

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, JUNE 28, 2016 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President Sanguinetti called the regular meeting to order at 12:26 p.m. 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, Water Supply Manager Lozano, Finance Director Naray, Administrative Assistant Lopez, Administrative Clerk Curtis and Legal Counsel Zolezzi. Consultant Barkett arrived at 12:56 p.m.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT

Director Watkins reported he received a call from John Ferreira saying he had to shut down all of his pumps because they ran out of water. Director Watkins reported the Water Supply Operator that was contacted and explained the reason was due to irrigators diverting without notifying the District. Director Watkins inquired if the District can refer to Rule No. 120 – Mandatory Notice by Owner to administer penalty for failure to notify the District.

Manager Moody reported he spoke with Chris Donis, Water Supply Operator (staff) and explained special attention should be given regarding this area of diversion; challenges from the increase in hotter weather and documenting irrigators in violation of Rule No. 120.

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 06/21/16 Regular Meeting

A motion was moved and seconded to approve the June 21, 2016 Regular Meeting Minutes, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

2. Warrants – California Public Employees’ Retirement System

A motion was moved and seconded to approve the June 28, 2016 Warrants – California Public Employees’ Retirement System, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

3. Stockton East Water District – 2015 Urban Water Management Plan Update

a. Public Hearing

President Sanguinetti opened the Public Hearing at 12:30 p.m. to receive comments on the 2015 Urban Water Management Plan Update.

Manager Moody noted Legal Counsel provided good input, which made the process much easier this update.

Manager Moody reported the District circulated notice of this public hearing in the Stockton Record on June 15, 2016 and June 22, 2016; and, did not receive any comments.

Seeing no public comment, President Sanguinetti closed the Public Hearing at 12:31 p.m.

b. Resolution No. 16-17-03 – 2015 Urban Water Management Plan Update (UWMP)

Manager Moody provided the Board with Resolution No. 16-17-03 – 2015 Urban Water Management Plan Update.

A motion was moved and seconded to approve Resolution No. 16-17-03 – 2015 Urban Water Management Plan Update.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

4. Water Year 2015 – Accounts Receivable Credits for Refund for AG and Municipal & Industrial (M&I)

Manager Moody provided the Board with a list of accounts receivable credits for reimbursement. The total accounts receivable credits for the AG (\$38,316.67) and M&I (\$51,976.85) for refunds in a total amount of \$90,293.52.

President Sanguinetti inquired if there are more credits this year because customers were billed at surface water rates but used groundwater. Finance Director Naray replied yes.

A motion was moved and seconded to approve the Accounts Receivable Credits for Refund for Water Year 2015, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

5. North & South Well Repair Update

Assistant Manager Johnson gave a status report on the North & South Wells. Assistant Manager Johnson reported staff has placed order for repair items with Purviance Drillers, Inc. Director Watkins inquired if 50-horse power pumps were ordered (as they are half the size of the original pumps). Assistant Manager Johnson replied yes.

6. California Department of Fish & Wildlife – Stockton East Water District Request to Extend Routine Maintenance Agreement (RMA) No. 1600-2009-0218-R2

Manager Moody provided the Board with the Stockton East Water District Request to Extend Routine Maintenance Agreement (RMA) No. 1600-2009-0218-R2 submitted to the Fish & Wildlife Services.

Manager Moody reported the District will add a couple crossings to the agreement however if these were added prior to District request to extend it would have been a challenge timing-wise as the additions require California Environmental Quality Act's (CEQA). Manager Moody reported the District opted to submit the request to extend and will amend the Agreement after the RMA has been extended to include the crossings. Director Watkins inquired if the document provided is a normal submittal of the District. Manager Moody replied yes, the District submits this form every 5-years. This item is for information only.

7. Electrical Motor Control Center and Automatic Transfer Switch (MCC-4M System) Construction & Arc Flash Study Engineering Services

Manager Moody provided the Board with information on the Electrical Motor Control Center and Automatic Transfer Switch (MCC-4M System) Construction & Arc Flash Study Engineering Services. Assistant Manager Johnson reported the MCC-4M is highly critical to the water treatment plant operation as it supplies power to the Operations Building. Assistant Manager Johnson reported that due to the size of the Project; complicated scheduling sequences & minimizing plant shut down times, staff recommended hiring an experienced construction manager to oversee the Project. Additionally, Assistant Manager Johnson reported upon review of the District's Process Safety Management Program (PSM) alongside Kazarians & Associates, Inc. (the District's Chemical Risk Management Services vendor), it was found the District is not compliant with Federal Regulations regarding Arc Flash areas. Assistant Manager Johnson reported a certified professional electrical engineer must be utilized to properly identify and designate Arc Flash areas.

Director Watkins inquired on the location of MCC-4M. Assistant Manager Johnson replied the equipment is located in the basement of the Operations Building.

Assistant Manager Johnson recommended the District hire Mars Burnside Engineering (MBE) to oversee the construction management service of the MCC-4M Construction Project; and, also conduct the Arc Flash Study as MBE is already familiar with the MCC-4M, and is also a certified professional electrical engineer who can provide Arc Flash Study services.

Assistant Manager Johnson reported the Proposal for both services on behalf of MBE are in the amount of \$46,660 and are within the Budget.

Director McGurk inquired if this is a onetime contract. Manager Moody replied yes, noting unless major modifications are made to the existing electrical design.

