

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, FEBRUARY 14, 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., Director McGaughey led the Pledge of Allegiance.

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

**B. CONSENT CALENDAR (None)**

**C. PUBLIC COMMENT (None)**

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Board for Professional Engineers, Land Surveyors, and Geologists – Certification of Mechanical Engineering Presentation

Manager Moody presented Associate Engineer Verduzco with a plaque for achievement in receiving his Certification of Mechanical Engineering. Manager Moody reported this is a milestone in Associate Engineer Verduzco's career. District Engineer Lee reported prior Associate Engineer Verduzco completed the Engineering in Training exam, in addition to working for a Registered Engineer for 2-years as pre-requisites to take the 8-hour Professional Engineer's Exam. District Engineer Lee congratulated Associate Engineer Verduzco.

President McGurk inquired from where Associate Engineer Verduzco received his Bachelor's Degree. Associate Engineer Verduzco replied California State University Sacramento.

President McGurk inquired on the technology allowed in during the exam. Associate Engineer Verduzco replied the rules are very strict and only a specific calculator is allowed in the room during testing.

2. Minutes 02/07/17 Regular Meeting

President McGurk made the following correction to the minutes:

- Page 2, section D-4, first paragraph – stick "In Concurrence".

A motion was moved and seconded to approve the February 7, 2017 Regular Meeting Minutes, as amended.

Roll Call:

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

3. Warrants
  - a. Fund 70 – Administration Fund
  - b. Fund 71 – Water Supply Fund
  - c. Fund 91 – Vehicle Fund
  - d. Fund 94 – Municipal & Industrial Fund
  - e. Summary
  - f. Short Names/Acronym List
  - g. SEWD Vehicles & Heavy Equipment

President McGurk inquired on the expense on page 15, line item 7 for Cal Chem Enterprises for PACL delivery of 01/19/17 & 01/25/17 in the amount of \$31,515.96. Assistant Manager Johnson replied PACL stands for Potassium Aluminum Chloride. Manager Moody added this chemical is used when there is high turbidity in the water.

Director Atkins inquired on the expense on page 15, line item 15 for Idexx Distribution Corp. for parts to upgrade/replace the 12-year Quanti-tray sealer in the amount of \$4,688.43. Assistant Manager Johnson replied the Quanti-tray sealer is a machine used for water sampling and particle testing. The heat sealer isolates the samples; however, has not been sealing properly. Assistant Manager Johnson replied the machine is used on a regular basis, but should not need to be replaced for another 10-12 years.

A motion was moved and seconded to approve the February 14, 2017 Warrants, as presented.

Roll Call:

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

4. Stockton East Water District – Amended Conflict of Interest End of Comment Period  
Manager Moody provided the Board with information on the Stockton East Water District Conflict of Interest Code for 2016. Manager Moody reported the comment period has ended and no comments were received.

Director Cortopassi inquired if this was amended because of change in the positions. Manager Moody replied yes, Water Supply Manager and Assistant General Manager of Administration and Finance were eliminated and Administrative Services Manager was added. This item was for information only.

5. Operations & Maintenance Update – O&M Activity Log  
Manager Moody provided the Board with a handout of the Operations & Maintenance Update – O&M Activity Log. Assistant Manager Johnson reported on Administration activity, stating the Network Design and SCADA design progress, stating staff is in process of installing the fiber optics, which is expected to be completed by March 2017. Assistant Manager Johnson reported the Network Design is a year behind schedule, but under on original cost estimates. With the Network Design completed at the beginning of the next Fiscal Year, which should resolve all the points of failure with data loss the District experienced a few year prior.

Assistant Manager Johnson reported on the Engineering activity, stating the Sanitary Surveys and Urban Water Management Plan have been updated. Assistant Manager Johnson reported staff has received the final draft of the Ag Water Management Plan, which is required for State Grant Eligibility.

Assistant Manager Johnson reported the Farmington Dam Radial Gates Project was completed on budget and on time. Assistant Manager Johnson reported on Friday, February 17, 2017 the Automatic Transfer Switch will be installed as part of the MCC-4M Project. Assistant Manager Johnson reported Nexgen/Kennedy Jenks was recently chosen for the North Site Design. Assistant Manager Johnson reported staff is looking into the Department of Water Resources (DWR) Ag Water Efficiency grant opportunities that could help pay for portions of the SCADA System. Assistant Manager Johnson reported the District received the United States Bureau of Reclamation Drought Resilience grant in the amount of \$300,000.00 to assist in funding the North Site Recharge Project. Assistant Manager Johnson reported that the District received the United States Fish and Wildlife Watershed/Species Restoration grant in the amount of \$172,000.00 to assist in the California Central Traction Railroad Fish Passage Improvement Project.

