

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, January 12, 2005. The Meeting was called to order at 11:30 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David A. Brown
Arlen D. Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary
Robert T. Ramirez, Controller / Treasurer

Others: Brian Johnson, Wileman Bros./Elliott

President Bailey asked if there were any changes to the agenda. Director Miller offered a motion to approve the agenda as prepared. The motion was seconded by Director Katayama and unanimously approved by the Board.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting, minutes for the Special Board meeting or the minutes of the Groundwater Management Planning Hearing. Director Brown offered a motion to approve all as prepared. The motion was seconded by Director Katayama and unanimously approved by the Board.

Bills totaling \$282,061.53 were then discussed. After discussion, Director Miller offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

The Monthly Report was then discussed. Controller Ramirez reported on the financial standing of the District and other related activities of the Accounting Department. Manager Chandler reported on the water supply and the status of the Friant-Kern Canal for re-watering. Various other water related issues were discussed.

Under Water Rates, after a brief discussion, the Board agreed to continue discussion to January 28, 2005 at which time Controller Ramirez would have a better assessment on potential credits that could be used to offset water cost.

A discussion was then held regarding a request from the City of Orange Cove to waive late penalties for Standby charges. On a motion by Director Katayama, seconded by Director Miller, the request for a waiver was denied. The City requested in the same letter that they be able to use the reclaimed water pipeline to deliver Canal water to the new school grounds to irrigate lawns and be permitted to purchase water on lands that are still within District boundaries. The District does not object to the City using the reclaimed pipeline, however, the Regional Water Quality Board has stated that the City must keep tertiary treatment available until their plan for secondary treatment and disposal is fully operational. The disposal for tertiary treated water would require the use of the reclaimed water pipeline. As for purchasing water for City owned lands within the District, they could purchase the available allocation but would be required to use the water in accordance with the OCID contract. The Board directed Manager Chandler to inform the City on these issues.

Under Parceling of the Ketscher Property, the Board discussed issues, as requested by the Ketscher family, relative to water service to lands being parceled. The Ketscher family plans to put pipeline easements on the parcels and may put water service to some depending on the sales agreement. The Board agreed the District should work closely with the Ketscher family in an effort to avoid potential future conflict from purchasers.

Under FWUA/FWA Issues, the Board discussed a call for funds for which a large portion will be for the NRDC litigation, whether a conflict existed to use Scott Kuney as special counsel on the litigation and Madera Irrigation District's efforts to get a preferential position for water from the Friant system. After discussion, Director Katayama offered a motion to pay the call for funds which is \$36,497.72 for OCID. The motion was seconded by Director Miller and passed by majority vote. Director Brown cast a no vote. Director Katayama then offered a motion for no-conflict to use Scott Kuney for special counsel. The motion was seconded by Director Miller and unanimously approved by the Board.

A discussion was then held in consideration of continuing membership in the CVP water Association. After discussion, Director Brown offered a motion to continue the membership at a cost of \$7,314 to OCID. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under Electrical Power, power generation and revenue reports were given for FPA and FWR. It was also noted that generator load on the Fishwater Hydro was picking up considerably due to the rising water level in the lake.

Under Groundwater Management Planning, Manager Chandler gave a status report on getting additional wells to monitor for the program and the high level of acceptance that landowners showed toward the program.

Under Long Range Water Management Plan and consolidation of districts, the District is in the process of informational meeting which it wants to complete prior to negotiations with Hills Valley ID and Tri-Valley WD.

A discussion was then held regarding the District's Annexation/Detachment policy. After considerable discussion, the Board elected to continue discussion to January 28th for additional input from legal counsel.

A discussion was then held to consider recognition of Richard McFarlin and James Orlopp for their long tenure and dedication serving as District Board members. After discussion, Director Collin offered resolutions for both individuals. The resolutions were seconded by Director Brown and unanimously approved by the Board.

Under Request for Support, the Board discussed request from Great Valley Center and Foundation for Agriculture in the Classroom. No action was taken for support of the organizations.

A discussion was then held to consider a process for hiring a new District manager. The Board wanted to consider the possibility of using a facilitator for the process and asked Manager Chandler to get information from a couple of facilitators. The Board authorized Chairman Bailey and Manager Chandler to evaluate proposals and make a selection if appropriate. The Board then scheduled a Special Board meeting for 9:00 AM, January 31, 2005 for process discussion.

At 2:40 PM, with no further business to discuss at this time, Chairman Bailey ordered the meeting continued to 1:00 PM January 28, 2005.

1:00 PM, January 28, 2005, the Board meeting was continued to discuss setting water rates for 2005 and consideration of revised annexation/detachment policy. Controller Ramirez reviewed the 125% debt service covenant required by the COP Installment Purchase Agreement and reported a \$10 per acre-foot water usage accrual for fiscal year 2004 which could be made available for rebate. After discussion, Director Collin offered a motion to rebate \$10 per acre-foot on water used in 2004. The motion was seconded by Director Brown and unanimously approved by the Board.

The water rates were then discussed. It was evident the District was not going to be able to hold the rates at the level used for the last four years. After discussion, Director Brown offered a motion to raise the rates by \$2 per acre-foot. The motion was seconded by Director Katayama and unanimously approved by the Board.

The Annexation/Detachment Policy was then discussed. A review of the draft revision was made which gave the Board more discretion than the existing policy but set certain criteria to evaluate individual applicants. After discussion, Director Collin offered a motion to approve the policy as revised. The motion was seconded by Director Brown and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 2:04 PM.

Harvey A. Bailey, President

James C. Chandler, Secretary

Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held on Monday, January 31, 2005. The Meeting was called to order at 9:05 AM, with the following Directors and Officers:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David A. Brown
Arlen Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary

Chairman Bailey announced that the meeting was called to discuss the process and qualification the Board desired for finding a replacement for the manager position for the District.

The discussion centered on current staffing and the duties, responsibilities and types of work done by the current manager. Also discussed was whether the District would be looking for any changes in goals and objectives that should be considered in the type of person hired for the position.

After considerable discussion on the matter, the Board agreed to continue discussion at the next regular meeting of the Board. The Board also directed Manager Chandler to develop a position description for the position, get salary information for managers in the Friant Service Area, make copies of the Business Plan for Director review and have Nancy Irwin attend the Board meeting to facilitate the process.

With no further business to discuss, the Special meeting of the Board was adjourned at 11:10 AM.

