

Minutes of the Regular Meeting of the Board of Directors of the Kings River Conservation District held May 11, 2010.

President McKean called the meeting to order at 1:35 P.M.

DIRECTORS PRESENT

Mark C. McKean, President
Brent L. Graham, Vice President
David Cehrs, PhD
Ceil Howe Jr.
Gildo Nonini
Norman B. Waldner
Mike Yoshimoto (departed 3:10pm)

DIRECTORS ABSENT

None

OTHERS PRESENT

KRCD Staff & Consultants:

David Cone
Steve Haugen, KRWA
Randy McFarland
John Moore
David Orth
Donna Pepper
Randy Shilling
Steve Stadler
Brian Trevarrow

ADDITIONS TO OR DELETIONS FROM THE AGENDA

There were no additions to or deletions from the Agenda.

PUBLIC PRESENTATIONS

None

APPROVAL OF MINUTES

It was moved by Director Cehrs, seconded by Director Waldner and unanimously carried that the Minutes of the April 13, 2010 Regular Board meeting be approved, as presented.

WATER CONDITIONS

Steve Haugen, KRWA, summarized a report on water conditions stating storage in the Pine Flat Reservoir (Reservoir) as of 2400 hours on May 10, 2010 was 754,702 acre-feet of storage with vacant space of 439,298 acre-feet. On that date, the calculated natural inflow to the Reservoir was 6,097 C.F.S.

Mr. Haugen reported on the eight (8) Kings River snow sensors currently operational, with readings as of May 10, 2010 as follows:

SENSOR	ELEV	WATER CONTENT (INCHES)	APRIL 1 AVERAGE (INCHES)	PERCENT APRIL 1 AVERAGE
Big Meadows	7600	19.7	25.9	76.1%
West Woodchuck	8800	35.4	32.8	107.9%
Upper Burnt	9700	37.9	34.6	109.5%
Mitchell Meadow	9900	N/R		
State Lakes	10300	31.1	29.0	107.2%
Black Cap Basin	10300	39.9	34.3	116.3%
Charlotte Lakes	10400	N/R		
Bishop Pass	11200	37.3	34.0	109.7%
Snow Sensor Average		33.6	31.8	105.6%

DIRECTORS' REPORTS

President McKean, Directors Cehrs and Waldner reported their attendance at the Association of California Water Agencies Spring Conference on May 3-7, 2010 in Monterey, California.

GENERAL MANAGER'S REPORT

David Orth, General Manager, directed the Board to the General Manager's monthly status report for the month of April 2010 and highlighted the following:

Groundwater: Mr. Orth reported efforts continue to implement the groundwater elevation requirements under the Comprehensive Water Package passed by the legislative in 2009. The Department of Water Resources (DWR) will produce draft groundwater elevation monitoring guidelines followed by several regional workshops. Mr. Orth further reported staff is preparing a draft for the development of a Kings River Basin-Wide Agricultural Water Management Plan under SB 7X-7 for consideration by the Kings River Water Association (KRWA) and its member units. Mr. Orth also reported a meeting is scheduled with the Director of the California Department of Water Resources (DWR) to review and discuss the Agricultural Water Management Council's input to DWR concerning the water measurement and pricing by volume requirements under SB X7-7.

Mr. Orth reported appearing in April before the Kings County Water Commission to speak on regional groundwater issues and opportunities. Mr. Orth further reported meeting with the Tulare Lake Basin Water Storage District to discuss the opportunities of an Integrated Regional Water Management Plan (IRWMP).

Community Choice Aggregation: Mr. Orth reported the Marin Energy Authority (MEA) negotiated a contract with Shell Energy North America that meets the renewable and cost of energy expectations for the electricity that it will sell to its CCA customers. Mr. Orth further reported that on May 7, 2010, MEA launched California's first community choice energy program under the name of Marin Clean Energy.

Mr. Orth also reported the San Joaquin Valley Power Authority (Authority) Board met in a Special Meeting on March 16, 2010, at which the Board took action to authorize the Executive Director and Special Counsel to include the San Joaquin Valley Power Authority as a participant in litigation should it be filed regarding Proposition 16. Mr. Orth further reported a civil complaint was jointly filed in Sacramento County Superior Court on March 18, 2010 by the Sacramento Municipal Utility District, San Francisco Local Agency Formation Commission, City and County of San Francisco, City of Moreno Valley, the City of Redding, the California Municipal Utilities Association, the San Joaquin Valley Power Authority, Modesto Irrigation District, and the Merced Irrigation District. The complaint states "The carefully worded text of Proposition 16 profoundly misled the citizens who were induced to sign the petition to qualify it, and will mislead the voters who are asked to adopt it. Proposition 16 is intended and designed by PG&E, the sole sponsor and contributor to the initiative, to use the California Constitution to lock in PG&E's control of electricity service in areas that it now serves so that its customers have no feasible opportunity to choose the lower prices and better service offered by public providers of electricity." Mr. Orth further reported on May 5, 2010 the court denied the petition ruling the petitioners delayed in filing the petition which would now interfere with an election that is underway.

