

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, OCTOBER 9, 2018 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President McGurk called the regular meeting to order at 12:17 p.m., and Director Watkins led the Pledge of Allegiance.

Present at roll call were Directors McGaughey, McGurk, Panizza, Sanguinetti and Watkins. Directors Atkins and Cortopassi were absent. 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 10/02/18 Regular Meeting

A motion was moved and seconded to approve the October 2, 2018 Regular Meeting Minutes, as presented.

Roll Call:

Ayes: McGaughey, McGurk, Panizza, Sanguinetti, Watkins

Nays: None

Abstain: None

Absent: Atkins, Cortopassi

2. Warrants – California Public Employees’ Retirement System

A motion was moved and seconded to approve the October 9, 2018 Warrants – California Public Employees’ Retirement System, as presented.

Roll Call:

Ayes: McGaughey, McGurk, Panizza, Sanguinetti, Watkins

Nays: None

Abstain: None

Absent: Atkins, Cortopassi

3. Central San Joaquin Water Conservation District Discussion

Nothing to report.

4. United States Bureau of Reclamation – New Melones Deliveries 2019 Water Year – Request for Approval of Delivery Schedule

Manager Moody provided the Board with information on the United States Bureau of Reclamation (USBR) for the 2019 Water Year Delivery Schedule. Manager Moody reported this is an annual task of the District.

Director Watkins inquired if this is the preliminary request. Manager Moody replied, staff will send the letter out and wait for a response from the USBR in about March 2019. Legal Counsel Zolezzi added staff can modify the request before the USBR's response.

President McGurk inquired if Lucille Billingsley and Georgiana Gregory are repayment specialists for a specific purpose with the USBR. Legal Counsel Zolezzi replied they are contract repayment specialists. This item was for information only.

5. Stockton East Water District – Network Installation Services Proposal – T and D Communications

Manager Moody provided the Board with a professional services agreement for T and D Communications for Network Installation Services. Manager Moody advised now that Nicholas J. Peros is now contracted as the District representative for business of this nature, he has reviewed the contract with T and D Communications and advised their proposal is good to move forward with.

Manager Moody reported this project would consist of moving equipment from the HVAC room in the basement to the server room. This move will entail all network cables and related equipment.

Manager Moody reported this project is a budgeted item as part of a no-cost budget amendment the Board approved at the August 7, 2018 Regular Board Meeting.

President McGurk inquired why only one proposal was received. Manager Moody replied a lot of companies do this work in-house and not contractually.

A motion was moved and seconded to procure the services of T and D Communications for Network Installation Services in an amount not to exceed \$138,000.

Roll Call:

Ayes: McGaughey, McGurk, Panizza, Sanguinetti, Watkins

Nays: None

Abstain: None

Absent: Atkins, Cortopassi

6. Authorized Signatories

a. Bank of Stockton

Manager Moody provided the Board with a request to remove a former employee and replace with a current employee as District signatories for the Bank of Stockton.

A motion was moved and seconded authorizing removal of the previous District employee as a bank signatory at Bank of Stockton and replacing with Assistant General Manager, Cathy Lee. Further, President McGurk directed staff to execute a Minute Order reflecting the changes.

Roll Call:

Ayes: McGaughey, McGurk, Panizza, Sanguinetti, Watkins

Nays: None

Abstain: None

Absent: Atkins, Cortopassi

b. Bank of the West

Manager Moody provided the Board with a request to remove a former employee and replace with a current employee as District signatories for the Bank of the West.

A motion was moved and seconded authorizing removal of the previous District employee as a bank signatory at Bank of the West and replacing with Assistant General Manager, Cathy Lee. Further, President McGurk directed staff to execute a Minute Order reflecting the changes.

Roll Call:

Ayes: McGaughey, McGurk, Panizza, Sanguinetti, Watkins

Nays: None

Abstain: None

Absent: Atkins, Cortopassi

7. State Water Resources Control Board Proposed Adoption of the Water Quality Control Plan-Phase I – Draft Letter of Opposition

Manager Moody provided the Board with a draft letter of opposition for the State Water Resources Control Board’s proposed Water Quality Control Plan-Phase I. Legal Counsel Zolezzi reported this correspondence is a request from the tributary groups, requesting Districts all sign the same letter in opposition. Legal Counsel Zolezzi replied there is nothing to lose if the District signs the letter.

