

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

January 14, 2020

Roll Call and Acknowledgement of Visitors

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (Senior Analyst), Johnny Amaral (FWA)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for January 14, 2020 Lindmore Irrigation District Board meeting as provided – 1st Brownfield and 2nd Milanesio – Motion passed by unanimous vote of those present

Public Comment

Johnny Amaral provided a summary of Friant Water Authority activities

Minutes

The minutes were presented for the December 10, 2019 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the December 10, 2019 Regular Board meeting – 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present

The minutes were presented for the December 10, 2019 and December 11, 2018 meetings of the Financing Corporation. After discussion, the following action was taken:

Motion: To approve the minutes of the December 10, 2019 and December 11, 2018 Financing meeting – 1st Milanesio and 2nd DePaoli – Motion passed by unanimous vote of those present

Financing Corporation meeting was adjourned at 2:14 p.m.

Prior/New Action Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: Hagman reported on staff operations and maintenance efforts. He also noted that in 2019 we spent \$75,000 on leak repair help and \$75,000 on installing six meters and 12 valves. Hagman suggested the Board consider the allowing him to hire up to two or three temporary full-time staff to work with the crew on leak season (probably 3-4 months). It was also suggested that another backhoe be rented

or purchased. After discussion Hagman was told to buy another backhoe for up to \$75,000 and hire two temporary employees to assist in leak repair and other maintenance work.

Motion: To approve the hiring of 2 temporary full-time employees for leak crews and purchase one used backhoe at maximum price of \$75,000 to be used with one leak crew – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Water Supply Report: Hagman reported that the final delivery numbers (from November report) have not changed. The District has about 4,500 AF of carryover.

District Improvement Projects: Hagman presented the status of the currently approved engineering activities in the District (Groundwater Recharge, City of Lindsay Exchanges and JB Rehabilitation projects). The only engineering activity right now is for 5th Avenue's Junction Box #6 (JB 6). Hagman reported and that work will be done by the end of January except for the valve.

Status of WaterSMART grant: Bennett reported that the extension is through January 31st and the final report is due at the end of February 2020.

Recharge Basin Development: Hagman reported on a possible well site and will see what terms needed for purchase/lease and bring back to the board in February.

Personnel Policies and Employment Agreement: Employment agreement is signed.

Job Descriptions: Hagman noted that he does not yet have job descriptions developed.

Recharge Basin Renaming: Hagman noted that a sign company has been retained to create the sign by the end of March. It will be mounted at the south-west corner of the reservoir. A template of the sign was passed around and the board requested a couple changes.

Status of Assessment Collection transfer to County: Hagman reported that no one has responded from the County.

Staffing and Office Space: Hagman noted the few options discussed at previous meeting for a new board room were very expensive (\$20,000 to \$75,000) and not sufficient facilities. He suggested two further options a) build an office in yard behind main office and b) use existing shop that is still standing at old office site. Board instructed Hagman to remodel the old shop building for use as a board room.

Bond Refinance – Fieldman/Rolapp: Hagman reported the agreement was signed with Fieldman/Rolapp.

Truck Purchase: Hagman has not found the right truck to purchase and the purchase price of \$50,000 was reviewed and kept.

B. New Action Items

Consider moving February 11, 2020 Board meeting to February 10: Staff noted that the Farm Show is the week of the February board meeting and after some minor discussion the following action was taken:

Motion: To approve moving the February Board of Directors meeting to February 10th, 2020 - 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present.

Board room accommodations: Discussed under Staffing and Office Space (above)

Miscellaneous Administrative Items: None were provided.

C. 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 (#13867 – 13923, #13899, 13900, #13908 voided) December 12, 2019 to January 14, 2020 in the amount of \$467,387.69, and payroll for December 2019 in the amount of \$81,898.15 for a total disbursement of \$549,285.84. - 1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those present

D. Financial Reports

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues –

Friant Power Authority (FPA) –

East Kaweah Groundwater Sustainability Agency (EKGSA) – GM Hagman reported on EKGSA activities noting the Special Board Meeting is on January 17, 2020 to possibly adopt the GSP for submittal to DWR

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: Meetings were covered.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One
- EMPLOYEE EVALUATION _ GENERAL MANAGER
[Government Code Section 54957.9]

President Arnold called the Board to closed session at 3:20 pm and out of closed session at 3:25 pm. After coming out of closed session, the Board announced there was no reportable action.

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/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 3:30 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

February 10, 2020

Roll Call and Acknowledgement of Visitors

President Arnold called the joint meeting to order @ 2:00 p.m.
Directors Present: Arnold, DePaoli, Brownfield, Milanesio, Reynolds
Directors Absent:
Others present: Hagman (GM), Mauritsen (Counsel)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for February 10, 2020 Lindmore Irrigation District Board meeting as provided – 1st Brownfield and 2nd Reynold – Motion passed by unanimous vote of those present

Public Comment

None provided

Minutes

The minutes were presented for the January 14, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the January 14, 2020 Regular Board meeting – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Prior/New Action Items

A. Report on Prior Board actions/discussions

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

Water Supply Report: Hagman reported that the USBR has not set an allocation. However, they have requested a 30% C1 and 50% C1 schedule. In addition, the District has 4,500 AF of carryover. USBR Region office is limiting carryover to 10% of Class 1. That would limit the District to 3300 AF of C1 carryover. Hagman to move 1200 AF before February 29 that gives the District the best possible use of this water. Hagman noted he will probably try and get 5th Avenue up and charge Hirabayshi Reservoir.

District Improvement Projects: Hagman presented the status of the currently approved engineering activities in the District (Groundwater Recharge, City of Lindsay Exchanges and JB Rehabilitation projects). The only engineering activity right now is for 5th Avenue's Junction Box #6 (JB 6). Hagman reported that the valve contractor still has not provided the valve. That JB Contractor reworked the valve and added 10 years to its life at a cost of about \$5,000.

Status of WaterSMART grant: Request for grant revenues goes in when Kathy gets back from jury duty.

Recharge Basin Development: Hagman reported that he had not yet identified land suitable for a recharge basin at this time. Often the land might be ok for recharge, but the flow availability limits the ability of the basin. Hagman was asked to what it would cost to add large line or an additional line/lateral to a JB that would be dedicated to recharge and where such a line would go and where the optimal recharge space would be. Hagman will work with District's Counsel and Engineer and develop some ideas.

Personnel Policies and Employment Agreement: Employment agreement is signed.

Job Descriptions: Hagman noted he will be waiting till he has the engineer on board.

Recharge Basin Renaming: Hagman noted that a sign company has is nearing completion of the sign. It will be ready for the end of March unveiling.

Status of Assessment Collection transfer to County: Hagman reported that no one has responded from the County.

Staffing and Office Space: Hagman reported that the Board room at the old shop is proceeding.

Bond Refinance – Fieldman/Rolapp (F/R): At 2:30 PM the Board dialed into a conference call with Robert Poor and Lora Carpenter (F/R). The Board reviewed the four options with them. After several questions and answers, the following action was taken:

Motion: To ask Fieldman/Rolapp to assist in a private offering refinance package up to a zero-dollar net present value - 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present.

Truck and Backhoe Purchase: Hagman reported that he had purchased a 2009 GMC 5500. It was a gas vehicle so there aren't any diesel compliance issues with the motor age. He paid \$33,000 for it. The Board had authorized \$50,000. Hagman noted he can not find backhoes for \$75,000 with less than 500 hours. Board authorized up to \$90,000 for the backhoe plus buckets and taxes.

B. New Action Items

Resolution 2020-01 – Authorizing agreement with the USBR or Unreleased Restoration Flow water: After some discussion the following action was taken:

Motion: To adopt Resolution 2020-01 - 1st DePaoli and 2nd Reynolds – Motion passed by unanimous vote of those present.

Resolution 2020-02 – Attesting to the right to collect Land Based assessments and authorize collection through the County Tax Rolls. Hagman reported that before this resolution can be adopted, staff will need to prepare other documents and the Board will need to set an assessment rate, which therefore requires they set a budget. Hagman anticipated this will all be done in April or May. It has to be all approved and to the County by June.

Miscellaneous Administrative Items: None were provided.

C. 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 (#13924 – 13970) January 15, 2020 to February 10, 2020 in the amount of \$178,157.16, and payroll for January 2020 in the amount of \$84,723.94 for a total disbursement of \$262,881.10.

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

D. Financial Reports

Hagman presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold asked Hagman to put the monthly FPA revenue report in the Board packet in the future.

