

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, JUNE 23, 2020 AT 12:00 NOON.

A. PLEDGE OF ALLEGIANCE AND ROLL CALL

President Panizza called the regular meeting to order at 12:30 p.m. and Director McGurk led the Pledge of Allegiance.

Present at roll call at the District were Directors Atkins, Cortopassi, Panizza, Sanguinetti and Watkins. Also present were Manager Moody, Assistant General Manager Hopkins, Finance Director Vega, Administrative Services Manager Carido, Administrative Assistant Curtis and Consultant Barkett. Present at roll call via teleconference were Directors McGaughey and McGurk. Also present via teleconference was Legal Counsel Zolezzi.

B. CONSENT CALENDAR (None)

C. PUBLIC COMMENT (None)

D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS

1. Minutes 06/16/20 Regular Meeting

A motion was moved and seconded to approve the June 16, 2020 Regular Meeting Minutes, as presented.

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. Payroll
- g. Summary
- h. Short Names/Acronym List
- i. SEWD Vehicles & Equipment

Director McGurk inquired on the expense on page 10, line item 42 for Wagner & Bonsignore for May 2020 professional services for Calaveras River application in the amount of \$14,823.75. Manager Moody replied Wagner & Bonsignor is working with the District to assist in revamping modeling the river for the HCP, which had previously received pushback. They are also helping on the water rights permit request that the State questioned, as 55% unimpaired flow and global warming was not considered.

Director Cortopassi inquired on the expense on page 11, line item 15 for Platt Electric Supply Inc. for main meter replacement for 8000 GPM Pump @ Potter Creek in the amount of \$2,555.60. Director Cortopassi noted that it should be an electrical meter.

Director Atkins inquired on the expense on page 16, line item 40 for Holt of CA for rental of skid mower for weed control at Treatment Plant in the amount of \$4,650.71. Manager Moody replied the District's equipment was in the shop being worked on so it was necessary to rent this mower. Manager Moody added that up until a week ago, the Community Corps program with the Sherriff's office had ceased due to COVID-19, so staff had to work on cleaning up the vegetation in the high risk areas for fire.

A motion was moved and seconded to approve the June 23, 2020 Warrants, as presented.

Roll Call:

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

Nays: None

Abstain: None

Absent: None

3. Stockton East Water District – Adopting Appropriations Limit for Fiscal Year 2020-2021 (Exhibit A)

Manager Moody provided the Board Adopting Appropriations Limit for Fiscal Year 2020-2021 (Exhibit A). Finance Director Vega reported this is just the announcement and will be brought back to the Board for consideration and approval. This information has to be made available to the public 15-days prior to the meeting establishing the Limit for any public comment.

4. Stockton East Water District – Hosie Project – Culvert Purchase Memo, 06/23/20

Manager Moody provided the Board with a memo regarding a culvert purchase for the Hosie Project. Manager Moody reported that upon making the purchase order for this work, staff discovered that sales tax was not included in the bid price.

Manager Moody reported that including the sales tax now makes Precon the lowest bidder. An additional funding amount of \$1,766.49 is required as the cost is now more than the grant funding.

Director Watkins inquired if freight and delivery is included in the new costs. Manager Moody replied yes.

Director Cortopassi inquired if the bidder that was approved at the June 16, 2020 Regular Board Meeting will be changed. Manager Moody replied yes, the vendor will now be Precon and not Forterra.

A motion was moved and seconded to approve rescinding the motion for item D-3 of the June 16, 2020 Regular Board Meeting and approving staff to move forward with a culvert purchase from Precon in the amount of \$160,230, as presented.

Roll Call:

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

Nays: None

Abstain: None
Absent: None

5. Stockton East Water District – Whittle Ranch Crossings Project – Culvert Purchase Memo, 06/23/20

Manager Moody provided the Board with a memo regarding a culvert purchase for the Whittle Ranch Crossings Project. Manager Moody reported this is the same situation as the Hosie Project, taxes were not included in the bid pricing. However, in this case, the lowest bidder remains the same.

Manager Moody reported that adding tax does increase the cost of the project by \$23,005.41.

Director Atkins inquired if there is a window of time the work needs to be completed on this project once it has commenced. Manager Moody replied 6-months.

A motion was moved and seconded to approve rescinding the motion for item D-4 of the June 16, 2020 Regular Board Meeting and approving staff to move forward with a culvert purchase from Jensen Precast in the amount of \$480,000, as presented.