Legal Counsel Zolezzi reported there is another entity circulating a resolution trying to get all district in the state to sign on in opposition.

Consensus of the Board was to move forward with signing the letter opposing the draft Water Quality Control Plan-Phase I.

E. COMMITTEE REPORTS

1. San Joaquin County & Delta Water Quality Coalition Meeting, 10/08/18
Nothing to report. The next meeting is scheduled for November 12, 2018.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 10/08/18
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 160,222 AF in storage at New Hogan Reservoir. Current releases are set at 108 cfs. There is 1,780,053 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 301 cfs and release to all water users are set at 556 cfs. There are currently 8 irrigator(s) on New Hogan, 0 irrigator(s) on New Melones and 0 Out-of-District irrigator(s). The water treatment plant is currently processing 28 mgd. The City of Stockton is currently processing 26 mgd.

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

3. Report on General Manager Activities

Manager Moody reported staff met with delegation from Denmark on October 9, 2018 to discuss the SGMA process. The delegates presented information on new technology, called geophysical modeling which allows a large area to be measured to look at things such as, groundwater levels. Manager Moody reported this company recently flew the coastline from Monterey to Santa Cruz to check the seawater intrusion. Manager Moody reported the technology can also examine much smaller areas like an orchard or pasture and can determine with confidence where a well should be drilled. President McGurk reported if the technology is based on electrical resistivity. Manager Moody replied yes. Director McGaughey inquired why Stockton was chosen to be evaluated. Manager Moody replied they have a Memorandum of Understanding with the State of California to work with different agencies in the state who are dealing with SGMA. Manager Moody reported the delegates shared their only source of water is groundwater and they face the same issues like saline intrusion and arsenic. President McGurk inquired why they only use groundwater. Manager Moody reported they advised they have surface water, but their groundwater is so pristine they do not want to treat surface water.

G. DIRECTOR REPORTS

1. Greater Stockton Chamber of Commerce Business Showcase & Trade Show Mixer – University Plaza Waterfront Hotel, 10/04/18
Nothing to report.
2. East Bay Municipal Utilities District – 25th Annual Pardee BBQ, 10/05/18
Directors Sanguinetti and Watkins and Manager Moody attended the October 5, 2018 East Bay Municipal Utilities District – 25th Annual Pardee BBQ. Director Sanguinetti reported the keynote speaker was Rich Farrington, Amador Water Agency Board Member. Manager Moody reported there was discussion on Richard Sykes’ retirement. There was an award given to the Lodi Sentinel for their publication on water conservation. Director Sanguinetti reported there was a smaller crowd than usual. Director Watkins reported there was conversation that 30% of the ocean salmon harvest was from the Mokelumne River.

H. COMMUNICATIONS

1. Central Valley Flood Protection Board – Time Variance Request (Bellota & Budiselich Dam) from 10/10/18 - 10/24/18, 09/26/18
Manager Moody provided the Board with correspondence to the Central Valley Flood Protection Board (CVFPB) requesting a delay of the Bellota and Budiselich dam removal schedule. Manager Moody reported the CVFPB has granted the first extension from October 10th – October 24th. Staff has sent a second request to grant extension from October 24th – October 31st. Manager Moody reported staff is awaiting approval of the second request. This item was for information only.

I. AGENDA PLANNING/UPCOMING EVENTS

1. Eastern San Joaquin Groundwater Authority Workgroup Meeting (SGMA Outreach Meeting), 4:00 p.m., 10/09/18
2. Groundwater Sustainability Plan Advisory Committee (PAC) Meeting, 9:00 a.m., 10/10/18
3. Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority Meeting, 10:30 a.m., 10/10/18

J. REPORT OF THE COUNSEL

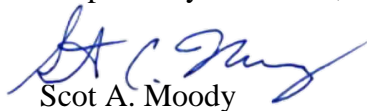
1. Closed Session - Potential Litigation
Government Code 54956.9 (c) – one case
2. Closed Session - Existing Litigation
Stockton East Water District vs. City of Stockton, et al.
Government Code 54956.9 (a)

President McGurk adjourned the meeting to closed session at 12:40 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:31 p.m., with no reportable action.

K. ADJOURNMENT

President McGurk adjourned the meeting at 1:32 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

