

March 12, 2025

The Board of Directors of the Terra Bella Irrigation District met this day in regular session, the meeting was also teleconference from the District Office located at 24790 Avenue 95, Terra Bella, California.

CALL TO ORDER

President Wheaton called the meeting to order at 9:01 a.m.

ATTENDANCE participating in this meeting remotely and in person:

DIRECTORS PRESENT: Wheaton, Galloway, Parsons, Doyel and Martinez

DIRECTORS ABSENT: None

OTHERS PRESENT: Sean Geivet, General Manager
Albert Smith, Operations Superintendent
Ann Nelms, District Secretary-Treasurer
Aubrey Mauritson, Legal Counsel
Doug Jackson
Roger Everette
Lisa McEwen
Matt Hendrick

AGENDA – CONSIDER CHANGES OR ADDITIONS TO THE AGENDA

No changes were made to the posted agenda.

PUBLIC INPUT

President Wheaton asked for public input. There was no public input.

APPROVAL OF MINUTES

M/S/U, Doyel, Parsons to approve the minutes of the February 12, 2025, regular meeting as mailed.

AUTHORIZATION TO PAY BILLS Review and discuss outstanding bills.

M/S/U Parsons, Doyel to authorize the Treasurer to pay all outstanding bills against the District as presented.

MONTHLY REPORTS

Treasurer Nelms reviewed with the Board the financial status of the District, including TBID Investment Policy Review in Compliance with SB 564 and SB 866. Included in the review, monthly statements from California Bank & Trust, California Asset Management Program and Local Agency Investment Fund, Friant power Authority revenues and expenditure summary worksheet. Delinquent water account report was reviewed.

TBID balance sheet as of January 31, 2025, as well as Income Statements for the same period, including a year-to-date statement, was reviewed.

Albert Smith, Operations Superintendent, presented his monthly operating activities report for February 2025 Mr. Smith stated no accidents or injuries to report.

Equipment maintenance and repair included oil changed at station #4 and station #3. Greased all pumps and motors at stations #7, #8 and #9. Pump motor #9 returned and installed at station #1 and Pump motor #2 returned and installed at station #8. Pulled the flow meter at station #8 for repair.

Operations maintenance and repair report included weeding and clean up at Stations #1, #4, and #6. Mathew Bunde from JPIA came for a site visit on February 6th.

No main line leaks this month.

WTP average flow through the plant is around 450 gpm. First quarter THM's pulled.

The total precipitation is 4.37 inches YTD. USA locates: 13 Back flow's Tested: 27

Manager Geivet presented the monthly reports to the Board. The initial Bureau allocation is 80% and they are anticipating an increase. **Fraint Water Authority:** Continue to receive Jason's email. **Friant Power Authority:** Nothing new to report **Status of Authorities; ESPA & AECA:** ESPA working on solar plants with a 60 day window for power purchase agreement **AECA** monthly newsletter **Eastern Tule GSA:** Nothing to report

GROUNDWATER SUSTAINABILITY AGENCY FORMATION:

Status Report on Formation maps at DWR. **Discussion of GSA Meeting Time and Location** will be after the TBID's Board meetings and will be adding additional **GSA information** to TBID's Rules and Regulations regarding TBGSA

INVESTMENT POLICY – Review and consider affirming the TBID Guidelines for Local Agency Investments adding California Asset Management Program.

The changes to the current policy adding California Asset Management Program were reviewed. M/S/U, Galloway, Doyel to adopt the "Guidelines for Local Agency Investments" as follows:

TERRA BELLA IRRIGATION DISTRICT
GUIDELINES FOR LOCAL AGENCY INVESTMENTS
ADOPTED MARCH 12, 2025

I. PURPOSE AND GOALS

This statement is intended to outline the policies for maximizing the efficiency of the District's Cash Management System, for prudent investment of the District's funds, and to provide guidelines for suitable investments.

The ultimate goal is to enhance the economic status of the District while protecting its funds.

The District's Cash Management System is designed to accurately monitor and forecast expenditures and revenues, thus enabling the District to invest funds to the fullest extent possible. The District shall attempt to obtain the highest yield, provided that all investments meet the criteria established for safety and liquidity.

The investment policies and practices of the District are based upon Federal, State and Local law and prudent money management. The primary goals of these policies are:

1. To assure compliance with all Federal, State and Local laws governing the investment of monies under the control of the District's Treasurer or chief financial officer.
2. To protect the principal monies entrusted to this office.
3. To generate the maximum amount of investment income within the parameters of this Statement of Investment Policy and the guidelines for suitable investments.

II. SCOPE

All monies entrusted to the District will be pooled in an actively managed portfolio in accordance with Government Code 53601. The Investment Pool or "Portfolio" will be referred to as the "Fund" throughout the remainder of this document.

III. OBJECTIVES

A. Safety of Principal

Safety of principal is the foremost objective of the District. Each investment transaction shall seek to preserve the principal of the portfolio, whether from institutional default, broker-dealer default or erosion of market value of securities. The District shall seek to preserve principal by mitigating the two types of risk: credit risk and market risk.

Investments shall be undertaken in a manner which first seeks to ensure the preservation of principal in the Fund. The Treasurer or chief financial officer shall evaluate or cause to have evaluated each potential investment, seeking both quality in issuer and in underlying security or collateral and shall diversify the portfolio to reduce exposure to loss.