East Kaweah Groundwater Sustainability Agency (EKGSA) – GM Hagman reported on EKGSA noting the EKGSA Board had adopted the GSP and submitted it on time. Hagman and Mauritson laid out the process for the State to accept.

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: Meetings were covered.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One

President Arnold called the Board to closed session at 3:45 pm and out of closed session at 3:51 pm. After coming out of closed session, the Board announced there was no reportable action.

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/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 3:53 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

March 10, 2020

Roll Call and Acknowledgement of Visitors

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (SA)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for February 10, 2020 Lindmore Irrigation District Board meeting as provided – 1st Reynolds and 2nd DePaoli – Motion passed by unanimous vote of those present

Public Comment

None provided

Minutes

The minutes were presented for the February 10, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the February 10, 2020 Regular Board meeting – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Prior/New Action Items

A. Report on Prior Board actions/discussions

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

Water Supply Report: Hagman reported that the USBR has set an allocation of 20%. Given this allocation and such a small amount of water, Hagman recommended not setting an allocation at this time and deferring deliveries until after the next Board meeting (April 14). This will allow staff to slowly charge the lines which will hopefully reduce the number of leaks.

District Improvement Projects: Hagman presented the status of the currently approved engineering activities in the District (Groundwater Recharge, City of Lindsay Exchanges and JB Rehabilitation projects). The only engineering activity right now is for 5th Avenue's Junction Box #6 (JB 6), which is now complete.

Status of WaterSMART grant: Senior Analyst Bennett reported that she is completing the funding report. Hagman noted that we still hadn't gotten power turned on over there. It is anticipated for this coming Friday.

Recharge Basin Development: Hagman provided a brief update but no action was needed.

Personnel Policies and Employment Agreement: No further action needed. This item will be removed from the agenda.

Job Descriptions: Hagman reported that the engineer is on Board and over the next couple months he will be training Cruz on the job. We will get to the job descriptions before the end of the summer.

Recharge Basin Renaming: Hagman showed the Board the sign and reported that the Board will consider action later to name the reservoir by official resolution.

Status of Assessment Collection transfer to County: Hagman reported Kathy is working on the needed documents to be turned in. We will likely take up a resolution in April or May.

Staffing and Office Space: Hagman reported that the Board room at the old shop is proceeding.

Backhoe Purchase: Hagman reported that he had purchased a brand new 2019 Case Super-N for a total of \$101,000. This includes both buckets. It was delivered this week, but then we had a hydraulic leak on it. Jason asked the company to come pick it up and fix it. It is now at the dealership getting fixed.

B. New Action Items

Debt Management Policy – Hagman reported that Bond Counsel has asked the District to adopt a debt policy. This is a requirement of public agency debt bearers. Bond Counsel has provided that policy that was provided by the District and after some modifications by Hagman, he has provided it to the Board. Hagman recommended adopting the policy as provided. After some discussion the following action was taken:

Motion: To adopt Debt Management Policy as provided - 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present.

Consider Refinance Proposal: Hagman reported that FieldmanRollap (F/R) effort to find a placement agent firm resulted in bids from only two firms (Brandis Tallman and Hilltop Securities). F/R recommended accepting the Hilltop Securities bid at \$15,000. This is primarily due to their local experience and placement experiences of this size. After some discussion the following action was taken:

Motion: To hire Hilltop Securities to lenders - 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present.

Resolution 2020-02 – Attesting to the right to collect Land Based assessments and authorize collection through the County Tax Rolls. Hagman reported Kathy is filling out the required paperwork and we will bring this back at the next meeting as stated earlier.

Resolution 2020-03 – Recognizing Kenny Hirabayashi and naming the reservoir in his honor Hagman reported Kathy is filling out the required paperwork and we will bring this back at the next meeting as stated earlier.

Motion: Adopt Resolution 2020-03 Recognizing Kenny Hirabayashi and naming a District Reservoir in his honor - 1st Brownfield and 2nd Milanesio – Motion passed by unanimous vote of those present.

Purchase SUV for Staff Engineer – Hagman reported that the Staff Engineer will need to be able to get around to attend meetings and meet requirements of his job. Hagman recommends the District purchasing

a small SUV for this purpose as opposed to paying the Engineer to use his personal vehicle. Board asked for executive discussion and dismissed all staff aside from Hagman. After considerable discussion, staff was asked to return, and the following action was taken after executive discussion:

Motion: To use reserves and purchase a small SUV as a District Pool Vehicle - 1st DePaoli and 2nd Reynolds – Motion passed by unanimous vote of those present.

Miscellaneous Administrative Items: None were provided.

C. 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 (#13971 – 14041) February 11, 2020 to March 10, 2020 in the amount of \$183,445.52, and payroll for February 2020 in the amount of \$80,411.06 for a total disbursement of \$263,856.78.

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

D. Financial Reports

Hagman presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman provided a verbal update on FPA efforts.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: Meetings were covered.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One

President Arnold called the Board to closed session at 3:50 pm and the Board heard a written report from Counsel on cases noted and came out of closed session at 4:30 pm. After coming out of closed session, the Board announced there was no reportable action.

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 (Reynolds/Brownfield) carried by unanimous vote of those present. Meeting was adjourned at 4:32 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

March 20, 2020

Roll Call and Acknowledgement of Visitors

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (SA)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for March 20, 2020 Emergency meeting of the Lindmore Irrigation District Board meeting as provided – 1st Milanesio and 2nd Brownfield – Motion passed by unanimous vote of those present

Public Comment

None provided

A. New Action Items

Resolution 2020-02 – Attesting to the right to collect Land Based assessments and authorize collection through the County Tax Rolls: After some discussion the following action was taken:

Motion: To adopt Resolution 2020-02 - 1st Reynolds and 2nd Brownfield – 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/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 2:10 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

April 14, 2020

Roll Call and Acknowledgement of Visitors

District President Arnold called the joint meeting of the Lindmore Irrigation District and the Lindmore Irrigation District Financing Corporation meeting to order at 2:00 PM he noted that this meeting will run simultaneous with the Lindmore Irrigation District Board meeting. He stated that the joint meeting will conclude when all business regarding the Financing Corporation is complete. At that time the Financing Corporation Board meeting will be closed. This meeting is being held via tele-conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it. President Arnold was at the District office for ease of managing the meeting with the Executive Director. Counsel Mauritson, Analyst Bennett and Engineer Romero were also social distancing in the office meeting. All other participants were by phone.

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (SA), Mauritson (Counsel), Brown (Bond Counsel), Romero (Staff Engineer), Lora Carpenter and Robert Porr (Fieldman/Rolapp), Mike Cavanaugh (HillTop Securities)

Approval of the Agenda

After some discussion, the following action occurred:

Motion: To approve the agenda for April 14, 2020 Lindmore Irrigation District Board meeting as provided – **1st Milanesio and 2nd DePaoli – Motion passed by unanimous vote of those present**

Public Comment

None provided

Minutes

The minutes were presented for the regular meeting of the Board of Directors on March 10, 2020 and the special meeting of the Board of Directors on March 20, 2020. After some discussion, the following action was taken:

Motion: Approve the minutes of the March 10, 2020 Regular Board meeting and March 20, 2020 Special Board meeting – **1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present**

Refinance Revenue Certificates of Participation: Series 2010A Bank Qualified

Hagman provided the Board with Resolution 2020-04 that will agree to certain covenants of this debt refinance. Hagman reminded the Board that there were to purposes of the refinance. The priority purpose was to illuminate the public reporting covenants required in the public offering of the debt. The second purpose was to ensure that there was no increase in costs over the term of the debt refinance. As directed by the Board, Hagman hired Fieldman/Rolapp (F/R) to develop an analysis to determine if refinancing at this time met would meet those objectives. In the analysis F/R assumed 2.25% rate on the refinance compared to the current rate of the debt at 4.70%. Their analysis showed that private financing with a bank would remove the public reporting requirements and lower the overall cost of the debt. Then F/R was asked to solicit placement agencies for their services and after the solicitation, HillTop Securities (HTS) was hired to find lenders. After requesting bid proposals HTS recommended JP Morgan Chase (JPMC). Doug Brown (Stradling, Yocca, Carlson and Rauth), will continue as Bond Counsel for the debt.

Hagman asked Brown to provide a legal opinion and a detail of the process the District and the Financing Corporation will go through to secure the financing. Brown provided the legal opinion both in a written document and a verbal summary. The Board asked a couple of questions.

