

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

1425

January 12, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, and Milanesio

Directors Absent: None

Others present: Hagman (GM)

Minutes

The minutes for the December 9, 2015 Regular Board Meeting were presented and the following action was taken:

Motion: To approve the minutes of the December 9, 2015 meeting as presented 1st Adam and 2nd Brownfield - Motion passed by unanimous vote of those present

Prior/New Action Items

A. Report on Prior Board actions/discussions:

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District.

Operations Discussion – GM Hagman reported that he was working with staff to develop a map of places in the District where attaching private systems to the District lines will be feasible.

Ground Water Sustainability Agency: GM Hagman reported on the prior meeting and that the next meeting will be January 28th in the evening. Some questions were asked regarding the relativity of this agency to the “Irrigated Lands” program. GM Hagman noted that they are not related.

Southern California Edison encroachment issue: GM Hagman explained that Asplundh had moved the pole. Staff has not been able to repair the line to permanent and stable as of yet. Once that is complete a bill will be sent to Asplundh for both the temporary and the permanent repairs.

Report on damaged lines in the District: GM Hagman reported on the 1,200 foot repair that staff performed on line that was damaged by a misaligned flagging on one of our lines. GM Hagman hired Valley Trenching and the line was laid in about one day

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behind the trencher. Hiring the trencher saved substantially on staff time and reduced overall costs of the repair significantly.

Sites Reservoir: GM Hagman informed that Board that he no updates at this time.

B. New Action Items

Consider nominating GM Hagman to fill the upcoming GM vacancy at Friant Power Authority: GM Hagman explained the benefits of the District staff taking on this responsibility to the Board. The Board discussed it and indicated that they would nominate him to that position at the next Friant Power Authority board meeting.

Consider Setting the Next Board meeting on another Date due to the International Farm Show: GM Hagman reminded the Board that its next schedule regular meeting will be on the first day of the International Farm Show. After some discussion the following action was taken:

Motion: To set the February regular meeting of the Board for Monday, February 8, 2016 at 2:00 PM

1st Adam and 2nd Brownfield - Motion passed by unanimous vote of those present

Miscellaneous administrative items: None to discuss

C. Closed Session

President Arnold called the Board into closed session at 2:15 P.M. to read legal counsel documents.

- Conference with Lead Negotiator (agency designated Michael Hagman) Property, Water Rights and or Exchange Programs
- Conference with Legal Counsel Anticipated Litigation-Counsel Documents to be reviewed by the Board (One potential case) GC Section 54956.9(d)(4)
- Conference with Legal Counsel Anticipated Litigation-Counsel Documents to be reviewed by the Board (Two potential cases) GC Section 54956.9(d)(4)

At 2:35 PM President Arnold moved the Board into open session and stated that no reportable action was taken during closed session.

- ## D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

Motion: To ratify the payments made to pay the bills as follows:

A/P Checks (11701-11755 December 10, 2015 to January 12, 2016) in the amount of \$199,262.13, and payrolls for October 2015 (\$60,598.89), November 2015 (\$55,187.74), and December 2015 (55,334.36) for a total disbursements of \$370,383.12.

1st Adam and 2nd DePaoli - Motion passed by unanimous vote of those present

E. Financial Report and Issues

GM Hagman presented Ms. Bennett's November 2015 Affidavit of Reconciliation, Treasurer's Cash Report, Investments Report, Investments Analysis Report and a discussion of the District's cash and securities.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Director DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – Vice President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reported meetings he attended in November and reported on the upcoming meetings. President Arnold made assignments to directors to attend upcoming meetings.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Adam) carried by unanimous vote of those present. Meeting was adjourned at 3:45 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

February 8, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, and Milanesio

Directors Absent: None

Others present: Hagman (GM), Jason Phillips (FWA), Bill Luce (Luce Consulting – FWA)

Minutes

The minutes for the January 12, 2016 Regular Board Meeting were presented and the following action was taken:

Motion: To approve the minutes of the January 12, 2016 meeting as presented 1st Adam and 2nd Brownfield - Motion passed by unanimous vote of those present

Prior/New Action Items

A. Report on Prior Board actions/discussions:

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District. In addition to GM Hagman's report, Mr.'s Phillips and Luce provided additional understanding of potential barriers and opportunities for surface supply from Millerton Reservoir.

Ground Water Sustainability Agency: GM Hagman provided information on next steps toward compliance with SGMA. He was tasked with getting the necessary approvals and Memorandum of Understanding together for the different public entities to consider forming a GSA.

Southern California Edison encroachment issue: GM Hagman noted that staff has begun fabricating the connections for permanent repair of the line that was damaged by Asplundh (acting in contract for SCE to replace a pole).

Sites Reservoir: GM Hagman informed that Board that he no updates at this time.

Consider nominating GM Hagman to fill upcoming GM vacancy at FPA: GM Hagman directed the Boards attention to his proposal mailed to FPA in the prior week.

B. New Action Items

Resolution 2016-01 – Adoption of the District’s 5 Year Water Management Plan Update: GM Hagman explained that this resolution will be a place holder for the impending document approval. The plan has been drafted and reviewed by the USBR and awaits District corrections.

Resolution 2016-02 – Adoption of the Lindmore Irrigation District Employee Pension plan restated governing document to comply with changes in Federal law: GM Hagman explained that this was a necessary action in so that the District’s Pension Plan governing document will be in compliance with changes in federal and state law directing these plans. The current document is governed by the original plan with several modifications in order to comply with the law. This one simply restates the entire plan and brings it current.

Operations Discussion – GM Hagman provided a policy analysis and proposal regarding the Board’s desire to facilitate transfers of well water between growers using the District’s conveyance system. GM Hagman was tasked to work with Director Brownfield on a sample project that works within the guidelines he provided in the policy proposal. GM Hagman was asked to accomplish this task by the next Board meeting in March 2016.

Result from the 2015 Water Subscription Operations: GM Hagman provided a financial schedule to the Board regarding the financial results of selling subscription water to participating growers in 2015. The net result is that this program provided an additional \$514,810.

Leasing the District’s old Shop for storage: GM Hagman proposed the Board allow employees to use the old shop for storing personal items. A rate will be charged at \$100 per month for the covered storage area to any employee storing. The storage can only be temporary not to exceed one year without approval by the Board of Directors.

Miscellaneous administrative items: None to discuss

C. Closed Session

President Arnold called the Board into closed session at 3:20 P.M. to read legal counsel documents.

- Conference with Lead Negotiator (agency designated Michael Hagman) Property, Water Rights and or Exchange Programs
- Conference with Legal Counsel Anticipated Litigation-Counsel Documents to be reviewed by the Board (One potential case) GC Section 54956.9(d)(4)
- Conference with Legal Counsel Anticipated Litigation-Counsel Documents to be reviewed by the Board (Two potential cases) GC Section 54956.9(d)(4)

At 3:28 PM President Arnold moved the Board into open session and stated that no reportable action was taken during closed session.

