

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, APRIL 25, 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 Director McGaughey 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, Legal Counsel Zolezzi and Consultant Barkett.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 04/18/17 Regular Meeting

A motion was moved and seconded to approve the April 18, 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. Payroll
- g. SEWD Checking
- h. Summary
- i. Short Names/Acronym List
- j. SEWD Vehicles & Heavy Equipment

Director Atkins inquired on the expense on page 11, line item 7 for Holt of CA for dump truck rental for repairs to Lower Farmington Canal in the amount of \$1,750.34. Manager Moody replied the District owns two dump trucks, however, one of the trucks can only be utilized for 500 hours per year, so it is used for emergency situations.

Director Atkins inquired on the expense on page 13, line item 7 for Interstate Truck Center for parts and labor to correct extreme smoking condition on Unit #45 in the amount of \$2,332.21. Assistant

Manager Johnson replied there was a fault code for failure to ignite, which caused the smoke to come from the exhaust.

Director Sanguinetti inquired on the expense on page 13, line item 3 for Batteries Plus Bulbs for replacement battery on Unit #47 in the amount of \$146.76 inquiring why staff does not purchase batteries from a wholesaler. Manager Moody replied staff will research.

Director Atkins inquired on the expense on page 13, line item 14 for Les Schwab Tire Center for replacement tire for Unit #16 in the amount of \$437.97. Accountant Vega replied the charge is for one replacement tire.

Director Cortopassi inquired if the District is exempt from paying sales tax. Manager Moody replied no.

Director Cortopassi recommended staff research installing a secondary tank for diesel specific for the heavy equipment as to avoid the road tax that will be placed on ~~gasoline~~ diesel. Manager Moody advised staff will research.

A motion was moved and seconded to approve the April 25, 2017 Warrants, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

3. Notice of Acceptance of Completions

Assistant Manager Johnson reported staff will proceed with Manager Moody signing the Notice of Acceptance of Completions (NOCs) without bringing to the Board for approval if they are budgeted items, unless the project was brought before the Board for approval.

Director Cortopassi reported if the Board is expected to approve the completed work, they should receive a summary of the completed work. Manager Moody agreed and replied he will sign NOCs for smaller projects and NOCs for larger project will be brought before the Board for consideration and approval. This item was for information only.

a. Annual Instrumentation Loop Calibration

Manager Moody provided the Board with information on the Notice of Acceptance of Completion for the Annual Instrumentation Loop Calibration.

b. Triennial High Voltage Testing for Electrical Distribution Equipment

Manager Moody provided the Board with information on the Notice of Acceptance of Completion for the Triennial High Voltage Testing for Electrical Distribution Equipment.

4. Association of California Water Agencies' Policy Statement on Bay-Delta Flow Requirements – Request for Support

a. Resolution No. 17-18-03 – Support of Association of California Water Agencies' Policy Statement

Manager Moody provided the Board with Resolution No. 17-18-03 – Support of Association of California Water Agencies' Policy Statement. Assistant Manager Johnson reported staff revised

the resolution to simplify and specifically state the District supports ACWA's policy statement of effects of unimpaired flows.

A motion was moved and seconded to approve Resolution No. 17-18-03 – Support of Association of California Water Agencies' Policy Statement, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

5. Stockton East Water District – Central Valley Regional Water Quality Control Board Comment Letter Regarding Proposed Basin Plan Amendment, 04/14/17

Manager Moody provided the Board with the Central Valley Regional Water Quality Control Board Comment Letter Regarding Proposed Basin Plan Amendment dated April 14, 2017. Manager Moody reported Legal Counsel Harrigfeld sent this letter to the Central Valley Regional Water Quality Control Board (CVRWQCB) summarizing District comments on the proposed Amendment to the Water Quality Control Plan for the Sacramento River and San Joaquin River Basins to Establish Salinity Water Quality Objectives for the Lower San Joaquin – Reach 83.

Manager Moody reported the letter states that even in light of the State Water Board's finding that the Stanislaus River basin contributes a minimal amount to the salinity problem in the San Joaquin River, the United States Bureau of Reclamation (USBR) has released in excess of 1,000,000 acre feet for high quality water for water quality purposes from New Melones to dilute the highly saline water in the San Joaquin River.

Manager Moody reported the Lower San Joaquin River Committee requested language be included in the National Pollutant Discharge Elimination System (NPDES) considerations section of the Basin Plan Amendments that was not included into the final version or late revision.