Hagman then asked Lora Carpenter (F/R) to provide the results of the refinance effort. Carpenter noted that by selecting JPMC to refinance the current public bonds, that the Board objectives as noted earlier would be accomplished. She stated the effort achieves the priority (no public reporting requirements) because the covenants of the debt only require annual reporting to JPMC. The second priority, no increase in costs, is achieved by lowering the rate from 4.70% to 1.23% (1.70% APR). Noting that the cost of issuing this refinance will about \$83,000 (Bond Counsel, F/R, HTS, JPMC fees). The old bond payment was about \$510,000 and the new payment will be about \$368,000. Carpenter noted that the lower rates occurred because the amount of debt financed was reduced \$1,000,000 by District reserves and cash, the duration of the debt was reduced from 20 years to 10 years, the debt is secured against higher assessment revenues than the original debt, and the lending climate is much more favorable to borrowers at this time. The lower rate represents a savings of about \$42,000 per year and the balance of the savings is from lowering the principal on the debt to be financed. As such the effort to refinance the outstanding debt will meet the Board's objectives.

After some discussions, the following action occurred:

MOTION: Adopt Resolution 2020-04 – Resolution Authorizing the Execution and Delivery of an Installment Purchase Agreement in an Amount NOT to Exceed \$3,600,000 to Refinance the Acquisition of a Permanent Contractual Right to Purchase Water from the United States of America, Bureau of Reclamation and approving the Execution and Delivery of Certain Documents in Connection therewith and Certain Other Matters – **1st Reynold and 2nd Brownfield – motion passed by unanimous vote of those present**

2:18 PM – President Arnold closed the joint meeting by adjourning the Finance Corporation.

Prior/New Action Items

A. Report on Prior Board actions/discussions

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

Water Supply Report: Hagman reported that the USBR had raised the Class 1 allocation of 40% of contract. With the increase in allocation and the carryover amount, the total supply the District will be able to deliver to growers is 17,500-acre feet. All assessed property receives an allocation. There

are 25,000 acres assessed in the District and all assessed property receives a proportional share of supply. There has been more discussion that a little more supply could be squeezed out of the existing watershed hydrologic conditions. Maybe as much as another 10%. But given the current conditions and based on the USBR allocation, Hagman recommends setting the Lindmore Irrigation District water pro-rate at 0.70 AF per acre of assessed land and allowing him the flexibility to raise it if the hydrologic conditions improve. After some more discussion the following action was taken:

Motion: Set the District water pro-rate at 0.70 AF per acre and direct Hagman to raise it to an appropriate level if additional changes occur. – **1st DePaoli and 2nd Reynolds – Motion passed by unanimous vote of those present**

District Improvement Projects: Hagman presented the status of the currently approved engineering activities in the District (Groundwater Recharge, City of Lindsay Exchanges and JB Rehabilitation projects).

Status of WaterSMART grant: Senior Analyst Bennett reported that she has completed the funding report. Hagman noted that power was restored at the site and that Ness and staff are testing the system.

Recharge Basin Development: Hagman provided a brief update and noted that he will be meeting with a grower once the Covid-19 protocols allow.

Personnel Policies and Employment Agreement: Hagman noted that there is a likelihood of key personnel retirements. He stated he will be developing a transition plan for the Boards review.

Job Descriptions: Hagman reported he has developed the OM&W job descriptions in draft form, but they will need review by Berglund (Special Counsel – HR). The engineer and analyst ones are done.

Recharge Basin Renaming: Hagman reported that staff is ready once the Covid-19 protocol allows.

Status of Assessment Collection transfer to County: Hagman reported all deadlines were achieved in submitting the required documentation to the County. Now we will need to wait on the County. There is likely some delay due to Covid-19 protocols.

Staffing and Office Space: Hagman reported that the Board room at the old shop is nearing completion. Board members asked about site improvements for parking, awning, etc. Hagman recommended we have that discussion once we are able to be there for meetings so we can get a visual in the discussion. President Arnold directed staff to prepare for that discussion at the first meeting on the site.

Pool Vehicle Purchase: Hagman reminded the Board they had authorized him to purchase a pool vehicle (small SUV) for other staff to use for meeting offsite work demands. He reported that since we are under lockdown, there are very few meetings away from the office. The primary user of this vehicle will be Romero. Once these protocols near their end, Hagman noted he would acquire one.

B. New Action Items

Establish a rate for WY2020 Water – Hagman that costs not covered by the assessment can be collected by the water rate and the amount of water will be 17,500 AF. As such, budgeted costs that can be collected on the rate are \$2,360,000. The rate could be set at \$135 an acre foot. There are other revenues the Board could use to pay for some of these costs. The other revenues (power revenue,

interest earnings, fees, penalties, etc.) are budgeted at about \$1,013,000. The Board asked if all those revenues were used what could the rate be set at. Hagman stated that the collectable costs would then be \$1,350,000 against 17,500 AF or about \$77.00 an acre foot. Because there is a likelihood that the allocation could go up and the prorate could go to 1.00 AF/acre, the Board asked what it could be set at using one-acre foot pro-rate and all the other revenues. Hagman replied that it could then be set at \$55.00/AF. After substantial discussion the following action was taken:

Motion: Temporarily lower the District water rate from \$200.00 an acre foot for gravity water down to \$65.00 an acre foot, with a \$10.00 per acre foot surcharge for pumped supply, and a \$20.00 per acre foot for M&I supply - **1st Reynolds and 2nd Brownfield – Motion passed by unanimous vote of those present.**

Miscellaneous Administrative Items: Hagman reported a “No Loss Time” injury to an employee that occurred due to a failure of a crossing bridge at the District’s gate structure.

C. Review Accounts Payable Listing

Staff generally requests the Board to ratify the payments made to pay the bills of the District. However, due to the Covid-19 Protocols, Staff was not prepared to provide the Board all the detail for the expenditures that were had in time for the meeting today. Hagman recommends not taking up the item at this meeting and deferring it till the next meeting. President Arnold deferred the action till the next meeting.

D. Financial Reports

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman provided a verbal update on FPA efforts.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: Meetings were covered.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One

President Arnold called the Board to closed session at 3:00 pm and the Board heard a written report from Counsel on cases noted and came out of closed session at 3:27 pm. After coming out of closed session, the Board announced there was no reportable action.

Correspondence Report:

Hagman shared other correspondence.

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/DePaoli) 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

May 12, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

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

Directors Absent:

Others present: Hagman (GM),

Bennett (SA), Romero (Staff Engineer), Mauritsen (Counsel – via video conference), Kel Mitchel (via video conference)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for May 12, 2020 Lindmore Irrigation District Board meeting as provided – 1st Milanesio and 2nd DePaoli – Motion passed by unanimous vote of those present

Public Comment

None provided

Minutes

The minutes were presented for the April 14, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the April 14, 2020 Regular Board meeting – 1st DePaoli 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: Hagman reported on staff operations and maintenance efforts.

Water Supply Report: Hagman reported that the USBR has set an allocation of 55%. With this USBR allocation, and the other supplies available (Carryover, URF and Transfers), and assuming a 3% operational loss, the District pro-rate would be about 0.97 AF per acre. There is a good chance that the USBR will increase the allocation to 60% and we will likely get another URF allocation in August. To support the expected allocation, the District needs to agree to terms with the Tulare Irrigation District on a URF transfer. That transfer will give the District 1250 AF of URF from Tulare ID and in return the District needs to return two times the “allocated” Class 2 supply in future years. If the Tulare ID deal is

approved, Hagman recommends setting the grower pro-rate at 1.00 AF per acre. After substantial discussion, the following action was taken:

Motion: Enter into agreement with Tulare ID to purchase their URF supply – 1st Reynolds and 2nd Brownfield – Motion passed by unanimous vote of those present.

Motion: Set the District water pro-rate at 1.0 AF per acre – 1st Reynolds and 2nd Brownfield – Motion passed by unanimous vote of those present.

District Improvement Projects: Hagman updated the Board on the status of the Districts authorized improvement projects.

Status of WaterSMART grant: Senior Analyst Bennett reported that she contacted the USBR to see what the final amount for the environmental documents cost. Any unused funds can be added to the Agreement and the District can ask for more reimbursement. The USBR is modifying the Agreement and now the final report is due May 31st.

