

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, JANUARY 7, 2020 AT 12:00 NOON

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

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

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

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 12/17/19 Regular Meeting

A motion was moved and seconded to approve the December 17, 2019 Regular Meeting Minutes, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti

Nays: None

Abstain: None

Absent: 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. Summary

g. Short Names/Acronym List

h. SEWD Vehicles & Heavy Equipment

Director McGurk inquired on the timeliness of the expenses on page 9, line items 7-10 for FishBIO for fees from July through August 2019 in the total amount of \$26,238.09. Legal Counsel Harrigfeld replied FishBIO is routinely behind when sending invoices.

Director Atkins inquired on the expense on page 11, line item 15 for Holt of CA for rental of excavator for Copperopolis Trash Rack Installation in the amount of \$6,365.27. Manager Moody replied the boom truck could not handle the weight of the load for this work.

Director Atkins inquired on the expense on page 12, line item 26 for Salazar Transportation, Inc. for transport backhoe to Sheldon Rd. from TP-Hogan Distribution Maintenance in the amount of \$350.00. Manager Moody replied staff used the backhoe on another Project and the equipment was needed elsewhere.

Director Atkins inquired on the expense on page 12, line item 31 for US Bank Corp Payment Systems for camera to replace stolen camera for CCTR Fish Passage Proj. in the amount of \$153.00. Assistant Manager Lee replied the camera was provided by the federal government for this Project. They advised to purchase another camera and not to mount the camera. Manager Moody added this camera was covered under the Project grant.

Director Atkins inquired on the expense on page 13, line item 5 for US Bank Corp Payment Systems for parts and labor to make new keys for Unit #57 in the amount of \$227.00. Manager Moody replied the keys to Unit #57 were lost and the car would not start without programming the mechanism in the key fob.

Director Sanguinetti inquired on the expense on page 12, line item 30 for United Rental North America Inc. for tire repair for rental equipment for the CCTR Fish Passage Proj. in the amount of \$631.06. Manager Moody replied the tire was popped at the CCTR Project site and United Rentals had to come out to the Project site to replace the tire.

Director Atkins inquired on the expense on page 15, line item 22 for Lagorio Brothers, Inc. for temporary pipe and fittings to supply water to North Site tenant in the amount of \$13,566.81. Manager Moody replied as part of the Agreement the District has with the renter, the District shall supply water to that land. The renter already had crops in the ground and advised they would take care of running lines for irrigation. This amount is the bill from the work to get water to that land.

Director Atkins inquired on the expense on page 16, line items 33 and 34 for SunE Solar Mission III LLC for energy produced on high side solar panels Oct 2019 in the amount of \$12,351.29 and energy produced on low side solar panels Oct 2019 in the amount of \$11,966.32. Manager Moody reported the District buys energy from the solar company at a lower cost than PG&E.

Director Cortopassi advised on a spelling error on the expense on page 12, line item 32 for US Bank Corp Payment Systems for lumbar and rebar for forms at CCTR Fish Passage Proj. in the amount of \$308.45, lumber should be spelled with an “e”, not “a”.

Director Atkins inquired on the expense on page 15, line item 24 for Nor-Cal Battery Company for batteries on emergency generator 3&4 in the amount of \$948.20. Finance Director Vega replied this amount was for four batteries.

A motion was moved and seconded to approve the January 7, 2020 Warrants, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti

Nays: None

Abstain: None

Absent: Watkins

3. Warrants – California Public Employees’ Retirement System

A motion was moved and seconded to approve the January 7, 2020 Warrants – California Public Employees’ Retirement System, as presented.

Roll Call:

Ayes: Atkins, Cortopassi, McGaughey, McGurk, Panizza, Sanguinetti

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Nayes: None
Abstain: None
Absent: Watkins

4. Stockton East Water District – SCADA System Implementation – Filter PLC Design, Procurement and Integration Services

Manager Moody provided the Board with a memo on SCADA System Implementation. Manager Moody reported the Board previously awarded two multi-year contracts, in the aggregate amount of \$459,020, however; time is running out before the end of the Fiscal Year and staff does not think they will be able to spend the money for the work outlined in the previously approved contracts.

Manager Moody reported that instead of not using the previously approved funds, staff is requesting that those funds be reallocated for purchasing hardware and software; modification to existing network for ignition deployment by Verve Networks and integration of various treatment process. The above mentioned purchases would go toward SCADA software and hardware for the virtual server and beginning to design the screen shots the Water Treatment Plant Operators will view to see real time information.

Manager Moody reported staff is requesting to use the remaining \$282,469 from the Fiscal year 2019/2020 Budget for items mentioned above.

Director McGurk inquired if digital transmission within the District’s security includes encryption. Assistant Manager Lee replied Verve has firewalls installed and those firewalls are encrypted.

Manager Moody added staff would like to have a vulnerability assessment done on our security system.

Director Atkins inquired if other local agencies use SCADA systems. Manager Moody replied yes, it is non-proprietary and very common.

Director Atkins inquired if agencies will have to comply with governmental requirements. Manager Moody replied the District is required to review current system in place and prepare a report and send to the government describing these systems.

A motion was moved and seconded to approve staff’s recommendation to; purchase hardware and software for \$129,252 for the SCADA implementation and filter PLC replacements; a not-to-exceed contract with Verve Networks for \$62,388; a not-to-exceed contract with ControlPoint Engineering, Inc. for \$386,029 and expenditures of approved contracts and purchase orders within the approved budget, as presented.

Roll Call:

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

5. Association of California Water Agencies Committee Assignments – 2020/2021 Term

Manager Moody provided the Board with the 2020/2021 Association of California Water Agencies (ACWA) Committee Assignments. Director McGurk inquired if John Woodling works
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for Sacramento Suburban Water District as he represents them on the Groundwater Committee. Manager Moody replied no, he is a consultant. This item was for information only.

