

MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE OWYHEE IRRIGATION DISTRICT

May 26, 2009

The regular monthly meeting of the Board of Directors of the Owyhee Irrigation District was held on May 26, 2009, at the offices of Stunz, Fonda, Kiyuna & Horton, LLP, 106 Main Street, Nyssa, Oregon, at 10:00 p.m., Bruce Corn, President of the District, presiding.

The following Directors were present:

Curt Sisson	Jerry Nagaki
Bruce Corn	Frank Ausman
Dan Tschida	

Also present were: Jay Chamberlin, District Manager; Michael W. Horton, General Counsel; Harvey Manser, Assistant Manager; Tom Zittercob, Hydro Electric Manager; and Peter Nichols, CPA.

MEETING NOTICE. Mr. Chamberlin reported that he gave notice to the news media as to the time, date, and place of the meeting on May 19, 2009.

MINUTES. The minutes of the regular meeting of the Board of Directors held on April 21, 2009, were mailed to the Directors prior to the meeting. A motion was made by Director Nagaki, seconded by Director Tschida, and unanimously carried approving the minutes as mailed.

DISTRICT FINANCIAL REPORT. Peter Nichols handed out the financial report for the District for the period ending April 30, 2009. He went through the report as the Directors reviewed it. Mr. Nichols explained the formatting of the report and said that the District is in good shape with regard to its cash accounts at this point in time. He noted that PERS was overpaid and the District is due a refund. Mr. Chamberlin said that he will investigate as to why the overpayment was made. President Corn expressed his concern that PERS may have a huge increase next year. Mr. Nichols went through the budget to actual expenses in detail. President Corn asked Mr. Chamberlin to check on the wheeling payments from Idaho Power with regard to the FERC credit back to the District. The consensus of the Board is that they like the format of the financial report. Director Tschida said that his main concern is that the District has sufficient funds for payroll between December 31st and April of next year. Mr. Chamberlin said that he would like to get a proposed budget out to the Board earlier in the year.

At 10:25 p.m., Peter Nichols left the meeting.

DISTRICT ACCOUNTS PAYABLE. The accounts payable for the District were reviewed by the Directors. A motion was made by Director Sisson, seconded by Director Ausman, and unanimously carried approving payment of the accounts payable as presented.

MITCHELL BUTTE POWER PROJECT.

Financial Report. The financial report for the Mitchell Butte Power Plant was reviewed by the Directors. Mr. Chamberlin noted that a generation report was not in the Directors' packets.

Accounts Payable. Mr. Chamberlin presented the following schedule of accounts payable for the Mitchell Butte Power Project:

Malheur Bell	\$122.28
Nichols Accounting	<u>75.00</u>
Total	\$197.28

A motion was made by Director Ausman, seconded by Director Tschida, and unanimously carried authorizing payment of the Mitchell Butte Hydro Project accounts payable.


OWYHEE DITCH COMPANY DITCH BREAK. Mr. Chamberlin reported that Old Owyhee Ditch Company had a ditch break. He said that OID staff assisted with the repairs. He said that typically the District has charged Old Owyhee for labor and equipment, but not for materials. He said that this year the District will be charging for materials along with the labor and equipment. He said that District gravel was used. He noted that Old Owyhee no longer has equipment to help OID in the event of a canal break. A discussion was had with regard to making sure that OID gets its costs covered in helping out Old Owyhee Ditch Company on the repair work.

JOHN KANE AND TONY FERRARIN. Director Tschida said that John Kane and Tony Ferrarin are two District patrons within his area that have two boxes together. He said that there has been some flooding happening on to the county road, but that the water is coming after the weir. Mr. Chamberlin voiced some ideas which may help the two patrons to get along better, including the possibility of getting separate headgates put in. He noted that the District policy has always been that the irrigation works beyond the weir are the responsibility of the landowners. The District Board agreed.

SURPLUS PROPERTY. Harvey Manser presented a surplus property list. Mr. Chamberlin said that he would like to use the proceeds from the sale of the surplus property to purchase a couple of pickups. A motion was made by Director Ausman, seconded by Director Nagaki, and unanimously carried, declaring the property on the list which Mr. Manser presented to the Board as surplus property and authorizing that it be sold. A copy of the list of surplus property is attached to these minutes.

ADJOURNMENT. There being no further business to come before the meeting, the same was adjourned at 10:53 p.m.

Respectfully submitted,



Michael W. Horton, General Counsel

APPROVED: _____