Recharge Basin Development: Hagman reported that a District grower is willing to use part of a parcel to build a reservoir. He wants to firm up his water supply in the District, yet he needs to work through development costs. Potentially a partnership with the District to help him afford the effort. Those terms and his overall share of the cost of that effort is yet to be determined, but it is safe to say the District should be involved if the ground will take a reasonable amount of percolation. Terms of the arrangement are not yet determined, but some groundwork needs to occur. The District needs to determine percolation rates and the structure of the top twenty feet of earth. District staff would be used to pothole a couple of holes on the property to determine hardpan and see how many layers of hard pan we need to work before it will take water. That cost would be minimal. Additionally, two or three boring holes should be drilled to about 50 feet. The borings would be about \$5,000. If there is a reasonable percolation rate (.25 or better), Hagman indicated that a grower deal could be brokered, and that deal would be brought back to the Board for ratification.

Personnel Policies and Employment Agreement: Hagman noted that Special Counsel Berglund has not yet returned his calls. Counsel Mauritson reached out to her at the meeting and Special Counsel Berglund was able to meet with the Board in Closed Session under the potential cases notation. Berglund was asked to join in about twenty minutes for a closed session.

Job Descriptions: Hagman reported that he is working with Special Counsel Berglund on the O&MW job description and provided the Board draft job descriptions to review before the meeting and that discussion will likely be had in the closed session in twenty minutes. The Board discussed the job descriptions provided by Hagman for the Staff Engineer, Senior Analyst, Office Administrator and Management Analyst. After discussion, the following action was taken:

Motion: Approve job descriptions as presented for Staff Engineer, Senior Analyst, Office Administrator and Management Analyst – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present.

Recharge Basin Renaming: Hagman noted that due to Covid-19 protocols, the dedication event will happen when they are no longer in place.

Status of Assessment Collection transfer to County: Hagman reported the District is waiting for the County to put our request on their agenda for approval. All assessment information is in correct format to send to County once approval has been reached.

Staffing and Office Space: Hagman reported that due to distractions (field work) and the permit process the new office space is still not available. Additionally, we are using this temporary worker to fix the main office and grounds.

Vehicle Purchase: No purchase

B. New Action Items

Annual Open House – Hagman noted that the District usually has its open house in June but given the current circumstances with the Covid-19 Protocol, it does not appear to be a good time to have it. The Board decided to discuss again in August or September.

District Leak Truck – Hagman reported that an accident occurred when someone pulled out of Avenue 192 in front of our staff member who was driving the Leak Repair Truck on the Orange Belt headed south. The truck is at the body repair shop getting an estimate to repair. This vehicle is essential because it has the tools and equipment necessary to repair leaks. It is likely the insurance company will total the vehicle because costs are expected to exceed \$7,000-\$9,000 which exceeds the market value of the truck. Hagman recommended fixing the truck regardless. A new one or even a good used one will cost more than the difference between what insurance will pay us and what the repair costs are. Hagman also noted that he will look around for a cab and chassis as a backup.

Miscellaneous Administrative Items: None were provided.

C. 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 (#14015 – 14150) March 11, 2020 to May 12, 2020 (two months) in the amount of \$1,104,967.78, and payroll for March 2020 in the amount of \$91,335.67 and April 2020 in the amount of \$92,440.49 for a total disbursement of \$1,288,743.94.

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

D. Financial Reports

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman provided a verbal update on FPA efforts.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: Meetings were covered.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One

President Arnold called the Board to closed session at 3:13 pm and the Board heard a report from Counsel and Special Counsel and came out of closed session at 4:22 pm. After coming out of closed session, the Board announced there was no reportable action.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 4:22 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

June 9, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

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

Directors Absent:

Others present: Hagman (GM), Maruitson (Counsel 3:00 PM), Bennett (SA), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for June 9, 2020 Lindmore Irrigation District Board meeting as provided – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Public Comment

None provided

Minutes

The minutes were presented for the May 12, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the May 12, 2020 Regular Board meeting – 1st Milanesio 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: Hagman reported on staff operations and maintenance efforts.

Water Supply Report: Hagman reported that the USBR has set an allocation of 60%. There is a potential of another 5% or 10%. But we will not know for another 10-20 days. Hagman also noted that the FWA is dewatering the canal and our off date will be moved to November 11th.

District Improvement Projects: Hagman updated the Board on the status of the Districts authorized improvement projects.

Status of WaterSMART grant: Senior Analyst Bennett reported that the Final written report and Interim financial report were submitted to the USBR. When the modification to the Grant is received, a Final financial report will be submitted.

Recharge Basin Development: Romero reported the progress on a potential recharge site. He noted that we are waiting on a boring report from CTL (Exeter). Further development on this site will require Board input as this site will be a negotiated effort between the landowner (Vera) and the District.

Personnel Policies and Employment Agreement: Hagman reported that Berglund is working with IBEW on the balance of the issues. minutes for a closed session.

Recharge Basin Renaming: Hagman noted that due to Covid-19 protocols, the dedication event will happen when they are no longer in place.

Status of Assessment Collection transfer to County: Bennett reported that Lindmore Staff has completed all of its tasks to get the assessment on the County tax rolls and that now Staff is waiting on the County to approve it at a future Board of Supervisors meeting.

Staffing and Office Space: Romero reported on the work at the old shop. He noted that the City wants a sheer strength calculation on the new office wall (within the shop area) as well as improvements for handicapped access. He noted that Provost and Pritchard has a mechanical engineer that is working on it.

Vehicle Purchase: Hagman reported that he hadn't acted on a purchase yet for the District Pool vehicle (SUV - \$15,000 or less). Primarily the reason being that with Covid protocols he cannot physically visit a dealer and they have not been really responsive to emails. Additionally, Hagman reported that the District's Maintenance Box truck was in the shop getting repaired after the accident. Hagman expects the insurance company to salvage the truck because costs to repair it will be around \$7,500. This truck is a crucial fleet vehicle so Hagman noted that insurance will probably pay the \$7,500 (maybe more). Hagman noted that he made the decision to fix it and take a salvaged/repared title and continue using it. In the 10-year capital plan (approved in 2009) it was supposed to be move to the "Cement Truck" role and the current cement truck was to be removed from the fleet (sold). At some point in the future Hagman expected that to still happen.

B. New Action Items

Resolution 2020-05: Resolution Ordering an Even Year Board of Director's election: Consolidation of Elections; and Specifications of the Election Order – Bennett reported that the upcoming election cycle includes two Board members. This resolution will allow for the County to handle the election. An election is required by District charter. After some discussion, the following occurred:

Motion: To adopt Resolution 2020-05 – 1st DePaoli and 2nd Reynolds – Motion passed by unanimous vote of those present

Resolution 2020-06: Agreement to Become a Party to the Amended Joint Powers Agreement Creating the California Association of Mutual Water Companies Joint Powers Risk and Insurance Management Authority – Bennett reported that after research and experience with this agency Staff is recommending joining the JPRMIA to reduce our costs and increase our customer service. Approving this resolution will allow the District to join JPRMIA and contract for insurance services. After some discussion, the following occurred:

Motion: To adopt Resolution 2020-06 – 1st Brownfield and 2nd Reynolds – Motion passed by unanimous vote of those present

Meet with EKGSA to discuss the shared resource arrangement (assign to Board members to participate on the Ad Hoc) – Hagman reported that in the Shared Resource Agreement (SRA) the two Boards are supposed to meet at least annually to visit on how the arrangement is working for both entities. Hagman

suggested that the Board President appoint two Board members to visit with three EKGSA Board members to review the SRA. President Arnold asked for volunteers. Vice President DePaoli and Director Reynolds both volunteered. Hagman recommended that the Board visit without him during the Closed Session annotated on the approved agenda.

Miscellaneous Administrative Items: None were provided.

C. 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 (#14151 – 14196) May 13, 2020 to June 9, 2020 in the amount of \$744,507.16, and payroll for May 2020 in the amount of \$92,345.95 for a total disbursement of \$836,853.11. 1st DePaoli and 2nd Milanesio - Motion passed by unanimous vote of those present

D. Financial Reports

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman provided a verbal update on FPA efforts.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: Meetings were covered.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One
- EVALUATION OF GENERAL MANAGER
[Government Code Section 54957.9]

President Arnold called the Board to closed session at 3:05 pm and the Board heard a report from Counsel and Special Counsel and came out of closed session at 4:00 pm. After coming out of closed session, the Board announced there was no reportable action. However, the President Arnold directed the Ad Hoc Committee on their upcoming meeting with the EKGSA (Ad Hoc Meeting). Hagman was asked to visit with District Staff and explain to them all the things that are happening at the District regarding increases in staffing and building office space. Explain that these activities are due to

payments made by the EKGSA for services rendered in the SRA. Hagman accepted the direction and noted he would report back once he has had that visit.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 4:18 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

July 14, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (SA), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for July 14, 2020 Lindmore Irrigation District Board meeting as provided – 1st Brownfield and 2nd Milanesio – Motion passed by unanimous vote of those present

Public Comment

None provided

Minutes

The minutes were presented for the June 9, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the June 9, 2020 Regular Board meeting – 1st Milanesio 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: Hagman reported on staff operations and maintenance efforts.

