant time and money.*

The Board discussed Managers Morrissey's present benefits package including health care benefits and salary. By motion of Director Collin, III, second by Director Brown and a unanimous vote by the Board, *the Board altered Manager Morrissey's health insurance coverage options to include District payment of family coverage costs under the health care election options. In the same motion, the Board voted to increase Manager Morrissey's annual salary effective the date of the Board meeting.*

13. Adjourn

The Board adjourned the meeting at 4:35 P.M. and set the next meeting for Wednesday August 8, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday August 8, 2018. Chairman Bailey called the meeting to order at 11:58 A.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III – Vice Chairman
Arlen Miller, Director
Bryan Orlopp, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer

Others: None

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for August 2018 to order at 11:58 A.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

No changes to the Agenda were noted. *Director Collin III motioned and Director Miller seconded the motion to accept the Agenda.*

3. Public Comment

Director Orlopp noted that he would be resigning from the Board effective immediately, for personal reasons. No other comment was made. Former Director Orlopp left the meeting at that point.

4. Recess for Board of Equalization Hearing

At Noon, the Regular Board meeting recessed for the annual Board of Equalization hearing. No landowners were present at the meeting, however a letter from Mr. Johnny Miller requesting altering the District's record of acreage to match the County of Tulare's tax roll acreage was reviewed. The requesting adjustment would have the effect of reducing District acreage by 0.27 acres, by virtue of reducing the acreage of Mr. Miller's parcel from 1.68 acres to 1.41 acres.

By motion of Director Collin, III and second by Director Miller, the Board voted unanimously to adjust the District acreage for this parcel to that reflected by the County of Tulare going forward. This modification will apply to the Standby Charge to Mr. Miller going forward and will not be retroactive, as requested by Mr. Miller in his letter to the District dated January 15, 2018.

5. Return to Regular Board Meeting

The Board returned to the Regular Board meeting at 12:03.

6. Approval of Draft July 2018 Board Meeting Minutes.

Director Collin III motioned and Director Miller seconded to the motion to accept the draft minutes for July 2018 emailed to the Directors, as final. It was noted that the minutes included in mailed Board Packets were a previous draft (not considered by the Board). *The Board voted unanimously in favor of finalizing the draft minutes provided in the Board Packet.*

7. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from July 6 to August 2, 2018 to be ratified by the Board. *Director Collin, III motioned to ratify the bills and Director Miller seconded the motion. The Board voted unanimously in favor of ratifying the bills under consideration during the preceding month period.*

8. Monthly Report

Controller Ramirez covered Items A through H of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for July of 7,170 acre feet and various financial categories including power plant revenues, LAIF balance, performance and return and CD's.

Manager Morrissey reviewed the Monthly O&M Report with the Board.

No action was taken by the Board.

9. Certificates of Sale – Resolution 2018-05

The Board considered Resolution 2018-05, to claim a lien (Certificate of Sale) on parcels with delinquent Stand By charges in the District, including parcels in Fresno and Tulare Counties, as delineated in an attachment to said Resolution.

By motion of Director Miller and Second by Director Collin, III, the Board voted unanimously in favor of adopting Resolution 2018-05 to record liens on parcels identified as delinquent with respect to land charges.

10. Electrical Power*Performance of Hydropower Assets*

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. It was noted that the FPA assets continue to produce power efficiently and at a high rate based on hydrology and River Restoration flows

No action was taken by the Board.

11. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the declaration remains at 85% Class 1. Based on the 50% exceedance forecast, the ultimate projection is expected to be 85%.

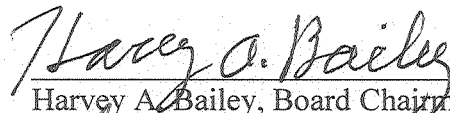
No action was taken by the Board on this topic.

12. Friant Water Authority General Activities

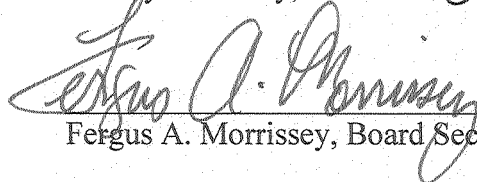
Morrissey noted various activities of the Friant Water Authority including O&M and broader policy activities. No action was taken by the Board.