Assistant Manager Johnson reported on the Water Supply activity, reporting there has been maintenance performed on the dams and structures during the non-irrigation season. Assistant Manager Johnson reported that includes installing flow meters, which has begun as the Calaveras Headworks and the Bellota pipeline.

Assistant Manager Johnson reported on the Operations and Maintenance activity, reporting the District holds Safety Committee Meetings every quarter. Part of those meetings include departmental walk-throughs to look for potential safety hazards or risks and suggestions for improvement. Assistant Manager Johnson reported as a result of the walk-throughs there are four items listed in the handout that have been located and fixed and staff is able to track. Assistant Manager Johnson reported on the MCC-4 Upgrade Project and Maintenance staff's involvement in the Project. President McGurk inquired on the completion date of the MCC-4 Project. Assistant Manager Johnson replied, there is a typo, it is expected to be completed May 2017. Assistant Manager Johnson reported on the chlorine feed system, stating the pre-chlorine injection point has been relocated from Low Lift to the end of the Sedimentation Basins.

President McGurk inquired if the next time an update is brought before the Board if the previous update could be attached so the Board can see compare the progress. Assistant Manager Johnson replied yes.

Director Watkins inquired if staff should advertise the District has fill dirt available from the Sludge Removal Project. Assistant Manager Johnson replied staff will look into adding the information to the newsletter. Manager Moody added if the dirt will be given away, the District should consider including a risk disclaimer with the material.

Director Cortopassi inquired on the on the addition of the scale to the boom truck. Assistant Manager Johnson replied a scale was added so the boom truck operator can now monitor the weight of the load. This item was for information only.

6. Woodbridge Irrigation District – Cannery Park Regulating Basins Project

Manager Moody provided the Board with information on the Woodbridge Irrigation District (WID) – Cannery Park Regulating Basins Project. Manager Moody reported WID has three basins that flood release water will be put into for groundwater banking. Manager Moody wanted to make the Board aware the Southeast Basin lies within the area where the District and WID overlap.

Director Cortopassi inquired if they are installing a pipeline to connect all three basins. Manager Moody replied they will be connecting pipeline from the ditch. Doug Heberle, Assistant General Manager,

WID, reported the thought was in times of heavy flows the Basins would be a good place to deposit Pre-1914 water, which doubles as a groundwater recharge project.

Director Cortopassi inquired if the Southeast Basin is there for runoff of material from the old cannery. Mr. Heberle replied that Basin was put in as a detention basin for a subdivision that was platted just south of that area as part of the floodwater requirement. Mr. Heberle reported WID is willing to enter into an agreement with the District to operate the Basin if necessary.

Director Watkins inquired on a study of the Basins completed a number of years ago with the San Joaquin County that determined they were flood Basins that were hard to be flooded in the winter. Mr. Heberle replied WID was involved in a project with the County and the City of Stockton ~10-years ago with detention basin two off of Morada Lane that is a storm water runoff basin which has been recharged.

Director Panizza inquired if WID is only doing recharge, not an extraction project. Mr. Heberle replied yes.

Director Panizza inquired if there are any legalities to be concerned about. Legal Counsel Zolezzi replied there is no concern for the District from a liability perspective.

President McGurk inquired if this will pose a problem for Sustainable Groundwater Management Act Work Group (SGMA) with overlapping borders. Manager Moody replied the Department of Water Resources should not be looking at the boundary lines that closely; they are looking at them on a broader scale.

President McGurk inquired about the concern of Groundwater Sustainability Agencies (GSA) overlapping. Manager Moody replied the concern for overlapping is more from a managerial standpoint.

Legal Counsel Zolezzi inquired whose GSA this Basin falls in. Mr. Heberle replied WID's GSA boundaries end at Eight Mile Road, thus the Basin lies within the District's GSA. This item was for information only.

## **E. COMMITTEE REPORTS**

1. Sustainable Groundwater Management Act Work Group, 02/08/17  
Director Panizza, Manager Moody and District Engineer Lee attended the February 8, 2017 Sustainable Groundwater Management Act (SGMA) Work Group Meeting. Manager Moody reported Brandon Nakagawa reviewed the road map of where the group is and where they should be at this point. Manager Moody reported final language for the Joint Powers Agreement (JPA) was discussed. They are asking that all elected officials sign the final JPA before the March meeting. The next meeting is scheduled for March 8, 2017.
2. San Joaquin County & Delta Water Quality Coalition Meeting, 02/13/17  
Julianne Phillips reported there was no reports of toxicity because of high flows. Ms. Phillips reported packets have been distributed with Farm Evaluation Plans and Nitrogen Management Plans, which are due April 15, 2017. Ms. Phillips reported the Coalition was strong-armed into participating in the Delta Regional Management Plan, which is now being looked at for groundwater. The Coalition will have 5-6 test wells that will need to be part of the monitoring program. Ms. Phillips reported there should be a trade-off of \$20,000.00 paid for the testing; the Coalition could remove \$20,000.00 worth of testing

sites in their area. Ms. Phillips reported as of now there is no plan for the groundwater plan monitoring and there is no guarantee of the trade-off.

