

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, January 12, 1994.

The Meeting was called to order at 1:30 P.M., with following Directors and Officers present:

Directors: Stanley C. Beach, President
Richard D. McFarlin, Vice President
James O. Orlopp
Henry A. Collin, III
Harvey A. Bailey

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Minutes of the Regular Meeting held on Wednesday, December 8, 1993 were approved as mailed on a motion by Director McFarlin, seconded by Director Bailey.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$393,339.99. After discussion, Director Orlopp offered a motion to pay the bills. The motion was seconded by Director McFarlin and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Funds. The Local Agency Investment Funds were reported as follows; General Fund \$1,094,645.57, Rehab. Standby at \$354,668.34, the Fishwater Hydro at \$131,331.05, Rehab. Construction \$2,115,799.01 and the Interest Fund at \$402,015.72 with all earning interest at 4.375 percent. Reports were also given on the water conditions and other related matters.

The 1993 Budget to Actual Expense report was then reviewed and comments solicited as to format.

The 1994 water rates were then discussed. A proposed water rate schedule was presented which identified an O & M charge. The charge becomes necessary because the maintenance department will be phased out with the rehabilitation of the District's distribution facilities. The District needs a fund to call on should a major maintenance problem occur. After discussion, Director Bailey offered a motion to approve the rate scheduled as prepared. The motion was seconded by Director Orlopp and unanimously approved by the Board.

Federal issues were then discussed. Of special interest was how the Bureau was handling contract renewal issues even for interim contracts which they claim were mandated by CVPIA law. From current activities, it is quite evident that the "New Bureau" definitely have new views on contractor rights.

Under the Rehabilitation Program, reports were given on construction and financial standing of the program. A letter requesting meter installation on pipelines that had recently been installed was discussed. After discussion, Director McFarlin offered a motion to approve the installation of additional meters under the Rehab. Program but recommended that those installation wait to the end of construction to the extent possible. The motion was seconded by Director Collin and unanimously approved by the Board.

Also discussed under the Rehab. Program was a request by Jones and Stokes to modify the scope and cost estimate to the environmental review for the joint OCID/City reservoir. The additional cost primarily results from the additional work related to the plant species found on the site. After discussion, Director Bailey offered a motion to modify the scope with the additional cost. The motion was seconded by Director McFarlin. The motion was approved on a "yes" vote by four Directors. Director Collin cast a "no" vote.

A status report was then given on the Friant Fishwater Release Hydro which included the performance, financial standing and litigation with Valley Engineers. Also discussed was the need to have the Valley Engineers claim evaluated by a construction claims specialist. It was estimated that the review could be done for less than \$10,000. After discussion, Director McFarlin offered a motion to approve the services of the specialist. The motion was seconded by Director Orlopp and unanimously approved by the Board.

The Kings River Siphon Hydro was discussed relative to the District's interest to purchase or permit the sale to a hydro firm with considerable experience in plant operation and maintenance. The Board directed management to pursue the latter alternative.

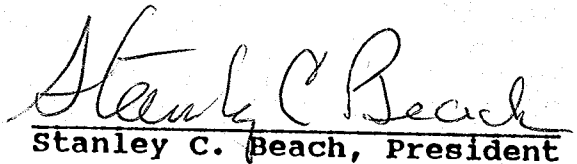
A request to market District water was then discussed. The District's Counsel had given a verbal opinion that the type of marketing request could be done on a one time basis. After informing the landowner of the preliminary opinion, he asked the District to disregard his request, therefore, the matter was tabled.

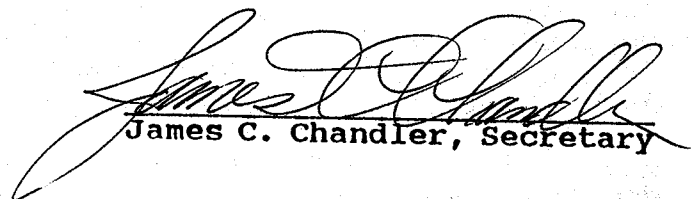
The proposed 1994 CVPWA budget was then presented to the Board for their review in preparation for a call for dues.

The California Farm Water Coalition letter describing their activities and a call for membership contribution was then discussed. After discussion, Director Bailey offered a motion to pay the membership dues. The motion was seconded by Director Collin and unanimously approved by the Board.

President Beach then presented his resignation for Board consideration. After discussion, Director Bailey offered a motion to respectfully accept the resignation, acknowledge the 30 plus years of dedicated service and set the effective date as the February, 1994 Board meeting date. The motion was seconded by Director Collin and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 4:45 P.M.


Stanley C. Beach, President


James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Monday, February 7, 1994.

The Meeting was called to order at 1:30 P.M., with following Directors and Officers present:

Directors: Stanley C. Beach, President
Richard D. McFarlin, Vice President
James O. Orlopp
Henry A. Collin, III
Harvey A. Bailey

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Minutes of the Regular Meeting held on Wednesday, January 12, 1994 were approved as mailed on a motion by Director McFarlin, seconded by Director Collin.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$266,006.92. After discussion, Director Bailey offered a motion to pay the bills. The motion was seconded by Director Orlopp and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Funds. The Local Agency Investment Funds were reported as follows; General Fund \$1,269,783.99, Rehab. Standby at \$368,521.37, the Fishwater Hydro at \$136,746.21 Rehab. Construction \$2,822,248.72 and the Interest Fund at \$402,015.72 with all earning interest at 4.332 percent. Reports were also given on the water conditions and other related matters.

A resolution in recognition of Stanley C. Beach was then discussed. After discussion, Director McFarlin offered a motion to approve the resolution. The motion was seconded by Director Orlopp and unanimously approved by the Board.

Water transfer guidelines were then discussed. Since the District had received its second request to sell or transfer water, a discussion was held regarding the adoption of guidelines for this process. Draft guidelines were discussed but deferred to a later Board meeting for a decision to permit adequate review time.

Construction and financial standing reports were then given on the District's rehabilitation program.

The Friant Fishwater Release Hydro was then discussed. Revenue received in January was \$18,799.15, \$25,000 were moved to a repair and replacement fund and \$13,875.74 expense for the month, leaving a balance of \$136,746.21. \$7,334.26 expense was for legal fees due to the litigation with Valley Engineers.

A discussion was then held regarding the planned Foreclosure Sale by United Savings Bank. The plan was for Consolidated Hydro, Inc. to purchase at the Foreclosure Sale scheduled for February 22, 1994. However, due to inadequate time to consummate final agreements, plans were changed for USB to purchase the project.

Under Friant Water Users Authority, a discussion was held on an amendment to the Joint Powers Agreement to admit Madera Irrigation District as a member. After discussion, Director Bailey offered a motion to approve the amendment. The motion was seconded by Director McFarlin and unanimously approved by the Board.

A proposal for the 1993 audit was then discussed. After discussion, Director Collin offered a motion to approve the letter agreement with Baker, Peterson and Franklin to perform the 1993 audit. The motion was seconded by Director Orlopp and unanimously approved by the Board.

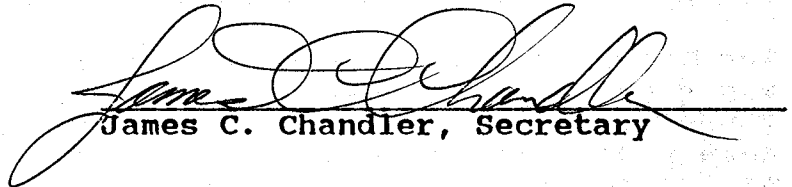
Under the Family Farm Alliance, a discussion was held regarding a group visit from Congressman Norm Mineta's office in preparation of the Clean Water Act reauthorization and OCID's contribution toward their visit. After discussion, Director Orlopp offered a motion to contribute \$2,000 for the cause. The motion was seconded by Director Bailey and unanimously approved by the Board.

