

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, JULY 31, 2018 AT 12:00 NOON

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

President McGurk called the regular meeting to order at 12:22 p.m., and Director Panizza led the Pledge of Allegiance.

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

**B. CONSENT CALENDAR**

President McGurk requested the Board to make an emergency addition to the agenda (Item D-6) relative to a Deed Restriction for the Photovoltaic Solar System Project, as it arose subsequent to the posting of the agenda.

Manager Moody reported breaking ground cannot happen until the Deed Restriction has been signed. The language within the document has been edited to clarify that the parcel in which the solar system is located is not the same parcel that will receive the benefit of the energy produced. This is a County requirement.

A motion was moved and seconded to add an item to the July 31, 2018 Regular Board Meeting Agenda as Agenda Item No. D-6, Stockton East Water District – Photovoltaic Solar System Project – Deed Restriction (Emergency Item)

Roll Call:

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

**C. PUBLIC COMMENT (None)**

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Minutes 07/24/18 Regular Meeting

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

Roll Call:

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

2. Warrants – California Public Employees’ Retirement System

A motion was moved and seconded to approve the July 31, 2018 Warrants – California Public Employees’ Retirement System, as presented.

Roll Call:

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

3. Central San Joaquin Water Conservation District Discussion

President McGurk reported both District’s Ad Hoc Committees met on Friday, July 27<sup>th</sup> to discuss a merger. Discussion will be continuing on this topic.

President McGurk reported the committee is satisfied that CSJWCD is sincere about discussions regarding merging the two Districts.

4. Water Year 2017 – 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. Finance Director Vega reported this is an annual task and the total Accounts Receivable Credits for AG (\$4,669.53) and M&I (\$4,892.74) for refunds in the total amount of \$9,562.27.

A motion was moved and seconded to approve the Accounts Receivable Credits for Refund for Water Year 2017, as presented.

Roll Call:

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

5. Dr. Joe Waidhofer Water Treatment Plant – Alum Tank Update

Manager Moody provided the Board with an update on the chemical solidification in the new Alum Tank. Manager Moody reported last week they were able to clear the line that runs into the Treatment Plant using hot water and air.

Manager Moody reported they will be back next week to work on clearing out the Tank, however, they are determining where to put the material when it comes out of the Tank.

Director Watkins inquired what the specifications are for hot liquid inside the Tank. Manager Moody advised staff will research and ensure there is nothing above the heat limit entering the Tank.

Director Cortopassi inquired on who is taking care of the problem. Manager Moody replied the chemical company, Chemtrade.

Director Panizza suggested staff inform Chemtrade in writing that the District is holding them responsible for a successful resolution. Manager Moody agreed. Director Sanguinetti added it should also be noted in writing to them that the District will advise if there is any damage to the Tank as a result of this chemical issue. This item was for information only.

6. Stockton East Water District – Photovoltaic Solar System Project – Deed Restriction (Emergency Item)

Manager Moody provided the Board with a handout of the Deed Restriction for the Photovoltaic Solar System Project. District Engineer Lee reported this document is a requirement of San Joaquin County as a condition for the approval of a discretionary development permit for the Project as the equipment is located on one parcel, but will be serving another.

Director Cortopassi inquired when the contract is finished, will the District be done working with the provider of the system. Legal Counsel Zolezzi replied yes, the District will be in control at that point.

Director Cortopassi inquired if the provider has the right to use the property their equipment is on. Manager Moody replied yes, for the length of the contract.

Director Cortopassi inquired what some reasons could be that the District would terminate the contract early. Manager Moody replied; poor service, maintenance or if they raise the prices. Manager Moody added the District has a guaranteed price and base and if it is not met, the provider will have to offset the District’s costs with PG&E.

A motion was moved and seconded to approve the Stockton East Water District – Photovoltaic Solar System Project – Deed Restriction, as presented.

Roll Call:

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

**E. COMMITTEE REPORTS**

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 07/24/18

Directors Sanguinetti and Watkins and Manager Moody attended the July 24, 2018 San Joaquin Farm Bureau Federation – Water Committee Meeting. Manager Moody reported the Merced County Farm Bureau, Stanislaus County Farm Bureau and San Joaquin County Farm Bureau are providing free bus transportation to Sacramento to protest the SED Unimpaired Flow Criteria. Manager Moody reported the County was looking for one final vote to meet their 75% minimum threshold to approve the City of Brentwood’s Basin Boundary Modification. However, the Department of Water Resources extended the deadline for the Basin Boundary Modification. Manager Moody reported there was discussion on North San Joaquin Water Conservation District’s request to transfer water. Director Sanguinetti reported there was discussion on the Nutria Project. Director Watkins added Fish & Wildlife are preparing to have staff go out and monitor the Delta to eradicate the Nutria. They will also be opening a field office in Stockton. Director Watkins reported there was discussion on Fish & Wildlife needing access to landowner’s property for the Nutria Project. They are asking

landowners to sign an agreement for them to be allowed access to the land. Legal Counsel Zolezzi added she has clients who have received these requests and responded by asking Fish & Wildlife to add a sentence that says any information that is found will be used to help with the Nutria Program. Fish & Wildlife will not add it, so some landowners will not sign the agreement. The next meeting is scheduled for August 28, 2018.

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

### 1. Water Supply Report as of 07/30/18

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 185,329 AF in storage at New Hogan Reservoir. Current releases are set at 214 cfs. There is 1,871,691 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 306 cfs and release to all water users are set at 1,871 cfs. There are currently 13 irrigators on New Hogan, 3 irrigators on New Melones and 2 Out-of-District irrigators. The water treatment plant is currently processing 36 mgd. The City of Stockton is currently processing 27 mgd.

### 2. Information Items:

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

### 3. Report on General Manager Activities

#### a. Herum\Crabtree\Suntag Attorneys – Stonecreek Village Summer Concert Reception, 07/27/18

Director Watkins and Manager Moody attended the July 27, 2018 Herum\Crabtree\Suntag Attorneys – Stonecreek Village Summer Concert Reception. Manager Moody reported it was a nice event.

Manager Moody provided the Board with a handout of the District's comments drafted by Legal Counsel on the Proposed Phase I Bay Delta Plan Amendments and Final Substitute Environmental Document.

## **G. DIRECTOR REPORTS**

### 1. Meeting with Central San Joaquin Water Conservation District, 07/27/18

Directors McGurk and Panizza and Manager Moody attended the July 27, 2018 Meeting with Central San Joaquin Water Conservation District (CSJWCD). The information was reported above in item D-3.

## **H. COMMUNICATIONS (None)**

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

### 1. Greater Stockton Chamber of Commerce Monthly Mixer – Stockton Sleep Number Store, 5:15 p.m., 08/02/18

### 2. Stockton East Water District – 70<sup>th</sup> Birthday Celebration & Director/Employee Potluck, Noon, 08/03/18

3. Association of California Water Agencies – 2018 Fall Conference Attendance, San Diego, CA, 11/27/18 – 11/30/18

**J. REPORT OF THE COUNSEL**

1. Closed Session - Potential Litigation  
Government Code 54956.9 (c) – one case

President McGurk adjourned the meeting to closed session at 12:51 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:18 p.m., with no reportable action.

**K. ADJOURNMENT**

President McGurk adjourned the meeting at 1:19 p.m.

Respectfully submitted,



Scot A. Moody  
Secretary of the Board

tbc