Harvey A. Bailey, President

James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, February 9, 2005. The Meeting was called to order at 11:42 A.M., with the following Directors and Officers present:

Directors:	Harvey A. Bailey, President Henry A. Collin, III, Vice President David A. Brown Arlen D. Miller Russell Katayama
Officers:	James C. Chandler Engineer-Manager-Secretary Robert T. Ramirez, Controller / Treasurer
Others:	Nancy Irvin, Consultant

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as mailed.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of January 12, 2005 and the continuation thereof, January 28, 2005. Director Miller offered a motion to approve the minutes as prepared. The motion was seconded by Director Brown and unanimously approved by the Board.

Bills totaling \$206,760.78 were then discussed. After discussion, Director Katayama offered a motion to approve the bills. The motion was seconded by Director Miller and unanimously approved by the Board.

The Monthly Report was then discussed. Controller Ramirez reported on the financial standing of the District and other related activities of the Accounting Department. Manager Chandler reported on water supply and that no carryover would be permitted. Chairman Bailey reported on activities of the CVPWA and Family Farm Alliance. Various other water related issues were discussed.

Under FWUA/FWA Issues, the NRDC litigation was discussed. Judge Karlton had moved the next hearing date from January 26 to March 11, 2005. The Judge let it be known that he is looking hard at ESA issues which is concerning to Friant. It appears it is his intent to find and rule on an ESA matter which then requires no remedy other than solving the ESA matter which could be water down the river. The Bureau of Reclamation staff also reported to the Friant group that water being delivered to some of the urban type development at Friant using CVP water is outside the CVP Place of Use. This is concerning because the remedy most likely will require amending the water right permit which becomes subject to public review and comment in the amending process. Various other issues were discussed.

Temporary Water Service Contract was then discussed. The contract provides the opportunity to take 215 water which is surplus to what can be stored or managed by the Project. The cost of 215 is the environmental fees paid under CVPIA. After discussion, Director Brown offered a motion to approve the contract. The motion was seconded by Director Collin and unanimously approved by the Board.

Under Electrical Power, power generation and revenue reports were given for FPA and FWR. Generator load on the Fishwater Hydro continues to pick up due to the rising water level in the lake.

Under Groundwater Management Planning, Manager Chandler reported that the consultants are moving the program at a fast pace and are well ahead of schedule. A meeting of the Advisory Committee will be needed in the near future to review the work done and provide direction for the remaining activities.

Under Long Range Water Management Plan and consolidation of districts, the District and Consultant Keller are working on principles for negotiations with Hills Valley and Tri-Valley districts. No new progress was reported.

Under Ag. Energy Consumers Association, a discussion was held to consider paying dues to remain a member of the Association. No action was taken by the Board.

Under ACWA/CSDA "Capitol Improvements", a discussion was held in consideration of participating in the program. After discussion, the Board elected to not participate at this time.

Under Annexation/Detachment Issues, a discussion was held in consideration of detaching the Frank Elliott property from the District. The Board agreed that the District should take the lead but also felt that it was important for the District to develop a better understanding of what Mr. Elliott would agree to before the process was started. Director Brown agreed to take the lead for further discussions with Mr. Elliott.

Under Manager's Position, Consultant Nancy Ervin appeared before the Board to discuss process, qualifications and cost to facilitate the process. After considerable discussion, Ms. Ervin stated she had a feel for what the District wanted and would facilitate the process if the Board desired. The Board agreed to use her services in preparing the announcements, pre-screening and preliminary interviews which were estimated to cost between \$3,000 and \$5,000 depending on the time required.

With no further business to discuss, the meeting was adjourned at 3:14 PM.

Harvey A. Bailey, President

James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, March 9, 2005. The Meeting was called to order at 8:07 A.M., with the following Directors and Officers present:

Directors: Henry A. Collin, III, Vice President
Arlen D. Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary
Robert T. Ramirez, Controller / Treasurer

Others: Dennis Keller, Consultant

Absent: Harvey A. Bailey, President
David A. Brown

Chairman Collin asked if there were any changes to the agenda. Hearing no objections, he ordered the agenda unanimously approved.

Chairman Collin then asked if there were any errors or omissions to the minutes for the Regular Board meeting of February 9, 2005. Hearing no objections, Chairman Collin ordered the minutes unanimously approved.

Bills totaling \$431,057.11 were then discussed. After discussion and hearing no objections, Chairman Collin ordered the bills unanimously approved.

The Monthly Report was then discussed. Controller Ramirez reported on the financial standing of the District and other related activities of the Accounting Department. Manager Chandler reported on water supply and that no carryover would be permitted; discussions on a Friant wide water conservation plan rather than individual districts and that LMMWC agreed to pay the O&M cost for use of the Mill Creek water for which the District had purchased rights.

A discussion was then held to consider two requests to waive penalties for late purchases of water. After discussion, the requests were denied.

Under FWUA/FWA Issues, a report was given on changes in the conveyance and conveyance pumping charges that are charged to Friant. The changes increased Friant's O&M budget by 3.42 percent. Also discussed were the status of the NRDC litigation and Senate Bills by Kuehl and Machado. Various other issues were discussed.

Under Electrical Power, a report was given on the projected power generation and revenue for Friant Power Authority. If the projections hold, OCID would receive about \$450,000 for calendar year 2005. Reports were also given on Fishwater Hydro and the application to amend the FERC License.

Under Groundwater Management Planning, Manager Chandler reported that the draft update of the Groundwater Management Plan is out for review; monitoring wells have been located and surveyed and the incentive program is in the drafting stage. A meeting of the Advisory Committee will be needed in the near future to review the work done and provide direction for the remaining activities.

Under Long Range Water Management Plan and consolidation of districts, Consultant Keller appeared before the Board to review the conceptual proposal for consolidating Hills Valley ID and Tri-Valley WD with OCID. After discussion, the Board agreed it was time to get a draft agreement so the districts would have sufficient details to start formal negotiations. The Board further agreed that the drafting of the agreement should be done by OCID's counsel.

A discussion was then held to consider a modification to the District's water program that would track power usage and cost for the District's pumps and monitor pumping plant efficiencies. The cost proposal for the modification is \$5,500. After discussion, Director Miller offered a motion to approve the proposal. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under Annexation/Detachment Issues, a status report was given regarding the District's efforts to work with Mr. Elliott toward detachment of his property from the District.

Under Mobile Lab Support, a discussion was held to consider financial support for the Mobile Lab irrigation efficiency test program. No action was taken.

