

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, AUGUST 22, 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 Vega, District Engineer Lee, Administrative Services Manager Carido, Administrative Clerk Curtis. Consultant Barkett and Legal Counsel Zolezzi arrived at 12:27 p.m.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 08/15/17 Regular Meeting

A motion was moved and seconded to approve the August 15, 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. Summary

h. Short Names/Acronym List

i. SEWD Vehicles & Heavy Equipment

Manager Moody reported on the expenses on page 11, line items 12 & 13 for Woods Unlimited Inc. for replacement wood for decking on Unit #30 in the amount of \$1,210.76 and Shiplap apitong wood for decking on Unit #31 in the amount of \$1,163.37. Manager Moody reported the wood is for decking materials for the two vehicles, which is dated and needed to be replaced.

Director Atkins inquired on the expense on page 11, line item 3 for Campora Propane Service for propane for Unit #70 ordered on 07/27/17 in the amount of \$108.05. Manager Moody replied the District does not have a storage tank, but have smaller tanks that are rotated through Campora.

A motion was moved and seconded to approve the August 22, 2017 Warrants, as presented.

Roll Call:

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

3. February 6, 2017 Claim for Damage or Injury (Mimms) – 9790 N. Alpine Road, Received by the District 08/11/17

Manager Moody provided the Board with information on the Claim dated February 6, 2017 for Damage or Injury (Mimms). Manager Moody reported the District received this claim on August 11, 2017. The property is located off Alpine Road and because of the location of the property, which is a distance from the river and the natural occurrence of water this year; staff's recommendation is to deny the claim for injury.

Manager Moody reported he will partner with Legal Counsel to draft a letter to the claimant.

A motion was moved and seconded to approve General Manager Moody to deny the claim for damages or injury on behalf of the District.

Roll Call:

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

4. Notice of Acceptance of Completion – Electronic Motor Control Center (MCC-4M System) Replacement Project

Manager Moody provided the Board with the Notice of Acceptance of Completion (NOC) for the Electronic Motor Control Center (MCC-4M System) Replacement Project. Manager Moody reported the NOC's of Board approved Projects would be brought back to the Board for approval. This Project was approved by the Board on June 28, 2016.

Director Cortopassi inquired if the expense on page 14, line item 30 for Pacific Metro Electric Inc. (PME) for electrical support work for the MCC-4M replacement project in the amount of \$10,928.00 is payment for this Project. Assistant Manager Johnson replied yes, PME is the electrical contractor for this Project.

A motion was moved and seconded to approve the Notice of Completion for the Electronic Motor Control Center (MCC-4M System) Replacement Project, as presented.

Roll Call:

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

5. Stockton East Water District – Engineering Department Activity Update

Manager Moody provided the Board with information on the Engineering Department Activity Update. District Engineer Lee reported the Engineering Department's current major project is identifying all the meters in the field. The District has ~200 accounts and a handful of those do not

have meters. District Engineer Lee reported staff is researching methods in which the meters can be read remotely by the use of an adapter that would be attached to the meter. A member of staff would have a handheld reader that would trigger the adapter so they could read the meter when driving by.

Manager Moody reported SB-88 will require the District to report meter reads weekly, if they do not submit alternative methods, like the adapter, for reading meters. District Engineer Lee added currently, it takes four members of staff, three days to read the meters. Director Atkins inquired if staff is physically driving to and reading each meter. District Engineer Lee replied yes. Manager Moody reported staff will bring recommendations back to the Board for consideration and approval.

District Engineer Lee reported staff is working on California Environmental Quality Act (CEQA) documents for the Routine Maintenance Agreement for the California Department of Fish & Wildlife (CDFW) for installing and modifying dams.

District Engineer Lee reported staff is working on the Bellota Fish Passage Improvement Project. The Department of Water Resources (DWR) received \$4 million in funding, of which the DWR advised the District some of this funding could be used as seed money for the Bellota Project. District Engineer Lee estimates the design fee for this Project, to include CEQA documentation would be ~\$1-2 million. Manager Moody reported he is encouraged at the prospects of completing this Project as the DWR and CDFW have shown renewed interest in this Project.

District Engineer Lee reported staff continues to work on the Whittle's Bridge design and the pre-design report for the North Site Project.