- 201430 D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

**Motion: To ratify the payments made to pay the bills as follows:
A/P Checks (11756-11791 January 13, 2016 to February 8, 2016) in the amount of \$134,984.36, and payroll for January 2016 (\$53,330.389) for a total disbursements of \$188,314.74.**

1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those present

E. Financial Report and Issues

GM Hagman presented Ms. Bennett's December 2015 Affidavit of Reconciliation, and unreconciled January Treasurer's Cash Report, and unreconciled balance sheets and income statements for both December and January. He indicated that the December is not quite finished and that he would report final December with the Auditor's report. He reminded the Board that they requested unreconciled financial reports for the prior month and the most recent reconciled report at each meeting.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reported meetings he attended in President Arnold made assignments to directors to attend upcoming meetings.

Correspondence Report:

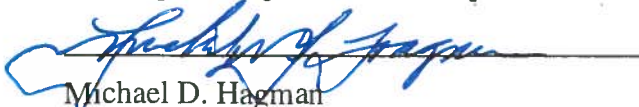
None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Adam) carried by unanimous vote of those present. Meeting was adjourned at 3:45 pm.



Michael D. Hagman
District Secretary

101432

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

March 8, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, and Milanesio

Directors Absent: None

Others present: Hagman (GM), D. Zachary Smith (Counsel), Aubrey Mauritson (Associate to Smith)

Minutes

The minutes for the February 8, 2016 Regular Board Meeting were presented and the following action was taken:

Motion: To approve the minutes of the February 8, 2016 meeting as presented 1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those present

Addition to the Agenda:

Consider adopting Resolution 2016-03 "Concurring in an Amended and Restated Joint Powers Agreement of the Friant Water Authority"

This item came to the attention of staff after the agenda, is needing to be acted upon prior to the next Board meeting (considered an emergency).

Motion: To add "Consider Adoption of Resolution 2016-03" as the first item under "New Action Items" in this agenda at this Board meeting.

1st DePaoli and 2nd Adam - Motion passed by unanimous vote of those present

(The Board moved to Closed Session at 2:03 PM and ended at 2:30 PM to discuss closed session items as indicated on the agenda)

Prior/New Action Items (restarted after Closed Session at 2:30 PM)

A. Report on Prior Board actions/discussions:

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District.

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Ground Water Sustainability Agency: GM Hagman provided the Memorandum of Understanding developed by legal counsel to begin formation of the Eastside GSA. Discussion around why one agency on the east side of the Kaweah Sub-basin was better than just doing our own ensued. Directors Brownfield and DePaoli were assigned the responsibility to attend the upcoming grower's meeting on March 15, 2016 and the Board will convene a special board meeting on March 16, 2016 to discuss the issue. No action will be taken today on signing the MOU.

Southern California Edison encroachment issue: GM Hagman informed that Board that he no updates at this time.

Sites Reservoir: GM Hagman informed that Board that he no updates at this time.

Nomination of GM Hagman to fill upcoming GM vacancy at FPA: GM Hagman reported that at the February 23, 2016 FPA meeting, FPA President Nick Canata deferred discussion on this item till the next FPA Board meeting. There was no reason given. GM Hagman also noted that the current General Manager recently suffered a stroke and was hospitalized. GM Hagman and President Arnold are uncertain where the issue is headed at this time.

Operations Discussion – GM Hagman provided a policy analysis and proposal regarding the Board's desire to facilitate transfers of well water between growers using the District's conveyance system. GM Hagman was tasked to work with Director Brownfield on a sample project that works within the guidelines he provided in the policy proposal. GM Hagman was asked to accomplish this task by the next Board meeting in March 2016.

B. New Action Items

Resolution 2016-03 – Resolution Concurring in an Amended and Restated Joint Powers Agreement of the Friant Water Authority: GM Hagman explained that this resolution would concur with last year's JPA amendments suggested in the strategic plan effort in 2014. GM Hagman further explained that the Board had already passed a resolution approving the amendments to the JPA in early 2015 however the amendments failed to obtain a 75% vote of the existing member districts. Then after the failure of these amendments several districts resigned their membership and the remaining members were the ones whose boards approved it. Approving this resolution would confirm that this District continues approve of those amendments. After some discussion the following action was taken:

Motion: To adopt Resolution 2016-03

1st DePaoli and 2nd Milanese - Motion passed by unanimous vote of those present

Legal Counsel – Consider change in Counsel at the retirement of current Counsel D. Zackary Smith: Zack introduced Aubrey Cairns Mauritson as his associate. Aubrey provided a summary of her background and interest in covering our District's General Counsel needs. GM Hagman explained that she will be working with Zack till his retirement at the end of May 2016. He indicated that no action was necessary today and

that the Board can take it up any time between now and Zack's retirement. The Board thanked Aubrey and elected to discuss it and take action on it at a future meeting.

Resolution 2016-01 – 5-Year Update to the District's Water Management Plan: GM Hagman noted that he had received four comments back on the plan he submitted and that he would address the comments and submit it later this week or early next week.

He reminded the Board that they requested unreconciled financial reports for the prior month and the most recent reconciled report at each meeting.

Presentation on USBR operations in the Delta and impacts on Lindmore Irrigation District's Central Valley Project Supply - GM Hagman discussed most of this in his Water Supply Report. No other information was requested by the Board.

Annexation of acreage into the District: GM Hagman provided a time line and estimated cost for annexing lands into the District as developed by legal counsel. He explained that this was something we should consider. The Board would like to seek further direction on this issue at a future Board meeting.

Miscellaneous Administrative items: GM Hagman noted that he no other administrative items to consider.

C. Closed Session

President Arnold called the Board into closed session at 2:03 P.M. to read legal counsel documents.

- Conference with Lead Negotiator (agency designated Michael Hagman) Property, Water Rights and or Exchange Programs
- Conference with Legal Counsel Anticipated Litigation-Counsel (Two potential cases) GC Section 54956.9(d)(4)

At 2:30 PM President Arnold moved the Board into open session and stated that no reportable action was taken during closed session.

- D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

Motion: To ratify the payments made to pay the bills as follows:

A/P Checks (11792-11837 February 9, 2016 to March 8, 2016) in the amount of \$328,046.73, and payroll for February 2016 in the amount of 53,524.70 for a total disbursements of \$381,571.43.

1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those present

E. Financial Report and Issues

GM Hagman the financial reports, cash report, and investment analysis report for review and discussion.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reported meetings he attended and President Arnold made assignments to directors to attend upcoming meetings.

Correspondence Report:


None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Adam) carried by unanimous vote of those present. Meeting was adjourned at 4:18 pm.



Michael D. Hagman
District Secretary

21436

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

March 16, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, and Milaneseo

Directors Absent: None

Others present: Hagman (GM)

Minutes

The minutes for the March 8, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the March 8, 2016 meeting as presented
1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those
present**

Consider Signing Memorandum of Understanding regarding a Groundwater Sustainability Agency (GSA):

Vice President DePaoli, Director Brownfield and GM Hagman presented a summary and thoughts regarding the public meeting on this topic held at the Veteran's Hall in Exeter yesterday. After considerable discussion the following action was taken:

**Motion: To direct President Arnold to sign the Memorandum of
Understanding to form a Groundwater Sustainability Agency on the east side
of the Kaweah Sub-Basin
1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those
present**

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Milaneseo) carried by unanimous vote of those present. Meeting was adjourned at 3:11 pm.


Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

March 22, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, and DePaoli

Directors Absent: Milanesio

Others present: Hagman (GM), growers from the District (4)

Minutes

The minutes for the March 16, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the March 8, 2016 meeting as presented
1st DePaoli and 2nd Adam - Motion passed by unanimous vote of those present**

Water Supply:

GM Hagman presented the USBR's initial 2016 Water Allocation. He noted that the USBR has allocated 30% Class 1 (9,900 AF Schedulable till February 28, 2017), 1,571 AF (Must be used by the end April 30, 2016), and an estimated 6,000 AF of URF water (to be used by the end of May 2016. After considerable discussion the following action was taken:

**Motion: To allocate .06 AF per acre to be used by the end of April 2016, and
.65 AF per acre to be used by the end of the District's operating season.
1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those
present**

Water Rate:

GM Hagman presented the cost of the water from the USBR, the Fiscal Year 2016 budget, and the amount of water available for sale from the USBR contract allocation as presented earlier. After consideration of the Proposition 218 rate increase mandates the following action was taken with regard to the District's 2016 Water Rate:

**Motion: To set the rate for water through April 2016 at \$65 AF, and all other
water at \$200.00 per AF with \$10 surcharge for growers receiving pumped
water, and \$20 AF for customers receiving water not for agricultural purposes
and sets a hearing of the adopted rates for May 10, 2016 and directs GM
Hagman to notify all users of water of these rates and of the rate hearing.
1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those
present**

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Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Adam) carried by unanimous vote of those present. Meeting was adjourned at 3:08 pm.



Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

April 5, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:04 p.m.

Directors Present: Adam, Arnold, Brownfield, and Milanesio

Directors Absent: DePaoli

Others present: Hagman (GM)

Minutes

The minutes for the March 22, 2016 Regular Board Meeting were presented and the following action was taken:

Motion: To approve the minutes of the March 22, 2016 meeting as amended 1st Adam and 2nd Milanesio - Motion passed by unanimous vote of those present

Water Supply:

GM Hagman presented the USBR's adjusted initial 2016 Water Allocation. He explained that the USBR has reduced the time required to use the Unreleased Restoration Flow water from May 31, 2016 to May 15, 2016. GM Hagman was concerned that growers might not use the 2,124 AF plus City of Lindsay's 188 AF prior to that date. GM Hagman explained that Tulare Irrigation District (TID) can move some water if necessary. He reminded the Board that the District is required to pay 3,000 AF of water back to TID from an agreement the District made in 2013. Options were discussed. After considerable discussion the following action was taken and:

Motion: To direct GM Hagman to transfer 1,650 AF to Tulare Irrigation District to pay back the water the District is required to pay back to them if GM Hagman is not able to extend the payback period. 1st Milanesio and 2nd Brownfield - Motion passed by unanimous vote of those present

Water Rate:

GM Hagman explained the Board doesn't need to take any action on rates and that the \$200 AF rate adopted on March 16 will be the upper end of what the price of the water will be. Reminding the Board that the rate is dependent on many things but the amount of water (quantity of acre feet) is the primary contributor to the high rate. He also reminded the Board that at the May 10, 2016 Board meeting they would have a rate hearing and could lower the rate, but could not raise it without another 45 day public review period.

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

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No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Adam) carried by unanimous vote of those present. Meeting was adjourned at 2:28 pm.



Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT 1441

MINUTES OF THE BOARD MEETING

May 10, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli and Milanesio

Directors Absent:

Others present: Hagman (GM), ten district growers, Dick Moss, Dave Dorrance

Minutes

The minutes for the April 12, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the April 12, 2016 meeting as presented
1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those
present**

Rate Hearing

President Arnold announced the opening of the rate hearing. He noted that the adopted rate at the March 22, 2016 Board meeting was \$200 per acre foot. President Arnold then asked GM Hagman to present his updated recommendation and latest iteration of the rate and allocation to District members. GM Hagman presented the information. GM Hagman reported that the USBR has increased its allocation to 65% (up from the 45%) and he estimated that the allocation of water will go 75%. Because of the increased allocation, GM Hagman recommends the District affirm a rate of \$200 an acre foot but only charge \$130 acre foot for water delivered between May 1, 2016 and November 30, 2016.

Several District growers asked questions regarding the rate and why it was so much higher than in the past. GM Hagman stated that several factors have impacted the rate on the water delivered in the District. He noted that the single biggest impact on the rate is that we typically would deliver another 8,000 acre feet of water (33% more water). That additional water would reduce the price to about \$100 acre foot. In addition to this, the District is expecting a significant deficit for 2015 CVP Operations (\$250k-\$300k), and substantial reduction in power revenues from the Friant Power Authority (\$300k) due to their large deficit spending and reduced power generation. GM Hagman was asked if \$130 an acre foot is the new "normal" rate. He explained that if we continue to get low allocations it will be. GM Hagman also noted that if the District receives 33,000 acre feet of water, has normal power revenue, and doesn't have any CVP O&M deficit, the rate would be about \$85-\$90 acre foot. He said the \$65 acre foot days are gone unless we receive substantially more than 33,000 acre feet of supply. After substantial public questions and answers period, the following action was taken:

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Motion: Affirm the rate set at \$200 an acre foot on March 22, 2016 and reduce the 2016 rate for gravity irrigation to \$130 AF for the period May 1, 2016 – December 31, 2016 and to add an additional charge of \$10 AF for gravity deliveries (\$140 AF total)

1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those present

Prior/New Actions Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District. GM Hagman reported that although the USBR allocated 65% Class 1, he and many others are confident there is at least 75% Class 1 in the watershed. GM Hagman recommended the 2016 grower pro-rate be set at one acre foot per acre of assessed land. After some discussion, the following action was taken:

Motion: To set the District water pro-rate at one (1) acre foot of water per acre of assessed ground

1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those present

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District.

Nomination of GM Hagman to fill upcoming GM vacancy at FPA: GM Hagman reported that FPA tabled the item again.

Operations discussions: GM Hagman requested that this item come off the agenda until a time when he can dedicate more resources to the activity. President Arnold asked him to remove it till that time comes.

B. New Action Items

Legal Counsel – Consider relationship with Counsel Zack Smith's firm when he retires GM Hagman reminded the Board that current Counsel Zack Smith will retire on May 31, 2016 and we will be without legal counsel. He recommended to the Board to appoint Aubrey Mauritson (Ruddell, Cochran, Stanton, Smith and Bixler) as District Counsel. After some discussion the following action was taken:

Motion: To appoint Aubrey Mauritson of Ruddell, Cochran, Stanton, Smith and Bixler as the District's legal counsel.

1st DePaoli and 2nd Adam - Motion passed by unanimous vote of those present

Resolution 2016-01 – Adoption of the District's 5 Year Water Management Plan Update: GM Hagman explained that he just got the USBR's review back today. He

expects to have his corrections and comments completed by the June 14th Board meeting. 1443

Resolution 2016-04 Ordering Director Elections and associated matters – After explanation by GM Hagman the following action was taken:

Motion: To adopt Resolution 2016-04.