Under Manager's Position, a status report was given on the number of applicant received to date.

No Closed Session held.

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

Henry A. Collin, Vice President

James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday, April 12, 2005. The Meeting was called to order at 8:10 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary

Others: Nancy Irvin, Consultant

Absent: Robert Ramirez, Controller

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of March 9, 2005. Director Collin offered a motion to approve the minutes as prepared. The motion was seconded by Director Katayama and unanimous approved by the Board.

Bills totaling \$411,237.09 were then discussed. After discussion Director Katayama offered a motion to approve the bills. The motion was seconded by Director Brown and unanimously approved by the Board.

Under the Monthly Report, Manager Chandler reminded the Board that Controller Ramirez' monthly report was in the packet for their review. Manager Chandler also reported that 215 water was now available but would only be allocated to districts that scheduled for the water. OCID scheduled for 50% of its use as 215 while it is available. Discussed also was the pros and cons of using 215 water. President Bailey reported on activities of the Family Farm Alliance and CVPWA. Other water related issues were discussed.

Under FWUA/FWA Issues, reports were given on the NRDC litigation, the proposal by USBR, DWR and F&G to do restoration studies on the San Joaquin River and efforts to get Valley legislatures more involved to preserve San Joaquin water for its economic benefit for which it now serves.

Under Electrical Power, a report was given on the power generation and revenue for Friant Power Authority and Fishwater Hydro. It was also reported that the FERC amendment for the Fishwater Hydro may be approved by year end.

Under Groundwater Management Planning, Manager Chandler reported that the draft update of the Groundwater Management Plan and OCID's proposed banking program is being reviewed by groundwater Hydrologist, Ken Schmidt. Mr. Schmidt's first impression was that the area may be too limited within OCID to have an effective program. An Advisory Committee meeting will be scheduled in the near future to review the work done and provide direction for the remaining activities.

Under Long Range Water Management Plan and Consolidation of Districts, Manager Chandler reported that the outline presented to the Board by Dennis Keller had been forwarded to Counsel Sexton to prepare a draft agreement. With the draft agreement, more formal discussions can begin with Hills Valley and Tri-Valley District Boards.

Under Annexation/Detachment Issues, a status report was given on the District Boundary reorganization. Tulare LAFCo approved the Sphere of Influence change for Hills Valley ID which would now clear the way for Fresno LAFCo to process OCID's requested changes.

A Closed Session was called at 10:00 AM for discussion with Counsel Soares on pending litigation. The Board returned to the Regular Board meeting at 10:50 AM and President Bailey reported that no action was taken in Closed Session.

Under Manager's Position, Consultant Irwin appeared before the Board for a discussion regarding the applicants for the manager position. After discussion, the Board instructed Ms. Irvin to schedule interviews with the top five applicants with the intent to narrow the list to two people. Interviews were scheduled for April 19th and 22nd.

With no further business to discuss, the meeting was adjourned at 11:35 AM.

Harvey A. Bailey, President

James C. Chandler, Secretary

Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday, April 19, 2005. The Meeting was called to order at 8:11 AM, with the following Directors and Officers:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
Arlen Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary

Others: Nancy Irvin, Consultant

Absent: David A. Brown

The meeting was called for the purpose of interviewing individuals for the manager position for the District. Three individuals, David Cone and Matthew Hobbs were interviewed in the morning session. After a recess for lunch, John Roldan was interviewed. At 2:35 PM, Chairman Bailey ordered the meeting continued to 8:00AM Friday, April 22, 2005.

The meeting continued 8:00 AM April 22, 2005 with the following Directors and Officers present.

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary

Others: Nancy Irvin, Consultant

Absent: David A. Brown
Arlen Miller

Two individuals, Sean Grivet and Rick Foster, were interviewed. After the interviews, the Board discussed the qualifications of all applicants and elected to narrow the list to John Roldan and David Cone. The Board directed Manager Chandler to schedule a second meeting with John Roldan with a more informal sitting. Ms. Irvin stated that she would inform the other applicants that they did not make list for further consideration.

With no further business to discuss, the Special meeting of the Board was adjourned at 10:37 AM.

Harvey A. Bailey, President

James C. Chandler, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, May 11, 2005. The Meeting was called to order at 11:45 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary
Robert T. Ramirez, Controller / Treasurer

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of April 12, 2005 and the Special Board meeting of April 19, 2005. Director Collin offered a motion to approve the minutes as prepared. The motion was seconded by Director Miller and unanimous approved by the Board.

Bills totaling \$266,703.28 were then discussed. After discussion Director Brown offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Chandler reported on water conditions and some of the ACWA Conference events. Also discussed was the Judge's ruling that upheld current charges for water right fees. President Bailey reported on activities of the Family Farm Alliance and CVPWA. Other water related issues were discussed.

The 2004 Audit Report was then discussed. Mr. Joe Mastro, CPA, appeared before the Board to explain his audit of the District and to affirm the District's compliance with GASB Statement 34 and other newly required accounting standards. Mr. Mastro concluded his report by attesting that the audited financial statements present fairly the District's financial position as of December 31, 2004. Director Katayama then offered a motion to accept the audit report as submitted. The motion was seconded by Director Miller and unanimously approved by the Board.

A discussion was then held regarding director elections to be held in November and consolidation of the elections between Fresno and Tulare Counties. After discussion, Director Katayama offered a motion to consolidate the elections to one county. The motion was seconded by Director Brown and unanimously approved by the Board.

Under FWUA/FWA Issues, a status report was given on the NRDC litigation and schedule for the trial. Other related issues were discussed.

Under Electrical Power, a report was given on the power generation and revenue for Friant Power Authority and Fishwater Hydro. FPA has also scheduled an Advisory Committee meeting to discuss upgrades needed for the hydraulic controller and other facilities at the plant. A Board of Directors meeting is to be scheduled to address the same issues.

Under Groundwater Management Planning, Manager Chandler reported that Groundwater Hydrologist, Ken Schmidt is more confident that a groundwater banking and management program has potential than originally anticipated. Mr. Schmidt's needs more time for his evaluation which the District is waiting on before calling the next Advisory Committee meeting.

Under Long Range Water Management Plan and Consolidation of Districts, A draft consolidation agreement was reviewed. Several comments were made that needed consideration in the agreement. The Board requested a revised draft for District review prior to sharing with HVID and TVWD.

