

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, JANUARY 5, 2016 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President Sanguinetti called the regular meeting to order at 12:27 p.m. Director Panizza 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, Water Supply Manager Lozano, Administrative Services Manager Stephens, Administrative Assistant Lopez and Legal Counsel Zolezzi.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT

District customer Ellen McFall expressed her concern regarding the continuous pumping of Extraction Well No. 1. Ms. McFall also reported approximately 1 ½ months ago her pump started sucking air, but because of the rain it has stopped. Ms. McFall inquired on the amount of water Extraction Well No. 1 is pumping. Water Supply Manager Lozano replied Extraction Well No. 1 is currently pumping ~3,200 gpm.

President Sanguinetti replied the District noted her concerns and thanked her for expressing them to the Board.

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 12/29/15 Regular Meeting

A motion was moved and seconded to approve the December 29, 2015 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. Summary
- g. Short Names/Acronym List
- h. SEWD Vehicles & Heavy Equipment

A motion was moved and seconded to approve the December 29, 2015 Warrants, as presented.

Roll Call:

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~~Draft~~ Approved

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

3. SunEdison Solar Proposal Presentation – Solar Power Purchase Agreement

Manager Moody provided the Board with information on the SunEdison Solar Proposal. Manager Moody reported SunEdison gave a similar presentation to the Board in October 2015 and, although some Directors were not in attendance, the overall interest in the Proposal was positive and staff was directed to continue working with SunEdison to further develop the Proposal. Staff was also advised to continue working with SunEdison to develop and finalize a Purchase Power Agreement (PPA). Chad Tady with SunEdison presented the Board with the SunEdison Solar Proposal for the District’s High Service and Low Lift sites highlighting today’s presentation has been updated with numbers SunEdison can stand behind.

Mr. Tady reported the Solar Project site location has changed and is now located on the southeast corner of the North Site, including a total of ~13.1 acres. Director Cortopassi expressed his belief that inadequate investigation and research was conducted to consider the solar panel location on top of Finished Water Reservoir No. 2.

President Sanguinetti commented if the solar panels were located on top of the District’s Finished Water Reservoir No. 2, and if they were to require maintenance it would pose a problem. President Sanguinetti conveyed the new location does not pose this issue.

Director Panizza recalled soil surveys that proved the new location is in the least productive area for groundwater recharge. Director Panizza agreed with President Sanguinetti’s comments and also conveyed he believes the new site is a good location.

Director Watkins inquired on the presentation from October 2015 specifically; if credit generated will offset other District meters (accounts). Mr. Tady replied the Renewable Energy Self-Generation Bill Credit Transfer (RES-BCT) could, but it would have less value. Mr. Tady recommended presenting the PPA to the Board at the next Regular Board Meeting for consideration.

Staff was directed to bring the SunEdison Solar Power Purchase Agreement to the Board at the January 12, 2016 Regular Board Meeting for review and consideration.

E. COMMITTEE REPORTS (None)

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 12/29/15

Water Supply Manager Lozano reported there is 38,164 AF in storage at New Hogan Reservoir. Current releases are set at 19 cfs. There is 315,433 AF in storage at New Melones Reservoir. Current releases at Goodwin Dam are set at 202 cfs. The water treatment plant is currently processing 17 mgd. The City of Stockton’s water treatment plant is currently processing 10 mgd of 100% Delta water. Water Supply Manager Lozano reported the District Wells total water extraction is 4,764 gpm (~6.91 mgd).

2. Information Items:

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

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3. Report on General Manager Activities

Manager Moody reported the Removal of Solids Request for Bid (RFB) due date was December 31, 2015 and the District did not receive any Bids. Manager Moody inquired how the Board would like to proceed. Director Watkins suggested bringing this RFB back to the Board; and rebid this Project in the spring or summer months when conditions are better for this type work. President Sanguinetti advised retaining more trucking companies before going out to rebid. Manager Moody advised staff will rebid the Solids Removal Project at a later date, and will compile names of trucking companies for rebid distribution.

Manager Moody reported the District's South Well is currently offline, showing the same failure symptoms as the North Well. Manager Moody advised staff will bring back a Proposal to repair and develop the South and North Wells to the Board. Director Watkins requested a status report on South Well once the rig is pulled.

Manager Moody provided a handout to the Board from Ana Torres, ACWA Region & Member Services Specialist II. Manager Moody reported Tim Quinn, ACWA Executive Director would like to speak at an upcoming Board Meeting. Staff was advised to schedule this presentation and add this item to the agenda for the Tuesday, January 26, 2016 Regular Board Meeting.

G. DIRECTOR REPORTS (None)

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

1. San Joaquin County Agricultural Drought Task Force Meeting, 9:00 a.m., 01/06/16
2. San Joaquin County & Delta Water Quality Coalition Meeting, 9:00 a.m., 01/11/16
3. Stockton Area Water Suppliers Meeting, 3:00 p.m., 01/11/16

J. REPORT OF THE COUNSEL

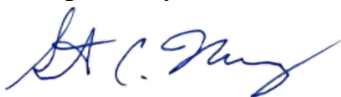
1. Closed Session - Potential Litigation
Government Code 54956.9 (c) – 2 cases

President Sanguinetti adjourned the meeting to closed session at 1:21 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:37 p.m., with no reportable action.

K. ADJOURNMENT

President Sanguinetti adjourned the meeting at 1:38 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

kml

