

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 2, 2016 AT 12:00 NOON

**A. PLEDGE OF ALLEGIANCE AND ROLL CALL**

President Sanguinetti called the regular meeting to order at 12:28 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, District Engineer Lee, Finance Director Naray, Administrative Assistant Lopez, Administrative Clerk Curtis and Legal Counsel Zolezzi.

**B. CONSENT CALENDAR (None)**

**C. PUBLIC COMMENT (None)**

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Minutes 07/26/16 Regular Meeting

A motion was moved and seconded to approve the July 26, 2016 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. SEWD Checking
- g. Summary
- h. Short Names/Acronym List
- i. SEWD Vehicles & Heavy Equipment

Director Cortopassi inquired on the expense on page 7, line items 6 & 7 for Blackbaud for Blackbaud Financial Edge Training 08/13/16-03/31/17 in the amount of \$4,488.00 & Training 04/01/17-08/12/17 prepaid in the amount of \$2,312.00. Finance Director Naray replied the training is a component of the Financial Software Package.

Director Cortopassi inquired on the expense on page 8, line item 26 for ParcelQuest for the ParcelQuest.com in the amount of \$2,500.00. Finance Director Naray replied ParcelQuest is now a web-based environment Program and staff utilizes this tool to research owner/parcel data by County. Manager Moody added this program is used throughout the District by all departments.

Director Cortopassi inquired on the expense on page 13, line item 2 for ACWA Joint Powers Insurance Authority for 2<sup>nd</sup> Quarter 2016 Worker's Comp-EMP-M&I in the amount of \$25,952.06; specifically, if the District is charged different rates for the different rate classes. Finance Director Naray replied the District's Workers' Compensation Program rate classes are charged by category. Categories charged are/employee is reviewed annually; and, there has been minimal difference in the rate amounts charged. Manager Moody added the District's rate could increase based upon claim activity.

President Sanguinetti inquired on the expense on page 13, line item 19 for Holt of CA for forklift rental 06/16/16-07/14/16 in the amount of \$942.86. Manager Moody replied the District is renting this equipment because the recently purchased forklift has not arrived. Additionally, the District is to be credited for rental expenses.

Director Watkins inquired on the Checking Account with Financial Center Credit Union (FCCU) expense on page 15, line item 2 for ESJWA annual account activation deposit in the amount of \$1.00. Finance Director Naray replied the deposit activity is required to keep the account active with a minimum deposit balance.

A motion was moved and seconded to approve the August 2, 2016 Warrants, as presented.

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, 07/27/16**

District Engineer Lee attended the July 27, 2016 Sustainable Groundwater Management Act Workgroup (SGMA) AD HOC Technical Review Committee Meeting. District Engineer Lee reported there was a lengthy discussion regarding necessity of a local groundwater model and; if, a local model was used what platform and what existing data available would be used. District Engineer Lee reported a local groundwater model is needed because currently the local model used is proprietary and SGMA Legislation requires the model have open source computer coding. District Engineer Lee reported a local model would assess the local conditions, as the other models currently used are too large to zone in a view local areas. District Engineer Lee reported the Committee chose to use a model platform from the state, which will help facilitate compliance or model questions in the future and an On-Call SGMA Consultant will need to review the proprietary Dynflow coding model to reconstruct data from the existing database currently used by the County. The consensus of the Committee was to use a local mode.

Director Cortopassi inquired if previous groundwater model information will be used, as the purpose of SGMA is to measure current aquifer levels and continue to measure to determine over or under-draft of the aquifer. District Engineer Lee replied old information will be used and noted the last ~10 years of data has not been gathered/added to the local model.

Director Cortopassi inquired without the ~10 years of data is the San Joaquin County unaware if the aquifer have been over-drafted. District Engineer Lee reported in order for a groundwater model to work, surface water data must be collected, including: amount of precipitation that falls on the ground; amount being used as a demand; and amount of groundwater that was extracted to

meet demand. District Engineer Lee reported this data has not been collected for the last ~10-years and there could be a larger or smaller depression from the last time data was collected. Manager Moody added the information collected will be added to the local groundwater model.

## **F. REPORT OF GENERAL MANAGER**

### **1. Water Supply Report as of 07/25/16**

Assistant Manager Johnson 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 it may be important for the information to be reviewed during the meeting as the Linden Herald often reports out on this information. President Sanguinetti suggested that the Water Supply Report figures be included in the meeting's minutes.