Director Cortopassi inquired if the groundwater well monitoring is for quantity or quality. Ms. Phillips replied quality.

Director Atkins inquired if they are enlisting volunteers for well site monitoring. Ms. Phillips reported it is in the preliminary stages now, but eventually they may go after specific sites. The next meeting is scheduled for March 13, 2017.

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

### **1. Water Supply Report as of 02/13/17**

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 243,738 AF in storage at New Hogan Reservoir. Current releases are set at 4,947 cfs. There is 1,341,892 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 217 cfs and release to all water users are set at 217 cfs. The water treatment plant is currently processing 18 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, F2a-8, F2a-9 and F2a-10.

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

#### **a. ACWA State Legislative Committee Meeting, 02/10/17**

Manager Moody attended the February 10, 2017 ACWA State Legislative Committee Meeting. Manager Moody reported over the last couple of years ACWA has been trying to push through federal legislation on the headwaters for forest management to make the forest healthier and store water better; there is optimism that this could get pushed through at the federal level this year. Manager Moody reported Tom Howard will be retiring from the State Water Resources Control Board this year. Manager Moody reported Lifeline Rates, which is a way to help those who cannot afford their water bills, is one of Governor Brown's largest projects right now. ACWA is opposed to any goods tax or use fee, however, this is difficult for ACWA to take a position opposed to Lifeline Rates; they are struggling with how they are going to manipulate their position to not be looked at negatively. Manager Moody reported ACWA was approached by Senator Hertzberg to sponsor a bill that would amend Proposition 218. The ACWA Board left it up to the Legislative Committee to decide whether or not they will sponsor the bill. Manager Moody reported there was discussion on should and should not be included in the bill. The Legislative Committee decided on a 22 to 16 vote that ACWA staff would have the latitude to work within the framework of the bill. Manager Moody reported Senator Hertzberg originally was tying flood control into the constitutional amendment, the Committee separated the two issues. Senator Hertzberg was also looking at Article 10 of the Constitution and the Committee voted to not put language in Article 10 that could be construed as ambiguous. The only way ACWA would support is to amend Proposition 218. The next meeting is scheduled for March 24, 2017.

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

## H. COMMUNICATIONS

1. New Melones Conveyance System – 2017 Wheeling Request from Central San Joaquin Water Conservation District  
Manager Moody provided the Board with correspondence from Central San Joaquin Water Conservation District regarding New Melones Conveyance System – 2017 Wheeling Request. This item was for information only.

## I. AGENDA PLANNING/UPCOMING EVENTS

1. Delta Coalition Committee Meeting, 8:30 a.m., 02/15/17
2. ACWA Groundwater Committee Meeting, 10:00 a.m., 02/15/17
3. Stockton East Water District & Linden County Water District Meeting, 10:00 a.m., 02/15/17
4. San Joaquin County Flood Control and Water Conservation District Advisory Water Advisory Commission Meeting, 1:00 p.m., 02/15/17
5. Mokelumne River Stakeholders – Water Quality Control Plan Update (SED Phase II) – San Joaquin County Farm Bureau, 10:00 a.m., 02/16/17
6. Agriculture Operations Committee Meeting, 12:00 Noon, 02/17/17
7. District Holiday – Washington’s Birthday (President’s Day), 02/20/17

## J. REPORT OF THE COUNSEL

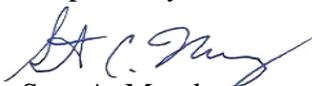
1. Closed Session - Existing Litigation  
California Water Service Company,  
City of Stockton & Stockton East Water District vs. Central San Joaquin Water Conservation District  
Government Code 54956.9 (a)
2. Closed Session - Potential Litigation  
Government Code 54956.9 (c) – two cases

President McGurk adjourned the meeting to closed session at 1:10 p.m. to discuss closed session agenda items. The regular meeting reconvened at 2:38 p.m., with no reportable action.

## J. ADJOURNMENT

President McGurk adjourned the meeting at 2:39 p.m.

Respectfully submitted,



Scot A. Moody  
Secretary of the Board

tbc

