

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, DECEMBER 19, 2017 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President McGurk called the regular meeting to order at 12:20 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, District Engineer Lee, Finance Director Vega, Administrative Services Manager Carido, Administrative Clerk Curtis, Legal Counsel Harrigfeld and Consultant Barkett.

B. CONSENT CALENDAR

President McGurk requested the Board make two emergency additions to the agenda relative to the addition of the Warrants – California Public Employees’ Retirement System (Item D-5) and the Cancellation of the December 26, 2017 and January 2, 2018 Regular Board Meetings (Item D-6).

A motion was moved and seconded to add two items to the December 19, 2017 Regular Board Meeting Agenda as Agenda Item No. D-5, Warrants – California Public Employees’ Retirement System and Item No. D-6, Cancellation of the December 26, 2017 and January 2, 2018 Regular Board Meetings (Emergency Items)

Roll Call:

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

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 12/12/17 Regular Meeting

A motion was moved and seconded to approve the December 12, 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 70 – Administration Fund
- b. Fund 71 – Water Supply Fund
- c. Fund 91 – Vehicle Fund
- d. Fund 94 – Municipal & Industrial Fund
- e. Payroll
- f. Summary
- g. Short Names/Acronym List
- h. SEWD Vehicles & Heavy Equipment

Director Atkins inquired on the expense on page 11, line item 11 for John Deere Financial for replacement of failed engine on Unit #38 in the amount of \$16,478.19. Director Watkins replied the connections came loose and unfiltered air was sucked into the motor. Manager Moody added he spoke with the Manager at John Deere who advised the machine was still in good working condition and only the motor needs to be replaced.

Director Atkins inquired on the expense on page 9, line item 26 for Terra Source Global Corporation for parts for Bellota trash rack & conveyor system replacement project in the amount of \$14,076.77. Assistant Manager Johnson replied the conveyor belts are being rebuilt before reinstallation and the chain links need to be replaced. Manager Moody added the trash rack is currently being cleaned out on a daily basis.

A motion was moved and seconded to approve the December 19, 2017 Warrants, as presented.

Roll Call:

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

3. Base Monthly Payment – Fiscal Year 2018/2019

a. Public Hearing

President McGurk opened the Public Hearing at 12:27 p.m., to receive comments on the Base Monthly Payment for Fiscal Year 2018/2019.

Manager Moody provided proof of publication of the public hearing and reported this is an annual task; now that the Fiscal Year 2018/2019 Budget has been approved, the final Base Monthly Payment has been set and the resolution needs to be approved.

Seeing there were no public comments, President McGurk closed the Public Hearing at 12:28 p.m.

b. Resolution No. 17-18-11 – Setting a Revised Base Monthly Payment for the Period April 1, 2018 to March 31, 2019

A motion was moved and seconded to adopt Resolution No. 17-18-11 – Setting a Revised Base Monthly Payment for the Period April 1, 2018 to March 31, 2019, as presented.

Roll Call:

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

4. Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority Meeting – 2018 Meeting Schedule

Manager Moody provided the Board with the 2018 meeting schedule for the Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority (JPA) Meeting. Manager Moody reported staff wanted to make the Board aware that the December 2017 and January 2018 JPA meetings have been cancelled and will resume in February 2018. This item was for information only.

5. Warrants – California Public Employees’ Retirement System (Emergency Item)

A motion was moved and seconded to approve the December 19, 2017 Warrants – California Public Employees’ Retirement System, as presented.

Roll Call:

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

6. Cancellation of December 26, 2017 and January 2, 2018 Stockton East Water District Regular Board Meetings (Emergency Item)

A motion was moved and seconded to approve to cancel the December 26, 2017 and January 2, 2018 Stockton East Water District Regular Board Meetings.

Roll Call:

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

E. COMMITTEE REPORTS

1. Ad-Hoc Committee Meeting (North Site Groundwater Recharge Project), 12/13/17
Directors Atkins, Cortopassi, Sanguinetti and Watkins, Manager Moody and Staff attended the December 13, 2017 Ad-Hoc Committee Meeting (North Site Groundwater Recharge Project). Manager Moody advised the meeting focused on discussion about valve and piping changes for the Treatment Plant. These changes would also support the North Site Groundwater Recharge Project in the future, the meeting did not focus on the North Site Groundwater Recharge Project itself as the agenda title describes. Manager Moody reported the Committee convened on July 27, 2017 to discuss the valve changes that are part of the next Fiscal Year Budget. Staff provided the Committee’s suggestions to Nexgen Utility Management, Inc. (Nexgen), who discovered that with the suggestions provided they can conduct necessary work without moving the levee like they initially thought. Manager Moody reported that the money saved by these suggestions, will allow modifications to be made at the Constant Head Vault which has caused recent leaks. President McGurk inquired if the Committee was in agreement with the suggestions provided by Nexgen. Director Cortopassi replied the Committee determined with the proposed work to be completed, the Treatment Plant would be able to get both water sources into the Plant simultaneously and staff can determine which water source they would use.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 12/18/17
Manager Moody provided a handout of the Water Supply Report for information only that included storage, release, and production data collected from various sources as of midnight last night.

There is 152,021 AF in storage at New Hogan Reservoir. Current releases are set at 23 cfs. There is 1,988,639 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 604 cfs and release to all water users are set at 639 cfs. The water treatment plant is currently processing 17 mgd. The City of Stockton is currently processing 14 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

G. DIRECTOR REPORTS

1. San Joaquin County Board of Supervisors Holiday Open House, 12/14/17
Directors Sanguinetti and Watkins attended the December 14, 2017 San Joaquin County Board of Supervisors – Holiday Open House. Director Watkins reported it was a nice event. Director Cortopassi inquired who the next Board of Supervisor is up for election. Director Sanguinetti replied Supervisors Elliott, Miller and Winn. This item was for information only.

H. COMMUNICATIONS

1. Department of Water Resources – SEWD 2015 Urban Water Management Plan Requirements Addressed, 11/30/2017
Manager Moody provided the Board the correspondence from the Department of Water Resources (DWR) for the District’s 2015 Urban Water Management Plan Requirements, dated November 30, 2017. Manager Moody reported the DWR has approved the District’s Urban Water Management Plan, which means the District is now eligible for granting opportunities. This item was for information only.

I. AGENDA PLANNING/UPCOMING EVENTS

1. Tri-Dam Project – 2018 Budget Review Meeting, 2:00 p.m., 12/20/17
2. District Holiday – Christmas Day, 12/25/17

J. REPORT OF THE COUNSEL

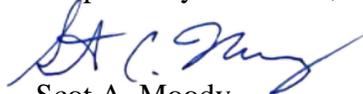
1. Closed Session - Existing Litigation
Stockton East Water District vs. City of Stockton, et al.
Government Code 54956.9 (a)

President McGurk adjourned the meeting to closed session at 12:47 p.m. to discuss closed session agenda items. The regular meeting reconvened at 12:54 p.m., with no reportable action.

K. ADJOURNMENT

President McGurk adjourned the meeting at 12:55 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

