

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 13, 2017 AT 12:00 NOON

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

President McGurk called the regular meeting to order at 12:21 p.m., and 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 Naray, District Engineer Lee, Administrative Services Manager Carido, Administrative Clerk Curtis and Legal Counsel Zolezzi.

**B. CONSENT CALENDAR (None)**

**C. PUBLIC COMMENT (None)**

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Minutes 06/06/17 Regular Meeting

A motion was moved and seconded to approve the June 6, 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 68 – Municipal & Industrial Groundwater Fund

b. Fund 70 – Administration Fund

c. Fund 71 – Water Supply Fund

d. Fund 91 – Vehicle Fund

e. Fund 94 – Municipal & Industrial Fund

f. Summary

g. Short Names/Acronym List

h. SEWD Vehicles & Heavy Equipment

Director Cortopassi inquired on the expense on page 9, line item 15, for Maxim Crane Works, L.P. for crane rental with operator and rigger on 04/26/17 in the amount of \$1,875.00. Assistant Manager Johnson replied this cost is for the repair work at Eight Mile Road. Manager Moody added there is a possibility that this cost can be reimbursed under Federal Emergency Management Agency (FEMA).

Director Cortopassi inquired on the expense on page 9, line item 16, for Peopleready, Inc. for temporary labor for dam installation 04/30/17 in the amount of \$1,740.37. Manager Moody replied the District hires temporary labor during dam installation to assist District staff.

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

Roll Call:

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

3. Final Groundwater Sustainability Agencies Map for the Eastern San Joaquin Subbasin Presentation  
Manager Moody provided the Board with the Final Groundwater Sustainability Agencies (GSA) Map for the Eastern San Joaquin Subbasin dated June 9, 2017. Manager Moody reported the County included both Elkhorn Golf Course and Oak Grove Regional Park into the District's GSA boundary.

President McGurk inquired how the maps are identifiable between the revisions. Gerardo Dominguez, San Joaquin County replied the maps are dated at the bottom to signify the differences.

Manager Moody reported the County has relinquished all areas they feel they can. The white areas signify what the County is holding onto for their own GSA.

Director Cortopassi inquired on the area the District spoke about annexing that is within South San Joaquin's GSA. Legal Counsel Zolezzi replied, South San Joaquin did not want the land, but they wanted it in their sphere and did not want the District to claim it.

- a. Resolution No. 17-18-04 – Approving the Revised Groundwater Sustainability Agency Boundary Map for the Eastern San Joaquin Subbasin and Submittal of the Map to the California Department of Water Resources  
Manager Moody provided the Board with Resolution No. 17-18-04. Manager Moody reported this is the last document the District would need to finalize before the June 30, 2017 deadline.

A motion was moved and seconded to approve Resolution No. 17-18-04 – Approving the Revised Groundwater Sustainability Agency Boundary Map for the Eastern San Joaquin Subbasin and Submittal of the Map to the California Department of Water Resources, as presented.

Roll Call:

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

4. 2017/2018 Fiscal Year Budget Amendment  
Manager Moody provided the Board with a budget amendment for Fiscal Year 2017/2018. Manager Moody reported the budget amendment is to Note 2 under Fund 94's budget, which should read Replacement of eight Turbidimeters instead of High Voltage Testing, in the amount of \$40,000. The High Voltage Testing was completed last year.

A motion was moved and seconded to approve the 2017/2018 Fiscal Year Budget Amendment, as presented.

Roll Call:

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

Nayes: None  
Abstain: None  
Absent: None

5. North Site Groundwater Recharge Project Update

Nexgen Utilities Management (Nexgen) provided the Board with a presentation on the North Site Groundwater Recharge and Raw Water Storage Project – Design Project Status. Dan Rich reported the District has recharged over 52,000 AF into the Eastern San Joaquin Groundwater Basin, the proposed Project can also be designed to provide raw water storage and pretreatment (sedimentation) by deepening the basin and increasing the pipe sizes and connections into the existing Peters and Bellota Pipelines.

Mr. Rich reported there was a comprehensive archaeological study conducted on the Project site and nothing was found within the 90 holes dug. Mr. Rich explained the basin would be configured in an “L” shape to minimize pipe length and save money. Mr. Rich explained the proposed Project would improve water quality and operational flexibility allowing the District to route either water source directly into the Plant, fields or through either storage basin. Mr. Rich reported the 110-acres of land west of the site would continue to be farmed, with the option to supply water through the new basin. Farming rice would provide seasonal percolation. Mr. Rich reported the recommendation is to construct the basin with added features for pretreatment and raw water storage.

President McGurk inquired on the problem the District has with moving water north from the pond. Assistant Manager Johnson replied the water goes into the east reservoir and the only way to recharge is to divert from the east reservoir into the north and south recharge ponds. If there is a water quality issue, staff cannot isolate the water into recharge, it must go through the east reservoir, which effects water quality into the Plant. Manager Moody added if the District chose to bring New Melones water into the Plant because of the water quality, and wanted to percolate Calaveras water, this cannot be accomplished as only one source of water can be brought into the Plant at a time.

Director Cortopassi inquired how water can be transferred from the Bellota Pipeline to the proposed Recharge Pond, if water is currently flowing in from Peters Pipeline. Manager Moody replied water cannot be run at the same time if flowing different directions. Director Cortopassi inquired if adding an additional pipeline should be explored during the planning stages to allow water to run in both directions.

