



**REGULAR MEETING OF THE BOARD OF DIRECTORS
DECEMBER 18, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:36 a.m. Board Members present were Bill Koster, Pete Lucich and Kyle Perez.

2. OPPORTUNITY FOR PUBLIC COMMENT

There were no additions or revisions to the Agenda. A DM-II Board of Directors Meeting will also take place immediately after the Regular BOD Meeting.

3. ADDITIONS/REVISIONS TO THE AGENDA

Anthea introduced Minnie Moreno as the District's new Director of Finance and Administration. She also announced that Adam Scheuber and his wife had welcomed a new baby boy to their family. She also introduced Craig Fechter of Fechter and Company, CPA and David Moore from Clean Energy Capital, who would each be giving presentations during the meeting on the District's financial audit and credit rating.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 11/20/19 and the Monthly Accounting Reports as of 11/30/19 were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Lucich, Perez and Koster
Nays: None
Abstentions: None
Absent: Maring and Jasper

5. ACTION ITEMS

A. Board Appointment of Jarod M. Lara to Fill Division 6 Vacancy – Term Expires 12/03/21

Anthea reported that only Jarod M. Lara had applied for the Division 6 Vacancy. As such, the Board welcomed Jarod and appointed him to fill the remainder term of the Division 6 vacancy on the Board of Directors as follows:

Ayes: Lucich, Perez and Koster
Nays: None
Abstentions: None
Absent: Maring and Jasper

B. Board & Committee Vacancies / Appointments

Anthea shared that with the retirement of Director Earl Perez, there were several positions which needed to be filled. She indicated the importance of having an alternate to attend supportive agency meetings, especially when voting on decisions that affect the District. The following positions were open and were filled by the following:

- Del Puerto Water District – Vice Chair Position – Bill Koster
- SLDMWA Board of Directors – Alternate Director Position – Kyle Perez
- SLDMWA Water Resources Committee – Director Position – Bill Koster
- SJVDA Board of Directors – Director – Zach Maring (pending acceptance)
- ACWA – Director Position – Pete Lucich

The Board made a motion to accept the Board & Committee Vacancies / Appointments as follows:

Ayes: Lucich, Perez, Lara and Koster
Nays: None
Abstentions: None

Absent: Maring and Jasper

- C. Board to Receive Presentation of 2018-2019 Financial Audit – Craig Fechter – Fechter & Co.
Anthea introduced Craig Fechter of Fechter & Co., who presented the Del Puerto Water District Audited Financial Statements dated February 28, 2019. After review and discussion, he indicated the District received an “unqualified” opinion. The Board accepted the Audited Financial Statements as follows:

Ayes: Lucich, Perez, Lara, Jasper and Koster
Nays: None
Abstentions: None
Absent: Maring

Note: Board Member Jim Jasper arrived at 9:05 a.m.

- D. Board to Receive Results of Confidential Issuer Credit Rating from S&P Global and to Consider Option of Making Rating Public – David Moore – Clean Energy Capital
Anthea introduced David Moore who gave a presentation on the process and results of the credit rating. He reported that the Del Puerto Water District received a “BBB+” rating, indicating an investment grade, and Board agreed to make the rating public as follows:

Ayes: Lucich, Perez, Lara, Jasper and Koster
Nays: None
Abstentions: None
Absent: Maring

- E. Board to Review and Consider Staff Recommendation for the Administration of the 2020-21 NVRRWP Assessment
Anthea reported that Turlock was currently priming the newly constructed line for use with plans to have deliveries by February. Staff recommended the January 1st half assessments go out based on an estimated \$225/AF and that before the 2nd half assessment in June be revised if final estimated costs come in at a lesser level. The Board agreed to Staff’s recommendation as follows:

Ayes: Lucich, Perez, Lara, Jasper and Koster
Nays: None
Abstentions: None
Absent: Maring

- F. Treasurer’s Quarterly Investment Report for the 3rd Quarter Ending November 30, 2019
Anthea provided the Treasurer’s Quarterly Investment Report for the 3rd Quarter and reported that the District had adequate reserves and cash on hand to successfully meet obligations for 6 months. She reviewed a snapshot of the prior report and also reviewed the General Fund, Rate Stabilization Fund, ADLP Fund, Capital Fund, NVRRWP Fund and CNRA Fund which are held at LPL Financial. After review and discussion, the Board approved the Treasurer’s Quarterly Investment Report for the 3rd Quarter ending November 30, 2019 as follows:

Ayes: Lucich, Perez, Lara, Jasper and Koster
Nays: None
Abstentions: None
Absent: Maring

6. MANAGER’S REPORT

A. Legislative Update

Anthea reported that the House had passed a spending bill. She also shared that due to Congressman Harder’s efforts, the Del Puerto Canyon Reservoir Project had now been named in Federal Legislation, which allows District to apply for funding, and for \$1.5 million in WIIN funding which will help pay for the cost of the feasibility work on the Del Puerto Canyon Reservoir Project. She also reported that Shasta had been removed from the WIIN appropriation.

B. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP/SWP – Update

Anthea shared that no record of decision had been released, but that the Biological Opinions had been released and litigation soon was filed. She noted that the State had also released their opinions which were in conflict with the Federal conclusions. Press releases pertaining to the Draft EIR were provided for the Board's review.

C. SWRCB WQCP Activities

Anthea reported that efforts continued to propose alternatives to the State Boards requirement for 40% unimpaired flows from the eastside tributaries. These Voluntary Agreements, as they are called, are currently in the modeling stages.

7. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea provided and reviewed Tom Boardman's December Operations Update which covered Jones and Banks pumping as well as water averages, Shasta and Folsom storage and CVP Demands. After reviewing a graph showing 90% and 50% Exceedance Hydrology, she predicted that under current forecasts San Luis Reservoir would not fill, that only 10% of current supplies would likely be carried over to the next water year, and that allocations would be between 25%-65%.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 11/30/19

Anthea reported use for the month of November at 2,222 AF in-District, 660 AF transferred out, totaling 3,326 AF for the month. With District's agreement to reduce its allocation by 22,000 AF to the USBR Refuges, an estimated 28,071 AF was projected to be remaining at the end of the water year.

Note: Board Member Jim Jasper left the meeting at 10:56 a.m.

C. Remote Telemetry Project – Update

Anthea reported that Adam had requested an extension on the USBR Watersmart grant. There was nothing further to report.

D. 2019 Rescheduling of Supplies into 2020 - Update

This item was discussed in item 7.A.

E. Landholding Updates

There was nothing to report on this item.

8. RESOURCE MANAGEMENT ACTIVITIES

A. Westside Integrated Regional Water Management (IRWM) Activities

Anthea shared that the IRWM group continued to work on the disadvantaged communities' assessment and had received grant funding to do so. She also mentioned the grant application was submitted for the current cycle of Prop 1 funding and Del Puerto Water District was recommended through the group to receive \$1 million for NVRWP and \$380,000 in partnership with the Exchange Contractors to further the Orestimba Creek Project. If NVRWP does not use all of the funds, the group will take whatever is left and split it between the 3 remaining projects.

B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Anthea shared that the Drainage Authority sent out postcards announcing the annual mandatory meetings for growers.

9. FINANCIAL MATTERS

A. Initiation of Rate Study to Support Conversion of the District's Water Service Contract With the USBR to a Repayment Contract – Discussion

Anthea reported that the District will have to borrow money to pay off its Construction Debt if it enters into the anticipated repayment contract with the USBR. A rate study has to be done prior to that, she noted that she and Minnie would be able to do most of the preliminary data compilation as to cut down on costs.

B. Balance Sheet Analysis Notes for the 3rd Quarter Ending Nov. 30, 2019

Anthea provided a Draft Balance Sheet Analysis Notes for the 3rd Quarter ending Nov. 30, 2019, and reported that the District's assets totaled just over \$16.7 million, with corresponding liabilities at \$7 million, and Equity at just over \$9.5 million.

C. CVP Financial Matters

Anthea provided meeting notes from the most recent CVPWA Financial Affairs Committee for the Board to review and shared that matters discussed pertained to San Luis Transmission Project, Delta Conveyance Project, Restoration Fund, CVPIA and reports on the Executive Committee discussions.

10. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea reported that the Turlock portion of the pipeline was currently being primed. It has been estimated that of the \$33 million in contracts, the project will be completed at \$850,000 under the approved contract amount. She also provided notes on how the grants were being distributed.

B. Orestimba Creek Recharge & Recovery Project – Update

Anthea shared that the District's generator had been returned and could be used to the test well to start pumping in the near future as soon as a secure site is made for it. She was optimistic that the pilot project will have good results, and that with FEMA's offer of a \$7.9 million grant for the buildout of the project, the District and the SJRECWA would be able to achieve a viable recharge and recovery project.