1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those present

Resolution 2016-05 Authorizing the District to sign a contract with the USBR for Unreleased Restoration Flows – After explanation from GM Hagman and some discussion the following action was taken:

Motion: To adopt Resolution 2016-05

1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those present

Presentation of the USBR operations in the Delta and impacts on Lindmore Irrigation District Central Valley Project contract supply – GM Hagman noted that the earlier discussion on supply and rates fully addressed this issue. President Arnold moved the Board to the next agenda item stating the earlier discussions had satisfied the Board's interest in this topic.

Annexation of acreage into the District: GM Hagman noted no he has no update on this issue at this time.

Draft Principles for financing a banking project within the District – GM Hagman briefly discussed this issue. Public input was taken and the Board decided the issue was getting to discussion of negotiating terms of purchase/sale of real property and decided to take the balance of the discussion in Closed Session.

Miscellaneous administrative items: None to discuss

C. Closed Session:

President Arnold called the meeting into closed session

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property. Give direction to Lead Negotiator on real property actions

Conference with Legal Counsel – Anticipated Litigation [Government Code 54956.9(d)(4)]. Number of potential cases: One

President Arnold called the meeting out of closed session and noted that the Board took no reportable action in closed session.

- D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:**

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Motion: To ratify the payments made to pay the bills as follows:
A/P Checks (11876-11902 April 13, 2016 to May 10, 2016) in the amount of \$326,925.20, and payroll for April 2016 (\$54,759.59) for a total disbursements of \$381,684.79.

1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those present

E. Financial Reports

GM Hagman presented Ms. Bennett's April 2016 Affidavit of Reconciliation, Investment Analysis, the March reconciled financial statements, the April un-reconciled financial statements as well as the April 2016 Treasurer's Cash Report.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) –GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman had no meeting update for the Board. Vice President DePaoli noted that he would not be able to attend the June 23 FWA Board meeting.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

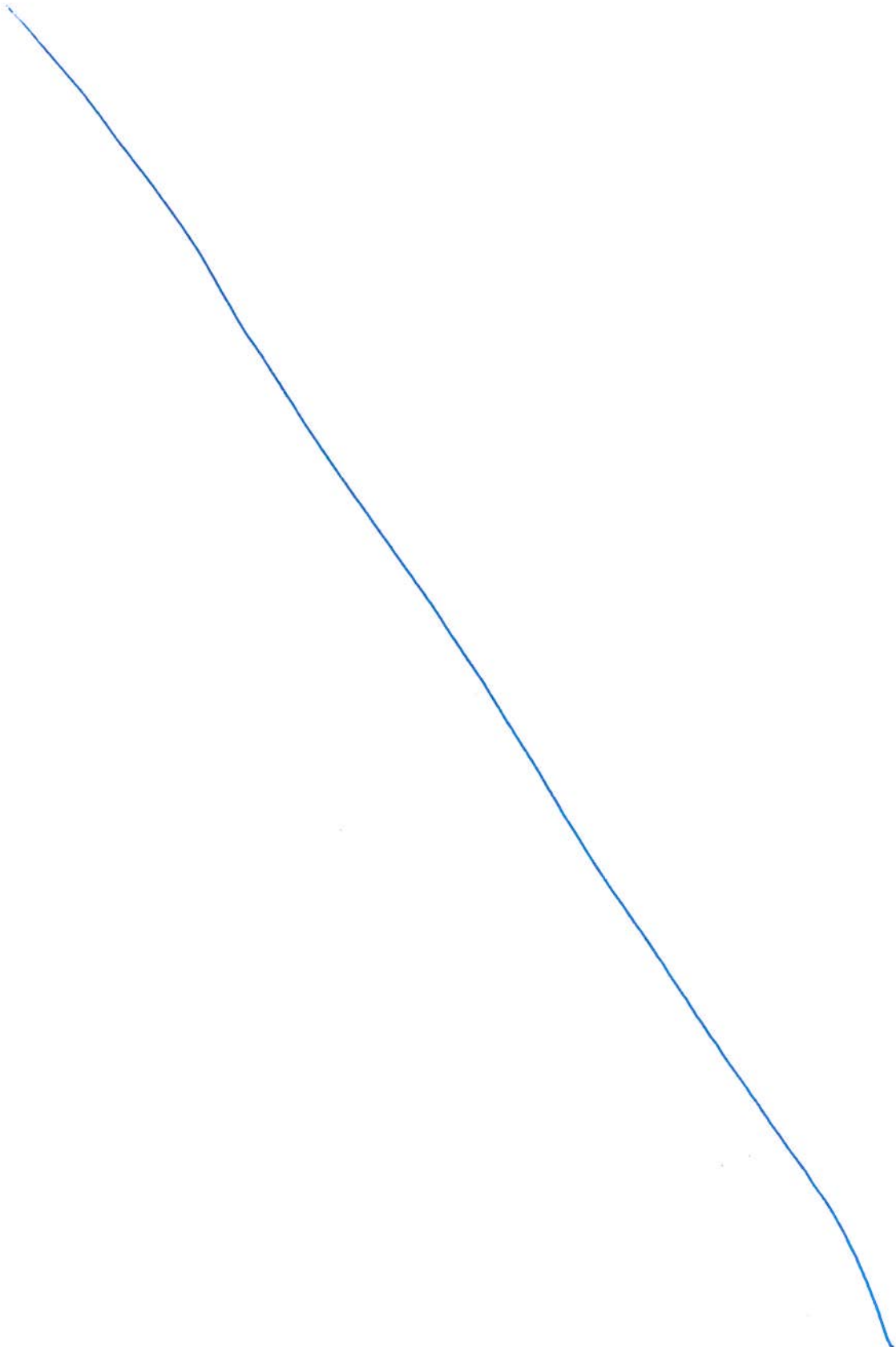
Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (DePaoli/Adam) carried by unanimous vote of those present. Meeting was adjourned at 4:40 pm.


Michael D. Hagman

District Secretary

7/14/15



2016

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

June 14, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli

Directors Absent: Milanesio

Others present: Hagman (GM)

Minutes

The minutes for the May 10, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the May 10, 2016 meeting as presented
1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those
present**

Prior/New Actions Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts. He reported that the current bid for junction box (JB) rebuilds is \$300k to \$400k per JB. He explained that he would hire an engineer to spec the most JB sites that are most critical and seek bids on manufacturing the works and having District staff install them. This could save a substantial amount of money and will likely offset the cost of the engineer.

Water Supply Report: GM Hagman reported on water supply issues in the District. GM Hagman reported that although the USBR allocated 65% Class 1, he continues to remain confident that the USBR will eventually allocate 75% Class 1 before the year ends. This 75% is what the District's one acre foot per acre prorate was based on.

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District.

Nomination of GM Hagman to fill upcoming GM vacancy at FPA: GM Hagman reported that FPA appointed Bill Carlisle who expressed interest in retaining the position after he retired from SSJMUD.

