

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 1, 2022 AT 12:30 P.M.

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President Watkins called the regular meeting to order at 12:30 p.m., and Director Cortopassi led the Pledge of Allegiance.

Present at roll call at the District were Directors Cortopassi, McGaughey, McGurk and Watkins. Also present were Manager Moody, Assistant Manager Hopkins, Finance Director Vega, District Engineer Evensen, Administrative Clerk Feliciano and Legal Counsel Zolezzi. Present at roll call via teleconference were Directors Atkins and Panizza. Director Sanguinetti was absent. Also present via teleconference was Consultant Barkett.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Action Item: Stockton East Water District Board of Directors Reconsidered the Circumstances of the State of Emergency and Determine that
 - (i) The State of Emergency continues to directly impact the ability of the members to meet safely in person and/or
 - (ii) State or Local Officials continue to impose or recommend measures to promote social distancing.

A motion was moved and seconded to approve the Action Item: Stockton East Water District Board of Directors Reconsidered the Circumstances of the State of Emergency and Determine that (i) The State of Emergency continues to directly impact the ability of the members to meet safely in person and/or (ii) State or Local Officials continue to impose or recommend measures to promote social distancing, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: Sanguinetti

2. Minutes 01/25/22 Regular Meeting

A motion was moved and seconded to approve the January 25, 2022 Regular Board Meeting minutes, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: Sanguinetti

3. Warrants
 - a. Fund 56 – Construction Fund
 - b. Fund 70 – Administration Fund
 - c. Fund 71 – Water Supply Fund
 - d. Fund 89 – Fish Passage Improvements Fund
 - e. Fund 91 – Vehicle Fund
 - f. Fund 94 – Municipal & Industrial Fund
 - g. Summary
 - h. Short Names/Acronym List
 - i. SEWD Vehicles & Heavy Equipment

A motion was moved and seconded to approve the February 2, 2022 Warrants, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: Sanguinetti

4. Dr. Joe Waidhofer Drinking Water Treatment Plant – Disinfection System Project Final Contract Documents to Bid Memo, 02/01/22

Tom Gillogly, Carollo provided a presentation to the Board with discussion focused on the Project Overview, Cost Estimate, Schedule and Next Steps. Mr. Gillogly briefly discussed the project with attention to the final design of the hypochlorite facilities; the Hypochlorite Feed Building and the Hypochlorite Storage Facility with a contained area for chemical delivery and truck parking. Mr. Gillogly reported the Hypochlorite Feed Building consists of an overhead door, two emergency eyewash stations/showers, metering pumps, power and control panels, and a sink with storage. Mr. Gillogly reported the Hypochlorite Storage consists of easy access into the facility, a fill station, pipe chase, sump for drainage, south and west side walls, an emergency eyewash/shower, ladder platforms and an at-grade access. Mr. Gillogly inquired if the Board had any questions about the design of the project. Director McGurk inquired about the eyewash stations/showers. Mr. Gillogly replied the eyewash stations/showers are all temperature controlled with warm water; regulations require a hot water tank be installed to prevent cold water from being used and causing hypothermia. Director McGurk inquired if tempered water has its own water system. Mr. Gillogly replied the water is being fed from the existing water system however, there is backflow prevention to keep out contaminants.

Discussion followed regarding the eyewash stations/showers.

District Engineer Evensen inquired if the south wall of the Hypochlorite Storage Facility is necessary. Mr. Gillogly replied the south wall provides protection for the piping equipment from rain and wind to prevent Staff having to test the equipment before use.

Mr. Gillogly reported demolition will follow after the new Sodium Hypochlorite System is up and running; demolition includes the scrubber/vent, overhead cranes, and the separation wall. Mr. Gillogly stated the District is tasked with coordinating disposal of media, purging the lines prior to demo, salvaging the crane and coordinating cylinder removal. Director Cortopassi inquired if the equipment to be demolished is still useable. President Watkins stated the District will advertise for the equipment to be used elsewhere.

Mr. Gillogly reported the estimated construction cost for the project is \$5,726,207 which includes a 10% contingency and a 5.7% escalation factor for inflation; the construction cost is an estimated amount based the current bid market. Mr. Gillogly added the cost for construction management is not included. Director McGurk inquired if the equipment is included in the cost. Mr. Gillogly replied the general contractors will demolish, build, install all equipment and connect the system to get it running.

Director Cortopassi inquired about the project being a design-build project. Manager Moody replied no, the project is being bid out however we can discuss what the Board would like to do about construction management. District Engineer Evensen commented Carollo gave the District a quote at \$800,000 to handle the engineering portion of the construction services management.

Mr. Gillogly reported should the Board approve going out to bid the schedule will continue with a Pre-Bid Conference on February 10th, 2022 at 10:00 a.m. and the Bids due on March 3rd, 2022 at 3:00 p.m. Mr. Gillogly reported construction has a timeframe of 12 months. Manager Moody inquired how contractors will deal with the supply shortage. Mr. Gillogly replied the canopy building and the electrical panels would be the causes of concern and Staff would have to stay on top of the contractors; none of the materials for this project has a long lead time at this point but this could change at any time.

Director McGurk inquired if the District will be operating our current system up until the new Sodium Hypochlorite System is running. Manager Moody replied yes. District Engineer Evensen replied the old system will stay in place 1-2 months after the new system is installed as a backup in the event of any issues.

A motion was moved and seconded to accept the final contract documents for the Disinfection System Project and authorize the General Manager to advertise for construction bids immediately.