13. Adjourn

The Board adjourned the meeting at 2:21 P.M. and set the next meeting for Tuesday September 18, 2018 at 11:30 at the District Office in Orange Cove.



Harvey A. Bailey, Board Chairman



Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday October 9, 2018. Chairman Bailey called the meeting to order at 11:59 A.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III – Vice Chairman
David Brown - Director
Arlen Miller, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer

Others: Mark Hendrixson

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for October 2018 to order at 11:59 A.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

No changes to the Agenda were noted.

3. Public Comment

No Public comment was made.

4. Approval of Draft August 2018 Board Meeting Minutes.

Director Collin III motioned and Director Miller seconded to the motion to accept the draft minutes for August 2018 emailed to the Directors, as final. *The Board voted unanimously in favor of finalizing the draft minutes provided in the Board Packet.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from August 10 to October 5, 2018 to be ratified by the Board. *Director Collin, III motioned to ratify the bills and Director Brown seconded the motion. The Board voted unanimously in favor of ratifying the bills under consideration during the preceding month period.*

6. Monthly Report

Controller Ramirez covered Items A through J of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for August and September of 6,543 and 4,832 acre feet respectively with a projected carryover of 5-7 thousand acre feet. Also discussed were various financial categories including District power plant revenues, Friant Power Authority power plant revenues, LAIF balance and performance and return on CD's. Legal expenses to date were also summarized. Manager Morrissey reviewed the Monthly O&M Report with the Board. No action was taken by the Board.

7. Electrical Power

Performance of Hydropower Assets

Manager Morrissey briefed the Board on the power plant operation and outlook going forward. Manager Morrissey briefed the Board on the site review of two hydropower plants that PG&E is attempting to divest themselves from. A final decision by FPA has not been made, but it appears that the cost/benefit ratio of acquisition is greater than one and there is a tremendous amount of downside risks. In Manager Morrissey's opinion, both facilities are essentially dinosaurs. It was noted that the FPA assets continue to produce power efficiently.

No action was taken by the Board.

8. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the declaration is now at 88% Class 1. Manager Morrissey recapitulated all the types of water brought into the District and acquired and transferred out of the District, including rescheduled water, 3 blocks of URF, URF Exchange Supply, Uncontrolled Season Class 1 and Class 1. Those decisions were made essentially by mid-May and the difference between water available to growers and water secured by the District is within 50 acre feet out of 40,000 acre feet (99.9% of the moving target).

No action was taken by the Board on this topic.

9. Draft Rules and Regulations

Manager Morrissey discussed a draft of the Rules and Regulations which need to be completed by January of 2019. No action was taken, but a general discussion was had and a few edits were suggested. The Board will reconsider a revised version for the November Board meeting.

10. 2019 Draft Budget

Manager Morrissey provided a draft 2019/2020 budget for consideration. Next year's budget will run consistent with the Contract Year (March through February). After consideration of the breakdown, by motion of Director Brown and second by Director Miller, the upcoming Fiscal Year budget was unanimously approved by the Board of Directors, with the following fixed cost category breakdown:

Table 1. 2019/2020 Contract Year OCID Budget Breakdown			
Assessment Category	Cost	Acres	Assessment
			(\$/Acre)
General and Administrative	\$993,653	27,948	\$35.55
FKC+DMC Conveyance + SWRCB	\$1,057,350		\$37.83
General OCID System Fixed O&M	\$352,515		\$12.61
TOTAL	\$2,403,518		\$86.00

11. 2019/2020 Water Rates

Manager Morrissey discussed the outlook on the upcoming year's water rates. The Board decided to wait until the Bureau sets their cost of service rate prior to establishing the District's Tier 1 and Tier 2 rates. It was the consensus that for the time being at least, the two-Tier rate structure should be kept in place. The Board will likely set the rates at the upcoming January meeting, unless the Bureau sets their rates prior to the December Board meeting.

