

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, JUNE 20, 2017 AT 12:00 NOON

**A. PLEDGE OF ALLEGIANCE AND ROLL CALL**

President McGurk called the regular meeting to order at 12:22 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, Finance Director Vega, District Engineer Lee, Administrative Services Manager Carido, Administrative Clerk Curtis, Legal Counsel Zolezzi and Consultant Barkett.

**B. CONSENT CALENDAR (None)**

**C. PUBLIC COMMENT**

Director Cortopassi advised the Board that Bob Foy, former California Water Service Company Chairman of the Board has passed away. Director Cortopassi reported Mr. Foy was a good man and ally to the District.

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Minutes 06/13/17 Regular Meeting

A motion was moved and seconded to approve the June 13, 2017 Regular Meeting Minutes, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti, Watkins

Nays: None

Abstain: None

Absent: None

2. End of the Year Forecast – New Hogan System Operations

Manager Moody provided the Board with information on the New Hogan System Operations End of Year Forecast. Manager Moody reported staff has begun looking at New Hogan and where the District anticipates its storage to be at the end of the year and brainstorm ideas of how to use the excess water.

Assistant Manager Johnson reviewed the 2016 final numbers and numbers from January through May of 2017. Assistant Manager Johnson reviewed the projection period of June through December 2016 which showed a release of 57,908 AF. This number was used as the initial projection for what is anticipated to be used this year.

Assistant Manager Johnson reported one item of note is in July 2016 there are zeros listed under New Hogan because the District purchased 10,000 AF of water from New Melones. Currently, the District is operating with New Melones water, the M&I numbers for the remainder of the year will be from New Melones and not New Hogan. Assistant Manager Johnson reported an additional 18,000 AF will be added to New Hogan since the water will not be diverted to M&I.

Assistant Manager Johnson reported the projection is based on last year's release and what the storage is anticipated to be at the end of December 2017; taking the amount released number and subtracting the top of conservation number, would leave the District with roughly ~55,000 AF of excess water.

Manager Moody reported with the excess water estimated to be left in storage, the District could send letters to growers advising the water could be used for free irrigation after harvest, putting it to use and not wasting it.

President McGurk inquired if the District determines at which point the dams can be removed. Manager Moody replied no, the District can ask for an extension to delay dam removal from Central Valley Flood Protection Board, but ultimately, must follow the guidelines of the Habitat Conservation Plan.

Director Atkins inquired if staff is holding water in Mosher Slough. Manager Moody replied no.

Director Sanguinetti advised water should be spilling into the Main Street Dam at all times. Manager Moody advised he will have the Water Supply Crew send more water through that way.

Director Watkins inquired if staff has contacted the United States Bureau of Reclamation to inquire if they will allow us the 15% deviation. Manager Moody advised not yet.

Director Atkins inquired if there is a dam on Mormon Slough. President McGurk replied there must be a check dam on Mormon. If the dam was installed, staff could intentionally percolate the diverting canal and there would be water for those who need it at the end of the system. This item was for information only.

3. Eastern San Joaquin Groundwater Joint Powers Authority Board Member Designation  
Manager Moody provided the Board with the Joint Exercise of Powers Authority (JPA) Board Designation Form. Manager Moody reported the Board elected him as Alternate at the February 28, 2017 Regular Board Meeting, however, now that the JPA Board has been officially instated, it makes the most sense to elect Director Watkins as the Alternate.

Director Watkins reported he has served as Alternate with Director Panizza as Delegate on the Eastern San Joaquin County Groundwater Basin Authority (GBA). Director Watkins reported Manager Moody was nominated as Alternate previously because he attended the GBA meetings with Director Panizza. However, now that the JPA Board has been formed, it is time to make the official appointment of Director Watkins.

Director Panizza added that the JPA Board realistically should be filled with elected officials as seated members.

President McGurk inquired if this Designation Form supersedes the form filled in February. Manager Moody replied yes.

A motion was moved and seconded to approve the Joint Exercise of Powers Authority Board Designation Form nominating Director Panizza as Board Member and Director Watkins as Alternate, as presented.

Roll Call:

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

4. Bank of Stockton/Bank of the West – Authorized Signatories

Manager Moody provided the Board with requests to remove former employees and replace with current employees as District signatories for the Bank of Stockton and Bank of the West. Manager Moody reported the District's previous Finance Director Charles Naray needs to be removed as signatory from Bank of Stockton and Bank of the West, and the new Finance Director, Juan Vega needs to be added as a signatory.

A motion was moved and seconded authorizing removal of previous District employees as bank signatories and replacing with; Finance Director, Juan Vega. Further, President McGurk directed staff to execute Minute Orders reflecting the changes.

Roll Call:

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

**E. COMMITTEE REPORTS**

1. Delta Coalition Committee Meeting, 06/12/17

Nothing to report.

2. Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority Meeting, 06/14/17

Director Panizza, Manager Moody and District Engineer Lee attended the June 14, 2017 Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority (JPA) Meeting. Director Panizza reported this was the inaugural meeting of the JPA and its focus was on organization. Director Panizza reported South San Joaquin Irrigation District (SSJID) formed a collective group with Escalon and Ripon to represent those areas as one, as opposed to three separate entities representing each area. As a result, SSJID requested the JPA only elect officers temporarily until their paperwork could be submitted showing the new partnership. Director Panizza reported Ken Vogel was sworn into office and Supervisor Winn was nominated as temporary Chair of the JPA. Assignments will be reevaluated and voted on at the next meeting on July 12, 2017. Director Panizza reported there was discussion of adopting the potential bylaws; this was pushed off onto the Work Group for further discussion. Director Panizza reported there was discussion on authorizing staff to submit invoices of \$5,000 per the JPA's Joint Exercise of Powers Agreement. Director Panizza reported there was general discussion on authorizing staff to submit written comments in response to the Department of Water Resources' Draft Proposal Solicitation Package for Groundwater Sustainability Plans and Projects. The next meeting is scheduled for July 12, 2017.

3. Sustainable Groundwater Management Act Work Group, 06/14/17

Manager Moody attended the June 14, 2017 Sustainable Groundwater Management Act (SGMA) Work Group. Manager Moody reported discussion focused on the Department of Water Resources' (DWR's) Proposal Solicitation Package (PSP) for Sustainable Groundwater Planning Grant Program. The County is planning to submit comments to the DWR on two issues. DWR says anyone contained in the JPA that does not have an updated Water Management Plan will not be eligible to file and apply for grant funding to complete the Groundwater Sustainability Plan (GSP). Director

Cortopassi inquired if the grants are for a study for sustainability for groundwater planning. Manager Moody replied agencies are currently operating under a grant to develop Groundwater Sustainability Agencies (GSA's), however the new grant is for actual implementation and development of GSP's. Manager Moody reported there needs to be clarification on how to move forward. President McGurk inquired if there will always be parallel meetings between the SGMA Work Group and JPA. Manager Moody replied that is currently up for discussion. Director Panizza reported there are a number of members who are concerned about the amount of meetings between the various groups. There was discussion as to whether the JPA needs an advisory board as well. Director Panizza reported the hope is that the JPA is more heavily attended than the GBA, given the JPA is making policy and monetary decisions that would affect constituents. The SGMA Work Group has the added advantage of the inclusion of the Farm Bureau representatives and outside groups that cannot be part of the JPA, but their input on technical issues is important. President McGurk inquired if the Work Group is a more detailed oriented group. Manager Moody replied the idea is to flush out some arguments in that arena before any information is sent to the board. The next meeting is scheduled for July 12, 2017.

## **F. REPORT OF GENERAL MANAGER**

### **1. Water Supply Report as of 06/19/17**

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 242,753 AF in storage at New Hogan Reservoir. Current releases are set at 203 cfs. There is 2,137,425 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 2,758 cfs and release to all water users are set at 4,208 cfs. The water treatment plant is currently processing 28 mgd. The City of Stockton plant is currently processing 24 mgd.

### **2. Information Items:**

Manager Moody noted items: F2a-1, F2a-2, F2a-3, F2a-4, F2a-5, F2a-6 and F2a-7.

### **3. Report on General Manager Activities**

#### **a. Water Education Foundation – Bay Delta Tour – Stockton Area Water Suppliers Sponsored Dinner, 06/14/17**

Manager Moody, Assistant Manager Johnson and District Engineer Lee attended the June 14, 2017 Water Education Foundation – Bay Delta Tour – Stockton Area Water Suppliers Sponsored Dinner. Manager Moody reported the dinner was well attended. Chris Neudeck was the speaker and gave a presentation on the history of the Delta. Manager Moody reported there were a number of southern interests in the room. Director Cortopassi inquired if this is a one day tour. Manager Moody replied no, it is at least two days.

Manager Moody advised the Board of the upcoming Independence Day Holiday on Tuesday, July 4, 2017 and inquired if they would like to cancel or postpone the Regular Board Meeting. Director Sanguinetti recommended the meeting be cancelled. Manager Moody advised a cancellation notice will be provided to the Board for consideration and approval.

## **G. DIRECTOR REPORTS (None)**

## **H. COMMUNICATIONS (None)**

**I. AGENDA PLANNING/UPCOMING EVENTS**

1. San Joaquin County Flood Control and Water Conservation District Advisory Water Advisory Commission Meeting, 1:00 p.m., 06/21/17
2. Greater Stockton Chamber of Commerce – Annual Installation and Awards Dinner, 6:00 p.m., 06/22/17

**J. REPORT OF THE COUNSEL**

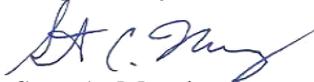
1. Closed Session - Potential Litigation  
Government Code 54956.9 (c) – one case
2. Closed Session – Personnel  
Government Code 54957

President McGurk adjourned the meeting to closed session at 1:00 p.m. to discuss closed session agenda items. All District staff were excused from the closed session meeting, with the exception of Manager Moody, Assistant Manager Johnson and Administrative Services Manager Carido at 2:16 p.m. The regular meeting reconvened at 2:37 p.m., with no reportable action.

**J. ADJOURNMENT**

President McGurk adjourned the meeting at 2:38 p.m.

Respectfully submitted,



Scot A. Moody  
Secretary of the Board

tbc

