

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 4, 2018 AT 12:00 NOON

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

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

Present at roll call were Directors Cortopassi, McGaughey, McGurk and Panizza. Director Atkins was absent. Directors Sanguinetti and Watkins were attending the San Joaquin Farm Bureau Annual Conference. Also present were Manager Moody, Assistant Manager Lee, Finance Director Vega, Administrative Services Manager Carido, Administrative Clerk Curtis, Legal Counsel Zolezzi and Consultant Barkett.

**B. CONSENT CALENDAR (None)**

**C. PUBLIC COMMENT (None)**

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Minutes 11/20/18 Regular Meeting

A motion was moved and seconded to approve the November 20, 2018 Regular Meeting Minutes, as presented.

Roll Call:

Ayes: Cortopassi, McGaughey, McGurk, Panizza  
Nays: None  
Abstain: None  
Absent: Atkins, 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. SEWD Checking
- g. Summary
- h. Short Names/Acronym List
- i. SEWD Vehicles & Heavy Equipment

Director Cortopassi inquired on the expense on page 10, line item 40 for Nicholas J. Peros for engineering support services thru October 31, 2018 in the amount of \$17,363.21. Manager Moody replied the Board approved the services of Nicholas J. Peros at the September 25, 2018 Regular Board Meeting. Mr. Peros will serve as the District's

representative for the SCADA Project. Manager Moody reported staff will be bringing an update to the Board to include a timeline and cost to finish the Project.

Director Panizza inquired on the expense on page 10, line item 51 for US Bank Trust National Association for trustee fees-Safe Drinking Water State Revolving Fund 10/01/18-09/30/19 in the amount of \$981.75. Manager Moody replied this is the administrative fee the District pays US Bank to process the State Revolving Fund payment. Director Panizza inquired if this will be a recurring payment. Finance Director Vega replied yes, it is annual.

A motion was moved and seconded to approve the December 4, 2018 Warrants, as presented.

Roll Call:

Ayes: Cortopassi, McGaughey, McGurk, Panizza

Nays: None

Abstain: None

Absent: Atkins, Sanguinetti, Watkins

3. Notice of Acceptance of Completion – Chlorination System Update/Modification  
Manager Moody provided the Board with the Notice of Acceptance of Completion (NOC) for the Chlorination System Update/Modification Project. Manager Moody reported the Project has been completed.

Manager Moody reminded the Board this Project was result of discovering there were chlorine gas pipes in the basement of the Operations Building that needed to move up to the chlorine room.

Director Cortopassi inquired if the work is acceptable to staff. Manager Moody replied everything is working as it should.

A motion was moved and seconded to approve the Notice of Completion for the Chlorination System Update/Modification Project, as presented.

Roll Call:

Ayes: Cortopassi, McGaughey, McGurk, Panizza

Nays: None

Abstain: None

Absent: Atkins, Sanguinetti, Watkins

4. United States Bureau of Reclamation – Request for Inclusion  
Manager Moody provided the Board with a handout regarding the Request for Inclusion with the United States Bureau of Reclamation (USBR). Manager Moody reported the request for inclusion is for the District’s ability to sell water to Out of District customers. The USBR will need to review the District’s request to determine if water can be sold outside our boundaries.

Manager Moody reported staff sent the letter requesting inclusion and the USBR has requested legal descriptions for each property to accompany the map. Staff is waiting on information for a couple properties before sending to the USBR.

Manager Moody reported there is language in the easement agreements from when they were established that states the District will do what it can to pursue annexation on their behalf. Manager Moody reported all of the Out of District customers listed are in-basin users and could be converted from groundwater to surface water.

Director Panizza noted that Oakdale Irrigation District's (OID) sphere of influence line runs directly through the area the District has listed as part of the inclusion. Director Panizza inquired if the District should expect some pushback from OID. Manager Moody replied he does not think so as their concerns are regarding annexation. Legal Counsel Zolezzi added they could not protest this request for inclusion, but should the District choose to move forward with annexation we would have to work with OID.

Manager Moody reported this inclusion process also requires the District pay the USBR a \$10,000 deposit.

A motion was moved and seconded to approve the District move forward with the Request for Inclusion with the United States Bureau of Reclamation and pay the \$10,000 deposit.