Director Cortopassi inquired on the automatic transfer switch (ATS). Assistant Manager Johnson replied the ATS is included in the replacement of the MCC-4M.

A motion was moved and seconded to procure Mars Burnside Engineering (MBE) to provide Electrical Motor Control Center and Automatic Transfer Switch (MCC-4M System) Construction Services & Arc Flash Study Engineering Services, in the amount of \$46,660.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

E. COMMITTEE REPORTS

1. Sustainable Groundwater Management Act Workgroup AD HOC Technical Review Committee Meeting, 06/22/16

District Engineer Lee attended the June 22, 2016 Sustainable Groundwater Management Act (SGMA) Workgroup AD HOC Technical Review Committee Meeting. District Engineer Lee reported Brandon Nakagawa gave a presentation on groundwater modeling used for the Eastern San Joaquin County Groundwater Basin. District Engineer Lee reported the Model was also used in the County's Integrated Regional Water Management Plan (IRWMP) specifically for conjunctive use opportunities. District Engineer Lee reported primary discussion focused on whether or not agencies will follow the MODFLOW program for use in the SGMA Groundwater Sustainability Plan (GSP); or, utilize the State of California's Integrated Water Flow Management Model.

Manager Moody inquired if there was pushback from agencies during the discussion. District Engineer Lee replied, no.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 06/21/16

Water Supply Manager Lozano reported there is 119,610 AF in storage at New Hogan Reservoir. Current releases are set at 215 cfs. There is 633,866 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 303 cfs and release to all water users are set at 1,125 cfs. The water treatment plant is currently processing 33 mgd. The City of Stockton's water treatment plant is currently processing 26 mgd of 100% Woodbridge Irrigation District water. Water Supply Manager Lozano reported the District Wells are offline.

Water Supply Manager Lozano reported there are 33 irrigators on the New Hogan system. Water Supply Manager Lozano reported there are no irrigators pumping on the New Melones system.

Director Cortopassi inquired if the treatment plant is still blending the New Hogan and New Melones water supplies. Water Supply Manager Lozano replied yes; however, starting tomorrow the water will be isolated and the New Melones water will be held in the North Reservoir.

Director Atkins inquired if there is trash down the conveyance system. Water Supply Manager Lozano reported the trash in the system is not as heavy as it was earlier in the irrigation system and the trash rack runs consistently.

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, F2a-10 and F2a-11.

Director Panizza commented on F2a-9, Groundwater 101 Workshop, stating this would be a good Workshop to have Board of Director representation if schedule(s) permit. Director Panizza added Bill Brewster, Senior Engineering Geologist with the Department of Water Resources will be a Presenter. President Sanguinetti made the comment acknowledging his agreement of ~~President~~ Director Panizza's suggestion.

3. Report on General Manager Activities

a. Stockton East Water District Employee Potluck, 06/24/16

Manager Moody provided information to the Board from the June 24, 2016 Stockton East Water District Employee Potluck. Manager Moody reported the District hosts quarterly potlucks for employees. Manager Moody reported Jason Mathews was recognized for earning his T-5 Water Treatment Operator license in addition to the (second quarter) employee birthdays.

Manager Moody reported the San Joaquin Farm Bureau coordinated a meeting on June 27, 2016 with Tony Wong from Assembly Member Eggman's Office. Manager Moody and Director Watkins were in attendance.

Manager Moody reported the meeting was to discuss Senate Bill 1314 (Wolk) however, SB 1314 (Wolk) had been pulled from legislation just prior to the meeting. Manager Moody reported the group utilized meeting time to discuss concerns regarding this Legislation.

G. DIRECTOR REPORTS

1. Greater Stockton Chamber of Commerce – Annual Installation and Awards Dinner, 06/23/16
General Manager Moody, District Engineer Lee and Administrative Assistant Carido attended the June 23, 2016 Greater Stockton Chamber of Commerce – Annual Installation and Awards Dinner event. Manager Moody reported Bakul Patel, CFO at Dorfman Pacific was installed as President of the Greater Stockton Chamber of Commerce.

H. COMMUNICATIONS

1. Association of California Water Agencies Outreach – Comments Regarding State Water Resources Control Board Draft Drinking Water Fee Regulations
Manager Moody provided the Board with outreach correspondence mailed to Jeanine Townsend, Clerk to the Board for the State Water Resources Control Board (SWRCB) in support of the Association of California Water Agencies' (ACWA) comments and suggested amendments to the Draft Fee Regulations. Manager Moody reported the District sent outreach in support to the SWRCB. This item was for information only.
2. Association of California Water Agencies/Joint Power Insurance Authority – 2016 Wellness Grant Application
Manager Moody provided the Board with correspondence from the Association of California Water Agencies/Joint Powers Insurance Authority (ACWA/JPIA) congratulating the District for being award a Wellness Grant in the amount of \$1,600.00. Manager Moody reported District employees have started working on planting a garden with tomatoes, squash and peppers. This item was for information only.

I. AGENDA PLANNING/UPCOMING EVENTS

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 5:30 p.m., 06/28/16
2. District Holiday – Fourth of July, 07/04/16

J. REPORT OF THE COUNSEL

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

President Sanguinetti adjourned the meeting to closed session at 1:04 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:31 p.m., with no reportable action.

K. ADJOURNMENT

President Sanguinetti adjourned the meeting at 1:32 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