LEGISLATION

Mr. Orth reported on the following legislative issues discussed by the Kings River Legislative Committee:

AB 1955 (De La Torre) Public offices: incompatible offices: Mr. Orth reported this bill would provide specific circumstances when two public offices are incompatible. The possible impacts of this bill were discussed. It was recommended by the committee to take an oppose position and a letter will be sent.

AB 1676 (Fuentes) Elected officials: residency requirements: Mr. Orth reported this bill would require that a person elected to a state or local public office maintain his or her place of residence within the jurisdiction within which voters are qualified to vote for the office during his or her term of office. The committee discussed that this bill needs a lot of restructuring of the language. ACWA's position is "Oppose Unless Amended". The committee recommended Oppose Unless Amended Position and a letter of opposition will be sent.

PUBLIC INFORMATION

There was no report.

CORRESPONDENCE, MEETINGS AND CONFERENCES

There were no correspondences, meetings, or conferences to report.

STAFF STATUS REPORTS AND PRESENTATIONS

Power Resources: Mr. John Moore, Deputy General Manager of Power Operations, presented a status report on the operations at the Jeff L. Taylor Pine Flat Power Plant (Plant) reporting the Plant generation for the month was 26,572.5 MWh producing total revenue of \$207,265.50 for the month of April. Mr. Moore further reported total turbine discharge for the month was 94,332 acre-feet (AF) and there was no discharge through the Turbine Bypass system or spill from the dam. The flow from Mill and Hughes Creeks was 5,998 AF.

Mr. Moore also presented an overview of operations at the Malaga Peaking Plant (Peaking Plant) Unit No. 1 engine returned from the repair depot on May 3, 2010 and the re-installation of the unit completed on May 5th and tests were run without incident. Mr. Moore reported Unit No. 2 had six fired starts and 10.4 fired engine hours for the month. Total generation for the Peaking Plant was 447.0 MWh.

Business Operations: Randy Shilling, Deputy General Manager of Business Operations reported an election will be held within the Kings River Conservation District on November 2, 2010 for the purpose of electing three (3) Board Members. The elective offices to be filled and the names of the incumbents are Division I Director Norman B. Waldner, Division III Director Gildo Nonini, Division V Director Brent L. Graham. Mr. Shilling further reported a resolution to consolidate the regularly scheduled district election with any other elections to be held on November 2, 2010 will be presented to the Board for approval at the June Board of Directors meeting.

Programs: David Cone, Deputy General Manager of Programs presented an overview of current conditions and potential projects for the Kings Groundwater Basin. Mr. Cone's presentation included groundwater flow patterns, current recharge ponds and basins, and proposed or potential recharge facilities within the region. Mr. Cone discussed efforts to develop a Kings River Service Area – Water Facilities Master Plan for beneficial use Kings River Water Association's diversion license during flood release periods. Mr. Cone reported additional contacts will be made and field reviews scheduled in June to complete the inventory of recharge facilities in the Basin and possible future project sites.

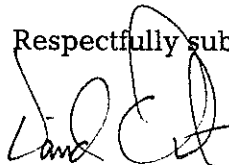
FINANCE AND ADMINISTRATION

Mr. Shilling presented an expenditure to budget comparison report for the period ending April 30, 2010.

It was moved by Director Cehrs, seconded by Director Waldner and unanimously carried, bills in the amount of \$1,577,427.07 as presented in the schedule of Disbursements and Current Accounts Payable, were approved and ordered paid.

ADJOURNMENT

There being no further business, President McKean adjourned the meeting at 3:35 P.M.

Respectfully submitted,

David Orth
Secretary


Approved

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KINGS RIVER CONSERVATION DISTRICT
 Schedule of Disbursements and Current Accounts Payable
 Presented May 11, 2010
 (For Expenditures in the Month Ending April 30, 2010)

Employee Payroll	04/09/10	91.25	
Director's Payroll	04/13/10	4,773.93	
Employee Payroll	04/14/10	77,639.87	
Employee Payroll	04/16/10	2,073.75	
Employee Payroll	04/28/10	75,631.56	
			160,210.36
Accounts Payable (KRCD)		1,350,555.84	1,350,555.84
	Sub-Total		1,510,766.20
Ready-Tax Electronic Funds Transfers:			
Employee Tax Deposits	04/07/10		32,625.17
Employee Tax Deposits	04/14/10		16.40
Director's Tax Deposits	04/16/10		2,183.19
Employee Tax Deposits	04/21/10		31,836.11
	TOTAL		<u>1,577,427.07</u>