A discussion was then held regarding revised bylaws for the California Farm Water Coalition. After discussion, Director Orlopp offered a motion to approve the change and authorization for Secretary Chandler to sign the ballot in behalf of the Board. The motion was seconded by Director Collin and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 4:20 P.M.



Richard D. McFarlin, Vice President



James C. Chandler, Secretary

Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held on Monday, February 21, 1994.

The Meeting was called to order at 9:05 A.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, Vice President
James O. Orlopp
Henry A. Collin, III
Harvey A. Bailey

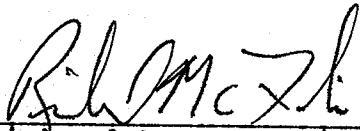
Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

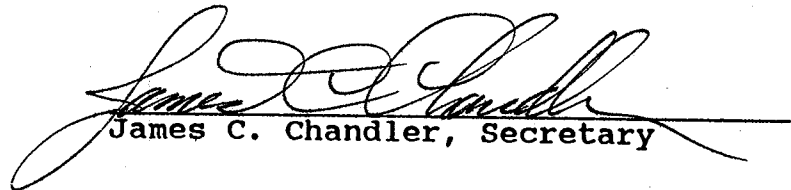
Manager Chandler explained that the purpose of the meeting was to discuss issues relating to the proposed foreclosure sale of the Kings River Siphon Hydroelectric Plant.

Manager Chandler then reported on a conference call between the Bank and the District which included counsel for both entities. The most concerning issue discussed was the Bank's intent to have a wholly owned subsidiary, Lender's Service Corporation, purchase the plant. The Bank was quite candid that the purpose was to limit USB liability. Also discussed was the Bank's problem in getting the continuation of insurance coverage or a new policy for coverage due to the problems experienced at the plant.

A telephone conference call was then made to Counsel Bill Spruance to discuss legal issues which he had put into a draft letter form for the Board consideration. Following discussion, Director Orlopp offered a motion to finalize the letter for signature by Vice-President McFarlin and deliver to the Bank. The motion was seconded by Director Bailey and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 10:30 A.M.


Richard D. McFarlin, Vice President


James C. Chandler, Secretary

We, the undersigned, constituting the Board of Directors of the Orange Cove Irrigation District, do hereby consent to a Special Board Meeting of the Board of Directors of the Orange Cove Irrigation District to be held in the office of the District on Monday, February 21, 1994 at 9:00 A.M., for the purpose of:

To discuss matters relating to the foreclosure sale of the Kings River Siphon Hydroelectric project.

Dated this 21st day of February, 1994.

Directors:

Henry A. Bell
Walter A. Parker
Richard McFadden
James A. Lopez

We, the undersigned, constituting the Board of Directors of the Orange Cove Irrigation District, do hereby consent to a Special Board Meeting of the Board of Directors of the Orange Cove Irrigation District to be held in the office of the District on Friday, March 4, 1994 at 9:30 A.M., for the purpose of:

To discuss matters relating to the foreclosure sale and transfer of the Kings River Siphon Hydroelectric project.

Dated this 4th day of March, 1994.

Directors:

Richard McFadin
James Calapp
Bill Collett
Harvey C. Bailey

We, the undersigned, constituting the Board of Directors of the Orange Cove Irrigation District, do hereby consent to a Special Board Meeting of the Board of Directors of the Orange Cove Irrigation District to be held in the office of the District on Friday, March 4, 1994 at 9:30 A.M., for the purpose of:

To discuss matters relating to the foreclosure sale and transfer of the Kings River Siphon Hydroelectric project.

Dated this 4th day of March, 1994.

Directors:

Richard McFadin
James Calapp
Bill Collett
Harvey C. Bailey



Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held Friday, March 4, 1994.

The Meeting was called to order at 9:30 A.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, Vice President
James O. Orlopp
Henry A. Collin, III
Harvey A. Bailey

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Others: William H. Spruance, District Counsel
Chad E. Mullins, United Savings Bank
Donald P. Jarrett, Consolidated Hydro, Inc.

Manager Chandler explained that the purpose of the meeting was to discuss issues relating to the proposed foreclosure sale of the Kings River Siphon Hydroelectric Plant and transfer of ownership to Consolidated Hydro, Inc.

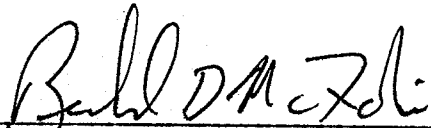
Mr. Chad Mullins then explained to the Board the Bank's position in need to foreclose and the unwillingness to accept liability for the plant. The Bank's position was that they would not foreclose without modifying the License and Operating Agreement to limit their liability. Mr. Mullins also stated that their earlier plans to purchase under a "shell" corporation had changed due to unresolved insurance issues.

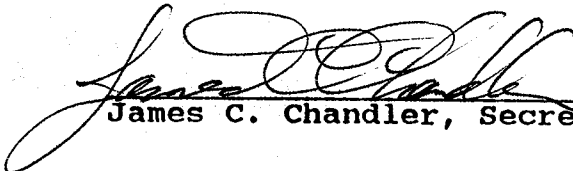
Mr. Don Jarrett then provided information about Consolidated Hydro, Incorporated and their plans to purchase in the name of a subsidiary or "shell" corporation. He further stated that CHI was well aware of the conditions of the plant and would not be purchasing for a million dollars in cash unless they planned to make it an operational plant.

The Board then asked that Mr. Mullins and Mr. Jarrett to excuse themselves so that they could discuss the matter further with only District representatives.

After discussion, Mr. Mullins and Mr. Jarrett were invited back to the Board meeting. The District then presented its position which was to accept CHI purchasing under a "shell" corporation provided some assurances could be given that the plant would be made operational or dismantled. The language for these assurances was to be worked out between the parties. Regarding USB, the District expressed that although they understood the Banks position the District was not willing to remove all of the License and Operating Agreement conditions for the Bank to foreclose. The Board then directed staff and Counsel to continue work to resolve the issues so the project could move ahead.

With no further business to discuss, the meeting was adjourned at 1:10 P.M.


Richard D. McFarlin, Vice President


James C. Chandler, Secretary

Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held on Monday, March 14, 1994.

The Meeting was called to order at 10:00 A.M., with the following Directors and Officers present:

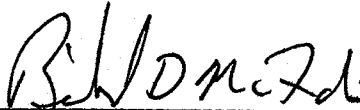
Directors: Richard D. McFarlin, Vice President
James O. Orlopp,
Henry A. Collin, III
Harvey A. Bailey

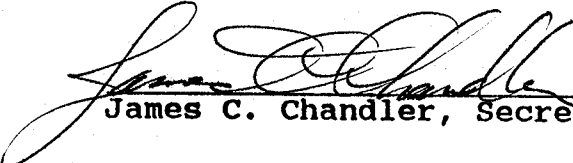
Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Manager Chandler explained that the purpose of the meeting was to continue discussion on issues relating to the proposed foreclosure sale and transfer of ownership of the Kings River Siphon Hydroelectric Plant.

A review of the latest correspondences and change to the draft agreement was made. A telephone conference with Counsel Spruance was made to further discuss the issues. After discussion, the Board felt there was still too much risk associated with the proposed agreement if the sale to Consolidated Hydro was not consummated. The Board directed Manager Chandler to inform USB of the decision and, furthermore, the decision as to the foreclosure sale remained with the Bank.

With no further business to discuss, the meeting was adjourned at 11:30 A.M.


Richard D. McFarlin, Vice President


James C. Chandler, Secretary

We, the undersigned, constituting the Board of Directors of the Orange Cove Irrigation District, do hereby consent to a Special Board Meeting of the Board of Directors of the Orange Cove Irrigation District to be held in the office of the District on Monday, March 14, 1994 at 10:00 A.M., for the purpose of:

To discuss matters relating to the foreclosure sale and transfer of the Kings River Siphon Hydroelectric project.