C. Del Puerto Canyon Reservoir Project – Update

Anthea provided Woodard & Curran's Progress Report for December for the Board to review. She reported on an Independent technical review that several technical experts from Denver, private experts from District's team, PG&E personnel and volunteers from Stanislaus County came together to do a USBR technical preview of where the project was and where it needed to be to meet USBR standards. She also reported that a Design Engineering Construction Review (DEC Review) must be performed in order to qualify for WIIN Funding. More cultural tribal work needed to be performed as well. She also shared that the team was putting together a FAQ sheet to help educate the public on the Project.

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea provided a power point presentation and email correspondence for the Board to review.

E. Temperance Flat Reservoir Project – Update

Anthea provided a Steering Committee Meeting Summary for the Board to review.

F. BF Sisk Dam Raise Project - Update

Anthea provided email correspondence from the Bureau pertaining to upgrades for the Board's review.

11. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

This item was covered in item 9.A.

B. Office Building Expansion – Update

Anthea reported that she had the plans and the spec book was being finalized. Bidding for the project was planning in early 2020 and an application for the required county permit had been submitted.

C. 2020 Irrigation System Improvement Loan Program

A draft application for a new Irrigation System Improvement loan was in the process of being submitted by Adam Scheuber.

12. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

The SLDMWA Minutes for the November 4th meeting, the O&M Report for November 2019, memos on Update on the Science Program and a Transfer Agreement were provided for the Board to review.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

Anthea provided in The Packet email correspondence from South Valley Water Association pertaining to the Friant Kern Canal, BOR News on the new Principal Regional Director, ACWA JPIA Fall Conference Award and a thank you letter from David Coxey, the General Manager of Bella Vista WD, thanking the District for allowing them to use its generator. Anthea also reported that a new General Manager was hired at Turlock Irrigation District, and shared a thank you note she had received from Michelle Reimers, the applicant that had been selected. Also provided was the Executive Director's report from Family Farm Alliance.

14. CLOSED SESSION

There was nothing to report for Closed Session.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 12:15 p.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
NOVEMBER 20, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:36 a.m. Board Members present were Bill Koster, Pete Lucich, Earl Perez and Zach Maring.

2. OPPORTUNITY FOR PUBLIC COMMENT

There were no additions or revisions to the Agenda. A DM-II Board of Directors Meeting will also take place immediately after the Regular BOD Meeting.

3. ADDITIONS/REVISIONS TO THE AGENDA

Anthea indicated that after the Consent Calendar item, the Board would have a brief closed session to receive updates from District Counsel, Alan Doud, pertaining to one item listed on the closed session agenda.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 10/16/19, the Monthly Accounting Reports as of 10/31/19, and the Monthly Field Operations Report for the month of October were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Maring, Lucich, Perez and Koster
Nays: None
Abstentions: None
Absent: Dompe and Jasper

5. MANGERS REPORT

A. Legislation – Update

Anthea reported that not much activity was happening due to impeachment hearings in Washington, but that the House had passed a continuing resolution that extended funding for federal programs until 12/20/19.

B. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea reported that the fisheries agencies had released their draft Biological Opinions for the long-term operations of the State and Federal Water Projects. She also provided a summary of the Biological Opinions for the Board to review. Anthea also reported that she attended a meeting at the Water Authority where the Regional Director of U.S. Fish and Wildlife Service, Paul Souza gave a presentation pertaining to water conservation for fisheries, the environment and supporting farmers and cities.

Note: Board Member Jim Jasper arrived at 8:43 a.m.

C. SWRCB WQCP Activities – Update

Anthea reported that the SWRCB proposed to amend California Code of Regulations, Title 22, Division 2, Chapter 19, to update requirements and standards for accreditation of environmental testing labs.

6. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea reported that Jones pumped at minimum capacity during most of October, Banks Pumping was less than Jones due to the fall x2 requirement. Folsom storage was at 598 TAF and CVP demands were at 220 TAF during October. Target date for flood operation levels was December 1, 2019. She also reported that the Bureau will be implementing the 10% cap on carryover supplies.

- B. Monthly Supply/Use/Completed Transactions Summary Report as of 10/31/19
Adam reported use for the month of October at 4,454 AF in-District and 525 AF transferred out, totaling 5,407 AF for the month. A total of 120,421 AF is projected to be available for the current water year and an estimated 29,397 AF for rescheduling into the 2020-2021 year.
- C. Remote Telemetry Project – Update
Adam reported that a SHPO letter had been drafted and was waiting for the mandatory 30 day comment period to expire before being mailed out.
- D. 2019 Crop Report Summary
Adam provided and reviewed the Draft 2019 Crop Report with the Board.
- E. Landholding Updates
Anthea provided, reviewed and discussed the changes in ownership in District land with the Board.