Water Supply Report: Final USBR CVP Friant Division allocation has been set at 65%. This was anticipated and reflected in the district landowner water prorate (1.10 AF/acre). Therefore, no changes to the landowner prorate are recommended. In the month of June, FWA reported deliveries of 4,021 AF and LID's meters calculated 3,907 AF plus "in transit" and "mitigation" for a total of 4,017 AF and variances being the difference.

District appointed Ad Hoc shared resource meeting with EKGSA: Directors DePaoli and Reynolds were assigned to the Ad Hoc. Getting the group together has been a challenge but Kathy reported she now has a date and it looks like a go next week.

District Improvement Projects: Hagman updated the Board on the status of the Districts authorized improvement projects.

Status of WaterSMART grant: Senior Analyst Bennett reported that the Final financial report was submitted to the USBR after receiving the grant modification from the USBR. The final assistance agreement was in the amount of \$71,521.00 and Lindmore ID has received the funds. This item is concluded and will no longer be reported on.

Recharge Basin Development: Romero reported the progress on a potential recharge site. He noted that we are still waiting on a boring report from CTL (Exeter). It was noted that no action on this recharge basin will occur until the Board and the landowner have reached terms.

Personnel Policies and Employment Agreement: Hagman reported that Berglund is working with IBEW but had no updates at this time.

Recharge Basin Renaming: Hagman noted that due to Covid-19 protocols, the dedication event will happen when the protocols are no longer in place.

Status of Assessment Collection transfer to County: Bennett reported that Lindmore Staff has completed all of its tasks to get the assessment on the County tax rolls and the County Board of Supervisors has approved the agreement to collect and distribute special assessments on their secured property tax roll. Next is sending in the corrected assessment file to the County.

Staffing and Office Space: Romero reported on the work at the old shop. He noted that Jim Hansen of Provost and Pritchard is developing sheer calculations and that should be done this next week or two.

Vehicle Purchase: Still no action on purchasing the small SUV for the District Vehicle Pool. On the F250 Service Truck, insurance totaled it and paid the District about \$9,500. The repair cost about \$7,500. Staff doesn't know what would happen in the future if that same "totaled" vehicle were in another accident. In any case, we didn't lose on the vehicle and it works and looks great. Hagman noted that on the 2010 capital plan, this vehicle was supposed to move over to the cement truck, and we were going to salvage the current cement truck. No action needed at this time.

B. New Action Items

Biennial Notice on Conflict of Interest Code: Hagman reported Lindmore ID was notified by the County the COI needs to be updated. Counsel is working on providing an updated COI.

Resolution 2020-05 Revision: Resolution Ordering an Even Year Board of Director's election: Consolidation of Elections; and Specifications of the Election Order – Bennett reported that the County notified the district that the upcoming election cycle needs to include two more Board members. The resolution that was approved last month needs to be updated to include Mike Brownfield and Scott Reynolds for mid-term elections. An election is required by District charter. After some discussion, the following occurred:

Motion: To adopt the revised Resolution 2020-05 – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Resolution 2020-07: Resolution Authorizing Application to the Director of Industrial Relations, State of California for a Certificate of Consent to Self-Insure Workers' Compensation Liabilities: Bennett noted that the new workers' compensation carrier requested this resolution to complete the application to the Department of Industrial Relations for Lindmore ID to self-insure. After discussion, the following occurred:

Motion: To adopt Resolution 2020-07 – 1st Reynolds and 2nd DePaoli – Motion passed by unanimous vote of those present

Miscellaneous Administrative Items: None were provided.

C. 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 (#14197 – 14250) June 11, 2020 to July14, 2020 in the amount of \$860,238.51, and payroll for June 2020 in the amount of \$94,915.11 for a total disbursement of \$955,153.62. 1st DePaoli and 2nd Reynolds - Motion passed by unanimous vote of those present

D. Financial Reports

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman provided a verbal update on FPA efforts.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: Meetings were covered.

Closed Session:

- **CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION**
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- **CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION**
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One
- **EVALUATION OF GENERAL MANAGER**
[Government Code Section 54957.9]

President Arnold called the Board to closed session at 3:39 pm and the Board came out of closed session at 4:00 pm. After coming out of closed session, the Board announced there was no reportable action.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 4:18 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

August 11, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (SA), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for August 11, 2020 Lindmore Irrigation District Board meeting as provided – 1st Milanesio and 2nd Reynolds – Motion passed by unanimous vote of those present

Public Comment

None provided

Minutes

The minutes were presented for the July 14, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the July 14, 2020 Regular Board meeting – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Prior/New Action Items

A. Report on Prior Board actions/discussions

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

Water Supply Report: Final USBR CVP Friant Division allocation has been set at 65% Class 1. There are no recommended changes to the landowner prorate. In the month of July, FWA reported deliveries of 5,887 AF to the District and LID's meters calculated 5,572 AF plus "in transit" and "mitigation" for a total of 5,792 AF and operational variances being the difference.

District Improvement Projects: Hagman updated the Board on the status of the Districts authorized improvement projects. Junction Box (JB) discussion was had. It is recommended that staff proceed with JB repairs this winter while the FKC is in down for maintenance.

Recharge Basin Development: Romero reported the progress on a potential recharge site. Board directed Hagman to look at land on the District's west side for potential recharge projects. Suggestions were made as to landowners and terms, but no direction was given for Hagman to make any formal offers.

Personnel Policies and Employment Agreement: Hagman reported that Berglund is working with IBEW but had no updates at this time.

Job Descriptions: Hagman noted only one job description, for the front desk needs to be completed.

Recharge Basin Renaming: Hagman noted that due to Covid-19 protocols, the dedication event will happen when the protocols are no longer in place.

Status of Assessment Collection transfer to County: Bennett reported that Lindmore Staff has completed all its tasks to get the assessment on the County tax rolls.

Staffing and Office Space: Romero reported on the work at the old shop. Lindmore has a permit and is getting a final inspection after anchors are installed. There will be some things to finish up after final, but not large items.

Vehicle Purchase: Still no action on purchasing the small SUV for the District Vehicle Pool.

B. New Action Items

Biennial Notice on Conflict of Interest Code: Bennett reported that Counsel has provided a draft of the updated COI and notices of the intention to amend the COI have been posted. Bennett gave each Board of Director a notice. No action required until the October board meeting.

Miscellaneous Administrative Items: None were provided.

C. 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 (#14251 – 14313) July 15, 2020 to August 11, 2020 in the amount of \$378,207.49 and payroll for July 2020 in the amount of \$95,073.14 for a total disbursement of \$473,280.63. 1st DePaoli and 2nd Brownfield - Motion passed by unanimous vote of those present

D. Financial Reports

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues. Concern was expressed that District landowners are not fully aware of what will be expected financially in order to keep bringing in the Central Valley Project water to reduce groundwater extraction. Vice-President DePaoli suggested sending a letter to all landowners on this issue. Hagman noted that he could develop a letter and send it out later this week. Brownfield suggested a special meeting soon. President Arnold set a meeting for August 14, 2020. Hagman ask Bennett to immediately post a notice and agenda for that meeting.

Friant Power Authority (FPA) – President Arnold and GM Hagman provided a verbal update on FPA efforts.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: Director DePaoli is covering August FPA meeting for Director Arnold. The Board decided to have a Special Board meeting on August 14th at 11:00 a.m. to discuss projects that should be in the budget.

Closed Session:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One

President Arnold called the Board to closed session at 3:55 pm and the Board came out of closed session at 4:30 pm. After coming out of closed session, the Board announced there was no reportable action.

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/Reynolds) 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 SPECIAL BOARD MEETING

August 14, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

President Arnold called the meeting to order @ 11:00 a.m.