Dated this 14th day of March, 1994.

Directors: Jimmy Wilson
Bob McFadden
Walter Stanley
Robert J.

We, the undersigned, constituting the Board of Directors of the Orange Cove Irrigation District, do hereby consent to a Special Board Meeting of the Board of Directors of the Orange Cove Irrigation District to be held in the office of the District on Monday, March 14, 1994 at 10:00 A.M., for the purpose of:

To discuss matters relating to the foreclosure sale and transfer of the Kings River Siphon Hydroelectric project.

Dated this 14th day of March, 1994.

Directors: Jimmy Wilson
Bob McFadden
Walter Stanley
Robert J.

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday, March 15, 1994.

The Meeting was called to order at 1:40 P.M., with following Directors and Officers Present:

Directors: Richard D. McFarlin, Vice President
James O. Orlopp
Henry A. Collin, III
Harvey A. Bailey

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

First item of business was to appoint a director to replace President Beach who resigned effective of the February Board Meeting. Engineer-Manager Chandler reported on posting of the notices for the vacancy and the names of three individuals interested in the position which were David Brown, Tom Mulholland and Herb Toews. After discussion, Director Bailey offered a motion to appoint David Brown. The motion was seconded by Director Orlopp and unanimously approved by the Board.

Election for President and Vice-President of the District was then held. Director Collin offered a motion to elect Director McFarlin as President and Director Orlopp as Vice-President and that the term for these two offices be set for a two year period. The motion was seconded by Director Bailey and unanimously approved by the Board.

Election of directors and alternates, as appropriate, for Friant Power Authority, Southern San Joaquin Valley Power Authority and ACWA/JPIA were then held. Director Bailey offered a motion that Director Collin serve as the Friant Power Authority Director and newly appointed Director Brown serve as the alternate. The motion was seconded by Director Orlopp and unanimously approved by the Board. Director Bailey then offered a motion to elect Director Orlopp as the Southern San Joaquin Valley Power Authority Director. The motion was seconded by Director Collin and unanimously approved by the Board. Director Orlopp then offered a motion to elect President McFarlin as the ACWA/JPIA Director. The motion was seconded by Director Bailey and unanimously approved by the Board.

President McFarlin then asked if there were any errors or omissions to the minutes of the Regular Meeting held on Monday, February 7, 1994. Hearing none he ordered the minutes approved as mailed.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$265,670.56. After discussion, Director Collin offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Funds. The Local Agency Investment Funds were reported as follows; General Funds \$1,985,499.64, Rehab. Standby at \$370,584.55, the Fishwater Hydro at \$133,148.98, Rehab. Construction \$2,798,099.01 and the Interest Fund at \$500,027.49 with all earning interest at 4.290 percent. Reports were also given on the water conditions and other related matters.

Under other items, the Board was asked to hear the budget and dues for the CVPWA. Director Bailey offered a motion to hear the matter. The motion was seconded by Director Orlopp and unanimously approved by the Board. The matter was then discussed. After discussion, Director Collin offered a motion to pay the dues. The motion was seconded and unanimously approved by the Board.

The Westlands vs USBR (Westlands 3) litigation was discussed. The purpose of the litigation was to restrict the Exchange Contractors use of water from the San Luis Unit, which in essence would give Westlands the same contract status as the Exchange Contractors. After discussion, Director Collin offered a motion for OCID to intervene or support the intervention, as deemed necessary by Counsel, on the side of USBR. The motion was seconded by Director Bailey and unanimously approved by the Board.

District Guidelines for Water Transfers were then discussed. Draft guidelines were furnished to the Board at the February Board Meeting to provide adequate review time before adoption. After discussion, Director Orlopp offered a motion to adopt the guidelines as prepared. The motion was unanimously approved by the Board.

A status report was then given on the financial standing and construction activities of the Rehabilitation Project.

The Friant Fishwater Release Hydro was then reported on including a report from Mr. Tom Reeves, a construction claims specialist. Mr. Reeves' early report indicated that the District owed Valley Engineers less than \$30,000 but needed legible reports to verify some of his numbers.

No report was given on the Kings River Siphon Hydro since a Special Board Meeting was held March 14th to discuss issues relating to the project and no new issues had developed.

A discussion was then held regarding the reduction in maintenance staff due to the Rehabilitation Project. Issues were reported to the Board that were raised by staff at the Meet and Confer meeting. After discussion, Director Collin offered a motion to eliminate the Maintenance Department effective March 1, 1995 and offer the maintenance employees a reverse severance up to six months provided employees informed the Manager of their decision no later than July 1, 1994. The motion was seconded by Director Bailey and unanimously approved by the Board.


A discussion was then held regarding selling of used pumps and miscellaneous equipment no longer needed by the District. The Board directed Management to put together a proposal for their review before taking any action.

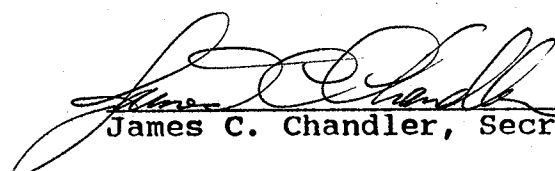
The replacement of two vehicles for watertenders was discussed. After discussion, Director Orlopp offered a motion to accept a proposals for two full size one-half ton units. The motion was seconded by Director Collin and unanimously approved by the Board.

Under Employee Handbook a review session was held this morning to make comments on the new draft Employee Handbook. After the review, a discussion was held with District Counsel regarding recommended changes. Direction from the Board was that Manager Chandler formalize the comments for Counsel review and incorporate into the draft handbook before meeting with employees.

A proposal from Orange Enterprise, Incorporated for computer software to collect and disseminate information on evapotranspiration and related water management information was discussed. After discussion, the Board directed Manager Chandler to investigate alternatives with water management consultant, Dale Handley.

With no further business to discuss, the meeting was adjourned at 5:10 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

Minutes of the Public Hearing for the Proposed Negative Declaration for the Orange Cove Irrigation District Joint Use Reservoir held Wednesday, April 13, 1994.

The Hearing was called to order at 1:40 P.M., with the following Directors and Officers Present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler,
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Others: Stan Archer
Dean Gillette
Didi Gillette
Mark Gillette

The Hearing was opened by Manager Chandler giving an overview of the project and the environmental assessment for the same. Following the overview, it was reported that no written comments had been received. Therefore, the meeting was opened for public comment.

Mr. Dean Gillette asked who assumes the responsibility for the project? It was reported that OCID would be the owner of the project and thereby assumes any liability associated with the reservoir.

Mrs. Gillette stated that she had concerns about the chain link fence that would be placed around the reservoir and its visual effects in the vicinity of their residence. It was reported that an effort would be made to locate the fence to minimize the visual impact or to landscape in the vicinity of the residence.

Mr. Archer asked about fencing his property so he could have cattle on his land during construction. It was reported that fencing would be done if construction occurred at a time when cattle are grazing the land.

A question was then raised as to whether OCID would prevent the reservoir from being stocked with Mosquito Fish. It was reported that the report was written that OCID would not stock with exotic species, including Mosquito Fish, but, did not limit the Mosquito Abatement District or others from doing so.

Hearing no adverse comments during the comment session, the Board was asked to consider the adoption and filing of the Negative Declaration. Director Bailey then offered a motion to adopt and file the Negative Declaration. The motion was seconded by Director Collin and unanimously approved by the Board.

The Board was then asked to consider the adoption of the mitigation and monitoring program. Director Brown offered a motion to adopt the said program. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Board was then asked to approve the project and proceed to construction. Director Collin offered a motion to approve and proceed with said project including the authorization of up to \$10,000 for soils and geological investigation should the City of Orange Cove be unable to front the money. The motion seconded by Director Brown and unanimously approved by the Board.