Under Family Farm Alliance, a discussion was held to consider membership continuation in the Alliance. After discussion, Director Miller offered a motion to continue membership participation at a cost of \$1500 per year. The motion was seconded by Director Katayama and unanimously approved by the Board.

A discussion was then held to consider repairing or replacing the Xerox fax copier. Controller Ramirez presented cost data relative to repairing and/or replacing the fax copier. After discussion, Director Collin offered a motion to purchase a new fax copier with a document scanner at a cost not to exceed \$7,700 (plus tax). The motion was seconded by Director Brown and unanimously approved by the Board.

A Closed Session was called at 2:45PM for discussion with Counsel Soares on pending litigation. The Board returned to the Regular Board meeting at 3:10PM and President Bailey reported that no action was taken in Closed Session.

Under Manager's Position, John Roldan appeared before the Board to discuss terms and conditions for employment. After discussion, the Board set his starting salary at \$85,000 per annum, with a vehicle mileage reimbursement at IRS rates (which is to include mileage to and from work), vacation time earned to start accruing at the 5 to 10 years of service level (which is 10 hours per month). A performance review will be conducted after six months of employment. All other benefits are defined in the Employee Handbook. Mr. Roldan agreed to report for duty on June 6, 2005.

With no further business to discuss, the meeting was adjourned at 4:05PM.

Harvey A. Bailey, 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, 2005. The Meeting was called to order at 11:42 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: James C. Chandler
Engineer-Manager-Secretary
John P. Roldan
Engineer-Manager (New Hire)
Robert T. Ramirez, Controller/ Treasurer

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of May 11, 2005. Hearing none, he ordered the minutes approved as prepared.

Bills totaling \$343,904.28 were then discussed. After discussion Director Miller offered a motion to approve the bills. The motion was seconded by Director Brown and unanimously approved by the Board.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. John Roldan reported on the availability of 215 water at a reduced rate. A discussion was then held as to whether the District should use the 215 water over regular contract water and, if so, how to credit the water users. After discussion, the Board directed staff to mail a notice to the water users regarding the availability of 215 water and the reduced rate for use while available. President Bailey then reported on activities of the Family Farm Alliance and CVPWA. Other water related issues were discussed.

Under FWUA/FWA Issues, a status report was given on the NRDC litigation and schedule for the trial. Also discussed was the economic study being conducted of potential impacts should water be taken from Friant contractors.

Under Electrical Power, a report was given on the FPA Board meeting wherein the Board approved a \$900,000 budget to upgrade the hydraulic controllers and related facilities for the plant. The upgrade will replace antiquated equipment, improve operator control and enhance plant operating efficiency from one to two percent. Reports on power generation and revenue were given for FPA and Fishwater Hydro.

Under Groundwater Management Planning, Manager Chandler reported that Groundwater Hydrologist, Ken Schmidt, is evaluating the potential for a groundwater banking program in the District. He has requested additional well logs for the area west of the proposed banking area which is in Alta ID. OCID has requested a timely response from DWR for the additional log reports.

Under Long Range Water Management Plan and Consolidation of Districts, a status report was given on the development of the consolidation agreement. A discussion was also held regarding the time-line to develop the draft agreement before sharing with the other districts.

At 1:35PM, a closed session was called with Counsel Soares to discuss the outcome of mediation on pending litigation with a District landowner. The Board returned to regular session at 2:10PM wherein President Bailey announced that there was no reportable action taken in the closed session.

Under Agricultural Energy Consumers Association, a discussion was held to consider continuation of the District's membership. An inquiry was made as to whether this was a budgeted item for the District. Controller Ramirez informed the Board that it was listed as part of the District's budget.

Director Miller then offered a motion to remove the item from current and future budgets and not pay the membership call. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under California Farm Water Coalition, a discussion was held to consider membership in the Coalition. No action was taken to approve the membership.

Under Personnel, a discussion was held to consider employee performance and salary/benefits adjustments. After discussion, Director Miller offered a motion to approve a salary/benefit adjustment as follows:

	<u>From</u>	<u>To</u>
Controller	\$5,900/Mo.	\$6,250/Mo.*
Administrative Clerk	\$2,377/Mo.	\$2,600/Mo
Accounting Clerk	\$2,377/Mo.	\$2,600/Mo.
Field Operations Staff	\$4,194/Mo.	\$4,349/Mo.
Engineering Technician	20.97/Hr.	21.75/Hr.

* In addition to salary, Controller is approved for an allowance up to \$500/year for continuing professional education required and approved by the State Board of Accountancy for Certified Public Accountants.

The motion was seconded by Director Katayama and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 2:57PM.

Harvey A. Bailey, 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, 2005. The Meeting was called to order at 11:41 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan
Engineer-Manager-Secretary
James C. Chandler
Engineer-Manager
Robert T. Ramirez, Controller/ Treasurer

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of June 8, 2005. Hearing none, he ordered the minutes approved as prepared.

Bills totaling \$341,401.89 were then discussed. After discussion Director Miller offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Roldan reported on the usage of 215 water, as well as the decline in use of District water due to unusually cool and wet weather this year. A discussion was then held regarding potential water management opportunities that could provide dry year water supply security. Manager Roldan also reported on the recent Metropolitan Water District tour, the status of the LAFCo application and environmental documentation for the 2005 OCID Reorganization, and the development of the proposed consulting agreement with Manager Chandler after his retirement. President Bailey then reported on activities of the Family Farm Alliance and CVPWA. Other water related issues were discussed.

Under Manager Designations, the need to appoint Manager Roldan to a variety of positions was discussed. Director Collin offered a motion to appoint Manager Roldan as Secretary of the Board of Directors of the District, Assessor and Collector of the District, and Alternate Director of the Friant Water Users Authority, Friant Water Authority and Association of California Water Agencies / Joint Powers Insurance Authority. The motion was seconded by Director Miller and unanimously approved by the Board. In addition, the procedure for signing District checks was discussed. Director Katayama offered a motion to require only two signatures on District checks; either the Engineer-Manager-Secretary and one Board member, or two Board members. The motion was seconded by Director Collin and unanimously approved by the Board.

Under FWUA/FWA Issues, the FWUA fourth quarter call-for-funds in the amount of \$41,972.38 was discussed. After discussion, Director Miller offered a motion to approve the call for funds. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under Electrical Power, a report on power generation and revenue were given for FPA and Fishwater Hydro, and a status report was given on the FERC application amendment.