Roll Call:

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

6. 2020/2021 Fiscal Year Budget Amendment

Manager Moody provided the Board with a budget amendment for Fiscal Year 2020/2021. Finance Director Vega reported the budget amendment is for a culvert purchase for the Whittle Project.

Finance Director Vega reported Fund 56 – General Maintenance is what will be used for the Whittle Project. An additional \$280,000 is requested to be transferred into this fund for project completion.

Finance Director Vega reported currently Fund 56 has \$1,141,921 in cash; \$200,000 was encumbered for current year budget leaving \$941,921 unencumbered. An additional \$280,000 encumbrance leaves \$661,921.

Manager Moody requested the Board take formal action to approve this budget amendment. Once the minutes are approved next week, a minute order will accompany this document.

A motion was moved and seconded to approve a Budget Transfer in the amount of \$280,000 from Account 20-3100-0: Fund 56 – Unencumbered Fund Balance to Account 20-5203-0: Fund 56 – General Maintenance, as presented.

Roll Call:

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

E. COMMITTEE REPORTS (None)

F. REPORT OF GENERAL MANAGER

1. Water Supply Report as of 06/22/20

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 179,636 AF in storage at New Hogan Reservoir. Current releases are set at 181 cfs. There is 1,746,110 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 1,407 cfs and release to all water users are set at 2,880 cfs. There are 13 irrigator(s) on New Hogan, 4 irrigator(s) on New Melones and 1 Out-of-District irrigator(s). The water treatment plant is currently processing 36 mgd. The City of Stockton is currently processing 20 mgd.

Director Atkins inquired if the water in the river is low. Assistant General Manager Hopkins replied that Mormon Slough is where the District saw most of its loss over the weekend. Staff was projecting to be below the 152,000 AF mark before the end of the water season, so the Water Supply Operators (WSO) have been trying not to spill excess water. The weekend WSO did not budget water correctly, so Mormon Slough ran short.

Manager Moody reported staff will be advised that the system needs to be 100% charged during the water season, as this will be a reminder for water users to use surface water. Manager Moody noted that customer service should be at the forefront of staff's mind.

Director Atkins inquired if the system for water metering is still being installed. Assistant General Manager Hopkins replied that there have been 46 meters installed and 44 are online. Manager Moody advised staff will put together a presentation on the current status of this project.

2. Information Items:

Manager Moody noted items: F2a-1.

Director Cortopassi inquired if the Water Treatment Plant is able to remove microplastics through the filtration process. Manager Moody replied not all of them, some particles are too small.

3. Report on General Manager Activities

a. Central Valley Project Water Association – Executive & Financial Affairs Committee, 06/19/20

Finance Director Vega attended the June 19, 2020 Central Valley Project Water Association – Executive & Financial Affairs Committee. Finance Director Vega reported that when setting the annual rates the USBR uses estimated deliveries from all contractors. Currently, in looking at actuals versus estimated, the Ag deliveries were less than estimated. Finance Director Vega reported the District may receive O&M charges this year. He has reached out to the USBR to see what those charges may be. Finance Director Vega reported USBR estimates may be off from the actuals by about 18%. The District will know more when the true-up arrives in August. Finance Director Vega reported there

was discussion on the new monthly water reports; power and water contractors' responsibility for safety of dams and staffing updates were provided. The next meeting is scheduled for July 17, 2020.

- b. Stockton East Water District Activities Update
Nothing to report.

G. DIRECTOR REPORTS (None)

H. COMMUNICATIONS (None)

I. AGENDA PLANNING/UPCOMING EVENTS

- 1. ACWA State Legislative Committee Meeting, 10:00 a.m., 06/26/20

J. REPORT OF THE COUNSEL

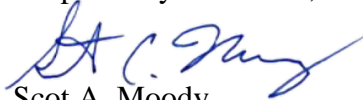
- 1. Closed Session - Potential Litigation
Government Code 54956.9 (c) – one case

President Panizza adjourned the meeting to closed session at 1:02 p.m. to discuss closed session agenda items. Administrative Assistant Curtis was excused from the closed session meeting at 1:03 p.m. The regular meeting reconvened at 1:25 p.m., with no reportable action.

K. ADJOURNMENT

President Panizza adjourned the meeting at 1:26 p.m.

Respectfully submitted,



Scot A. Moody
Secretary of the Board

tbc

