

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, MAY 1, 2018 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President McGurk called the regular meeting to order at 12:21 p.m., and Manager Moody 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 Vega, Administrative Services Manager Carido, Administrative Clerk Curtis and Legal Counsel Harrigfeld and Consultant Barkett.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 04/24/18 Regular Meeting

President McGurk made the following correction to the minutes:

- Page 3, section D-4, 11th paragraph, 1st sentence – add “at the appropriate time”.

A motion was moved and seconded to approve the April 24, 2018 Regular Meeting Minutes, as amended.

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 & Equipment

Director Cortopassi inquired on the expenses on page 9, line items 10-16 for Fishbio in an amount totaling \$83,713.52. Manager Moody replied occasionally Fishbio will do work for the District, like for the McGurk Dyke. If charges are related to the Habitat Conservation Plan (HCP), those charges are approved for payment by Herum/Crabtree/Suntag prior to the District submitting payment.

Director Cortopassi inquired on the expense on page 10, line item 33 for Herum/Crabtree/Suntag for March 2018 Calaveras River Fish Flows (legal exp.) in the amount of \$10,167.66. Legal Counsel Harrigfeld replied that is an expense for the legal services provided.

Director Atkins inquired on the expenses on page 13, line items 12 & 13 for Roger Brown Company for gear box & mount to repair Duck Creek trash rack conveyor in the amount of \$775.09 and spare gearbox, mounting plate and motor for stock in the amount of \$1,360.66. Manager Moody replied this is only replaced when worn out.

A motion was moved and seconded to approve the May 1, 2018 Warrants, as presented.

Roll Call:

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

3. Calaveras County Water District – New Hogan Contract – 2018 Projected Water Use & 2017 Actual, 04/17/18

Manager Moody provided the Board with correspondence from Calaveras County Water District (CCWD) regarding Water Use – New Hogan Contract; 2018 Projected Water Use and 2017 Actual. Manager Moody reported this is an annual letter that CCWD is required to provide the District to show estimate for projected use. This item was for information only.

4. Stockton East Water District – Photovoltaic Solar System Project – Lot Line Adjustment (APN: 101-050-02)

Manager Moody provided the Board with information on the Photovoltaic Solar System Project – Lot Line Adjustment (APN: 101-050-02). Manager Moody reported the Lot Line Adjustment for the Solar Project has been approved.

Director Cortopassi inquired if the District retains the same amount of lots after the adjustment. Manager Moody replied yes.

Director Watkins commented there are farmers with solar projects, with panels installed, however PG&E will not hook up the power as they do not want that electricity on the grid.

Director Cortopassi inquired if PG&E has accepted this Project. Manager Moody replied they have conducted their Study and found the grid can hold the power of the Project. This item was for information only.

5. Go Bears Ranch LLC – Out of District Non-Potable Water Service Agreement (Leffler)
Manager Moody provided the Board with information on the Out of District Non-Potable Water Service Agreement for Go Bears Ranch LLC. Manager Moody reported the agreement has been completed, but needs to be approved by the Board.

Director Watkins suggested staff notify the neighboring District to advise of the agreement and that the District will be selling water to Go Bears Ranch LLC.

Director Cortopassi inquired if this is the first Out of District agreement the District has entered into with Go Bears Ranch LLC. Manager Moody replied this is the first agreement; however, they may have been supplied water in the past. Manager Moody reported he advised Mr. Leffler that only in years with good water supply water will be sold to Out of District users.

Director Watkins inquired what the cost of water will be. Manager Moody replied \$100 per AF.

Director Cortopassi inquired how the water will be measured. Finance Director Vega replied they provided PG&E statements and pump statements for staff to calculate from.

A motion was moved and seconded to approve the Out of District Non-Potable Water Service Agreement for Go Bears Ranch LLC (Leffler) for APNs 063-040-16 and 063-030-40, as presented.

Roll Call:

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

E. COMMITTEE REPORTS

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 04/24/18
Director Watkins and Manager Moody attended the April 24, 2018 San Joaquin Farm Bureau Federation – Water Committee Meeting. Manager Moody reported Pete Butler, Field Representative for Congressman Denham provided a presentation on the current federal legislation concerning water. Those attending the meeting were asked to submit questions ahead of time to be addressed during the meeting. Manager Moody reported most questions were state related questions, not federal questions about the SED or unimpaired flows, both of which Congressman Denham opposes. Mr. Butler provided the group with information on what Congressman Denham’s office is currently working on. Manager Moody reported there were comments that because of the unimpaired flow criteria, District’s do not know if they will have the water in the future to justify building new infrastructure. The next meeting is scheduled for May 22, 2018.

2. Agriculture Operations Committee Meeting, 04/30/18
Director Atkins, Cortopassi, Watkins and Alternate Sanguinetti attended the April 30, 2018 Agricultural Operations Committee Meeting. Director Cortopassi reported Dan Rich from Nexgen provided the Committee with a presentation on the Raw Water Reliability Improvement Project. Nexgen will be finalizing all Project information before bringing back to the Board for consideration and approval. President McGurk inquired if there was a conclusion. Director Cortopassi replied only the decision to go with automated valves that will work cohesively with the future SCADA system. Director Watkins reported the recommendation of the Committee was to bring this item to the Board at the May 15, 2018 Regular Board Meeting for consideration and approval.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 04/30/18
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 222,235 AF in storage at New Hogan Reservoir. Current releases are set at 204 cfs. There is 2,061,993 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 1,502 cfs and release to all water users are set at 2,569 cfs. The water treatment plant is currently processing 22 mgd. The City of Stockton is currently processing 14 mgd.

2. Information Items:
Manager Moody noted items: F2a-1, F2a-2, F2a-3, F2a-4 and F2a-5.
Director McGaughey inquired on F2a-1. Manager Moody replied the United States Bureau of Reclamation (USBR) sent a letter to Oakdale Irrigation District (OID) and South San Joaquin Irrigation District (SSJID) regarding their history of abandoning water for others to pick up downstream.

3. Report on General Manager Activities

Manager Moody queried the Board on cancelling the May 8, 2017 Regular Board Meeting (RBM) as a majority of the Board will be in Sacramento for the ACWA Spring Conference. President McGurk advised he will be travelling back and forth and will plan to attend the May 8th RBM so there will be quorum.

G. DIRECTOR REPORTS

1. Meeting with Central San Joaquin Water Conservation District, 04/26/18
Director Panizza and Manager Moody met with Central San Joaquin Water Conservation District (CSJWCD) on April 26, 2018. Director Panizza reported Grant Thompson and Tony Chiappe were in attendance from CSJWCD.

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

1. Greater Stockton Chamber of Commerce Monthly Mixer – Stockton Metropolitan Airport, 5:15 p.m., 05/03/18
2. ACWA State Legislative Committee Meeting, 10:00 a.m., 05/04/18
3. Association of California Water Agencies – 2018 Spring Conference Sacramento, CA, 05/08/18 – 05/11/18

J. REPORT OF THE COUNSEL

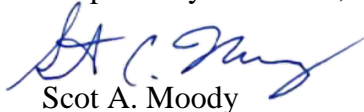
1. Closed Session - Existing Litigation
Stockton East Water District vs. City of Stockton, et al.
Government Code 54956.9 (a)
2. Closed Session - Existing Litigation
Central San Joaquin Water Conservation District
vs. Stockton East Water District
Government Code 54956.9 (a)

President McGurk adjourned the meeting to closed session at 1:19 p.m. to discuss closed session agenda items. The regular meeting reconvened at 2:22 p.m., with no reportable action.

K. ADJOURNMENT

President McGurk adjourned the meeting at 2:23 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