Under Groundwater Management Planning, Manager Roldan reported that a Groundwater Management Advisory Committee meeting had tentatively been scheduled for July 29, 2005, and the consultant team is considering potential pump test/monitoring well pilot programs.

Under Long Range Water Management Plan and Consolidation of Districts, a status report was given on the development of the consolidation agreement. It was noted that a discussion with Dennis Keller will be necessary to understand the total acreage being considered for consolidation and the water supplies tied to this acreage.

Under Pacific Legal Foundation, a discussion was held to consider providing financial support. Director Katayama offered a motion to contribute \$500. The motion was seconded by Director Miller and unanimously approved by the Board.

Under Excess Benefit Plan between Chandler and OCID, a discussion was held to determine an acceptable payment schedule of Manager Chandler's accrued benefits. Director Collin offered a motion to have Manager Chandler submit a request for payment for the first year and submit a new request should his needs change in the following year(s). Manager Chandler's retirement party was also discussed. Director Miller offered a motion to give Manager Chandler a \$1,900 gift certificate; one hundred dollars for each year of service.

The motion was seconded by Director Katayama and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 3:34PM.

Harvey A. Bailey, President

John P. Roldan, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, August 10, 2005. The Meeting was called to order at 11:44 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan
Engineer-Manager-Secretary
Robert T. Ramirez, Controller/ Treasurer

Others: Dennis R. Keller, Consultant
Michael V. Sexton, Attorney (by phone)
Caroline Berry, Public

President Bailey asked if there were any changes to the agenda. Manager Roldan indicated that the Board may want to change the order of items 8 and 14 to accommodate the schedules of Dennis Keller and Michael Sexton. With this consideration, President Bailey ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of July 13, 2005. Director Katayama offered a motion to approve the minutes as prepared. The motion was seconded by Director Miller and unanimously approved by the Board.

Bills totaling \$396,407.19 were then discussed. After discussion, Director Miller offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under Public Comment, Caroline Berry with NextStep requested that the public comment period be deferred until the end of the scheduled agenda so she could make a short presentation to the Board. The Board granted her request.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Roldan reported on the transfer of water to Tulare Irrigation District, as well as future water management opportunities provided by the unusually wet year. Manager Roldan also reported on proposals received for the refinancing of the District's system rehabilitation loan, recent operations discussions with landowners, and the flaws and shortcomings of the latest Environmental Working Group study on water and crop subsidies. President Bailey then reported on activities of the Family Farm Alliance and CVPWA. Other water related issues were discussed.

Under FWUA/FWA Issues, the FWUA protest of the USBR's petition to change the place of use of the Friant permits for Millerton New Town and Table Mountain Rancheria was discussed.

At 1:42 PM, a closed session was called with Counsel Sexton to discuss NRDC v. Rodgers. The Board returned to regular session at 2:05 PM wherein President Bailey announced that there was no reportable action taken in the closed session.

Under Interim Renewal Contract, the Board discussed the need to appoint negotiators for an interim renewal contract in the event Judge Karlton invalidates the District's long-term water supply contract based on his recent ruling that the contract renewal process violated the Endangered Species Act. After discussion, Director Katayama offered a motion to appoint President Bailey, Manager Roldan and legal staff as the negotiating team. The motion was seconded by Director Brown and unanimously approved by the Board.

Under Electrical Power, a report on power generation, revenue and operational problems were given for Friant Power Authority and Fishwater Hydro, and a favorable change in payment structure for the Kings River Siphon Hydro project was discussed. A status report was also given on the FERC application amendment.

Under Groundwater Management Planning, Manager Roldan reported that two existing reservoirs which have the potential to be used as groundwater recharge basins have been located within or

immediately adjacent to the District. Further research will be done to determine feasibility of utilizing these reservoirs. Provost & Pritchard Engineering Group has provided the District with a groundwater database as part of the AB303 program. The program should be useful in plotting groundwater contours through the District.

Under Long Range Water Management Plan and Consolidation of Districts, a status report was given on the development of the consolidation agreement. It was noted that a meeting with Dennis Keller has been scheduled to understand the total acreage being considered for consolidation and the water supplies tied to this acreage.

Under 2003 OCID Reorganization, the Board was apprised of the preliminary approval by the Fresno County LAFCo of the annexation of 191.29 acres into the District to replace lands recently detached from the District and annexed into the City of Orange Cove.

Under 2005 OCID Reorganization, Dennis Keller presented the staff report on the potential impacts of the detachment of 185.34 acres of land within the District and annexation of 170.04 acres of land immediately adjacent to the District. It was determined that the project could not have a significant effect on the environment; therefore, a Negative Declaration should be prepared. After discussion, Director Brown offered a motion to accept the staff report, prepare a Negative Declaration and notice the public in accordance with CEQA that the Board intends to adopt a Negative Declaration at their next regular meeting. The motion was seconded by Director Miller and approved by the Board, with President Bailey abstaining from the vote.

A resolution of appreciation was then considered acknowledging James C. Chandler for his 19 years of service to the District. Director Katayama offered a motion to adopt the resolution. The motion was seconded by Director Miller and unanimously approved by the Board.

Under Consulting Agreement with James C. Chandler, a discussion was held on a proposed consulting agreement to secure Mr. Chandler's services. After discussion, Director Brown offered a motion to approve the consulting agreement after changing the title to "Orange Cove Irrigation District Agreement for General Consulting Services." The motion was seconded by Director Collin and unanimously approved by the Board.

Under Meeting and Conference Attendance Policy, Resolutions 6-93 and 1-98 were reviewed to determine if any changes to policy for Directors and Officers of the Board were necessary. It was agreed to slightly revise Resolution 6-93 and bring it before the Board at the September Board meeting for approval.

Under ACWA Vice President Vacancy, the Board reviewed the qualifications of Glen D. Peterson. It was decided to refrain from supporting Mr. Peterson at this time until more candidates can be reviewed.

Under the Special District Risk Management Authority Election, the Board reviewed the candidates' qualifications and decided to table the issue until the September Board meeting.

Under Draft 2006 Budget, the draft budget was presented to the Board and items requiring more information and analysis were identified. Staff will submit a revised draft budget to the Board at the September Board meeting.

Under Public Comment, Caroline Berry explained to the Board that she was evaluating numerous Boards in accordance with criteria she has been studying to assist the Boards in providing effective governance. Ms. Berry then provided the Board with her observations and suggestions.

With no further business to discuss, the meeting was adjourned at 3:46 PM.

