

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, DECEMBER 6, 2016 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

Vice President McGurk called the regular meeting to order at 12:23 p.m., Director Panizza led the Pledge of Allegiance.

Present at roll call were Directors Atkins, Cortopassi, McGaughey, McGurk and Panizza. Directors Sanguinetti and Watkins were absent. Also present were Assistant Manager Johnson, District Engineer Lee, Finance Director Naray, Administrative Services Manager Carido, Administrative Clerk Curtis, Consultant Barkett and Legal Counsel Zolezzi.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 11/22/16 Regular Meeting

A motion was moved and seconded to approve the November 22, 2016 Regular Meeting Minutes, as presented.

Roll Call:

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

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

Director Panizza inquired on the expenses on page 8, line items 41-43 for Wienhoff & Associates, Inc., for alert supervisor training in the amount of \$30.00; consortium fees 01/01/17-03/31/17 in the amount of \$115.50 and consortium fees 04/01/17-12/31/17 prepaid in the amount of \$234.50. Administrative Services Manager Carido replied this is an annual invoice the District receives for training and consortium services provided by Wienhoff & Associates, Inc. This vendor administers the consortium for random drug screening required by the Department of Transportation for the staff whom are Class A drivers.

Director Cortopassi inquired on the expenses on page 7-8, line items 17-28 for the State Board of Equalization for Water Rights Fees in the total amount of \$140,238.69. Legal Counsel Zolezzi replied the fees for the Calaveras River includes flood releases and anything that comes in below the dam. The District is billed for Little Johns because the District has applied to appropriate water on Little Johns Creek.

A motion was moved and seconded to approve the December 6, 2016 Warrants, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza

Nays: None

Abstain: None

Absent: Sanguinetti, Watkins

3. Farmington Groundwater Recharge & Seasonal Habitat Program – 2017 One Voice Trip (April 30 – May 4, 2017)

Assistant Manager Johnson provided the Board with information on the 2017 San Joaquin Council of Governments (SJCOG) One-Voice Legislature Trip. The 2017 One-Voice Trip is scheduled for April 30-May 4, 2017 and the deadline for submission for Projects is Friday, March 3, 2017.

Consultant Barkett expressed that in light of the new administration, now is the time to rethink and strategize the Projects the District would like to submit.

Director Cortopassi inquired if the One-Voice trip is oriented mainly around transportation. Legal Counsel Zolezzi replied they have expanded to include water issues. Vice President McGurk advised bringing this item back to the next Regular Board Meeting to allow all Directors to comment.

4. United States Bureau of Reclamation – Statement of Central Valley Project Operations for Fiscal Year Ending September 30, 2015

Assistant Manager Johnson provided the Board with information on the Statement of Central Valley Project Operations for Fiscal Year Ending September 30, 2015.

Legal Counsel Zolezzi reported when Districts do not receive water they are still billed for construction costs and go deeper in debt if they do not pay these bills. Some Districts have started paying construction obligations even when they do not receive water to keep from going deeper in debt.

Director Cortopassi inquired how much we are paying. Legal Counsel Zolezzi replied we were not billed this year because we did not receive water.

Vice President McGurk inquired if we need to add these costs to the Budget as Account Payable; and, carry them from year to year. Finance Director Naray replied not until the District purchases water. This item is for information only.

5. State Water Resources Control Board – Notice of Proposed Emergency Rulemaking for Water Rights Fee Adjustment for Fiscal Year 2016-2017

Assistant Manager Johnson provided the Board with a handout with updated information on the Notice of Proposed Emergency Rulemaking for Water Rights Fee Adjustment for Fiscal Year 2016-2017. Assistant Manager Johnson added the handout reflected edit to the amount SWRCB overcharged from \$0.66 to \$0.67.

Director Cortopassi inquired if this change was calculated into the water rights fee payments the District just made. Finance Director Naray replied no, the District will see the credit(s) on Fiscal Year 2017-2018 invoices that the District will receive next year. .

Director Cortopassi inquired why the District pays the water right fees if we do not receive water. Legal Counsel Zolezzi replied the District pays to protect the application for water rights the District has filed. This item is for information only.

E. COMMITTEE REPORTS (None)

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 12/05/16

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.

Assistant Manager Johnson reported there is 77,178 AF in storage at New Hogan Reservoir. Current releases are set at 36 cfs. There is 534,588 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 202 cfs and release to all water users are set at 202 cfs. The water treatment plant is currently processing 18 mgd. The City of Stockton's water treatment plant is currently processing 16 mgd.

Assistant Manager Johnson reported there are no irrigators on the New Hogan system and there are no irrigators pumping on New Melones system.

2. Information Items:

Assistant Manager Johnson noted items: F2a-1, F2a-2, F2a-3, F2a-4, F2a-5, F2a-6, F2a-7, F2a-8, F2a-9, F2a-10, F2a-11, F2a-12, F2a-13, F2a-14, F2a-15, F2a-16, F2a-17 and F2a-18.

3. Report on General Manager Activities (None)

G. DIRECTOR REPORTS

Director McGaughey inquired if the Board will receive a report on the recently attended Association of California Water Agencies (ACWA) Fall Conference held last week. Vice President McGurk advised to bring the ACWA Fall Conference as an agenda item at the next Regular Board Meeting, to allow the Directors that are absent an opportunity to provide their comments on the event. Vice President McGurk reported on AG Outreach, a push by ACWA to allow the AG community feel as if they are a part of ACWA and have a voice.

H. COMMUNICATIONS

1. Notice of Public Hearing Before Board of Directors of Central San Joaquin Water Conservation District, 12/22/16

Assistant Manager Johnson provided the Board with information on the December 22, 2016 Notice of Public Hearing of Central San Joaquin Water Conservation District. Assistant Manager Johnson reported this public hearing is to evaluate groundwater rates pending acceptance and adoption of the Amended Annual Engineering Investigation and Report for consideration of the action item to change groundwater rates for the 2016-2017 water year. Legal Counsel Zolezzi reported this is supposed to be a Proposition 218 notice, however, it does not say much. This item is for information only.

I. AGENDA PLANNING/UPCOMING EVENTS

1. San Joaquin County Agricultural Drought Task Force Meeting, 9:00 a.m., 12/07/16
2. Stockton East Water District Special Board of Director’s Meeting, 11:00 a.m., 12/08/16
3. Stockton East Water District – Holiday Luncheon, 12:00 p.m., 12/08/16
4. New Hogan Emergency Action Plan Meeting, 1:00 p.m., 12/08/16
5. Greater Stockton Chamber of Commerce Diversity Mixer – University of the Pacific, 5:00 p.m., 12/08/16
6. San Joaquin County & Delta Water Quality Coalition Meeting, 9:00 a.m., 12/12/16

J. REPORT OF THE COUNSEL

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

Vice President McGurk adjourned the meeting to closed session at 1:05 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:29 p.m., with the following reportable action:

Staff was given direction to move forward with preparation of correspondence to be mailed to San Joaquin County; Woodbridge Irrigation District; East Bay Municipal Utility District and North San Joaquin Water Conservation District regarding the East Bay Municipal Utility District/Protest Dismissal Agreement. Further, staff to confirm the appropriate recipient for East Bay Municipal Utility District prior to execution by President Sanguinetti.

J. ADJOURNMENT

Vice President McGurk adjourned the meeting at 1:30 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