With no further business to discuss, the Hearing was adjourned at 2:55 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary



Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, April 13, 1994.

The Meeting was called to order at 1:37 P.M., with the following Directors and Officers Present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

The first order of business was the taking of the Oath of Office by David A. Brown, new Director for Division 2 of the District.

The Regular Meeting was adjourned at 1:40 P.M. to conduct a Hearing for the Environmental Assessment for the joint OCID/City reservoir.

The Regular Meeting reconvened at 2:55 P.M.

Director Collin offered a motion to approve the minutes as mailed. The motion was seconded by Director Bailey and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$288,104.11. After discussion, Director Bailey offered a motion to pay the bills. The motion was seconded by Director Brown and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Funds. The Local Agency Investment Funds were reported as follows; General Fund \$1,953,114.56 Rehab. Standby at \$372,692.99, the Fishwater Hydro at \$184,337.41, Rehab. Construction \$3,541,824.01 and the Interest Fund at \$596,170.83 with all earning interest at 4.261 percent. Reports were also given on the water conditions and other related matters.

The Board was then asked to hear four items new to the Agenda which included the City of Orange Cove's proposal for payment of the South Avenue pipeline relocation, Joe Martinez request to sell 40 hours of vacation time, the District's Counsel attending Interim Contract Negotiations and pay for the District's Treasurer. Director Bailey offered a motion to hear the new items. The motion was seconded by Director Collin and unanimously approved by the Board.

Under the City of Orange Cove, City Administrator, Anthony Lopez, appeared before the Board and presented the City's plan to collect the monies due for the relocation of the South Avenue pipeline. The City reported they had found a legal means by which to collect or place a lien on the property. Mr. Lopez then asked the Board if the City was unable to collect from all property owners, that a lien on any unpaid landowner(s) was sufficient guarantee for the District to go ahead and relocate the pipeline so development could start in the area. After discussion, Director Orlopp offered a motion to accept the proposal subject to District's Counsel acceptance. The motion was seconded by Director Collin and unanimously approved by the Board.

Mr. Martinez requested to sell vacation time to pay for unexpected back taxes. After discussion, Director Collin offered a motion to approve the sale of leave time. The motion was seconded by Director Brown and unanimously approved by the Board.

Discussion was then held regarding the District's Counsel attending Interim Contract negotiation sessions. After discussion, the Board directed Manager Chandler to have Counsel at the meetings deemed important for setting the standards for the interim contracts.

Under pay for District Treasurer, Manager Chandler asked the Board to confirm or clarify its intent for Treasurer pay as to whether it was for a monthly basis or per meeting basis. The Board confirmed that the pay, as set by Board action November 12, 1992, was intended to be on a monthly basis.

A report was then given on the Westlands vs USBR which was more commonly known as the Westlands III case. The Friant group was somewhat surprised but pleased that Judge Wanger ruled from the bench and denied the Preliminary Injunction sought by Westlands. In doing so, Judge Wanger recognized prior water rights and CVP Contractor as they currently exist and, as such, Westlands are a surplus CVP Contractor. Following this ruling, Counsel for the Friant group and the Exchange Contractors are anxious to move to Summary Judgement Motion as quickly as possible to finalize this issue once and for all.

A status report was then given on the construction activities and the financial standing of the District's Rehabilitation Project.

A report was then given on the Friant Fishwater Release Hydro including fund balances, performance, the January payment shortfall and Valley Engineers, Incorporated litigation.

A report was also given on the Kings River Siphon Hydro with USB's effort to foreclose on the original developers of the project. The Bank was currently looking at entering into a lease/purchase agreement with CHI immediately upon foreclosure rather than trying to get the District to agree to changes in the License and Operating Agreement. The full information was not available for Board review at this meeting.

Late water orders were then discussed. Mr. Govea appeared before the Board and presented his case in that he was new to the District and thought that his payment of maintenance, assessment and standby charges entitled him to water. Based on Mr. Govea's circumstance, the Board approved his request for the current water allotment.

Mr. Joe Lassalette had a written statement before the Board that his payment was not received by the District due to the payment being lost by the Postal Service. The Board approved his request subject to a sworn affidavit to the facts.

Mr. Guy, Mr. Fitzgerald and Mr. Stogsdill all had requests before the Board but were delinquent in purchasing water on time for various reasons. The Board kept these requests subject to availability but directed management to try to find another source for these individuals.

A report from Mr. Dan Lange to connect a Tri-Valley Water District service to OCID was then discussed. After discussion, Director Brown offered a motion to permit the installation provided the arrangement was acceptable to Tri-Valley Water District and that Mr. Lange would pay the same cost as OCID landowners for a service from the new system. The motion was seconded by Director Orlopp and unanimously approved by the Board.

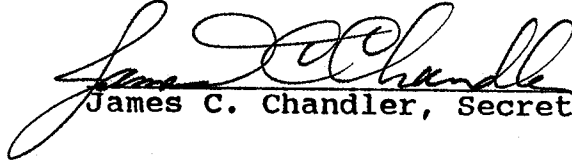
The ACWA Health Benefit Authority was then discussed. The changes in the ACWA health benefit plan were necessitated due to changes in State Law. All benefits would remain the same with no changes in premium cost. Director Collin offered a motion to approve the new ACWA Health Benefit Authority. The motion was seconded by Director Brown and unanimously approved by the Board.

A discussion was then held regarding a proposal by the Dolphin Group to do a joint public information program with OCID and California Citrus Mutual. After discussion, the Board declined to accept the proposal for its present timing and directed management to search for more east side participants to participate and better define the appropriate timing.

Proposals were then presented to replace two operations pickups. Proposals were furnished by dealers for full size one-half ton units and mini pickups. Manager Chandler recommended the purchase of two full size pickups from Decker Ford who presented the lowest proposal of \$24,665.30 for the two units. Director Collin offered a motion to make the recommended purchase. The motion was seconded by Director Orlopp and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 6:10 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held on Thursday, April 21, 1994.

The Meeting was called to order at 9:40 A.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Absent: James O. Orlopp, Vice President

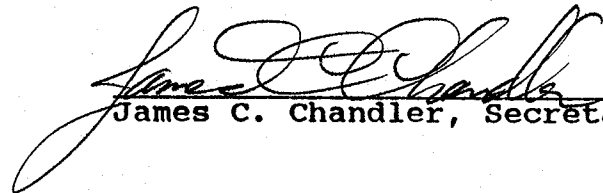
Manager Chandler explained that the purpose of the meeting was to consider a proposed purchase of the Kings River Siphon Hydro by United Savings Bank or Consolidated Hydro, Incorporated. It was also explained that the current proposal differed from previous proposals in that the plan was for United Savings Bank to immediately enter into a lease purchase agreement with Consolidated Hydro, Incorporated if CHI did not purchase at the foreclosure sale. The other difference was that USB did not request changes in the License and Operating Agreement.

A telephone conference with Counsel Spruance was then made in which Counsel reviewed, for the Board, the legal issues for the current proposal including the Second Amendment to the License and Operating Agreement. After discussion, Director Bailey offered a motion to approve the Second Amendment. The motion was seconded by Director Collin and unanimously approved by the Board.

The Board was then asked to approve a letter to USB and CHI stating the District's position on the proposed transfer. Director Collin offered a motion for the letter to be issued under the signature of President McFarlin. The motion was seconded by Director Brown and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 10:50 A.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

CONSENT TO SPECIAL BOARD MEETING

We, the undersigned, constituting the Board of Directors of the Orange Cove Irrigation District, do hereby consent to a Special Meeting of the Board of Directors of the Orange Cove Irrigation District to be held in the office of the District on April 21, 1994 at 9:30 P.M. for the purpose of:

- 1. To consider proposed purchase of Kings River Siphon Hydroelectric Project by United Savings Bank or Consolidated Hydro Inc..
- 2. Consider amendments to the License and Operation Agreement for KRSH

Dated this 21st day of April, 1994.