Roll Call:

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

5. Stockton East Water District – Photovoltaic Solar System Project – Ribbon Cutting Event Discussion

Manager Moody reported the solar contractor would like to do a ribbon cutting. They were requesting that the District hold a ribbon cutting in the next couple of weeks. Manager Moody reported their proposed date will not work as staff needs time to plan the event. Manager Moody reported he is thinking of a date after the holidays, sometime in January.

President McGurk inquired if the weather will permit a ribbon cutting outdoors. Manager Moody replied if not, staff has collected drone footage and can show that indoors to guests.

Director Cortopassi inquired when the Project will be completely online and functional. Manager Moody replied as soon as it is turned on by PG&E. Assistant Manager Lee added during the ribbon cutting staff will be able to present to attendees the exact timeline of this Project from the day construction started to when PG&E flipped the switch on.

Manager Moody reported staff can reach out and invite Assembly Members Flora and Eggman to the ribbon cutting as our District is split between the two districts.

Consensus of the Board was to move forward with scheduling the ribbon cutting.

## **E. COMMITTEE REPORTS (None)**

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

### **1. Water Supply Report as of 12/03/18**

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 150,925 AF in storage at New Hogan Reservoir. Current releases are set at 193 cfs. There is 1,769,859 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 212 cfs and release to all water users are set at 250 cfs. There are no irrigator(s) on New Hogan, New Melones or Out-of-District. The water treatment plant is currently processing 19 mgd. The City of Stockton is currently processing 13 mgd.

President McGurk inquired on the Tainter Gate Project at New Hogan. Manager Moody replied they will be working on one Tainter Gate this winter and the remaining two next winter. Manager Moody reported he and Legal Counsel Harrigfeld have discussed sending a letter to the United States Army Corps of Engineers (USACE) to ensure they understand that anytime New Hogan falls below 152,100 AF the District should be the Dam Master at that point. The letter will encourage them to take every action possible to work on the Tainter Gates in the summer and not the winter, as ~100,000 AF of water could be lost by doing this work during the winter. Manager Moody reported a draft letter will be brought to the Board for review at the next Regular Board Meeting.

### **2. Information Items:**

Manager Moody noted items: F2a-1, F2a-2, F2a-3, F2a-4, F2a-5 and F2a-6.

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

#### **a. Stockton East Water District Activities Update**

Manager Moody reported he reached out to Linden County Water Agency and the Linden Chamber of Commerce about putting together a Sustainable Groundwater Management Act Outreach Presentation during a Chamber meeting. Manager Moody is waiting to hear back from the Chamber about scheduling this event.

## **G. DIRECTOR REPORTS**

### **1. Association of California Water Agencies – 2018 Fall Conference San Diego, CA, 11/27/18 – 11/30/18**

President McGurk suggested moving this item to the December 11, 2018 Regular Board Meeting to allow comments from the Directors that are absent. Director Cortopassi inquired on any topics that seemed to be major topics of conversation amongst conference attendees or seminars. Manager Moody reported there did not seem to be any one thing that could be pointed out. President McGurk agreed. Manager Moody reported it was discussed during the Region 4 Business Meeting that ACWA will be raising their rates by 3% next year, even though their budget is in a good place and doing well.

**H. COMMUNICATIONS** (None)

**I. AGENDA PLANNING/UPCOMING EVENTS**

1. Greater Stockton Chamber of Commerce Monthly Mixer – Haggin Museum, 5:15 p.m., 12/06/18
2. San Joaquin County & Delta Water Quality Coalition Meeting, 9:00 a.m., 12/10/18
3. Stockton East Water District Special Board of Director’s Meeting, 12:00 Noon, 12/10/18

**J. REPORT OF THE COUNSEL**

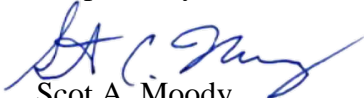
1. Closed Session - Potential Litigation  
Government Code 54956.9 (c) – one case

President McGurk adjourned the meeting to closed session at 1:03 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:04 p.m., with no reportable action.

**K. ADJOURNMENT**

President McGurk adjourned the meeting at 1:05 p.m.

Respectfully submitted,

  
Scot A. Moody  
Secretary of the Board

tbc