Director Cortopassi inquired on the proposed height of the levees. Mr. Rich replied 7-feet. Director Cortopassi inquired if the basic recharge basin construction includes piping to fill the basin. Mr. Rich replied it includes minimal piping; the other options include more variations. Manager Moody added if selected, the recharge basin construction design would only allow water from Peters Pipeline to enter, however the other options include the ability to run water to the Treatment Plant and decide which water source to use.

Director Atkins inquired on the total depth of the water holding. Mr. Rich replied ~5-6-feet.

Director Watkins inquired if staff has thought about the ridges at the bottom of the basin. Manager Moody replied staff has not yet discussed that.

Manager Moody reported District Engineer Lee spoke with the United States Bureau of Reclamation (USBR) regarding the grant funding for this Project being used for both recharge and raw water

storage. Manager Moody reported the WaterSmart Grants had increased from a cap at \$300,000 to \$750,000; District Engineer Lee inquired with USBR if the District could increase their grant. The USBR replied no and the District cannot apply for any additional federal grants until this grant has been finished out. Director Watkins inquired if field flooding is all that is required to receive the grant funding. Manager Moody replied staff provided the USBR with a project description for the proposed basin up to 60-acres, we would now have to modify the project the description and the USBR may not agree to that.

Gary Bechtel of Gateway Pacific spoke about various project delivery methods. Mr. Bechtel discussed a non-traditional approach called CM-At-Risk, which allows Gateway Pacific to collaborate with the District to ensure the Project, is executed and completed to the exact standards the District would expect. CM-At-Risk, if done correctly, should shorten overall Project schedule, minimize change orders and conflicts and provide the District with options as the Project develops.

Director Watkins inquired if Gateway Pacific and Nexgen have worked together on previous projects. Mr. Rich replied yes, they are currently working on a Reclamation Storage Basins Project in Colusa.

#### **E. COMMITTEE REPORTS**

1. Delta Coalition Committee Meeting, 06/12/17  
Nothing to report.

2. San Joaquin County & Delta Water Quality Coalition Meeting, 06/12/17

Director Atkins attended the June 12, 2017 San Joaquin County & Delta Water Quality Coalition Meeting. Director Atkins reported discussion focused on financial reports and membership. The Coalition had budgeted \$1.9 million for testing, but only used \$1.2 million of that budget. Director Atkins reported the Coalition sent postcards to land owners who have not completed their Farm Evaluation Plans or Nitrogen Management Plans as a reminder to submit those plans. Director Atkins reported the Coalition has been conducting sampling and has found green algae on Robert's Island. The tests are being conducted on the drainage ditches, as they are tributaries to the canals. Director Atkins reported the Coalition is leasing a program for landowners to complete their Farm Evaluation Plans online. Mid-Valley Agriculture of Linden has been granted permissions to do a portion of the plans for landowners, while not breaching personal, confidential information. Director Atkins reported the State Water Resources Control Board (SWRCB) has increased their fees to \$0.90 per acre, increasing the monies they receives from Coalitions statewide, by \$450,000 per year. The next meeting is scheduled for July 10, 2017.

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

1. Water Supply Report as of 06/12/17

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 244,506 AF in storage at New Hogan Reservoir. Current releases are set at 157 cfs. There is 2,122,939 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 5,321 cfs and release to all water users are set at 4,734 cfs. The water treatment plant is currently processing 25 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, F2a-7 and F2a-8.

3. Report on General Manager Activities

a. ACWA State Legislative Committee Meeting, 06/09/17

Manager Moody attended the June 9, 2017 ACWA State Legislative Committee Meeting. Manager Moody reported discussion focused on lifeline rates, flat tax on water deliveries and the State Water Resources Control Board (SWRCB) being mandated by the Brown Administration to get the lifeline rate in place. The Committee is concerned that the lifeline rates will end up in a trailer bill and they will have only 24-hours to comment before it is pushed through legislation. The big topics are lifeline rates, flat tax on water deliveries and the SWRCB being mandated by the Brown administration to get the lifeline rate. The lifeline rate is helping disadvantage communities pay their water bills. The Committee is concerned that this will end up in a trailer bill and they will only have 24-hours to comment. Manager Moody reported there was discussion as to whether a flat tax should be put on nitrogen for both Ag and Urban. President McGurk inquired if the number of bills has decreased. Manager Moody replied no. The next meeting is scheduled for June 30, 2017.

**G. DIRECTOR REPORTS** (None)

**H. COMMUNICATIONS** (None)

**I. AGENDA PLANNING/UPCOMING EVENTS**

1. Eastern San Joaquin County Groundwater Banking Authority Board & Coordinating Committee Meeting, 9:30 a.m., 06/14/17  
*[This meeting has been cancelled]*
2. Sustainable Groundwater Management Act Workgroup, 10:00 a.m., 06/14/17
3. Water Education Foundation – Bay Delta Tour – Stockton Area Water Suppliers Sponsored Dinner, 6:00 p.m., 06/14/17
4. 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) – two cases
2. Closed Session – Personnel  
Government Code 54957

President McGurk adjourned the meeting to closed session at 1:42 p.m. to discuss closed session agenda items. All District staff were excused from the closed session meeting, with the exception of Manager Moody and Assistant Manager Johnson, at 2:16 p.m. The regular meeting reconvened at 2:28 p.m., with no reportable action.

**J. ADJOURNMENT**

President McGurk adjourned the meeting at 2:29 p.m.

Respectfully submitted,



Scot A. Moody  
Secretary of the Board

tbc