Directors B.H. McZoli

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Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, May 11, 1994.

The Meeting was called to order at 1:40 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Director Brown offered a motion to approve the minutes as mailed. The motion was seconded by Director Collin and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills \$692,997.48. After discussion, Director Orlopp offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Funds. The Local Agency Investment Funds were reported as follows; General Fund \$2,005,007.14, Rehab. Standby at \$381,736.07, the Fishwater Hydro at \$165,831.38, Rehab. Construction \$381,736.07 and the Interest Fund at \$639,205.88 with all earning interest at 4.330 percent. Reports were also given on the water conditions and other related matters.

Under the Rehabilitation Program, reports were given on construction activities and financial standing of the program. Also discussed was the preliminary prepayment analysis, which is being reviewed by Baker, Peterson and Franklin, and a revised Standby Charge Scheduled which was recommended for adoption. Director Collin then offered a motion to approve the revised schedule. The motion was seconded by Director Bailey and unanimously approved by the Board.

Also discussed under the Rehab. Program was the design for Systems 7 & 9. Of particular concern was the high ground near the Friant-Kern Canal which would have to be pumped. The question arose as to whether that part of the systems should be pumped with sufficient pressure to eliminate water users pumping at their deliveries since the District could provide the pressure at about one-half the landowner's cost. The Board directed staff to take the issue to the water user for input.

Under the Friant Fishwater Hydro, a report was given on performance, financial standing of the Hydro Fund and the Valley Engineers litigation. The Board was also asked to consider amending the Resolution 7-93, the Hydro Fund Accrual and Disbursement Guidelines to use the excess revenue to pay landowner assessment and standby charges. The District would then set, on an annual basis, the assessment and standby rates to makeup any deficit for general administration of the District. Director Collin offered a motion to amend the resolution. The motion was seconded by Director Brown and unanimously approved by the Board.


A report was then given on the foreclosure sale of the Kings River Siphon Hydro in which the Bank purchased the project through a subsidiary, Lenders Corporation, and immediately entered into a purchase agreement with Consolidated Hydro, Inc. CHI is quickly restoring the plant for operations.

A discussion was then held regarding language changes the USBR was recommending for the 14 renewed contracts. USBR's intent was to implement a voluntary contract modification in an effort to get the NRDC vs. Patterson litigation resolved. After discussion and with no assurance this effort would resolve any part of the litigation, the Board elected to decline the offer.

A discussion was then held regarding different methods to collect funds for the Family Farm Alliance. Of Particular interest was one in which the Alliance would contract directly with the landowners but have the District collect those funds when billing for other services. After discussion, the Board elected to not support that plan.

Under Maintenance, a discussion was held regarding dropping equipment charges to reduce maintenance cost for the remaining old systems. The equipment charges were no longer needed since sufficient funds had been collected to pay for the original purchase and no replacement would be made of that equipment. Director Brown then offered a motion to drop the equipment charges effective June 1, 1994. The motion was seconded by Director Orlopp and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 5:15 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, June 8, 1994.

The Meeting was called to order at 1:40 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Director Collin offered a motion to approve the minutes as mailed. The motion was seconded by Director Brown and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$412,284.28. After discussion, Director Orlopp offered a motion to pay the bills. The motion was seconded by Director Brown and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$1,851,835.46, Rehab. Standby at \$386,683.45, the Fishwater Hydro at \$231,507.44, Rehab. Construction \$878,136.51 and the Interest Fund at \$646,754.12 with all earning interest at 4.368 percent. Reports were then given on the water situation which current supplies gave an allocation of 1.41 acre feet per acre. The Board was then asked if they wished to removed the "Subject to Availability" condition for people who had not purchased water by February 25th of this water season. After discussion, Director Bailey offered a motion to remove the "Subject to Availability" condition provided that District staff watch the water used within the District so that no one individual used more than his current allocation of 1.4 acre feet per acre without further Board review. The motion was seconded by Director Orlopp and unanimously approved by the Board. Reports were then given on other related matters.

Under the 1993 Audit. Messrs. Kyle Stephenson and Joe Mastro appeared before the Board on behalf of Baker, Peterson and Franklin to report on the 1993 Audit. Mr. Mastro reviewed various items of the Audit report with the Board which was then opened for questions and comments at the end of the review. Mr. Stephenson then reported on a service provided by the firm in regards to an internal operations review. After hearing the report, the Board was asked if they would be interested having this service provided for the District. The response by the Board was affirmative and directed staff to work with Baker, Peterson and Franklin in conducting the review.

While Mr. Stephenson and Mr. Mastro were present, a discussion was also held in regards to the Rehabilitation Program prepayment analysis. Mr. Mastro reviewed a letter stating the various items that should be considered in preparing such an analysis which also included cautions the Board should take in order not to incur a deficit in the prepayment fund before the COP's prepayment date of February 1, 2001. After discussion, Director Bailey offered a motion to approve a prepayment schedule based on a three (3) percent discount value prepared by the District and that prepayment can be made only by a whole parcel. The motion was seconded by Director Brown and unanimously approved by the Board. Reports on construction and financial standing of the Rehab. program were also given.

Reports were then given on the various power projects in which the District is involved with. Under the Friant Fishwater Hydro, reports were given on the performance, financial standing of the Hydro Fund and the litigation with Valley Engineers. Under the Kings River Siphon Hydro, a report was given on the performance of Consolidated Hydro. Three units are currently on-line in which Consolidated has manned the site on a twenty-four hour basis to maximize production and to meet current operating conditions set by the Bureau and Friant Water Users Authority. The gear box for the fourth unit is nearing completion and will be transported to the site and installed over the coming weekend. A report was also given on the insurance issues affecting this plant with hopes of a quick resolution on those outstanding issues so that the plant could be transferred in title to Consolidated Hydro.

A report was then given on efforts to refinance the Friant Power Authority. It was also noted that there was no new activities to report on the Southern San Joaquin Valley Power Authority.

A discussion was then held regarding farm tailwater and problems relating to tailwater leaving individuals farms. Mr. Pete Krahn was present for the discussion. His property encountered flooding problems when Alta Irrigation District elected to close a cross drain which blocked tailwater in a natural drain ditch. Manager Chandler informed the Board that he had discussed this issue with counsel and that counsel was looking into the matter further. It was also recommended that an effort be made to work with Alta Irrigation District to maintain the present working relations but to develop a coordinated procedure should a similar problem occur. The Board supported this position and directed management to work with Alta towards a mutual solution in this matter.

Under personnel, a discussion was held regarding cost-of-living adjustment for the District full-time staff other than the District manager. A full review of the ACWA Salary survey and position descriptions were made so that the Board is apprized of how management makes its review and recommendations for salary adjustments. Also discussed was workloads, staffing and staffing responsibilities in order for the District to accomplish its current goals and objectives. The cost-of-living indices was then reviewed and recommendations were made for the cost-of-living adjustments. After discussion, Director Collin offered a motion to give a cost-of-living adjustment of 2.2 percent across the board with the following exceptions: 1. The Project Engineer be raised to \$4000.00 per month. 2. Brett Gray be established as a Junior Engineer with salary ranges established for that position comparable to the same position with the Friant Water Users Authority. 3. Dalia Cantu be placed on full time employment and given District benefits and to be assigned to the construction program. The motion was seconded by Director Bailey and unanimously approved by the Board.