Annexation of acreage into the District: GM Hagman explained that he has received a process timeline from District Counsel. Questions ensued regarding the purpose and impact to the District with regard to this annexation.

B. New Action Items

Resolution 2016-01 – Adoption of the District's 5 Year Water Management Plan Update: GM Hagman reported that the USBR has accepted all his corrections and edits and that the USBR needs this resolution to place the document into the Federal Register. Directors requested an electronic copy of the main body (not the attachments). GM Hagman stated he would provide that to the directors.

Resolution 2016-01 5-Year Update to the District's Water Management Plan – After explanation by GM Hagman the following action was taken:

Motion: To adopt Resolution 2016-01.

1st DePaoli and 2nd Adam - Motion passed by unanimous vote of those present

Insurance Company's Safety Compliance Review – GM Hagman noted that the District had been visited by our insurance carrier who audited our safety program and compliance. This audit shows them where they have exposure and how we might better reduce our exposure to injury or damage. He explained that he does not have enough information to provide an action plan at this time due to the complexity of the audit but that the audit notes substantial exposure and compliance issues. GM Hagman explained that he will be working on developing a plan of resolving the exposure and will report back on that progress at the next few meetings.

Miscellaneous administrative items: None to discuss

C. Closed Session:

President Arnold called the meeting into closed session at 2:53 PM

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property. Give direction to Lead Negotiator on real property actions

Conference with Legal Counsel – Anticipated Litigation [Government Code 54956.9(d)(4)]. Number of potential cases: One

President Arnold called the meeting out of closed session at 4:33 PM and noted asked Counsel to report action taken in closed session:

The Board of Directors unanimously rejected the claims of Oscar Martinez and Samuel Martinez and directed Counsel to notify the Martinez's Counsel of the rejection.

D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

Motion: GM Hagman explained that he did not have the June affidavit available because Marv had been out ill for the past few days. He noted that at the July meeting the Board will be presented with both the June and July bills for their ratification then.

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E. Financial Reports

GM Hagman presented April reconciled financials and the May unreconciled financials as well as the Treasurer's Cash report for May 2016.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings for the month of June.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (DePaoli/Adam) carried by unanimous vote of those present. Meeting was adjourned at 4:33 pm.



Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

July 12, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, Milanesio

Directors Absent:

Others present: Hagman (GM), two district members

Minutes

The minutes for the June 14, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the June 14, 2016 meeting as presented
1st DePaoli and 2nd Milanesio - Motion passed by unanimous vote of those
present**

Prior/New Actions Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District. GM Hagman reported he is still confident that the USBR will allocate 75%. He reminded the Board that the 75% USBR allocation will get us to the District's one acre foot per acre prorate and will not result in an additional increase in the District pro-rate.

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District.

Annexation of acreage into the District: GM Hagman had nothing additional on this issue at this time. This issue is on the agenda to continue considering annexing space on the District's west side for groundwater banking.

B. New Action Items

Insurance Company's Safety Compliance Review – GM Hagman expressed that he will have more information for the Board at a future meeting regarding this review. He noted it was pretty comprehensive and could cost the district some money to comply with it. He noted however that the areas of concern are appropriate and recommendations will be forthcoming.

Miscellaneous administrative items: None to discuss

C. Closed Session:

President Arnold called the meeting into closed session at 2:45 PM

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property. Give direction to Lead Negotiator on real property actions

Conference with Legal Counsel – Anticipated Litigation [Government Code 54956.9(d)(4)]. Number of potential cases: One

Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(d)(4)]. Number of potential cases: Martinez et al v Lindmore Irrigation District

President Arnold called the meeting out of closed session at 3:45 PM and reported that no reportable action taken in closed session:

- D.** Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

Motion: To ratify the payments made to pay the bills as follows:

A/P Checks (11903-11939, 11941-11949 May 11, 2016 to June 14, 2016 and 11940, 11950-12000) in the amount of \$1,202,435.05, and payroll for May 2016 (\$56,182.46) and June 2016 (\$58,799.20) for a total disbursement of \$1,317,416.71.

1st Adam and 2nd Milanesio - Motion passed by unanimous vote of those present

E. Financial Reports

GM Hagman presented May reconciled financials and the June unreconciled financials as well as the Treasurer's Cash report for June 2016.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP. 01451

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings for the month of July.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:00 pm.



Michael D. Hagman
District Secretary

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LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

August 9, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Arnold, Brownfield, DePaoli, Milanesio

Directors Absent: Adam

Others present: Hagman (GM), five members of the public

Public Comment

Members of the Public asked questions primarily related to the State Groundwater Sustainability Act. It was noted that this action is on the Board agenda and would be addressed at that time.

Minutes

The minutes for the July 12, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the July 12, 2016 meeting as presented
1st DePaoli and 2nd Milanesio - Motion passed by unanimous vote of those
present**

Prior/New Actions Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts. He presented an offer of services by Provost and Pritchard to aid the District in rehabilitating the Junction Boxes. It was discussed substantially and determined that we should obtain more bids. GM Hagman explained that he would develop a Request for Proposal document and send it to engineering firms that are local and capable of this type of work. He estimated that there are at least three. Due to timing of the work, the Board suggested that it be ready for the next meeting or sooner and they could call another meeting to address the issue if necessary.

Water Supply Report: GM Hagman reported on water supply issues in the District. GM Hagman reported the USBR has allocated 75% Class 1. This allocation firmed up the District's one acre-foot per acre prorate.

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District. He noted that the Board will be considering adopting a Joint Powers Authority document later in the meeting.

1-01453
Annexation of acreage into the District: GM Hagman had nothing additional on this issue at this time. This issue is on the agenda to continue considering annexing space on the District's west side for groundwater banking.

Insurance Company Safety Compliance Review: GM Hagman reported that the District's workers' compensation insurance provider audited the safety standards and practices at the District and they gave us a document outlining suggestions. Those suggestions, many of which are mandatory, will be addressed this winter and a proposal for compliance will be given to the Board during the budget process.

B. New Action Items

Resolution 2016-06: Resolution Authorizing the District to Agree to the Terms of and Signing a Contract with the USBR for Unreleased Restoration Flow Water – GM Hagman provided the Board with copies of the resolution. The USBR is requiring a nearly identical resolution to contract with them for Tier 2 URF supply. GM Hagman asked the Board to adopt the resolution so that he can purchase Tier 2 URF supply. After some discussion the following action was taken:

Motion: To adopt Resolution 2016-06 and direct the Board President and Secretary to sign the agreement with the USBR for Tier 2 URF
1st DePaoli and 2nd Milanesio - Motion passed by unanimous vote of those present

Consider Adoption of the East Kaweah GSA Joint Powers Authority document: – GM Hagman reminded the Board that in order to meet the State Groundwater Management Act (SGMA) requirements and have a say in the implementation they need to form a Ground Water Sustainability Agency (GSA). In order to control costs several water districts, the County of Tulare and the City of Lindsay have been working on forming a Joint Powers Agency (JPA). By adopting this JPA document, the Board will in effect begin the process of setting up the GSA for our area in conjunction with several other agencies. After considerable discussion the following action was taken:

Motion: To adopt the EKGSA Joint Powers Authority governing document and join the EKGSAJPA.
1st Brownfield and 2nd DePaoli - Motion passed by unanimous vote of those present

Miscellaneous administrative items: None to discuss

C. Closed Session:

President Arnold called the meeting into closed session at 2:55 PM

Conference with Lead Negotiator agency designated Michael Hagman – Negotiation with employee represented by the IBEW 1245. Receive feedback and give direction to Lead Negotiator

Conference with Legal Counsel – Anticipated Litigation [Government Code 54956.9(b)].
Number of potential cases: One

Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(a)].