Harvey A. Bailey, President

John P. Roldan, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, September 14, 2005. The Meeting was called to order at 11:35 A.M., with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan, Engineer-Manager-Secretary
Robert T. Ramirez, Controller/ Treasurer

Others: Michael V. Sexton, Attorney (by phone)

President Bailey asked if there were any changes to the agenda. Manager Roldan indicated that Item 6 on the agenda would need to be amended to remove the consideration of a resolution adopting a Negative Declaration for the 2005 Reorganization and adding the consideration and potential adoption of a revised Initial Study for the 2005 Reorganization. It was also noted that the Board may want to change the order of Item 17 based on the availability of Counsel Sexton. Finally, Manager Roldan recommended adding a discussion and possible action on a Memorandum of Understanding for the Fresno County Water Management Group. Director Brown offered a motion to approve the additions to the agenda. The motion was seconded by Director Katayama and unanimously approved by the Board.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of August 10, 2005. Hearing none, he ordered the minutes approved as prepared.

At 11:40 AM, a closed session was called with Counsel Sexton to discuss NRDC v. Rodgers. The Board returned to regular session at 12:45 PM wherein President Bailey announced that there was no reportable action taken in the closed session.

Bills totaling \$823,191.01 were then discussed. After discussion, Director Miller offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under the Initial Study for the 2005 Reorganization, Manager Roldan presented the revised staff report on the potential impacts of the detachment of 185.34 acres of land from the District, the annexation of 170.04 acres of land immediately adjacent to the District and the detachment of 43.94 acres from the Tri-Valley Water District. After discussion, it was determined that the project could not have a significant effect on the environment; therefore, a Negative Declaration should be prepared. After discussion, Director Katayama offered a motion to accept the revised staff report, prepare a Negative Declaration and notice the public in accordance with CEQA that the Board intends to adopt a Negative Declaration at their next regular meeting. The motion was seconded by Director Brown and approved by the Board, with President Bailey abstaining from the vote.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Roldan reported on the deliveries within the District and the need to transfer water for groundwater banking. Manager Roldan also reported on the \$0.31 per acre-foot increase in the Restoration Payment on CVP water effective October 1, 2005, and the increase in the IRS mileage rate to \$0.485 per mile. The exit report from retired Manager Chandler was also discussed in limited detail. Other water related issues were discussed.

Under FWUA/FWA Issues, Congressman Nunes' proposed legislation, entitled the Central Valley Project Reform Act of 2005, was discussed. The proposed legislation will attempt to correct the deficiencies of the 13-year-old Central Valley Project Improvement Act.

Under Electrical Power, a report on power generation, revenue and operational problems was given for Friant Power Authority and Fishwater Hydro. The upcoming expiration of the current amendment to our contract with PG&E was also discussed. It was suggested that we should consult with Counsel Meith to inquire about the possibility of negotiating another amendment with PG&E for more favorable terms. A status report was also given on the FERC application amendment.

Under Groundwater Management Planning, Manager Roldan reported that a Groundwater Advisory Committee meeting was scheduled for September 26, 2005. Topics to be discussed include the draft Groundwater Management Plan, groundwater quality monitoring, groundwater elevation

monitoring, and a pilot groundwater banking project.

Under Long Range Water Management Plan and Consolidation of Districts, a status report was given on the development of the consolidation agreement. Manager Roldan reported on a meeting with Dennis Keller to understand the total acreage being considered for consolidation and the water supplies tied to this acreage. It was noted that Mr. Keller will be providing comments on the draft agreement in the near future.

Under ACWA activities, the Board considered the qualifications of three candidates for the office of ACWA Vice President. After discussion, Director Collin offered a motion to support the nomination of Glen D. Peterson. The motion was seconded by Director Brown and unanimously approved by the Board. The Board also considered the individuals recommended by the Region 6 Nominating Committee for the 2006-2007 ACWA Region 6 Officers and Board Members. After discussion, Director Collin offered a motion to vote for the following candidates for the Region 6 Board: Don Mills (Chairman), Aldo Sansoni (Vice Chair), Chris Kapheim, Steve Chedester, Wendy Turner and Dave Orth. The motion was seconded by Director Brown and unanimously approved by the Board. In other ACWA matters, the Board expressed no interest in joining any committees at this time, and attendance at the fall conference was discussed.

Under the Special District Risk Management Authority Election, the Board reviewed and discussed the qualifications of the candidates. Director Katayama offered a motion to select the following seven candidates to serve as Directors on the SDRMA Board of Directors: Thomas N. Lewis, Harold L.Gano, Ken Sonksen, Dana S. Mulder, John C. Yeakley, Alan G. Dyer and William R. Miller. The motion was seconded by Director Miller and unanimously approved by the Board.

Under Meeting and Conference Attendance Policy, the Board considered a resolution revising portions of Resolution No. 6-93. After discussion, Director Katayama offered a motion to approve the resolution as revised. The motion was seconded by Director Collin and unanimously approved by the Board.

Under Draft 2006 Budget, the revised draft budget was discussed. Staff will submit a final revised draft budget to the Board for approval at the October Board meeting.

Under Refinancing of 1996 Certificates of Participation / Landowner Interest in Prepayment, Albert Peché with A.M. Peché & Associates, LLC, presented a few options for refinancing the District's 1996 Certificates of Participation. The Board was also apprised of landowner interest in prepaying their portion of the 1996 Certificates of Participation.

Under Fresno County Water Management Group, the Board reviewed and discussed the proposed Memorandum of Understanding (MOU). There was general consensus to approve the MOU; however, Manager Roldan will attend the next meeting and obtain more details prior to any action by the Board.

With no further business to discuss, the meeting was adjourned at 3:50 PM.

Harvey A. Bailey, President

John P. Roldan, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, October 12, 2005. The Meeting was called to order at 11:51 AM, with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan, Engineer-Manager-Secretary
Robert T. Ramirez, Controller/ Treasurer

Others: Dennis Keller, Consultant
Michael V. Sexton, Attorney (by phone)

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of September 14, 2005. Hearing none, he ordered the minutes approved as prepared.

Bills totaling \$716,914.65 were then discussed. After discussion, Director Miller offered a motion to approve the bills. The motion was seconded by Director Brown and unanimously approved by the Board.