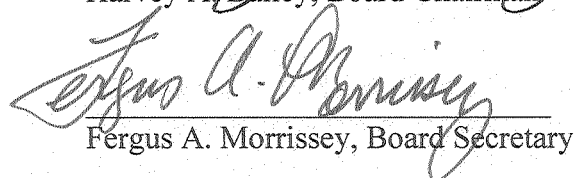
12. FWA General Member Issues

Since CEO Phillips covered these general issues at a meeting in Orosi earlier in the day, there was no discussion on this topic.

13. Adjourn

The Board adjourned the meeting at 5:30 P.M. and set the next meeting for Tuesday November 12, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday November 13, 2018. Chairman Bailey called the meeting to order at 12:14 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III – Vice Chairman
David Brown - Director
Arlen Miller, Director

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer

Others: None

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for November 2018 to order at 12:14 P.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

No changes to the Agenda were advanced.

3. Public Comment

No Public comment was made.

4. Approval of Draft October 2018 Board Meeting Minutes.

Director Collin III motioned and Director Miller seconded to the motion to accept the draft minutes for October 2018 emailed to the Directors, as final. *The Board voted unanimously in favor of finalizing the draft minutes provided in the Board Packet.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from October 10 to November 8, 2018 to be ratified by the Board. *Director Miller motioned to ratify the bills and Director Brown seconded the motion. The Board voted unanimously in favor of ratifying the bills under consideration during the preceding month period.*

6. Monthly Report

Controller Ramirez covered Items A through J of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for October of 3,179-acre feet with a March – October total diversion of 32,983-acre feet. At this time, residual available supply is approximately 7,000-acre feet and with a projected use for November 2018 through February 2019 of up to 2,500-acre feet, there should be on the order of approximately 4,500-acre feet of rescheduled supply available to the District in the event conditions are dry.

Also discussed were various financial categories including District power plant revenues, Friant Power Authority power plant revenues, LAIF balance and performance and return on CD's. Legal expenses to date were also summarized. Controller Ramirez provided the Final Arbitrage Rebate Analysis report prepared by BLX which concluded that income from investments did not exceed the bond interest payment for the 2012-2018 period.

Manager Morrissey reviewed the Monthly O&M Report with the Board. The Board commented that the O&M report was very well done and provided a very good overview of the activities of the District's O&M Staff.

No action was taken by the Board.

7. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the declaration remains at 88% Class 1.

No action was taken by the Board on this topic.

8. 2019 URF Agreement with the United States

The Board considered a Resolution to enter into an agreement with the United States to purchase URF water during the next Contract Year. Entering into the Agreement does not obligate, but does provide the opportunity, to purchase the URF supply if it makes good water management sense. *By motion of Director Collin and second by Director Miller, the Board voted unanimously in favor of adopting Resolution X.*

9. 2019 215 Temporary Contract with the United States

The Board considered a Resolution to enter into a Temporary 215 Contract with the United States to purchase 215 water during the next Contract Year. Entering into the Agreement does not obligate, but does provide the opportunity, to purchase the temporary supply if it makes good water management sense. *By motion of Director Brown and second by Director Collin, the Board voted unanimously in favor of adopting Resolution X.*

10. Draft Rules and Regulations

Manager Morrissey discussed a draft of the Rules and Regulations which need to be completed by January of 2019. No action was taken, but a general discussion was had, and a few edits were suggested. The Board will reconsider a revised version for the December Board meeting.

No action was taken.

11. 2019/2020 Water Rates

Manager Morrissey discussed the outlook on the upcoming year's water rates. By Motion of Director Brown and second by Director Collin, *the Board voted unanimously in favor of maintaining the same water rates as the current year, namely; \$65 per af for the first acre foot per acre and \$25 per acre foot for any increment exceeding 1-acre foot per acre.*

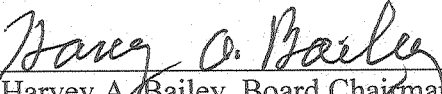
12. FWA General Member Issues

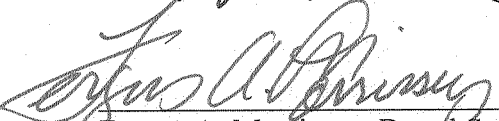
Primarily discussed was the failure of Proposition 3 to pass. This has grave implications on costs to Contractors taking water off of the Friant Kern Canal.