Roll Call:

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

Nays: None

Abstain: None

Absent: Sanguinetti

5. Stockton East Water District – Visionary Grant-Funded Projects Memo, 02/01/22

Manager Moody provided the Board with a memo regarding grant funding projects. Manager Moody reported District Staff discussed potential grant-funding eligible projects and ranked them according to ease of implementation and District impact. Manager Moody explained District Staff cannot develop competitive grant applications for all projects when grant opportunities are available; the District has great project ideas however granting authorities want to see planning and processes underway.

Director Cortopassi inquired on the Vineyard Recharge figure on page 1 and asked if water must be released water from the Dam for recharge or can water be taken as it comes down. Legal Counsel Zolezzi replied not right now unless the water is from flood flows; the water right application has not been approved and is still pending. Discussion followed regarding the District's water rights application. Legal Counsel Zolezzi suggested District Staff provide how much water can be recharged, from what water sources the water is taken from and an estimate

of the cost of the project; those facts would make it easier to rank the projects. Manager Moody agreed Staff can collect the information for Board review.

Director Cortopassi commented on the Calaveras River Outflow Structure on page 33; the northside recharge areas according to figure 4 are in City of Stockton's water system but the aquifer is not being pumped and the groundwater will not enhance their wells. Manager Moody replied the potential recharge area is water that would otherwise be lost; it would either be water lost or flood flows. Director Cortopassi commented the orchards are no longer productive and we may consider renting the property instead of buying.

Manager Moody reported two potential projects north of the Calaveras River at Mosher Creek are not listed in the memo. President Watkins replied the Grupe Reservoir Project is almost complete leaving only the installation of power. President Watkins added the pumps were refurbished and the existing pumping facility is being used without any work done on the Calaveras River.

Manager Moody inquired with Legal Counsel Zolezzi on the District's current water right applications and how we prove to the State Water Resources Control Board that the District is ready to take the water. Legal Counsel Zolezzi replied we have to get the permit first; the application is pending; CEQA documents and all other requirements have to be complete. Legal Counsel Zolezzi suggested the District meet with the State Water Resources Control Board to discuss our plans in order to get the permit however if we can get documentation put together quickly we could ask for a temporary water right application to satisfy a project which will in turn prove that we can put the water to use.

Director Cortopassi inquired how the water right applications are connected to the projects listed in the memo. Manager Moody replied the project has vineyards and we would like to divert storm flows into the vineyards for groundwater recharge but cannot because we have a pending application.

Manager Moody requested input from the Board in order to provide Staff direction to accept and/or rearrange the rankings; and also add to the project list if Staff missed potential projects.

Director Cortopassi suggested working with existing landowners and providing them with an iron clad agreement that is mutually beneficial. President Watkins commented the goal is to get the landowners on surface water from pumping groundwater; a success would be getting them to use surface water during the summer months. Assistant Manager Hopkins added once the Groundwater Authority executes the basin accounting, the growers will get credit for their recharge. Discussion followed regarding the groundwater recharge projects. This item was for information only.

E. COMMITTEE REPORTS

1. San Joaquin Farm Bureau Federation Water Advisory Committee Meeting, 01/25/22
President Watkins attended the January 25, 2022 San Joaquin Farm Bureau Federation Water Advisory Committee Meeting. President Watkins reported discussion regarding the SWEEP Grants have more applicants than funding. President Watkins reported discussion on an article from Tulare regarding the number of years the farmers can be reduced to .85 acre-feet per acre which was different from the article reported at the 01/18/22 Regular Board Meeting. President Watkins reported discussion from ACWA regarding think tanks from Stanford to repurpose

agriculture ground; Governor Newsom has funding to repurpose agricultural land. The next meeting is scheduled for February 22, 2022.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 01/24/22

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 133,188 AF in storage at New Hogan Reservoir. Current releases are set at 50 cfs. Current release at Goodwin Dam to Stanislaus River are set at 349 cfs and release to all water users are set at 0 cfs. The water treatment plant is currently processing 32 mgd. The City of Stockton is currently processing 12 mgd.

2. Information Items:

Manager Moody noted item: F2a-1, F2a-2 and F2a-3.

3. Report on General Manager Activities

a. ACWA State Legislative Committee Meeting, 01/28/22

Manager Moody attended the January 28, 2022 ACWA State Legislative Committee Meeting. Manager Moody reported the meeting was brief with six bills to review; the Legislature has not yet limited the number of bills for this year. Manager Moody reported the ACWA Spring Conference is being held May 3rd – 6th, 2022 in Sacramento, CA and will be in-person. Manager Moody reported the Committee is working at the federal level to influence the infrastructure bill; it has a Buy-American clause, however in water and sewer the clause is not advantageous especially with the supply chain issues we are having to complete infrastructure projects. The next meeting is scheduled for February 18, 2022.

b. Stockton East Water District Activities Update

Manager Moody reported the official Department of Water Resources comments on the Groundwater Sustainability Plan were released Friday, January 28th, 2022 and we have 180 days to respond. Manager Moody reported the attorney's group will be responding to the Department of Water Resources. This item was for information only.

G. DIRECTOR REPORTS (None)

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

1. Eastern San Joaquin Groundwater Authority Ad-Hoc Technical Advisory Committee (TAC) Meeting, 10:30 a.m., 02/03/22
2. Greater Stockton Chamber of Commerce Monthly Mixer –Weberstown Mall, 5:15 p.m., 02/03/22

J. REPORT OF THE COUNSEL

1. Closed Session – Potential Litigation
Government Code 54956.9 (c) two cases

President Watkins adjourned the meeting to closed session at 1:22 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:45 p.m., with no reportable action.

K. ADJOURNMENT

President Watkins adjourned the meeting at 1:46 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

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