

THE REGULAR MEETING OF THE BOARD OF DIRECTORS
OF STOCKTON EAST WATER DISTRICT WAS HELD AT THE DISTRICT OFFICE
6767 EAST MAIN STREET, STOCKTON, CA
ON TUESDAY, MARCH 28, 2017 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President McGurk called the regular meeting to order at 12:23 p.m., and Manager Moody led the Pledge of Allegiance.

Present at roll call were Directors Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti and Watkins. Also present were Manager Moody, Assistant Manager Johnson, District Engineer Lee, Finance Director Naray, Administrative Services Manager Carido, Accountant Vega, Administrative Clerk Curtis and Legal Counsel Zolezzi.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 03/21/17 Regular Meeting

A motion was moved and seconded to approve the March 21, 2017 Regular Meeting Minutes, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti, Watkins
Nays: None
Abstain: None
Absent: None

2. Warrants

- a. Fund 67 – Agricultural Fund
- b. Fund 68 – Municipal & Industrial Groundwater Fund
- c. Fund 70 – Administration Fund
- d. Fund 71 – Water Supply Fund
- e. Fund 91 – Vehicle Fund
- f. Fund 94 – Municipal & Industrial Fund
- g. Payroll
- h. Summary
- i. Short Names/Acronym List
- j. SEWD Vehicles & Heavy Equipment

A motion was moved and seconded to approve the March 28, 2017 Warrants, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti, Watkins
Nays: None
Abstain: None
Absent: None

3. 2017/2018 Chemical Services Bid Results

Manager Moody presented the 2017 Chemical Services Bid results to the Board. Assistant Manager Johnson reported the bid results shown are for the next fiscal year; chemical services are bid on annually. Assistant Manager Johnson reported although Sierra Chemical was the lowest bidder for chlorine, staff is recommending Jones Chemical Co. as Sierra Chemical is not a responsible bidder and the District has experienced a carbon tetrachloride issue with Sierra Chemical in the past.

Director Cortopassi inquired if chemical vendors changed. Assistant Manager Johnson replied the Liquid Alum vendor changed this year, but the vendors are generally very stable from year to year.

A motion was moved and seconded to award the 2017 Chemical Bids to Sierra Chemical in the amount of \$380/dry ton for Liquid Alum; Polydyne, Inc. in the amount of \$674/liquid ton for Cationic Polymer; Northstar Chemical in the amount of \$630/dry ton for Caustic Soda; CalChem, LLC. in the amount of \$697/liquid ton for PACI; Northstar Chemical in the amount of \$720/liquid ton for ACH and Jones Chemical Co. in the amount of \$700/dry ton for Chlorine.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti, Watkins
Nays: None
Abstain: None
Absent: None

4. Stockton East Water District – Alum & ACH Tank Replacement Project

Manager Moody provided the Board with information on Alum & ACH Tank Replacement Project. Assistant Manager Johnson reported Bids were due on March 16, 2017 and a copy of the Bid summaries is provided.

Assistant Manager Johnson reported staff recommends the Board approve and enter into a contract with TNT Industrial Construction, Inc. (TNT) as they were the lowest responsive bidder. Staff also recommends the Board to approve a 10% contingency for the General Manager to authorize additional work due to unforeseen conditions during construction.

President McGurk inquired what staff will do if the 10% contingency is not enough. Manager Moody reported staff will bring that information to the Board to discuss before moving forward.

Director Cortopassi inquired what the ~~anticipated total cost of the Project will be~~ anticipated Project cost prior to the bidding process was. District Engineer Lee replied ~\$300,000.

A motion was moved and seconded to award the Alum & ACH Tank Replacement Project and enter into contract with TNT Industrial Construction, Inc. in an amount not to exceed \$246,488.00, plus a 10% contingency in the amount not to exceed of \$24,649. .

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti, Watkins
Nays: None
Abstain: None
Absent: None

E. COMMITTEE REPORTS

1. Stockton Area Water Suppliers Meeting, 03/27/17
Manager Moody reported this meeting was cancelled. The next meeting is scheduled for April 17, 2017.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 03/27/17
Manager Moody provided a handout of the Water Supply Report that included storage, release, and production data collected from various sources as of midnight last night.

Manager Moody reported there is 209,445 AF in storage at New Hogan Reservoir. Current releases are set at 104 cfs. There is 1,786,972 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 1,256 cfs and release to all water users are set at 1,628 cfs. The water treatment plant is currently processing 15 mgd. The City of Stockton's water treatment plant is currently processing 12 mgd.

2. Information Items:
Manager Moody noted items: F2a-1, F2a-2, F2a-3, F2a-4, F2a-5, F2a-6, F2a-7 and F2a-8.
3. Report on General Manager Activities
 - a. ACWA State Legislative Committee Meeting, 03/24/17
Manager Moody attended the March 24, 2017 ACWA State Legislative Committee Meeting. Manager Moody reported the committee reviewed 52 bills during the meeting. Manager Moody reported there was discussion on the recent ACWA Legislative Trip to Washington D.C., which focused on groundwater recharge and its importance. Manager Moody reported there was discussion on the Senate Constitutional Amendment for Senator Hertzberg's Bill. Manager Moody reported ACWA does not necessarily support a commodity tax on water, but they understand a bill is coming so they are getting in front of it, by helping with the language for the bill. Director Watkins inquired if there has been mention of the cost of the tax per acre-foot on water will be. Manager Moody replied there has been no discussion yet. President McGurk inquired if the 52 bills were all pertinent to ACWA. Manager Moody replied yes, all bills were related to water. The next meeting is scheduled for April 21, 2017.

H. DIRECTOR REPORTS (None)

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 5:30 p.m., 03/28/17

J. REPORT OF THE COUNSEL

1. Closed Session – Personnel
Government Code 54957
2. Closed Session - Potential Litigation
Government Code 54956.9 (c) – one case

President McGurk adjourned the meeting to closed session at 12:47 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:08 p.m., with no reportable action.

J. ADJOURNMENT

President McGurk adjourned the meeting at 1:09 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