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

Directors Absent:

Others present: Hagman (GM), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for August 14, 2020 Lindmore Irrigation District Special Board meeting as provided – 1st Milanesio and 2nd Reynolds – Motion passed by unanimous vote of those present

Public Comment

None provided

Review Cost Impacts relative to Budget Development

Direction was given to Hagman on development of a landowner letter. Discussion on cost impacts for landowners was had. Hagman was directed to develop a Capital Plan and prepare the District for considering loans, increases in water rates, or additional land assessment fees.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 1:30 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

September 15, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

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

Directors Absent:

Others present: Hagman (GM), Bennett (SA), Romero (Staff Engineer); Joe Mastro (Auditor); Berglund (Special Counsel)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for September 15, 2020 Lindmore Irrigation District Board meeting as provided – 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present.

Public Comment

None provided

Minutes

The minutes were presented for the August 11, 2020 Regular Board meeting and the August 14, 2020 Special Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the August 11, 2020 Regular Board meeting and the August 14, 2020 Special Board meeting – 1st Milanesio and 2nd Brownfield – Motion passed by unanimous vote of those present.

FY2019 Audit

The FY2019 Audited Financial Statements were presented by Auditor, Joe Mastro, CPA. After review and discussion, the following action was taken:

Motion: To accept the FY2019 Audited Financial Statements – 1st DePaoli and 2nd Reynolds – Motion passed by unanimous vote of those present.

Prior/New Action Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: Hagman reported on staff operations and maintenance efforts. He also reported that staff needs to be certified in order to enter some of these longer confined spaces. In

particular, the inside the pipe repair work. President Arnold suggested Hagman develop a budget and plan for getting this done.

Water Supply Report: Final USBR CVP Friant Division allocation has been set at 65% Class 1. There are no recommended changes to the landowner prorate. In the month of August, FWA reported deliveries of 6,208 AF to the District and LID's meters calculated 6,400 AF plus "in transit" and "mitigation" for a total of 6,632 AF and operational variances being the difference.

District Improvement Projects: Hagman and Romero updated the Board on the status of the Districts authorized improvement projects. Romero and Monreal are suggesting an environmental report when purchasing ground for banking. This will help us avoid any non-compliant property issues. This is about \$2,000 and is a reasonable expense to protect the District. There was discussion on Junction Box JB repairs this winter while the FKC is in down for maintenance and after discussion, the following action was taken:

Motion: To approve a maximum of \$150,000 three JBs rehabilitation – 1st Reynolds and 2nd Brownfield – Motion passed by unanimous vote of those present

Recharge Basin Development: Romero reported the progress on a potential recharge site. Hagman was given some basic tenets for what the Board would like to see in a deal with a land purchase or lease. Such land will be bought or leased for the purpose of recharge space.

Personnel Policies and Employment Agreement: Hagman reported that Berglund is working with IBEW and is near completion.

Job Descriptions: Hagman provided the Board with a job description for Operations and Maintenance Technician. After considerable discussion, the following action was taken:

Motion: To approve the presented job description for the Operations and Maintenance Technician with the addition of one more bullet point for "Other duties as assigned" – 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present

Recharge Basin Renaming: Hagman noted that due to Covid-19 protocols, the dedication event has been postponed for a long time and it was decided that Hagman would contact the family to see about having a very small dedication soon.

Status of Assessment Collection transfer to County: Bennett reported that Lindmore Staff has completed all its tasks to get the assessment on the County tax rolls.

Staffing and Office Space: Romero reported on the work at the old shop. Lindmore has an inspection of the newly installed anchors on September 16th. If the inspection passes, then contact SCE to connect electricity.

Vehicle Purchase: Still no action on purchasing the small SUV for the District Vehicle Pool.

Election of Board Members: Bennett reported that she spoke with the County and all the Lindmore ID board members were unopposed. The County Board of Supervisors' will appoint each board member in lieu of an election and we will be receiving a packet from the County with instructions how to proceed.

B. New Action Items

Biennial Notice on Conflict of Interest Code: Bennett reported that Counsel has provided a draft of the updated COI and notices of the intention to amend the COI have been posted. No action required until the October board meeting.

Draft Fiscal Year 2021 Annual Budget (Board to review draft budget and direct staff and set a Budget Hearing date – staff recommending October 13, 2020): Hagman reviewed the draft FY2021 budget and the major variances from the FY2020 budget. He noted that the Board needs to set a hearing date to review the budget before the public, take comments and consider adoption. He also explained that an adopted FY2021 budget will be the basis of the FY2021 Assessment that the Board will also consider adopting at a future Board of Equalization hearing. After the review and discussion, the following action was taken:

Motion: To set a FY2021 Budget Hearing date for October 13, 2020 – 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present

Set Board of Equalization date (Board to consider staff recommendation to hold BOE on October 13, 2020): Hagman reported that the District assessment needs to be approved in October before the County of Tulare sends out the assessments. He recommended the Board set a Board of Equalization date. After discussion, the following action was taken:

Motion: To set the Board of Equalization date for October 13, 2020 – 1st Reynolds and 2nd Brownfield – Motion passed by unanimous vote of those present

Set Hearing date for Unpaid Stand-by, Assessments, and Water bills (Board to consider Staff recommendation to set a hearing of unpaid bills placing them in lien against associated property, Staff recommendation is October 13, 2020): Hagman reported to the Board that there is a substantial decrease in the amount of unpaid assessments. By the Hearing date, there may only be a couple unpaid assessments. Hagman noted that the Board should set a hearing date to take objections from landowners for the assessment. After some discussion, the following action was taken:

Motion: To set a Hearing Date for filing of liens for October 13, 2020 – 1st Brownfield and 2nd DePaoli – Motion passed by unanimous vote of those present

Miscellaneous Administrative Items: None were provided.

CLOSED SESSION MOVED TO THIS POINT IN THE AGENDA

Closed Session (taken before Financial Issues to accommodate the needs of Counsel):

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: Two.

President Arnold called the Board to closed session at 3:00 pm and the Board came out of closed session at 4:16 pm. After coming out of closed session, the Board announced there was no reportable action.

C. Finance Issues

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 (#14314 – 14371) August 12, 2020 to September 15, 2020 in the amount of \$293,705.36 and payroll for August 2020 in the amount of \$95,744.10 for a total disbursement of \$389,449.46. 1st Reynolds and 2nd DePaoli - Motion passed by unanimous vote of those present

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman noted there was no Friant Power Authority meeting in August.

East Kaweah Groundwater Sustainability Agency (EKGSA) – Director Milanesio and GM Hagman reported on EKGSA.

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: The Board decided to have a Special Board meeting on September 23, 2020 at 12:00 p.m. to discuss projects that may affect the upcoming FY 2021 budget.

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 (Reynolds/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 4:38 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE SPECIAL BOARD MEETING

September 23, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

President Arnold called the meeting to order @ 12:00 a.m.

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

Directors Absent:

Others present: Hagman (GM), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for September 23, 2020 Lindmore Irrigation District Special Board meeting as provided – 1st Brownfield and 2nd Reynolds – Motion passed by unanimous vote of those present

Public Comment

None provided

Review Cost Impacts relative to Budget Development

Extensive discussion on upcoming projects. No action taken.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 1:30 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE EMERGENCY BOARD MEETING

October 2, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

President Arnold called the meeting to order @ 8:00 a.m.

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

Directors Absent:

Others present: Hagman (GM), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for October 2, 2020 Lindmore Irrigation District Emergency Board meeting as provided – 1st Milanesio and 2nd Reynolds – Motion passed by unanimous vote of those present

Public Comment

None provided

Review Cost Impacts relative to Budget Development

Extensive discussion on Lindmore water operations that potentially could be impacted by the Creek Fire and dam operations in the Upper San Joaquin River. No action taken.

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/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 8:30 am.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

October 13, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

President Arnold called the meeting to order @ 2:01 p.m.

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

Directors Absent:

Others present: Hagman (GM), Romero (Staff Engineer)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for October 13, 2020 Lindmore Irrigation District Board meeting as provided – 1st Brownfield and 2nd Milanesio – Motion passed by unanimous vote of those present.

Public Comment

None provided

Minutes

The minutes were presented for the September 15, 2020 Regular Board meeting and the September 23, 2020 Special Board meeting and the October 2, 2020 Emergency Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the September 15, 2020 Regular Board meeting September 23, 2020 Special Board meeting and the October 2, 2020 Emergency Board meeting – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present.