At 11:57 AM, a public hearing was held to hear all comments on the Board's intent to adopt a Negative Declaration for the Reorganization 2005-1. With no one from the public present to provide comments to the Board at the hearing, and no comments received at the District office during the public review period, Director Collin offered a motion to approve Resolution Number 2005-11 adopting the Negative Declaration for Reorganization 2005-1. The motion was seconded by Director Katayama and approved by the Board, with President Bailey abstaining from the vote. The public hearing was closed at 12:04 PM and the Board returned to regular session.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Roldan reported on the deliveries within the District and opportunities to transfer water for groundwater banking and to assist other districts with end of year deliveries. Manager Roldan also reported on the outcome of the recent ACWA Region elections and the recent California Public Records Act audit conducted by Californians Aware and the League of Women Voters of Fresno. Other water related issues were discussed.

Under FWUA/FWA Issues, the Board reviewed and discussed the 2006 general membership budgets from both Authorities. Director Miller offered a motion approving the current call-for-funds and budgets for both Authorities, but noted that both Authorities must strictly adhere to these budgets during the coming year. Any additional call-for-funds will be intensely scrutinized, and possibly rejected, by the Board. The motion was seconded by Director Collin and unanimously approved by the Board.

The regular Board recessed at 1:03 PM to convene as the Board of Equalization for the noticed hearing. In that no other person appeared before the Board, the Board of Equalization hearing adjourned at 1:06 PM and the OCID Board reconvened for its regular meeting.

Under Electrical Power, a report on power generation, revenue and operational problems was given for Friant Power Authority and Fishwater Hydro. The upcoming expiration of the current amendment to our contract with PG&E and the status of the FERC application amendment were also discussed.

Under Groundwater Management Planning, Manager Roldan reported that a Groundwater Advisory Committee meeting had occurred on September 26, 2005, and another meeting was scheduled for November 2, 2005. It was reported that a draft pilot groundwater banking program is being developed for discussion at the next meeting.

Under Long Range Water Management Plan and Consolidation of Districts, Dennis Keller provided his comments on the draft consolidation agreement. The comments will be incorporated into a near final draft for review at the next Board meeting.

Under Draft 2006 Budget, the revised draft budget was reviewed and considered for approval. After discussion, Director Brown offered a motion to approve the budget as presented. The motion was seconded by Director Miller and unanimously approved by the Board.

Under Landowner Credits, a discussion was held to consider the credit amount to be given to landowners. After discussion, Director Katayama offered a motion to approve \$361,790 in rebates to landowners. The motion was seconded by Director Brown and unanimously approved by the Board.

Under Fresno County Water Management Group, the Board reviewed and discussed the proposed Memorandum of Understanding (MOU). Manager Roldan indicated that he had attended a meeting of the Fresno County Water Management Group and felt it would be beneficial to join. Director Miller offered a motion to approve the MOU. The motion was seconded by Director Collin and unanimously approved by the Board.

Under Refinancing of 1996 Certificates of Participation / Landowner Interest in Prepayment, the Board reviewed the latest list of landowners interested in prepaying their portion of the 1996 Certificates of Participation. With regard to prepayment criteria, the Board reached consensus on the following: 1) Prepayment of full parcel amounts only, 2) Landowner checks must be received by November 18, 2005, and 3) The District will pay the remaining portion of the last \$5,000 increment from reserves.

Under Salvaged Meters, the Board discussed guidelines for the potential sale of used meters which have been salvaged from property annexed into the City of Orange Cove. After review of cost and inventory information presented by staff, Director Katayama offered a motion that all sales of salvaged meters will be at 60 percent of the current market price and will be contingent on the availability of a sufficient inventory to meet operational needs. The motion was seconded by Director Collin and unanimously approved by the Board.

Under 2003 OCID Reorganization, the Board reviewed a Letter of Agreement with the U.S. Bureau of Reclamation (USBR) to review the District's request to annex land in accordance with Article 35 of the District's water service contract. It was noted that the USBR was willing to consolidate the District's 2003 and 2005 Reorganizations under one Letter of Agreement and that they had lowered their initial deposit requirement from \$3,000 to \$1,500. The consensus of the Board was to sign the agreement authorizing the USBR to begin work.

At 3:57 PM, a closed session was called with Counsel Sexton to discuss NRDC v. Rodgers and Central Valley Project Water Association, et al. v. State Water Resources Control Board, et al. The Board returned to regular session at 4:19 PM wherein President Bailey announced that there was no reportable action taken in the closed session.

With no further business to discuss, the meeting was adjourned at 4:19 PM.

Harvey A. Bailey, President

John P. Roldan, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, November 9, 2005. The Meeting was called to order at 11:50 AM, with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan, Engineer-Manager-Secretary
Robert T. Ramirez, Controller/ Treasurer

Others: Jeffrey A. Meith, Attorney (by phone)

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of October 12, 2005. After discussion, Director Katayama offered a motion to approve the minutes as prepared. The motion was seconded by Director Brown and unanimously approved.

Bills totaling \$540,419.28 were then discussed. After discussion, Director Miller offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Roldan reported on the deliveries within the District and the draft 2006 water rates from the U.S. Bureau of Reclamation. Manager Roldan also reported on the recent formation of the Valley Ag Water Coalition and a discussion of the upcoming ACWA conference was held. Other water related issues were discussed.

Under Certificates of Lien/Sale, the Board reviewed the list of delinquent accounts, the proposed resolution authorizing certificates of lien/sale to secure unpaid accounts, and the public notice of lands within the Orange Cove District upon which standby charges of said District are delinquent. After discussion, Director Collin offered a motion to approve the resolution and public notice with the condition that all delinquent accounts paid in full by November 15, 2005, shall not have a certificate of lien or sale recorded. The one exception to this condition is Mr. Steve Bradley, who has appeared before the Board on numerous occasions and has been making payments on his delinquent account. A certificate of lien will not be recorded on his property provided Mr. Bradley continues to make the agreed upon monthly payments. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under FWUA/FWA Issues, the Board discussed the 2006 general membership budgets from both Authorities. It was noted that the FWA budget was approved at the last FWA Board meeting, while the first quarter planned expenditures of the FWUA budget were approved at the last FWUA Board meeting. The remainder of the FWUA budget will be considered for approval on a quarter-by-quarter basis.

Under Electrical Power, a report on power generation, revenue and winter maintenance/construction was given for Friant Power Authority and Fishwater Hydro.