Number of potential cases: Martinez et al v Lindmore Irrigation District

President Arnold called the meeting out of closed session at 3:55 PM and reported that no reportable action taken in closed session.

- D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

Motion: To ratify the payments made to pay the bills as follows:

A/P Checks (12001-12034 July 13, 2016 to August 9, 2016) in the amount of \$622,640.61, and payroll for July 2016 (\$54,719.59) for a total disbursement of \$677,360.20.

1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those present

E. Financial Reports

GM Hagman presented reconciled June financials and the unreconciled July financials as well as the Treasurer's Cash report for June 2016, and the Investments Analysis Report.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings for the month of August. President Arnold Reported that he would not be able to make the August FPA meeting. Director Brownfield was assigned to attend representing the District.

Correspondence Report:

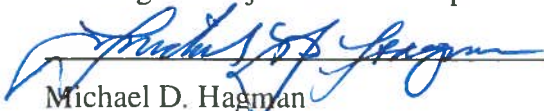
None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:15 pm.



Michael D. Hagman
District Secretary

156

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

August 16, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, Milanesio

Directors Absent:

Others present: Hagman (GM)

Public Comment

No public comment.

Minutes

The minutes for the August 9, 2016 Regular Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the August 9, 2016 meeting as presented
1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those
present**

Prior/New Actions Items

A. New Action Items

District Cash Flow Analysis: GM Hagman presented an analysis of the District's cash and reserves.

B. Closed Session:

President Arnold called the meeting into closed session at 3:05 PM

Employee Evaluation – General Manager

President Arnold called the meeting out of closed session at 4:01 PM and reported that no reportable action taken in closed session.

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

8-31-57

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Adam/Brownfield) carried by unanimous vote of those present. Meeting was adjourned at 4:03 pm.



Michael D. Hagman
District Secretary

7-11-158

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

September 13, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, Milanesio

Directors Absent: None

Others present: Hagman (GM), five members of the public

Public Comment

Members of the Public were invited to comment; no public comment was provided.

Minutes

The minutes for the August 16, 2016 Special Board Meeting were presented and the following action was taken:

Motion: To approve the minutes of the August 16, 2016 meeting as presented 1st DePaoli and 2nd Milanesio - Motion passed by unanimous vote of those present

Prior/New Actions Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District. GM Hagman reported the USBR continues to hold to the allocated 75% Class 1.

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District. He noted that the Board will be considering adopting a Joint Powers Authority document later in the meeting.

Insurance Company Safety Compliance Review: GM Hagman indicated that there is no update but that he will be working toward a plan to address the audit over the next few months. He stated it was his hope to have it before the start of next water year.

Outside Service Report: GM Hagman presented the status on the three engineering activities in the District. GM Hagman explained that he estimated it would cost approximately \$50,000 to develop a soils map with the District works overlaid on the map. Good news from the engineers is that now they expect it to be right around \$42,000. GM Hagman noted that he will work with the engineers to stick to that

21159
number. GM Hagman also reported on discovery efforts with regard to the JB rehabilitation effort. He noted that instead of a pipe through box system, the JB footing is actually a box culvert which will make repairs substantially easier and will likely reduce the cost of rehabilitation. The effort of working with the City of Lindsay with regard to banking projects is ongoing. The first meeting will be set shortly. That meeting will focus on ways to import water and places within the City that the City/District can put this water imported surface supply. In addition, the potential around secondary treated effluent and backwash returns into the District.

Status of Old Shop Yard: GM Hagman reported that another local business inquired about renting space at the old shop. He informed them that they could rent the balance of the yard for \$450 a month.

B. New Action Items

Contract versus general employee relationship (Study Session): GM Hagman provided a background as to why he had an employment contract instead of just being hired as an employee. Counsel Mauritsen provided a legal understanding of an employment contract versus simply hiring the employee (in particular the GM).

Miscellaneous administrative items: None to discuss

C. Closed Session:

President Arnold called the meeting into closed session at 3:00 PM

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property, Water Rights, or Exchange Programs

Conference with Lead Negotiator agency designated Michael Hagman – Negotiation with employee represented by the IBEW 1245. Receive feedback and give direction to Lead Negotiator

*Conference with Legal Counsel – Anticipated Litigation [Government Code 54956.9(b)].
Number of potential cases: One*

*Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(a)].
Number of potential cases: Martinez et al v Lindmore Irrigation District*

Employee Evaluation – General Manager

President Arnold called the meeting out of closed session at 3:50 PM and reported that the following action had been taken in closed session:

Motions:

- **To approve the Cal Water Fix settlement as presented by legal counsel**
- **To initiate legal action details will be disclosed after filing**

1st DePaoli and 2nd Brownfield motions passed unanimously by roll call vote.

D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

Motion: To ratify the payments made to pay the bills as follows:

A/P Checks (numbers 12035-12072) for August 10, 2016 to September 13, 2016 in the amount of \$502,540.27, and payroll for August 2016 in the amount of \$58,531.60 for a total disbursement of \$561,071.84.

1st Brownfield and 2nd Adam- Motion passed by unanimous vote of those present

E. Financial Reports

GM Hagman presented reconciled July financials and the unreconciled August financials as well as the Treasurer’s Cash report for August 2016, and the Investments Analysis Report.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Vice President DePaoli and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings for the month of September. Vice-President DePaoli reported that he would not be able to make the September FWA meeting. Director Brownfield was assigned to attend representing the District.

Correspondence Report:

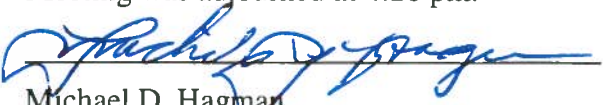
None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:20 pm.



Michael D. Hagman
District Secretary

462

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

October 11, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, Milanese

Directors Absent: None

Others present: Hagman (GM), two members of the public

Public Comment

Members of the Public were invited to comment; no public comment was provided.

Minutes

The minutes for the September 13, 2016 Special Board Meeting were presented and the following action was taken:

Motion: To approve the minutes of the September 13, 2016 meeting as presented
1st DePaoli and 2nd Adam - Motion passed by unanimous vote of those present

Prior/New Actions Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District. GM Hagman reported the USBR continues to hold to the allocated 75% Class 1. He also stated that the USBR's River Restoration Program is likely to exchange supply recaptured for the District (and others) into San Luis Reservoir with some of their URF supply in Millerton. This will be about 250 AF for Lindmore.

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District. He noted that the Board will be considering passing a resolution adopting the Joint Powers Authority document and appointing directors. The other public agencies that are members are doing the same thing this month and the hope is that we seat a government early next month.