Prior/New Action Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: Hagman/Romero reported on staff operations and maintenance efforts. He also reported that staff needs to be certified in order to enter some of these longer confined spaces. In particular, the inside the pipe repair work. President Arnold suggested Hagman develop a budget and plan for getting this done.

Water Supply Report: Final USBR CVP Friant Division allocation has been set at 65% Class 1. There are no recommended changes to the landowner prorate. In the month of September, FWA reported deliveries

of 4,823 AF to the District and LID's meters calculated 4,409 AF plus "in transit" and "mitigation" for a total of 4,729 AF and operational variances being the difference. Year to date variance is approximately 3.44%.

District Improvement Projects: Hagman and Romero updated the Board on the status of the Districts authorized improvement projects.

Recharge Basin Development: Romero reported the progress on a potential recharge site analysis. The Board asked Staff to look at another 80 acre parcel next to the 90.4 Line and report back at the next Board meeting.

Personnel Policies and Employment Agreement: Hagman reported that he had one action remaining on this item and that he will take care of it this November or December.

Recharge Basin Renaming: Hagman noted that this activity has been assigned to a staff member. The expected date will be November 10th or December 8th in conjunction with the Board meeting.

Staffing and Office Space: Romero reported on the work at the old shop. Lindmore has been approved for power at the shop. Due to wildfires, the connection may not be until the middle of November.

Vehicle Purchase: Still no action on purchasing the small SUV for the District Vehicle Pool.

Election of Board Members: Hagman reported that the Board of Supervisor's will be appointing the Board members as currently constituted because all the Board members running for office had no opponents. The time frame is unknown, but likely before the end of the year.

B. New Action Items

- **BIENNIAL NOTICE on CONFLICT OF INTEREST:** Hagman reported all noticing requirements had been completed, no one requested a public hearing and no written comments relating to the proposed amendment were submitted. After discussion, the following action was taken:

Motion: To approve the revised Conflict of Interest Code for Lindmore Irrigation District – 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present.

- **HEARING: *Unpaid FY2020 Assessments and Unpaid FY 2019 Water Bills (Board to consider directing staff to place property liens on property that has not paid the FY2020 Assessments or for FY2019 Water Bills outstanding) – Affected property owners can petition the Board.*** The Board opened the hearing. There were no affected property owners in attendance and after some discussion, the Board closed the hearing, and the following action was taken:

Motion: To direct staff to Lien properties that have unpaid FY2020 Assessments and/or unpaid FY2019 Water Bills – 1st Milanesio and 2nd Brownfield – Motion passed by unanimous vote of those present

- **HEARING: *General Manager Proposed Fiscal Year 2021 Annual Budget (Board to consider adoption of budget for FY2021) – Public can address the Board on budget items and budget in total. Budget will affect the setting of the FY2021 Assessments.*** Board opened the hearing. There were no public in attendance. Hagman reviewed the FY2021 Proposed Budget with the Board. Hagman reminded the Board that they had approved up to \$150,000 on three JB repair/rehab/replacement at the September 15 regular meeting of the Board and that he expects to have most of it done this year. However, there will

likely be some of it going into next year. Hagman addressed all questions and comments, the following action was taken:

Motion: To adopt the FY2021 proposed budget as presented – 1st Brownfield and 2nd DePaoli – Motion passed by unanimous vote of those present

- BOARD OF EQUALIZATION: Board will sit as an Equalization Board to review the adopted budget and consider setting a land-based assessment equivalent to, or less than, the rate passed by a vote of the District membership and set in resolution November 16, 2017

- **Public Hearing on land-Based Assessment**
- **Consider approval of Land-Based Assessment**

Hagman reviewed how the assessment is based on the amount of the fixed costs that were approved in the FY2021 Budget. FY2021 assessment is capped at \$99.11 per acre. After discussion, the following action was taken:

Motion: To set the FY2021 Assessment rate at \$99.11 – 1st Brownfield and 2nd Reynolds – Motion passed by unanimous vote of those present

- Lindmore ID Year End Maintenance and March 1 Start Up Date: Hagman noted that we will be working toward having the lines up and running on March 1.

- Miscellaneous Administrative Items: None were provided.

C. Finance Issues

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 (#14372 – 14421 voided 14410-14415) September 16, 2020 to October 13, 2020 in the amount of \$499,758.77 and payroll for September 2020 in the amount of \$94,341.80 for a total disbursement of \$594,100.57. 1st DePaoli and 2nd Milanesio - Motion passed by unanimous vote of those present

Hagman presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman noted there was no Friant Power Authority meeting in September.

East Kaweah Groundwater Sustainability Agency (EKGSa) – Director Milanesio and GM Hagman reported on EKGSa.

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

Temperance Flat MOU – GM Hagman

CLOSED SESSION:

- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: Two.

President Arnold called the Board to closed session at 3:08 pm and the Board came out of closed session at 3:53 pm. After coming out of closed session, the Board announced there was no reportable action.

Correspondence Report:

Report shared – no action

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 (Reynolds/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 4:00 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

November 10, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

Directors Present: Arnold, DePaoli, Brownfield, Reynolds

Directors Absent: Milanesio

Others present: Hagman (GM), Romero (Staff Engineer), Bennett (Senior Analyst)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for November 10, 2020 Lindmore Irrigation District Board meeting as provided – 1st DePaoli and 2nd Brownfield – Motion passed by unanimous vote of those present.

Public Comment

None provided

Minutes

The minutes were presented for the October 13, 2020 Regular Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the October 13, 2020 Regular Board meeting– 1st Brownfield and 2nd Reynolds – Motion passed by unanimous vote of those present.

Prior/New Action Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: Hagman/Romero reported on staff operations and maintenance efforts. Although Lindmore ID was scheduled to be off on the 11th, the pumping has already been shut off and hoping to be able to deliver water until the 10th for gravity only.

Water Supply Report: Final USBR CVP Friant Division allocation has been set at 65% Class 1. There are no recommended changes to the landowner prorate. In the month of October, FWA reported deliveries of 3,833 AF to the District and LID's meters calculated 4,015 AF plus "in transit" and "mitigation" for a total of 4,169 AF and operational variances being the difference. Carryover is estimated to be about 1,200 AF. Year to date variance is approximately 2.29%.

District Improvement Projects: Hagman and Romero updated the Board on the status of the Districts authorized improvement projects.

Recharge Basin Development: Hagman reported Lindmore is waiting on responses from potential landowners.

Personnel Policies and Employment Agreement: Hagman reported that he had one action remaining on this item and that he will take care of it this by December.

Recharge Basin Renaming: Hagman noted that this activity will be at 2:00 pm December 8th in conjunction with the Board meeting.

Staffing and Office Space: Romero reported on the work at the old shop.

Vehicle Purchase: Still no action on purchasing the small SUV for the District Vehicle Pool.

Election of Board Members: Bennett reported that the County said we were to be on their Board agenda on November 3rd and we would hear from them.

B. New Action Items

Year End Maintenance: Extensive discussion on the anticipated work on 5th Avenue this winter replacing upper structures and remanufacturing the valves on JB2 and JB3. Hagman has engaged Ness Sanli to perform the JB replacements and to participate in figuring out a solution to the problem with the gates installed in 2017.

The JB's will be manufactured by Dan (employed by Ness Sanli). Dan is the same person who manufactured the other four JB's. This work will be done at our District Shop (240 W. Lindmore Street). He had constructed welding stands for the other JB's and the stand are now located at 240 W. Lindmore Street. He will use our shop to reduce overhead.

The gates on JB2 and JB3 will be remanufactured by Dan as well.

Miscellaneous Administrative Items: The Board met with Lora Carpenter and Robert Porr (Fieldman/Rolapp) regarding debt financing. Lora/Robert answered questions relative to borrowing. Due to the District's recent refinance, Hagman noted that Fieldman/Rolapp is already under contract for debt financing advice and Hilltop Securities is under contract to provide debt placement services. Lora/Robert will engage with Hilltop Securities (Mike Cavanaugh) and get bids on borrowing up to \$8,000,000 with a ten-year term. This study effort will cost about \$35,000 and the Board is not obligated to acquire debt. But the Board will have offers of debt to consider. At the time the Board wishes to accept the terms of the debt (within the framework of the debt offer), the Board will need to take action both as a District Board and Financing Corporation Board.