Under Groundwater Management Planning Activities, Manager Roldan reported that a Groundwater Advisory Committee meeting had occurred on November 2, 2005, and another meeting was scheduled for December 6, 2005. It was reported that water quality monitoring and the draft pilot groundwater banking program continue to be the main topics of discussion with the Committee. The Board also considered approval of a resolution of intent to update the District's Groundwater Management Plan. Director Brown offered a motion to approve the resolution. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under Long Range Water Management Plan and Consolidation of Districts, the Board was advised of Mike Sexton's comments on the draft Consolidation Agreement. The idea of accomplishing the

consolidation through contractual arrangements as opposed to a formal merging of all districts was discussed. Although the merit of this idea was acknowledged, the Board felt that the benefits and operational efficiencies of one consolidated district outweighed the advantages of a contractual arrangement between all three districts.

Under Prepayment of 1996 Certificates of Participation, the Board reviewed the latest list of landowners interested in prepaying their portion of the 1996 Certificates of Participation.

Under Reorganization 2005-1, the Board considered a resolution of application by the District requesting the Fresno County LAFCo to take preliminary proceedings regarding the reorganization of the District and Tri-Valley Water District. After discussion, Director Miller offered a motion to approve the resolution contingent on the absence of any challenge to the CEQA documentation during the remaining 2 days of the 30 day period following the filing of the Notice of Determination. The motion was seconded by Director Brown and unanimously approved by the Board.

Under Excess Benefit Plan for James C. Chandler, the Board considered a request from Mr. Chandler to withdraw all funds from his excess benefit plan. After discussion, Director Collin offered a motion to approve Mr. Chandler's request. The motion was seconded by Director Brown and unanimously approved by the Board.

At 2:30 PM, a closed session was called with Counsel Meith to discuss NRDC v. Rodgers. The Board returned to regular session at 3:01 PM wherein President Bailey announced that there was no reportable action taken in the closed session.

With no further business to discuss, the meeting was adjourned at 3:02 PM.

Harvey A. Bailey, President

John P. Roldan, Secretary

Minutes of the Special Meeting of the Board of Directors of the Orange Cove Irrigation District held on Tuesday, November 22, 2005, at the office of the Friant Water Authority, 854 North Harvard Avenue, Lindsay, California 93247. The Meeting was called to order at 2:03 PM, with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David Brown
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan, Engineer-Manager-Secretary

Others: Michael V. Sexton, Attorney

President Bailey asked if there were any changes to the agenda. Hearing none, he ordered the agenda approved as prepared.

At 2:05 PM, a closed session was called with Counsel Sexton to discuss NRDC v. Rodgers. The Board returned to regular session at 5:14 PM wherein President Bailey announced that the Board had given their attorney instructions.

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

Harvey A. Bailey, President

John P. Roldan, Secretary

Minutes of the Regular Meeting of the Board of Directors of the Orange Cove Irrigation District held on Wednesday, December 13, 2005. The Meeting was called to order at 11:52 AM, with the following Directors and Officers present:

Directors: Harvey A. Bailey, President
Henry A. Collin, III, Vice President
David A. Brown
Arlen D. Miller
Russell Katayama

Officers: John P. Roldan, Engineer-Manager-Secretary
Robert T. Ramirez, Controller-Treasurer

President Bailey asked if there were any changes to the agenda. Manager Roldan informed the Board that Item 12, Closed Session with legal counsel, should be removed from the agenda. President Bailey ordered the agenda approved with the deletion of Item 12.

President Bailey then asked if there were any errors or omissions to the minutes for the Regular Board meeting of November 9, 2005, and the Special Board meeting of November 22, 2005. After discussion, Director Brown offered a motion to approve both sets of minutes contingent on the addition of the location of the Special Board meeting to the minutes. The motion was seconded by Director Katayama and unanimously approved.

Bills totaling \$353,381.68 were then discussed. After discussion, Director Miller offered a motion to approve the bills. The motion was seconded by Director Katayama and unanimously approved by the Board.

Under the Monthly Report, Controller Ramirez reported on the financial standing of the District and activities of the accounting department. Manager Roldan reported on the deliveries within the District and the scheduled winter maintenance. President Bailey, Director Collin and Manager Roldan then reported on the recent ACWA conference held in San Diego. The Board was also informed of the ethics training requirements of AB 1234. Other water related issues were discussed.

Under Groundwater Management Planning Activities, Manager Roldan reported that a Groundwater Advisory Committee meeting had occurred on December 6, 2005. It was reported that water quality monitoring and the draft pilot groundwater banking program continue to be the main topics of discussion with the Committee. Due to overwhelming concern over the public availability of the groundwater quality test results, the Committee decided to forego the water quality testing and petition DWR to allow the testing budget to be applied to grower outreach to encourage participation in the pilot groundwater banking program. Provost & Pritchard will provide a draft of the pilot groundwater banking program for the Board's consideration at the January meeting.

Under Water Rates and Regulations, Manager Roldan reviewed the draft 2006 Rules and Regulations with the Board. Director Miller offered a motion to approve the draft 2006 Rules and Regulations with the following corrections: 1) under paragraph 1.e., landowners who submit their water applications after February 20th shall be subject to the \$2.00 per acre-foot administrative fee described in paragraph 1.a. on *all* water purchased during the Water Year, and 2) Supplemental water application forms will not be required. All projected water use, including water above the landowner's allocation, shall be submitted on the original water application form. Controller Ramirez reported that the draft 2006 water rates will be ready for consideration by the Board at the January meeting.

Under FWUA/FWA Issues, Manager Roldan reported on the status of the settlement with NRDC. It was also reported that the FWUA January call-for-funds will be approximately \$450,000 less than projected in the 2006 FWUA general membership budget.

Under Electrical Power, a report on power generation, revenue and winter maintenance/construction was given for Friant Power Authority, Fishwater Hydro and Kings River Siphon Hydro. The new revenue payment structure for the Kings River Siphon Hydro was explained.

Under Long Range Water Management Plan and Consolidation of Districts, the Board was advised that Manager Roldan will be meeting with Counsel Sexton and Dennis Keller to work through Proposition 218 issues, including administrative cost assessment structure, CEQA and NEPA

requirements, and water contract assignments.

Under Personnel, the Board reviewed the performance and compensation of Manager Roldan. After discussion, Director Brown offered a motion to increase Manager Roldan's salary to \$92,500 and to establish a car allowance of \$625 per month plus reimbursement of business-related mileage at the IRS rate. The motion was seconded by Director Collin and unanimously approved by the Board.

With no further business to discuss, the meeting was adjourned at 3:45 PM.

Harvey A. Bailey, President

John P. Roldan, Secretary