No action was taken.

13. Adjourn

The Board adjourned the meeting at 4:30 P.M. and set the next meeting for Wednesday December 12, 2018 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday December 12, 2018. Chairman Bailey called the meeting to order at 12:12 P.M., with the following Directors and Officers present:

Directors Present: Harvey Bailey, Chairman
H.A. "Gus" Collin, III – Vice Chairman
David Brown - Director
Arlen Miller, Director
Russell Katayama

Officers: Fergus A. Morrissey, Engineer-Manager/Secretary
Robert Ramirez, Controller/Treasurer

Others: None

1. Call to order

Chairman Bailey called the regular Board of Directors meeting for December 2018 to order at 12:12 P.M., with a quorum of Directors present for the entirety of the meeting.

2. Approval of the Agenda

No changes to the Agenda were advanced.

3. Public Comment

A letter from Ruben and Natalia Gonzalez was provided to the Board. The purpose of the letter was to seek exemption from Stand-by charges for a parcel that is less than 5 acres and they do not wish to irrigate. The Board discussed the possibilities. Manager Morrissey will provide the Board a recommendation in January 2019 after conferring with legal counsel.

4. Approval of Draft November 2018 Board Meeting Minutes.

Director Collin III motioned and Director Miller seconded to the motion to accept the draft minutes for November 2018 emailed to the Directors, as final. *The Board voted unanimously in favor of finalizing the draft minutes provided in the Board Packet.*

5. Ratification of Bills

Controller Ramirez recapitulated the Warrants for the period from November 9, to December 6, 2018 to be ratified by the Board. *Director Katayama motioned to ratify the bills and Director Brown seconded the motion. The Board voted unanimously in favor of ratifying the bills under consideration during the preceding month period.*

6. Monthly Report

Controller Ramirez covered Items A through J of the monthly report; including delinquent stand-by charges categorized into "troubled assets" (foreclosures, hardship and no response) and late payments. Other items discussed were total water deliveries for November of 1,416-acre feet with a March – November total diversion of 34,339 which is 1,601-acre feet behind the usage for the same period last year. At this time, residual available supply is approximately 5,551-acre feet.

Also discussed were various financial categories including District power plant revenues, Friant Power Authority power plant revenues, LAIF balance and performance and return on CD's. Legal expenses to date were also summarized.

Manager Morrissey reviewed the Monthly O&M Report with the Board. The Board commented that the O&M report was very well done and provided a very good overview of the activities of the District's O&M Staff.

No action was taken by the Board.

7. Water Management

Manager Morrissey discussed the water supply situation and scenarios. It was noted that the declaration remains at 88% Class 1.

No action was taken by the Board on this topic.

8. Hydropower Facilities

Manager Morrissey reported that both plants continue to run at their maximum potential. With deliveries from the FKC waning, KRSB is generating minimal revenue at the present time.

9. Draft Rules and Regulations

Manger Morrissey discussed a draft of the Rules and Regulations which need to be completed by January of 2019. No action was taken, but a general discussion was had, and a few edits were suggested. The Board will reconsider a revised version for the January 2019 Board meeting.

No action was taken.

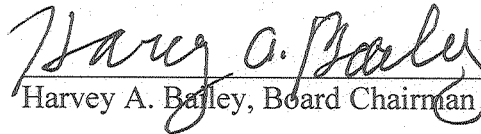
10. FWA General Member Issues

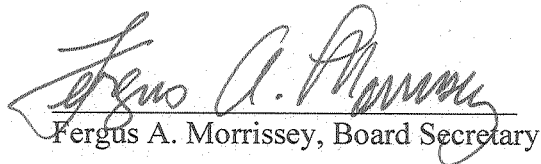
Primary discussion related to the signing of the amendment to the 1986 COA and the Voluntary Settlement Agreements contemplated by the State Water Resources Control Board.

No action was taken.

11. Adjourn

The Board adjourned the meeting at 4:05 P.M. and set the next meeting for Wednesday January 9, 2019 at 11:30 at the District Office in Orange Cove.


Harvey A. Bailey, Board Chairman


Fergus A. Morrissey, Board Secretary