C. Finance Issues

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 (#14423 – 14479 voided 14422) October 14, 2020 to November10, 2020 in the amount of \$219,371.43 and payroll for October 2020 in the amount of \$100,598.63 for a total disbursement of

\$319,970.06. 1st Brownfield and 2nd DePaoli - Motion passed by unanimous vote of those present

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman updated the Board on its most recent meeting.

East Kaweah Groundwater Sustainability Agency (EKGSa) – GM Hagman reported on EKGSa.

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

Temperance Flat MOU – GM Hagman

CLOSED SESSION:

- CONFERENCE WITH LEAD NEGOTIATOR agency designated Michael Hagman – Potential purchase/sale/lease of Property, Water Rights, or Exchange Programs (Discussion of terms and direction for Lead Negotiator)
- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: Two.

President Arnold called the Board to closed session at 3:01 pm and the Board came out of closed session at 4:42 pm. After coming out of closed session, the Board announced that they have directed the General Manager to begin negotiating with landowners for property within or adjacent to the District's 90.4 (5th Avenue – Avenue 208) Pipeline.

Correspondence Report:

Report shared – no action

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 (Reynolds/DePaoli) carried by unanimous vote of those present. Meeting was adjourned at 4:57 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE SPECIAL BOARD MEETING

November 17, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures on it.

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

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

Directors Absent:

Others present: Hagman (GM), Romero (Staff Engineer); Bennett (Senior Analyst); Mauritson (Counsel)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for November 17, 2020 Lindmore Irrigation District Special Board meeting as provided – 1st DePaoli and 2nd Milanesio – Motion passed by unanimous vote of those present

Public Comment

None provided

Land Purchase and debt financing

Extensive discussion and questions for staff on land purchase opportunities in the District and how to finance the purchase.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 3:23 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE EMERGENCY BOARD MEETING

November 25, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

President Arnold called the meeting to order @ 1:00 p.m.

Directors Present: Arnold, DePaoli, Brownfield, Reynolds

Directors Absent: Milanesio

Others present: Hagman (GM), Romero (Staff Engineer); Mauritsen (Counsel)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for November 25, 2020 Lindmore Irrigation District Emergency Board meeting as provided – 1st Reynolds and 2nd Brownfield – Motion passed by unanimous vote of those present

Public Comment

None provided

Closed Session

President Arnold moved the meeting to closed session at 1:02 PM and returned to open session at 2:20 PM.

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/Reynolds) carried by unanimous vote of those present. Meeting was adjourned at 2:23 pm.

Michael D. Hagman
District Secretary

LINDMORE IRRIGATION DISTRICT

MINUTES OF THE BOARD MEETING

December 8, 2020

Roll Call and Acknowledgement of Visitors

This meeting is being held via video conference due to the Governor's Order regarding the Covid-19 pandemic protocol. Public had access via the agenda notice which had the call-in procedures detailed on it.

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

Directors Present: Arnold, Milanesio, Brownfield, Reynolds

Directors Absent: DePaoli

Others present: Hagman (GM), Romero (Staff Engineer), Bennett (Senior Analyst), Mauritson (Counsel-joined at 3:00)

Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

Motion: To approve the agenda for December 8, 2020 Lindmore Irrigation District Board meeting as provided – 1st Brownfield and 2nd Reynolds – Motion passed by unanimous vote of those present.

Public Comment

None provided

Minutes

The minutes were presented for the November 10, 2020 Regular Board meeting, the minutes for the November 17, 2020 Special Board meeting and November 25, 2020 Emergency Board meeting. After discussion, the following action was taken:

Motion: To approve the minutes of the November 10, 2020 Regular Board meeting, the minutes for the November 17, 2020 Special Board meeting and November 25, 2020 Emergency Board meeting – 1st Reynolds and 2nd Milanesio – Motion passed by unanimous vote of those present.

Oath of Offices for Directors

This item tabled until we receive documents from the County of Tulare

Nomination and Appointment of Officers for the District

The following slate of officers was nominated:

President: John A. Arnold

Vice President: David DePaoli

Secretary/Treasurer: Michael D. Hagman
Assessor/Collector: Marv Rowe

Motion: To approve the slate of officers nominated – 1st Brownfield and 2nd Milanesio – Motion passed by unanimous vote of those present

Prior/New Action Items

A. Report on Prior Board actions/discussions

Operation and Maintenance Report: Hagman/Romero reported on staff operations and maintenance efforts. Staff is progressing with year-end work associated with the FKC being down. This would include pit well silt removal, reservoir sealing, and leak repairs. The three newest JB's are having substantial problems with actuation in the valve and a substantial amount of flow passing through it when closed all the way down. We are going to have Ness Sanli assess the problem and cure it when he does the stand-pipe work on the JB's.

Water Supply Report: Final USBR CVP Friant Division allocation has been set at 65% Class 1. There are no recommended changes to the landowner prorate. In the month of November, FWA reported deliveries of 1,025 AF to the District and LID's meters calculated 1,187 AF plus "mitigation" for a total of 1,386 AF and operational variances being the difference. Carryover is estimated to be about 1,123 AF. Year to date variance is approximately .78%.

District Improvement Projects: Hagman and Romero updated the Board on the status of the Districts authorized improvement projects.

Recharge Basin Development: Hagman reported Lindmore is waiting on responses from potential landowners.

Personnel Policies and Employment Agreement: Hagman stated there were no updates for this project.

Job Description – Field Supervisor: Hagman reported that he will soon prepare a job description as directed by Special Counsel.

Recharge Basin Renaming: This activity was the start of the Board meeting at 2:00 pm today at the District recharge facility. The Board of Directors dedicated the facility and named it "Kenny Hirabayashi Reservoir". The meeting then moved the balance of the meeting to the remote Zoom meeting.

Staffing and Office Space: Romero reported on the work at the old shop and the City of Lindsay requiring a new pad be laid in the parking lot.

Vehicle Purchase: Still no action on purchasing the small SUV for the District Vehicle Pool.

Land purchase and debt financing: Hagman reported that he had engaged all the necessary consultants (Counsel, Advisor, and Placement Agent). They are progressing with the effort. Hagman noted that the rate will be anywhere between 1.50% to 2.50%. It really depends on what risk lending agencies are willing to take right now. The only concern the Placement Agent noted to Hagman was that lenders are a little skittish about the lending market right now and since we just closed on some refinancing that may impact the District's rate a little bit.

Lindmore ID Year End Maintenance Start Up: Staff estimates we will start up middle of February or beginning of March after the FKC startup date.

B. New Action Items

Miscellaneous Administrative Items: None to report

C. Finance Issues

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 (#14480 – 114529) November 11, 2020 to December 8, 2020 in the amount of \$174,224.18 and payroll for November 2020 in the amount of \$92,546.66 for a total disbursement of \$266,770.84. 1st Brownfield and 2nd Reynolds - Motion passed by unanimous vote of those present

Bennett presented the financial statements and reports and answered questions.

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

FWA Issues – Director Brownfield and Hagman reported on FWA issues.

Friant Power Authority (FPA) – President Arnold and GM Hagman updated the Board on its most recent meeting.

East Kaweah Groundwater Sustainability Agency (EKGSA) – GM Hagman reported on EKGSA.

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

Temperance Flat MOU – GM Hagman

CLOSED SESSION:

- CONFERENCE WITH LEAD NEGOTIATOR agency designated Michael Hagman – Potential purchase/sale/lease of Property, Water Rights, or Exchange Programs (Discussion of terms and direction for Lead Negotiator) 198-110-002, 198-110-003, 198-100-006, 198-100-007, and 198-100-008.
- CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION
[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: Two.

President Arnold called the Board to closed session at 3:27 pm and the Board came out of closed session at 4:18 pm.

After coming out of closed session, a discussion was had by the Board regarding the property under consideration. Directors discussed if they should wait on taking action when there is a full Board available. President Arnold noted that all this action was directed on Hagman last month and nothing changed except Hagman was able to get one of the four options (option #3) to resolve the sellers planting and well issues. Further discussion was had as to Director Milanesio voting on this action. Counsel said Director Milanesio could choose to abstain if he felt public perception might consider his relationship with the seller as a conflict of interest. After this substantial discussion the following action was taken:

Motion: To ratify the November 20, 2020 vacant land purchase agreement and second addendum signed by General Manager Hagman – 1st Brownfield and 2nd Reynolds – Motion passed on a vote of yes for Arnold, Brownfield, Reynolds, De Paoli absent, and Milanesio abstained.

Correspondence Report:

Report shared – no action

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 (Reynolds/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:45 pm.

Michael D. Hagman
District Secretary