Director McGaughey inquired why the Whittle's Bridge is marked as on hold. District Engineer Lee reported a draft contract with locations and the number of bridges was sent to the Whittles. They are currently reviewing the document to ensure the bridges are in the exact locations they want. Manager Moody added staff will not be performing any work until an agreement between both parties has been signed. This item was for information only.

6. Honeywell – Memorandum of Understanding Discussion

Manager Moody provided the Board with information on the Memorandum of Understanding (MOU) from Honeywell. Manager Moody reported if there is Board interest, engineers from Honeywell will come onsite and assess the District's lighting, pump controllers, motors and anything else that consumes energy at the Plant. Honeywell will look at current energy bills and consumption and determine what can be modified to reduce energy costs. Manager Moody reported once the walkthrough and assessment is complete, representatives from Honeywell will present the Board with their findings.

Director Cortopassi inquired if the meters the Engineering staff is looking into would be included in the Honeywell assessment. Manager Moody replied, not at this time, for now they would assess the Plant site only; however, the meters could be added.

Ryan Gunstream, Honeywell, reported there is no cost to the District for this initial step. The MOU is an opportunity for Honeywell to prove that there is potential work to be done and what the savings could be from some modifications.

Director Watkins inquired at what point the District will begin to pay for these services. Mr. Gunstream reported the District will pay a fee if they decide to walk away from a Project that has

been decided on. Mr. Gunstream reported District staff will be kept informed step-by-step of how the project is being engineered. Once the project is engineered it goes into project development, at which point, the District will be charged ~2% of the overall cost to hire subcontractors and implement the project. There was a consensus of the Board to move forward.

E. COMMITTEE REPORTS

1. San Joaquin County Flood Control and Water Conservation District Advisory Water Advisory Commission Meeting, 08/16/17

President McGurk attended the August 16, 2017 San Joaquin County Flood Control and Water Conservation District Advisory Water Commission Meeting. President McGurk reported there was discussion on the Acampo Area Drainage Innovation Project Update. As the flooding and erosion was threatening a County road, County staff and Supervisor Winn looked at the area and developed a short-term solution, which will be followed up by a long-term solution to the issue. President McGurk reported there are parcels located within the problem area that are fallow. Those parcels will be converted to storm water retention ponds and will be tied to the plumbing that will help the drainage flow over Highway 99. The retention ponds would recharge storm water, especially if storm water is defined as Beneficial Use, and in the future, surface water could be put into the retention ponds. President McGurk reported there was an update provided on the Delta and Sustainable Groundwater Management Act (SGMA). President McGurk reported Dave Peterson of Peterson Brustad gave a synopsis on DWR and the Central Valley Flood Protection Board (CVFPB), which says 40,000 AF more of water should be added to the flood pool at New Hogan. Manager Moody reported within the 2017 Central Valley Flood Protection Plan there are \$100 million worth of flood protection projects that could be eliminated by more off-stream storage on the Calaveras River. The next meeting is scheduled for September 20, 2017.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 08/21/17

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 214,783 AF in storage at New Hogan Reservoir. Current releases are set at 211 cfs. There is 2,067,070 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 1,504 cfs and release to all water users are set at 2,932 cfs. The water treatment plant is currently processing 34 mgd. The City of Stockton is currently processing 27 mgd.

2. Information Items:

Manager Moody noted items: F2a-1, F2a-2, F2a-3, F2a-4, F2a-5, F2a-6, F2a-7, F2a-8 and F2a-9.

3. Report on General Manager Activities

Manager Moody queried the Board on their preference for holding an Eastern Water Alliance meeting on either September 11, 2017 and September 15, 2017. Manager Moody advised staff will reach out to members to schedule on Monday, September 11, 2017.

G. DIRECTOR REPORTS

H. COMMUNICATIONS

I. AGENDA PLANNING/UPCOMING EVENTS

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 5:30 p.m., 08/22/17
2. AD HOC Technical Review Committee Meeting for the Sustainable Groundwater Management Act Work Group, 2:00 p.m., 08/23/17
3. ACWA State Legislative Committee Meeting, 10:00 a.m., 08/25/17
4. Stockton East Water District Employee BBQ & Potluck, 12:00 Noon, 08/25/17

J. REPORT OF THE COUNSEL

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

President McGurk adjourned the meeting to closed session at 1:03 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:36 p.m., with no reportable action.

J. ADJOURNMENT

President McGurk adjourned the meeting at 1:37 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