Insurance Company Safety Compliance Review: GM Hagman indicated that there is no update but that he will be working toward a plan to address the audit over the next few months. He stated it was his hope to have it before the start of next water year.

201483

Engineering Report: GM Hagman presented the status on the three engineering activities in the District.

1. Soils Map with District Works Overlaid Project: GM Hagman reported that the soils/district works map will be accomplished hopefully by the middle of November. At that time the Board will need to consider developing a ground water banking conceptual design in the District for a grant proposal.
2. JB Rehabilitation Project: because we discovered that JB's are a box culvert (instead of a pipe through box) it appears that if the JB box is in good shape, we will be able to save substantially on the repairs. It was noted that since the JB inspection can't occur until after dewatering, we will not have a definitive understanding of their condition until then.
3. City of Lindsay Coordination Project: We had an initial meeting with the City. We found several promising opportunities to coordinate groundwater banking efforts inside the City's works basins. Especially in areas with close proximity to the District's system.

B. New Action Items

Resolution 2016-07 – Resolution Adopting the East Kaweah Joint Powers Authority governing document and appointing directors to the Authority: GM Hagman reported that this the District will need to pass the resolution which joins us to the JPA and appoint directors. This item was tabled till after the closed session regarding General Manager evaluation. After the closed session the Board took the following action:

Motion: To adopt Resolution 2016-07 joining the EKJPA and appointing Director Milanesio as EKJPA Director and Director Brownfield as EKJPA alternate.

1st Brownfield and 2nd Adam - Motion passed by unanimous vote of those present

Manager's draft FY2017 budget presentation: GM Hagman explained that he is not requesting adoption of his draft at this time. He is presenting the budget, along with his assumptions, for the board to consider and to offer direction on a couple of items. GM Hagman was given direction and was asked to bring the draft back to the next Board meeting for further consideration.

Final Recap of Unpaid Bills to be considered for Lien – set hearing for lien approval: GM Hagman presented the Collector's list of unpaid bills he is recommending to lien. The board reviewed the proposed liens and set a hearing for the liens on November 8, 2016.

Miscellaneous administrative items: GM Hagman noted that there were two documents in the Board packet. One was the announcement that the District, along with nearly all of the other Friant districts, have filed a suit in the Federal Court of Claims in Washington D.C. He noted that the other one was a letter telling a grower that they were in violation of Ordinance #LID0001 and he was assessed \$250 for each violation. The ordinance places the fine not to exceed \$1,000 for each violation. He noted he did not fine more than \$250 because the absentee owner's hired hand took the action without authorization from the owner. He was also charged for the water.

C. Closed Session:

President Arnold called the meeting into closed session at 3:15 PM

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property, Water Rights, or Exchange Programs

Conference with Lead Negotiator agency designated Michael Hagman – Negotiation with employee represented by the IBEW 1245. Receive feedback and give direction to Lead Negotiator

Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(b)]. Number of potential cases: Lindmore ID et al. v United States of America

Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(a)]. Number of potential cases: Martinez et al v Lindmore Irrigation District

Employee Evaluation – General Manager

President Arnold called the meeting out of closed session at 4:30 PM and reported that the no action had been taken in closed session.

General Manager Employment Agreement: After some discussion the following action was taken by the Board:

**Motion: To approve the employment agreement between the District and Hagman addendum as presented.
1st Brownfield and 2nd Milanesio - Motion passed by unanimous vote of those present**

D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

**Motion: To ratify the payments made to pay the bills as follows:
A/P Checks (numbers 12073-12102) for September 14, 2016 to October 11, 2016 in the amount of \$286,088.65, and payroll for September 2016 in the amount of \$58,608.96 for a total disbursement of \$344,697.61.**

1st Adam and 2nd DePaoli- Motion passed by unanimous vote of those present

E. Financial Reports

GM Hagman presented reconciled August financials and the unreconciled September financials as well as the Treasurer’s Cash report for September 2016.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Director Brownfield and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings for the month of October. President Arnold requested a replacement for him at the October FWA Board meeting. Director Brownfield accepted that assignment.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (DePaoli/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:57 pm.


Michael D. Hagman
District Secretary

701466

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

November 8, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:02 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, Milanesio

Directors Absent: None

Others present: Hagman (GM), Mauritson (Counsel)

Public Comment

Members of the Public were invited to comment; no public comment was provided.

Minutes

The minutes for the October 11, 2016 Special Board Meeting were presented and the following action was taken:

**Motion: To approve the minutes of the October 11, 2016 meeting as presented
1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those
present**

Lien Hearing:

President Arnold opened the hearing at 2:09 pm.

The Assessor/Collector provided the Board with a list of properties that had unpaid Stand-by Assessments and recommended the Board authorize him to file liens with the County on the property for the amounts noted on the schedule.

No public comment

The following action was taken:

**Motion: To direct the Assessor/Collector to file liens as presented
1st Milanesio and 2nd Brownfield - Motion passed by unanimous vote of those
present**

No other business was brought before the Lien Hearing and President Arnold closed the hearing at 2:13

Prior/New Action Items

A. Report on Prior Board actions/discussions

1387
Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District..

Ground Water Sustainability Agency: GM Hagman reported on his activities regarding a ground water sustainability agency for the District.

Insurance Company Safety Compliance Review: GM Hagman indicated that there is no update on this item.

Engineering Report: GM Hagman presented the status on the engineering activities in the District.

B. New Action Items

Well Report: GM Hagman provided the Board with the Fall 2016 well measurements and noted a 5.50-foot drop in groundwater levels on average.

Manager's draft FY2017 budget presentation: GM Hagman requested further direction from the Board on the budget. He explained that, next month he will provide a budget that he will recommend to be adopted. After some discussion GM Hagman was asked to provide the budget next month with recommendations on items of concern.

Hiring of Counsel to assist in the EKGSA: GM Hagman reported that he had retained Klein, Denatale, Goldner, et al (Bakersfield) to assist him in the legal aspects of forming the EKGSA. He expected to propose to the EKGSA Board that they be appointed Interim Counsel. The Board expressed no concern with that decision.

Stand-by Rate Review: GM Hagman reported on the response he had from the two local engineers that have performed these actions. He noted that he had not yet heard back from Keller and would wait till after he receives their proposal to make a recommendation.

Miscellaneous administrative items: GM Hagman noted no accidents or loss time injuries/illnesses at the District this past month.

C. Closed Session:

President Arnold called the meeting into closed session at 2:31 PM

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property, Water Rights, or Exchange Programs

Conference with Lead Negotiator agency designated Michael Hagman – Negotiation with employee represented by the IBEW 1245. Receive feedback and give direction to Lead Negotiator

*Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(b)].
Number of potential cases: Lindmore ID et al. v United States of America*

1468
Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(a)].
Number of potential cases: Martinez et al v Lindmore Irrigation District

Employee Evaluation – General Manager

President Arnold called the meeting out of closed session at 4:45 PM and reported that GM Hagman will be allowed to cash in up to 50 hours a year of vacation accrual (total annual cost of \$4,500) annually and GM Hagman will provide an additional amendment to his current amended contract noting that action. No other reportable action was taken.