Under Insurance Issues, various issues were reviewed with the Board including the more significant issue whether or not to place flood and earthquake coverage for the Friant Fishwater Hydro. After discussion, the Board elected not to seek this coverage and directed staff to inform JPIA of this decision.

Under the Family Farm Alliance, a discussion was held in regards to the Alliances Mission Statement and whether that statement adequately describes the mission of the alliance as viewed by this Board. After discussion, the Board acknowledge that the Mission Statement is appropriate.

Under Tulare County Farm Bureau, a discussion was held regarding the request to support the Water Education Foundation training for teachers in Tulare County. The request was for a donation of \$100.00. After discussion, Director Brown offered a motion to support the effort through the donation of the \$100.00. The motion was seconded by Director Orlopp and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 6:20 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, July 13, 1994.

The Meeting was called to order at 10:05 A.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Absent: James O. Orlopp, Vice President

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer
Michael V. Sexton, Counsel

Director Collin offered a motion to approve the minutes as mailed. The motion was seconded by Director Bailey and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$456,050.01. After discussion, Director Bailey offered a motion to pay the bills. The motion was seconded by Director Brown and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$2,117,593.23, Rehab. Standby at \$569,869.27, the Fishwater Hydro at \$267,247.71, Rehab. Construction \$689,499.01 and the Interest Fund at \$715,757.76 with all earning interest at 4.457 percent. Reports were then given on other related matters.

The San Joaquin River Comprehensive Plan was then discussed. This is a study to be conducted by the U.S. Bureau of Reclamation and U.S. Fish and Wildlife Service to determine if a reasonable, prudent and feasible method can be determine to re-establish and anadromous fishery on the San Joaquin River. The study was authorize by the Central Valley Project Improvement Act and is to be completed by the end of September, 1996.

The District Rehabilitation Program was then discussed. Reports were given on the construction activities for the month and the financial standing of the program as of the end of June. Also discussed was a claim presented to the District by Mr. William Benson. The claim was for fruit loss on trees in which the District had informed Mr. Benson that he would be able to pick prior to tree removal and for damage to other trees. After discussion, the Board directed Manager Chandler to issue a check to Mr. Benson in the amount of \$250.00 due to the District communication error. The Board then denied the portion of the claim for tree damage in that some damage is inherent with this type of project. The photos presented with the claim did not show intensive tree damage.

Under power projects the Friant Fishwater Hydro was first reported on. The Hydro fund at the end of June had a cash balance of \$267,250.71; in addition, a revenue check which was received from Pacific Gas & Electric Company for the month of May totalled \$48,108.87. Also Counsel Sexton and claims expert, Tom Reeves, gave extensive reports on litigation with Valley Engineers. Under the Kings River Siphon Hydro, a status report was given on the plant operations in that all four units were operational. Also a report was given on the status of the insurance claim by United Savings Bank. Based on reports from United Savings Bank the damage claim had been resolved with the carrier leaving only the business interruption part of the claim to unresolved. United Savings Bank also reported that they did not anticipate a hold up in closing escrow based on the status of the claim. Escrow is scheduled for closure on July 25th.

Under the San Joaquin Valley Power Authority, a letter was discussed in which the Authority is now looking at various options in case the de-regulation of utility makes this project infeasible for the Authority to continue operations.

Under Farm Tailwater, a discussion was held regarding Counsel recommendation to change the District's policy regarding this item. Also discussed was the opportunity for the District to either install its own tailwater recovery system or work with an adjacent landowner to recover unused tailwater in Improvement District 3. After discussion, Director Brown offered a motion to approve the policy changes as recommended by Counsel and for the District to continue its effort to recover wasted water. The motion was seconded by Director Bailey and unanimously approved by the Board.

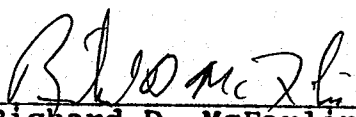
Mr. Jim Verboon, field coordinator for Senator Phil Wyman appeared before the Board to discuss water related issues. Mr. Verboon addressed several issues in which he felt that Senator Wyman could be very helpful with and also issues that Senator Wyman needed support for.

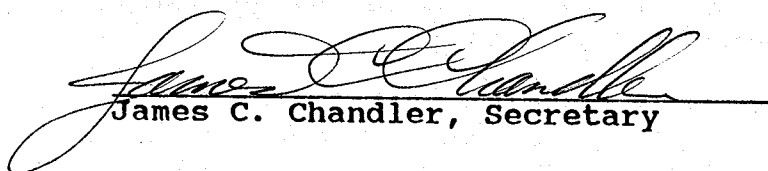
Under District billings a discussion was held in regards to the numerous billings made by the District and how confusing it is to many of the landowners/waterusers. A recommendation was made to consolidate billings to the extent possible and that billings being issued with a summary sheet informing the landowner when certain billings are due; and, issue a couple of reminders on an annual basis when critical billings are due. It was recommended that this process be carry out at least through the transition period associated with the District Rehabilitation Program. After discussion, Director Collin offered a motion to approve the recommendation. The motion was seconded by Director Bailey and unanimously approved by the Board.

Under Personnel, Manager Chandler reported to the Board the decisions of the Maintenance personnel. All three employees elected to take the reverse severance in that they would take their last six months of pay in lieu of working that period. In essence, the District will no longer have a Maintenance Department, per se, after August 31, 1994.

Under Equipment, Manager Chandler discussed with the Board the need for a Cellular telephone. It was recommended that a transportable unit be purchased. After discussion, Director Collin offered a motion to approve the recommendation. The motion was seconded by Director Brown and unanimously approved by the Board.

With no further business to discuss, the Board meeting was adjourned at 4:30 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, August 10, 1994.

The Meeting was called to order at 1:30 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler,
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Under Minutes, Director Collin offered a correction to the minutes for the second sentence in the paragraph Under Equipment, to read, "It was recommended that a transportable unit be purchased.", and; offered a motion for approval of the minutes with the correction. The motion was seconded by Director Brown and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$1,168,263.57. After discussion, Director Orlopp offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$1,923,753.30, Rehab. Standby at \$611,843.93, the Fishwater Hydro at \$294,037.52, Rehab. Construction \$1,429,146.55 and the Interest Fund at \$496,993.85 with all earning interest at 4.809 percent. Reports were then given on the status of our water supply and other related matters.

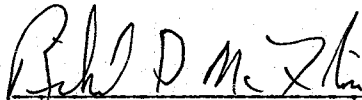
The District Rehabilitation Program was then discussed. Reports were given on the construction activities for the month and the financial standing of the programs as of the end of July. A recap of System 10 was also given which analyses some of the productivity losses encountered on that system.

The Friant Fishwater Release Hydro was then discussed. The balance in the Hydro Fund at the end of July was \$294,037.52. In addition, a revenue check was received from Pacific Gas & Electric for the month of June for the amount of \$47,769.16. A report was also given on the arbitration proceedings with Valley Engineers.

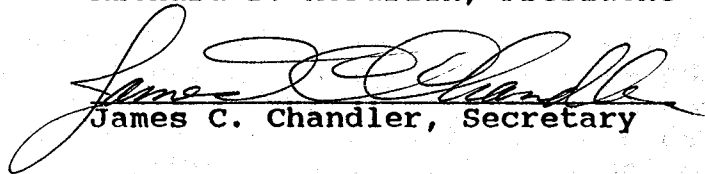
Under the Kings River Siphon Hydro, a report was given on CHI's activities to implement a flow management procedure for the project. Also reported was that escrow had closed, the title had been transferred from USB to CHI and that the District was reimbursed for \$87,724.54 it had advanced for USBR costs. A discussion was then held regarding the letter agreement dated July 3, 1985 for legal cost for the development of the project, and, whether those cost should be paid now or held for payment out of future project revenues with additional interest accrued. After discussion, Director Orlopp offered a motion to pay the amount currently due (\$85,420.77) from the amount received from the USB with the close of escrow. The motion was seconded by Director Bailey and unanimously approved by the Board.