6. Tri-Dam Project – 2020 Budget Review

Manager Moody provided the Board with the Tri-Dam Project – 2019 Goodwin Dam Budget. President Panizza reported he, Directors Atkins and Cortopassi and Manager Moody met with the Jarom Zimmerman, General Manager of the Tri-Dam Project to discuss the 2020 Budget. Manager Moody reported their 2019 expenses were more than ~\$20,000 over budget for the work they had to perform on the gate actuators on Goodwin Dam, which then influence payroll costs.

Manager Moody reported Tri-Dam has allocated \$30,000 in the 2020 Budget for a Goodwin Inundation Study. Other than this study, the Budget has remained static from 2019.

A motion was moved and seconded to approve the 2020 Budget for the Tri-Dam Project – Goodwin Dam Budget, as presented.

Roll Call:

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

Director Cortopassi inquired if work performed within the costs provided include work near the District access points. Manager Moody reported the actuator gate work is only a percentage of the costs; the District pays a share of all the maintenance that is done at Goodwin.

Assistant Manager Lee reported staff is researching better meters to install downstream that would allow for more accurate readings.

E. COMMITTEE REPORTS

1. San Joaquin County Flood Control and Water Conservation District Advisory Water Commission Meeting, 12/18/19
Director McGurk attended the December 18, 2019 San Joaquin County Flood Control and Water Conservation District Advisory Water Commission Meeting. Director McGurk reported the Commission recommended proceeding with a sales tax measure. The next meeting is scheduled for January 15, 2020.
2. North San Joaquin Water Conservation District Open House, 12/19/19
Director Watkins and Manager Moody attended the December 19, 2019 North San Joaquin Water Conservation District Open House. Manager Moody reported there was a good turnout, between ~40-50 people were in attendance. There were presentations provided on SGMA and there were good questions from the audience. Manager Moody reported he was asked to be part of a panel just before the speakers were set to present. Discussion focused on fallow land and how SGMA will be affecting Districts. Manager Moody reported there was discussion between Jennifer Spaletta and an audience member on what NSJWCD is doing to get in front of SGMA. The outcome was landowners can either help get in front of this item or wait for the state to dictate what landowners will be required to do.
3. Ad Hoc Meeting with Central San Joaquin Water Conservation District, 12/19/19
Directors McGurk and Panizza and staff attended the December 19, 2019 Ad Hoc Meeting with Central San Joaquin Water Conservation District. Director McGurk reported the Districts will Board Meeting – 01/07/20

continue to move forward with the consolidation process. Manager Moody reported he contacted North Star Engineering to conduct a legal description of the boundaries for submittal to LAFCo. When North Star Engineering contacted LAFCo for further information, Jim Glaser, Executive Office of LAFCo advised this information is already on file from previous consolidation attempts and was not needed. The Districts will need to provide a legal description for “Area B”.

4. Ad Hoc Benefits/Salary Comparison Study Committee Meeting, 12/20/19

Directors Atkins, Sanguinetti and Watkins and staff attended the December 20, 2019 Ad Hoc Benefits/Salary Comparison Study Committee Meeting. Manager Moody reported he provided the Consultant’s recommendation to the Committee prior to the meeting for their review. The recommendation from the Committee was to move forward with the Consultant’s recommendation. Manager Moody reported the final information will be brought back to the Board for consideration and approval. Director Atkins reported the Consultant did a very good job assembling and presenting the information to the Committee.

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 01/06/20

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 150,784 AF in storage at New Hogan Reservoir. Current releases are set at 96 cfs. There is 1,982,910 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 805 cfs and release to all water users are set at 845 cfs. The water treatment plant is currently processing 19 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.

Manager Moody inquired on F2a-1, if there was any interest in attending the ACWA D.C. Conference in February. Director Sanguinetti replied yes. Staff will register Director Sanguinetti, Manager Moody and Consultant Barkett for the Conference.

3. Report on General Manager Activities

a. Stockton East Water District Activities Update

Nothing to report.

G. DIRECTOR REPORTS

1. Stockton East Water District Employee Holiday Potluck, 12/20/19

Directors Atkins, McGurk and Watkins attended the December 20, 2019 Stockton East Water District Employee Holiday Potluck. Manager Moody reported the raffle made ~\$600 that will go to the Employee Fund, which helps to buy cards or flowers for familial events within our staff.

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

1. Groundwater Sustainability Plan Advisory Committee (PAC) Meeting, 9:00 a.m., 01/08/20

2. Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority Meeting, 11:00 a.m., 01/08/20
3. Greater Stockton Chamber of Commerce Monthly Mixer – Collins Electrical Company, 5:15 p.m., 01/09/20
4. San Joaquin County & Delta Water Quality Coalition Meeting, 9:00 a.m., 01/13/20

J. REPORT OF THE COUNSEL

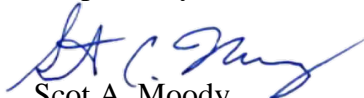
1. Closed Session - Potential Litigation
Government Code 54956.9 (c) – three cases
2. Closed Session – Personnel
Government Code 54957

President Panizza adjourned the meeting to closed session at 1:15 p.m. to discuss closed session agenda items. District staff, with the exception to Manager Moody, were excused from the closed session meeting at 1:49 p.m. The regular meeting reconvened at 2:01 p.m., with no reportable action.

K. ADJOURNMENT

President Panizza adjourned the meeting at 2:03 p.m.

Respectfully submitted,


Scot A. Moody
Secretary of the Board

tbc