Assistant Manager Johnson reported there is 104,748 AF in storage at New Hogan Reservoir. Current releases are set at 208 cfs. There is 581,050 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 290 cfs and release to all water users are set at 1,683 cfs. The water treatment plant is currently processing 30 mgd. The City of Stockton's water treatment plant is currently processing 26 mgd. Assistant Manager Johnson reported the District Wells are offline.

Assistant Manager Johnson reported there are 29 irrigators on the New Hogan system and three (3) irrigators on the New Melones system.

Brandon Nakagawa inquired if the District has a projection of potential end-of-year storage at New Hogan Reservoir. Manager Moody replied no, but advised a projected storage balance for New Hogan Reservoir at the end of irrigation season (October 15<sup>th</sup>) can be added to the Report. Staff was advised to add this figure to future Water Supply Reports.

### **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.

Director Cortopassi inquired on the application process of the 2016 WaterSMART Grants. Manager Moody replied the District applied and was awarded funding last year for a Matching Grant in the amount of \$250,000. District Engineer Lee added the District has two-years to utilize funding; adding a requirement of the Grant includes the Project must percolate in the ground by the end of the Grant duration of two-years.

### **3. Report on General Manager Activities**

Manager Moody reported to the Board the request regarding the 2016 San Joaquin County AgVenture Contribution Sponsorship. Manager Moody reported the District sponsored \$1,500 for this event in 2015. Manager Moody requested direction from the Board regarding participation this year and desired level of support. The consensus of the Board was to participate and sponsor the 2016 San Joaquin County AgVenture Program by contribution in the amount of \$1,500.00.

## **G. DIRECTOR REPORTS**

### **1. Association of California Water Agencies Meet the President Event – Stockton East Water District, 07/28/16**

Directors McGaughey, McGurk and Panizza, Manager Moody, Assistant Manager Johnson and District Engineer Lee attended the July 28, 2016 Association of California Water Agencies (ACWA) Meet the President Event. Director McGurk reported President Joe Valente, North San Board Meeting – 08/02/16

Joaquin Water Conservation District (NSJWCD) and President Bob Holmes, South San Joaquin Irrigation District (SSJID) were in attendance. Director McGurk reported the event started with a short introduction period that moved quickly into an interactive group discussion. Director McGaughey reported President Kathy Tiegs, (ACWA) was interested in learning about the District and encouraged conversation amongst everyone.

Manager Moody reported Joe Valente (NSJWCD) explained to President Tiegs there has been suspicion of ACWA's Executives taking lead over the Board, and the Board should be the final decision. President Tiegs explained in the last few years she and her predecessor have made changes to correct this issue. Director McGurk reported of the 450 ACWA members, President Tiegs has visited ~170 members. This item was for information only.

## **H. COMMUNICATIONS**

1. AG Water Order Program – Notification Failure Letter, July 27, 2016  
Manager Moody provided the Board with the AG Water Order Program – Notification Failure Letter that was sent out on July 27, 2016. Manager Moody reported this letter was sent as notification to those who take water, without calling in their water order. President Sanguinetti stated the potential fine was not listed in the letter. Manager Moody replied the fine will be added for future correspondence. This item is for information only.

## **I. AGENDA PLANNING/UPCOMING EVENTS**

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 5:30 p.m., 08/02/16
2. San Joaquin County Agricultural Drought Task Force Meeting, 9:00 a.m., 08/03/16
3. Greater Stockton Chamber of Commerce Monthly Mixer – Summerford Place, 5:30 p.m., 08/04/16
4. San Joaquin County & Delta Water Quality Coalition Meeting, 9:00 a.m., 08/08/16

## **J. REPORT OF THE COUNSEL**

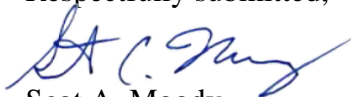
1. Closed Session - Real Property Negotiations  
Government Code 54956.8
2. Closed Session - Potential Litigation  
Government Code 54956.9 (c) – two cases

President Sanguinetti adjourned the meeting to closed session at 1:02 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:37 p.m., with no reportable action.

## **J. ADJOURNMENT**

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

Respectfully submitted,



Scot A. Moody  
Secretary of the Board

tbc