Under Water Issues, a discussion was held regarding the District's current policy for allocating and selling water, the latitude given by the California Water Code, and, whether policy should be changed in recognition that the new distribution system has the ability to deliver the District's full water supply. From that perspective, it is important that one water users is not permitted, unknowingly, to use another user's purchased supply. Discussion are to continue on this issue.

With no further business to discuss, the Board meeting was adjourned at 5:15 P.M.



Richard D. McFarlin, President



James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, September 14, 1994.

The Meeting was called to order at 1:33 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

The minutes of the Regular Board meeting held August 10, 1994 were approved as mailed on a motion by Director Collin, seconded by Director Brown and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$659,778.52. After discussion, Director Collin offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$1,788,234.71, Rehab. Standby at \$617,293.77, the Fishwater Hydro at \$317,891.06, Rehab. Construction \$862,959.05 and the Interest Fund at \$519,400.43 with all earning interest at 4.908 percent. The water supply was then discussed. After discussion, Director Bailey offered a motion to open the water supply for the remainder of the water season. The motion was seconded by Director Collin and unanimously approved by the Board.

Engineer-Manager Chandler asked the Board to hear a new item regarding a Chamber of Commerce event that was not on the Agenda but needed to be discussed at this meeting. Director Bailey offered a motion to hear the new item. The motion was seconded by Director Brown and unanimously approved by the Board. Manager Chandler then reported that the Orange Cove City Chamber of Commerce wanted to honor the District at its festival in October in recognition of the importance of water to the community. The Board was then asked to authorize up to \$1000 for a displace to recognize past and present directors, staff and activities by the District. After discussion, Director Brown offered a motion to authorize funding for the event. The motion was seconded by Director Orlopp and unanimously approved by the Board.

Under Public Input, Mr. Leo Mckinney appeared before the Board to discuss pumping the District's distribution systems to provide sufficient pressure at the landowner's delivery to serve low volume systems. After discussion, the Board elected to stay with current plans to provide all landowners with the lowest cost water possible at the delivery head.

The Regular Board meeting was recessed at 2:30 P.M. and the Board convened as the Board of Equalization. In that no one appeared, the Board of Equalization adjourned at 2:35 P.M. and the Regular meeting of the Board reconvened.

The 1995 Budget was then discussed. After discussion, Director Collin offered a motion recommending approval of the budget with all of the Administrative Standby Charges paid by the Hydro Fund. The motion seconded by Director Brown and unanimously approved by the Board. Director Brown then offered a motion to set the Assessment Rate at \$0.2602 per \$100 assessed value for land. The motion was seconded by Director Collin and unanimously approved by the Board.

The District Rehabilitation Program was then discussed. Reports were given for construction and financial standing for the program as of the end of August. A discussion was held regarding the mechanical conditions of the crane and the opportunity to purchase an identical unit for parts. After discussion, Director Collin offered a motion to purchase the second unit at a price not to exceed \$8,000.00. The motion was seconded by Director Bailey and unanimously approved by the Board.


The Friant Fishwater Release Hydro was then discussed. The balance in the Hydro Fund at the end of August was \$317,891.06. In addition, a revenue check was received for the month of July for the amount of \$43,916.32. Reports were also given on the critical state of the generator bearing and litigation with Valley Engineers.

A request by Dan Lange to transfer water into OCID was then discussed. In that the Board opened the District's water supply, there was no action needed on this item as this time.

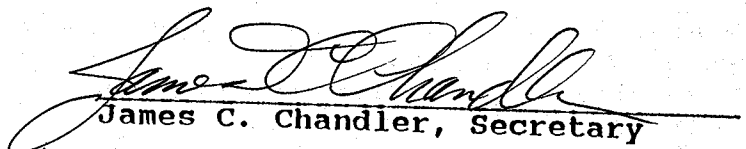
The Federal Surplus Property Program was then discussed. After discussion, Director Orlopp offered a motion for the District to participate in the program. The motion was seconded by Director Bailey and unanimously approved by the Board.

Water Issues was on the agenda for the purpose of discussing the District's policy for purchase and delivery of District water. This matter was tabled since a full policy review had not been completed by District staff.

With no further business to discuss, the Board meeting was adjourned at 4:55 P.M.



Richard D. McFarlin, President



James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, October 12, 1994.

The Meeting was called to order at 1:30 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
 James O. Orlopp, Vice President
 Henry A. Collin, III
 Harvey A. Bailey
 David A. Brown

Officers: James C. Chandler
 Engineer-Manager-Secretary
 Glenn F. Stringer, Treasurer

The minutes of the Regular Board meeting held September 14, 1994 were approved as mailed on a motion by Director Collin, seconded by Director Bailey and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$557,389.98. After discussion, Director Brown offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$1,414,546.63, Rehab. Standby at \$621,858.14, the Fishwater Hydro at \$296,286.97, Rehab. Construction \$1,584,171.55 and the Interest Fund at \$553,915.73 with all earning interest at 4.970 percent. The water supply and other related matters were then discussed.

The District's 1995 budget was again discussed along with the Friant Water Users Authority budget since their budget increased by 85 percent. After discussion, Director Collin offered a motion to support the FWUA budget, with considerable reluctance, and thereby amend the OCID budget. The motion was seconded by Director Orlopp and unanimously approved by the Board.

Reports were then given on the District's Rehabilitation program including the financial standing, construction activities and upgrading of the construction crane. Also discussed was a resolution for Bank of America authorizing certain individuals to invest proceeds from the Certificates of Participation used for rehabilitation financing. After discussion, Director Collin offered a motion approving the President, Vice-President, District Manager and Administrative Assistant to authorize the investments. The motion was seconded by Director Brown and unanimously approved by the Board.

The Friant Fishwater Hydro was then discussed. The balance in the Hydro Fund at the end of September was \$296,286.97. Litigation with Valley Engineers had a very significant impact on the fund. Income for the month of August was \$35,815.94. Also reported was the status of vibration in the front bearing and its projected ability to make it through the summer operating period. Reports were also given on revenue generations (to projects) for Kings River Siphon Hydro and the Southern San Joaquin Valley Power Authority.

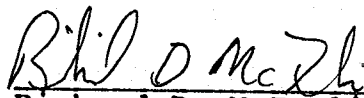
Under Friant Power Authority, Director Collin reported on a special meeting held with Kidder-Peabody to scope alternatives for presentation to Industrial Indemnity. An effort will then be made to refinance the project along the lines of what the project can support.

A discussion was then held regarding the Public Information Meeting to be held October 19th concerning the San Joaquin River Comprehensive Plan required as part of CVPIA. The Board was also ask to support activities for the meeting up to \$1000. After discussion, Director Orlopp offered a motion authorizing monitory support up to \$1000. The motion was seconded by Director Brown and unanimously approved by the Board.

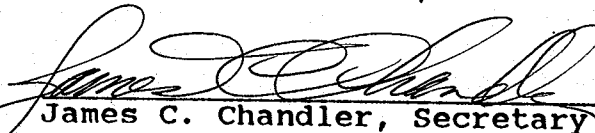
Bids for cleaning the office was then discussed. In that only one bid was received, it was reviewed for meeting the requirements of the proposal, the work to be done and the amount of the bid. After discussion, Director Brown offered a motion to approve the bid. The motion was seconded by Director Collin and unanimously approved by the Board.

No discussion was held regarding the water policy.

With no further business to discuss, the meeting was adjourned at 4:45 P.M.



Richard D. McFarlin, President



James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, November 9, 1994.