- D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

**Motion: To ratify the payments made to pay the bills as follows:
A/P Checks (numbers 12103-12136) for October 12, 2016 to November 8, 2016
in the amount of \$171,886.96, and payroll for October 2016 in the amount of
\$53,901.56 for a total disbursement of \$225,788.52.**

**1st Adam and 2nd Brownfield- Motion passed by unanimous vote of those
present**

E. Financial Reports

GM Hagman presented reconciled September 2016 financials and the unreconciled October financials, the October 2016 Treasurer's Cash report, and the September 2016 Affidavit of Reconciliation from Kathy Bennett.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

FWA Issues –Director Brownfield and GM Hagman reported open session items of the FWA including the Strategic Planning/Organizational Review of FWA.

Friant Power Authority (FPA) – President Arnold and GM Hagman reported on the last FPA meeting.

Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings they had between today and the next Board meeting.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (DePaoli/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:50 pm.


Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

December 13, 2016

Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Adam, Arnold, Brownfield, DePaoli, Milanesio

Directors Absent: None

Others present: Hagman (GM), Mauritson (Counsel)

Public Comment

Members of the Public were invited to comment; no public comment was provided.

Nomination and Appointment of Officers for the District and the Corporation

Director DePaoli nominated the following slate as officers of the Board of Directors for the Lindmore Irrigation District and the Lindmore Irrigation District Financing Corporation and his nomination was seconded by Director Brownfield:

President	John A Arnold
Vice-President	David A DePaoli
Secretary	Michael D Hagman
Treasurer	Michael D Hagman
Assessor-Collector	Marv Rowe

Slate accepted the nomination

President Arnold asked for action and a motion. Director DePaoli motioned and Director Brownfield seconded and the motion passed unanimously.

Oaths of Office

This action will take place at the January Board meeting.

Ratification of action taken by the Executive Director of the Financing Corporation

This action was taken as part of the Financing Corporation portion of the joint meeting and will be reflected on those minutes (see Lindmore Irrigation District Financing Corporation minutes December 13, 2016)

Minutes

The minutes for the November 8, 2016 Board Meeting were presented as well as the minutes for the December 9, 2015 Financing Corporation minutes. The following action was taken:

**Motion: To approve the minutes of the November 8, 2016 Regular District Board meeting and the December 9, 2015 Lindmore Irrigation District Financing Corporation Regular Board meeting as presented.
1st Milanesio and 2nd Adam - Motion passed by unanimous vote of those present**

Due to no other business before the Board regarding the Financing Corporation President Arnold concluded the joint meeting with the Lindmore Irrigation District Financing Corporation

Prior/New Action Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: GM Hagman reported on staff operations and maintenance efforts.

Water Supply Report: GM Hagman reported on water supply issues in the District.

Engineering Report: GM Hagman presented the status on the engineering activities in the District.

Insurance Company Safety Compliance Review: GM Hagman indicated that there is no update on this item.

B. New Action Items

Water Management Plan: GM Hagman reported the the USBR has approved the District Water Management Plan. He noted that in the past it cost the District about \$8,000 and the he did it this time for just filing costs (about \$250).

Multi-Year Review of Well Measurements: GM Hagman noted that he had sent the five year well summaries for information only. No action is needed but would be willing to answer questions. None were asked.

Unused Water Billing: GM Hagman presented Assessor/Collector's concerns regarding billing for unused water in WY2016. It was discovered that substantial number of growers did not use their 2016 allocation and were complaining that they did not have sufficient notice that they would have to pay for water not used but allocated. Staff noted that those who receive a monthly bill are typically those who are using water. Those using water and who receive a monthly bill also know how much allocated supply they had left. Those who don't use water do not receive a bill and therefore will not have a frequent reminder of the status of their water. Staff asked the Board to consider relieving those landowners who 1. Received an allocation 2. Did not use any water during the year and 3. Received only the unused water bill during the year. After substantial discussion with GM Hagman and Counsel Mauritson the following action was taken:

Motion: To relieve landowners in the District of unused allocated water for those individuals who did not use any supply in WY2016 and received only the final bill stating they had unused supply.

1st Adam and 2nd Brownfield- Motion passed by unanimous vote of those present

Manager's Proposed FY2017 Budget: GM Hagman reported that he has provided them with a bare bones budget that does not include costs associated with JB repair, engineer consulting, SGMA compliance, safety compliance, additional staffing, Pumping Plan repairs, or replacement vehicles. He suggested that Board hold a special meeting in January to address those issues. GM Hagman asked that the Board adopt the proposed budget and hold a meeting next month to address those high dollar budget items. After some discussion the following action was taken:

Motion: To adopt the General Manager's Proposed FY2017 Budget.

1st DePaoli and 2nd Milanesio- Motion passed by unanimous vote of those present

In addition, GM Hagman was asked to set up a meeting next month to go over the other pending budget needs of the District.

Stand-by Rate Review: GM Hagman reported he is still waiting for Keller to respond on Stand-by Rate proposal.

Miscellaneous administrative items: GM Hagman noted no accidents or loss time injuries/illnesses at the District this past month.

C. Closed Session:

President Arnold called the meeting into closed session at 3:18 PM

Conference with Lead Negotiator agency designated Michael Hagman – Potential purchase/sale/lease of Property, Water Rights, or Exchange Programs

Conference with Lead Negotiator agency designated Michael Hagman – Negotiation with employee represented by the IBEW 1245. Receive feedback and give direction to Lead Negotiator

*Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(b)].
Number of potential cases: Lindmore ID et al. v United States of America*

*Conference with Legal Counsel – Existing Litigation [Government Code 54956.9(a)].
Number of potential cases: Martinez et al v Lindmore Irrigation District*

Employee Evaluation – General Manager

President Arnold called the meeting out of closed session at 4:05 PM and reported that the Board ratified GM Hagman's negotiated Memorandum of Understanding with the AFL-CIO IBEW 1245 Local and directed President Arnold to sign the agreement.

- D. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

**Motion: To ratify the payments made to pay the bills as follows:
A/P Checks (numbers 12137-12185) for November 9, 2016 to December 13, 2016 in the amount of \$535,904.65, and payroll for November 2016 in the amount of \$56,083.54 for a total disbursement of \$591,988.19.**

1st Adam and 2nd Brownfield- Motion passed by unanimous vote of those present

E. Financial Reports

GM Hagman presented reconciled October 2016 financials and the unreconciled November financials, the November 2016 Treasurer's Cash report, and the October 2016 Affidavit of Reconciliation from Kathy Bennett.

Reports and Discussion on meetings attend or other water related business reports:

Administrative Report: GM Hagman reported no administrative report.

San Joaquin River Settlement and Water Contracts –GM Hagman reported on the settlement.

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Report on Other Meetings/Issues: GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

Meetings Attended/to Attend: GM Hagman reminded the Board of its meetings they had between today and the next Board meeting.

Correspondence Report:

None

Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)

No other items were discussed.

Adjourn

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There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (Brownfield/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 4:20 pm.



Michael D. Hagman
District Secretary