1. Credit Risk

Credit risk, defined as the risk of loss due to failure of an issuer of a security, shall be mitigated by investing in only very safe institutions and by diversifying the Fund so that the failure of any one issuer would not unduly harm the District's cash flow.

2. Market Risk

The risk of market value fluctuations due to overall changes in the general level of interest rates shall be mitigated by limiting the weighted average maturity of the District's Fund to five years or less. It is explicitly recognized herein, however, that in a diversified portfolio, occasional measured losses are inevitable, and must be considered within the context of the overall investment return.

B. Liquidity

Liquidity is the second most important objective. Investments shall be made whose maturity date is compatible with cash flow requirements and which can be easily and rapidly converted into cash without substantial loss of value.

C. Return on Investment

Investments shall be undertaken to produce an acceptable rate of return after first considering safety of principal and liquidity.

IV. PROHIBITED INVESTMENTS

Government Code 53601, as amended in 1995 by SB 866, Chapter 784 of the 1995 Statutes, prohibits a local agency from investing in any of the following:

"Inverse floaters, range notes, or interest only strips." Note: These are not defined in the Code.

Securities that could result in zero interest accrual if held to maturity. However, this limitation does not apply to shares of beneficial interest issued by diversified management companies registered under the Investment Company Act of 1940 (15 U.S.C. Sec. 80a-1).

V. REPORTING REQUIREMENTS (Government Code Sec. 53646 as amended by SB 564, Chp. 783 of 1995 statutes)

If the District has placed all of its investments in the Local Agency Investment Fund or California Asset Management Program (CAMP), created by Section 16429.1 through 16429.3 and Section 53601 of Title 5, Division 2, Chapter 4 of the Government Code, or in Federal Deposit Insurance Corporation-insured accounts in a bank or savings and loan association, or any combination of these, the Treasurer or chief fiscal officer will comply with Government Code Section 53646 by supplying to the governing body, chief executive officer and the auditor of the District the most recent statement or statements received by the District. For any other combination of investments, the requirements below apply.

- The report must be given quarterly, within 30 days after quarter end. However, the governing body of the District may elect to require the report specified in Sec. 53646 to be made on a monthly basis instead of quarterly.
- Contents of the report must include type, issuer, maturity date, par and dollar amount invested in all securities, market value weighted average, investments and monies held by the District. This includes any funds, investments or programs, including loans, that are under the management of contracted parties. The report must also state compliance of the Fund with the statement of investment policy, or the manner in which the Fund is not in compliance.
- Include a statement denoting the ability of the District to meet its expenditure requirements for the next six months or an explanation as to why sufficient money will not or may not be available. A subsidiary ledger of investments may be used in accordance with accepted accounting practices.
- The Treasurer or chief financial officer shall report whatever additional information or data may be required by the governing body of the District.

Consider Approval of the First Amended and Restated Joint Powers Agreement for the Eastern Tule Groundwater Sustainability Agency

M/S/U Galloway, Parsons to approve the first amended and restated agreement to form a joint powers authority for Eastern Tule Groundwater Sustainability Agency as presented.

CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION (Government Code section 54956.9(d)(1)) 1. Porterville Irrigation District et al. v. Friant Water Authority et al., Tulare County Superior Court, Case No. VCU314672. 2. Terra Bella Irrigation District et al. v. Friant Water Authority et al., Tulare County Superior Court, Case No. 317284 3. Terra Bella Irrigation District et al. v. Haaland et al., United States District Court for the Eastern District of California, Case No. 1:25-CV-00112-EPG

Adjourned into closed session at 9:55 a.m.

The Board of Directors met while in closed session pursuant to Government Code Section 54956.9(d)(1) to discuss the above-entitled action. Report Action Taken in Closed Session Required by Government Code Section 54957.1

President Wheaton reconvened the regular meeting at 10:26 a.m. and stated there was no reportable action taken during closed session

CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION: [Government Code Section 54956.9 (d) (2), (4)] Number of Potential Cases: two

Adjourned into closed session at 9:55 a.m.

The Board of Directors met while in closed session pursuant to Government Code Section 54956.9(d)(1) to discuss the above-entitled action. Report Action Taken in Closed Session Required by Government Code Section 54957.1

President Wheaton reconvened the regular meeting at 10:26 a.m. and stated there was no reportable action taken during closed session

CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION (Paragraph (1) of subdivision (d) of Section 54956.9) Friant Water Authority v. Eastern Tule Groundwater Sustainability Agency Tulare County Superior Court Case No. VCU306343

Adjourned into closed session at 9:55 a.m.

The Board of Directors met while in closed session pursuant to Government Code Section 54956.9(d)(1) to discuss the above-entitled action. Report Action Taken in Closed Session Required by Government Code Section 54957.1

President Wheaton reconvened the regular meeting at 10:26 a.m. and stated there was no reportable action taken during 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.

Adjourned into closed session at 9:55 a.m.

The Board of Directors met while in closed session pursuant to Government Code Section 54956.9(d)(1) to discuss the above-entitled action. Report Action Taken in Closed Session Required by Government Code Section 54957.1

President Wheaton reconvened the regular meeting at 10:26 a.m. and stated there was no reportable action taken during closed session

**ITEMS TO BE DISCUSSED PURSUANT TO GOVERNMENT CODE SECTION 54954.2
(Relating to items not appearing on the agenda)**

None to report.

ADJOURNMENT

There being no further business before the Board of Directors, the meeting was adjourned at 10:26 a.m. by President Wheaton.

Ann Nelms, Secretary