The Meeting was called to order at 1:33 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

Absent: David A. Brown

The minutes of the Regular Board meeting held October 12, 1994 were approved as mailed on a motion by Director Collin, seconded by Director Bailey and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bills totalling \$414,973.76. After discussion, Director Orlopp offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$1,230,222.26 Rehab. Standby at \$624,614.53, the Fishwater Hydro at \$322,853.29, Rehab. Construction \$1,205,484.05 and the Interest Fund at \$591,297.26 with all earning interest at 5.319 percent. The water supply and other related matters were then discussed.

Reports were then given on the District's Rehabilitation program including the financial standing and construction activities. Also discussed was the new format for reporting construction activities and progress. It was also reported that the crane was now certified and operating as a four wheel drive unit.

Under Power Projects, reports were given on performance and financial standing of Friant Fishwater Hydro and efforts to refinance Friant Power Authority. Also, a discussion was held regarding P.G. & E.'s request to execute a new agreement for consent to collateral assignment for the Kings River Siphon Hydro. After discussion, Director Bailey offered a motion to approve the agreement subject to counsel review. The motion was seconded by Director Orlopp and unanimously approved by the Board.

Under Personnel, a closed session was called at 4:10 P.M. to discuss a claim submitted to the District by Howard Barker through his attorney.

The Regular Meeting reconvened at 4:23 P.M. Director Orlopp offered a motion to deny the claim. The motion was seconded by Director Collin and unanimously approved by the Board.


Bids for the Road Boring Contract was then discussed. The bids were received with all in compliance with the invitation. The bids ranged from \$82,100.00 to \$236,850.00. After discussion, Director Collin offered a motion to accept the low bid by Walter C. Smith, Inc., with authorization for staff and President McFarlin to get the Contract executed. The motion was seconded by Director Bailey and unanimously approved by the Board.

Proposed changes for the Rules and Regulations for the sale and delivery of water within the District was then discussed. The primary change was the restricting of water purchases to not exceed the water allocation on a per acre basis. After discussion, Director Bailey offered a motion to approved the changes. The motion was seconded by Director Collin and unanimously approved by the Board.

The preparation of a Ground Water Management Plan was then discussed. The proposal was to do an area plan in conjunction with Hills Valley Irrigation District and Tri-Valley Water District. After discussion, Director Orlopp offered a motion to work with Hills Valley Irrigation District and Tri-Valley Water District toward a Resolution of Intent to prepare a Ground Water Management Plan. The motion was seconded by Director Bailey and unanimously approved by The Board.

The purchase of a letter folding machine was then discussed. The volume of mailings being done in the District warranted a more efficient manner of preparation. An office trial with a letter folder demonstrated a time saving of more than 75 percent. Therefore, the purchase of a letter folding machine was recommended. After discussion, Director Orlopp offered a motion to approved the recommendation at a cost not to exceed \$1500.00. The motion was seconded by Director Collin and unanimously approved by the Board.

With no further business to discuss, the Board meeting was adjourned at 5:00 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, December 14, 1994.

The Meeting was called to order at 1:30 P.M., with the following Directors and Officers present:

Directors: Richard D. McFarlin, President
James O. Orlopp, Vice President
Henry A. Collin, III
Harvey A. Bailey
David A. Brown

Officers: James C. Chandler
Engineer-Manager-Secretary
Glenn F. Stringer, Treasurer

The minutes of the Regular Board meeting held November 9, 1994 were approved as mailed on a motion by Director Orlopp, seconded by Director Brown and unanimously approved by the Board.

Manager Chandler and Treasurer Stringer then reported on the bill totalling \$756,130.25. After discussion, Director Brown offered a motion to pay the bills. The motion was seconded by Director Bailey and unanimously approved by the Board.

The Monthly Report was then discussed. The financial status report was given for all accounts managed by the District and the five funds managed under the Local Agency Investment Fund. The ending balance for the funds managed within the Local Agency Investment Fund are as follows; General Fund \$1,175,007.61, Rehab. Standby at \$685,112.60, the Fishwater Hydro at \$348,018.51, Rehab. Construction \$803,573.58 and the Interest Fund at \$650,093.36 with all earning interest at 5.438 percent. The water supply and other related matters were then discussed.

Reports were then given on various water issues. The first being the Friant Water Users Authority budget which was not approved by the FWUA Board. The greatest concern was that the budget was larger than necessary due to the "new congress" which should provide opportunities to revise the current CVPIA law, especially the provision concerning the San Joaquin River Comprehensive Plan. The budget discussions were to be continued at the next regular FWUA Board meeting. The San Joaquin River Comprehensive Plan was then discussed. Reports were given regarding the public meeting held throughout the Valley and Oakland. Also discussed was legislation offered by Congressman Thomas to stop the Comprehensive Plan study and oversight hearings that could, as a minimum, make major changes to the law. Other issues were reported on which included a report by Gary Sawyers, Counsel for FWUA, that all were still awaiting a ruling by Judge Karlton regarding litigation over contract renewal which included the Orange Cove contract. Mr. Sawyer also reported that NRDC had filed another lawsuit to stop the interim contract renewal process.

A recess was called at 2:50 P.M., for the purpose of holding the Orange Cove Irrigation District Financial Corporation Board meeting, wherein, a joint report was given on the financial standing, construction activities and current status of the Rehabilitation Program.

The regular meeting reconvened at 3:20 P.M., with discussions on the Power Projects.

A report was first given on the Friant Fishwater Hydro regarding the financial standing, the amount of money to be transferred to the District funds for general administration and the balance thereafter for potential litigation settlement. Also reported on was the maintenance performed in which the bearings were replaced in the generator and the installation of remote accessibility equipment.

A report was then given on the activities of the Friant Power Authority. Ida-West had reached an agreement to purchase the project (debt) for \$27 million subject to an agreement with Friant Power Authority. Also discussed was the intent to deregulate the electrical utility in California and the need for the District to develop some base line data to best serve its interest both as a producer and user of electrical energy.

A discussion was then held to establish the 1995 water rates. The final rate to purchase water from the Bureau had been received and a rate schedule prepared based on the estimated cost to deliver water to the user. After discussion, Director Brown offered a motion to approve the rate schedule with the exception that no O & M charge be added to the water rate with the District's current reserve account status. The motion was seconded by Director Orlopp and unanimously approved by the Board.

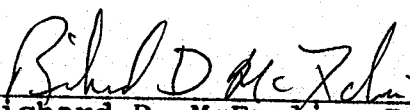
A discussion was then held regarding the continuance of the on-farm water management training program. The District nor consultant Dale Handley could develop any interest by new users so the program would die from lack of interest.

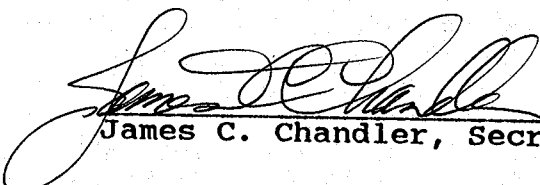
A discussion was then held regarding the preparation of a 1994 annual report. After discussion, Director Orlopp offered a motion authorizing \$2000 for the preparation and distribution of the annual report. The motion was seconded by Director Brown and unanimously approved by the Board.

A discussion was then held regarding a request from the City of Orange Cove for the District to maintain a City owned reservoir for off-canal storage. After discussion, the Board agreed to the concept provided that no liability be transferred to the District.

Under Personnel, a discussion was held regarding Manager Chandler's performance and salary. At 4:40 P.M., President McFarlin called an executive session so the Board could discuss the matter without the Manager's presents. The regular meeting reconvened at 4:47 P.M., wherein President McFarlin reported that it was the Board's decision to adjust the base salary and the special salary granted for the Rehab Program upward by 6 percent and change the vehicle mileage allocation to 2500 miles per month at .25 cents per mile.

With no further business to discuss, the meeting was adjourned at 5:50 P.M.


Richard D. McFarlin, President


James C. Chandler, Secretary