President McGurk inquired if the CVRWQCB will respond to this letter. Legal Counsel Zolezzi replied no, it was just addressing comments to the document. This item was for information only.

6. Central Valley Project Water Association – 14th Billing for Senate Bill (SB) 1049 Litigation Costs (For the Period 04/01/15-02/28/17)

Manager Moody provided the Board with information on the 14th Billing for Senate Bill (SB) 1049 Litigation Costs. Manager Moody reported this is an annual bill the District receives from the Central Valley Project (CVP) Water Association for the water rights fees lawsuit; the bill is in the amount of \$615.78.

A motion was moved and seconded to approve payment for the Central Valley Project Water Association – 14th Billing for Senate Bill (SB) 1049 Litigation Costs in the amount of \$615.78, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

E. COMMITTEE REPORTS

1. Delta Coalition Committee Meeting, 04/10/17
Consultant Barkett reported he did not attend the meeting, but spoke with Kris Balaji who reported there was minimal discussion.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 04/24/17
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 243,811 AF in storage at New Hogan Reservoir. Current releases are set at 42 cfs. There is 1,988,308 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 2,854 cfs and release to all water users are set at 3,250 cfs. The water treatment plant is currently processing 17 mgd. The City of Stockton's water treatment plant is currently processing 13 mgd.

Manager Moody reported staff received the radio for the Goodwin Gate, which is currently being programmed with intention to have it installed by April 26, 2017.

Manager Moody reported staff expects to have all weirs on the Calaveras side installed by the end of the week.

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, 04/21/17
Manager Moody attended the April 21, 2017 ACWA State Legislative Committee Meeting. Manager Moody reported ACWA has been conducting business in Washington DC to inform the Trump Administration that water should be part of the Federal infrastructure bill, not just transportation. Manager Moody reported the Committee was informed they violate the fire code during their meetings, as there is consistently more attendees than the room is sanctioned to hold. The Committee was informed they will be renting a room for future meetings in the amount of ~\$1,000 per meeting which will come from the discretionary fund budget line item. Manager Moody reported there was discussion on the Senate Constitutional Amendment for Senator Hertzberg's bill as it was realized language could not be added to Article 13 as there would be two items in the same Article that directly conflict with one another. Manager Moody reported the Committee was presented with conservation bills, which were unanimously opposed by the Committee. Manager Moody reported there was discussion on the legislators perception of the drought and how the State Water Board was the catalyst to help everyone make it through the drought. Manager Moody reported it was the water purveyors that made it possible to get through the drought, in spite of the State Water Board. The next meeting is scheduled for May 19, 2017.

Manager Moody provided the Board with handouts of outreach letters in opposition of SB 496 (Cannella) and in support of AB 1427 (Eggman). SB 496 provides that engineers and architects, known as design professionals, have no duty to defend claims against public works project owners, even in cases where the design professional is at fault. The bill eliminates the ability of a public

agency to contract with design professionals for upfront legal defense costs against claims related to a project's design work. The District respectfully opposes SB 496. Manager Moody reported AB 1427 will confirm into law what most Californians already know; that groundwater recharge of surface water is not only a beneficial use of water, but a critical component of stabilization of groundwater basins throughout California. Manager Moody queried the Board's opinion on distributing this correspondence. There was consensus of the Board to sign and mail the outreach letters.

G. DIRECTOR REPORTS (None)

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 5:30 p.m., 04/25/17
2. AD HOC Technical Review Committee Meeting for the Sustainable Groundwater Management Act Work Group, 2:00 p.m., 04/26/17
3. Greater Stockton Chamber of Commerce – Business Education Alliance (BEA) Breakfast Symposium – Stockton Golf & Country Club, 7:30 a.m., 04/28/17
4. San Joaquin Council of Governments 2017 One Voice Trip, 04/30/17 – 05/04/17

J. REPORT OF THE COUNSEL

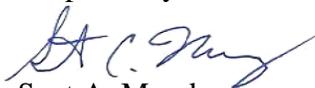
1. Closed Session - Existing Litigation
Central San Joaquin Water Conservation District
vs. Stockton East Water District
Government Code 54956.9 (a)
2. Closed Session - Potential Litigation
Government Code 54956.9 (c) – one case

President McGurk adjourned the meeting to closed session at 1:02 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:23 p.m., with no reportable action.

J. ADJOURNMENT

President McGurk adjourned the meeting at 1:24 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