7. RESOURCE MANAGEMENT ACTIVITIES

- A. Westside Integrated Regional Water Management (IWRM) Activities
Anthea shared that the final review of the Grant application was taking place and the IWRM Group was working on the Disadvantaged Community Program assessment. She provided and reviewed a copy of notification showing the grant amount and a breakdown of the request. Also provided was a letter of support from the City of Newman (as a Disadvantaged Community Project) in support of the application.
- B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)
Adam provided and reviewed a Drainage Activity Summary Report. He also noted the upcoming annual meeting of the WSJRW to review requirements under the ILRP and provided times, dates and places where they would be held.

8. FINANCIAL MATTERS

- A. 2018-19 Financial Audit Process – Status Update
Anthea shared that the current Auditor was very thorough with his work and was positive the District would receive a good audit, when the final report is presented in December.
- B. 2019-2020 SWRCB Fee Billing Notice
Anthea provided a copy of the yearly SWRCB Water Rights Fee and noted that this fee would no longer need to be paid under protest, as all legal remedies had been exhausted. She added that the District had budgeted \$129,000 for this fee, with the bill coming in at \$148,000. Also provided was a Water Rights Fee Tracking Sheet for the Board to review.
- C. CVP Financial Matters – Update
Anthea provided the Financial Affairs Committee Meeting Agenda for the November 15th meeting she attended and reported on Ratesetting Policies, Contract Conversions, O&M Cost Allocations, CVP Power Initiative and San Luis Facilities.

9. SUPPLY DEVELOPMENT PROGRAMS

- A. North Valley Regional Recycled Water Program – Update
Anthea provided and reviewed a Ranger Pipelines Three Week Look Ahead Schedule for the Turlock Component portion of the project. She also provided and reviewed the NVERRWP Grants Report and shared that the State had awarded an additional unsolicited \$2.5 million toward the project. She believed that ultimate cost for the NVERRWP supply would be less than the projected \$225/af due to the grants.
- B. Orestimba Creek Recharge & Recovery Project – Update
Adam reported that groundwater and quality levels are being checked on a weekly basis. Anthea added that the District still had three years left on the Option Contract to purchase the property where the ponds are located.
- C. Del Puerto Canyon Reservoir Project – Update
Anthea provided and discussed a progress report from Woodard & Curran for the month of November as well as several articles from local newspapers and the positive impact in the region. She introduced Andy Neal

and Lyndel Melton of Woodard and Curran who gave a presentation to the Board on the progress and next steps to the Del Puerto Canyon Reservoir Project.

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea provided a brochure for the Los Vaqueros Reservoir Expansion Project that highlighted its benefits and the steps being taken to forward the project as well as discussed the LVE General Managers Meeting that took place on October 28th. Anthea reported that of significant interest is the Transfer Bethany Pipeline, a connection between the Los Vaqueros Reservoir and the California Aqueduct, which could potentially be a way for South-of-Delta participants to obtain CVP water through Los Vaqueros. A letter in support of this project to Secretary David Bernhardt of the Department of the Interior was also provided for the Board to review.

E. Temperance Flat Reservoir Project – Update

Anthea reported that this project seems to be struggling and other options for water storage are being discussed. She also reported that the Friant-Kern Canal has subsided and has lost 60% of its delivery capacity and funding for repairs is a top priority.

F. BF Sisk Dam Raise Project - Update

Anthea reported on the BF Sisk Dam Raise Project and noted that the environmental work to do a dam raise was underway. The Bureau was currently working on the NEPA and the Water Authority on the CEQA. She reported that a scheduled meeting would be taking place the next day to discuss formulating the alternatives to be studied in the CEQA document as well as discussion on funding for the project.

10. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea shared that a negotiation session will be taking place on Tuesday, November 26, 2019. She hoped this was to be the final session.

B. Office Building Expansion – Update

Anthea shared that she had all the schematics and a few questions for Don of Teter and she added that spec books would be available by the end of the year, to go out for bid.

C. 2020 Irrigation System Improvement Loan Program Update and Board Consideration of Resolution Approving the Submittal of an Application to the SWRCB for Financial Assistance

Anthea tasked Adam to submit applications for Financial Assistance. If approved, funding would be available to customers after July 1st of 2020. The Board approved the Submittal of an Application to the SWRCB for Financial Assistance as follows:

Ayes:	Maring, Lucich, Perez, Jasper and Koster
Nays:	None
Abstentions:	None
Absent:	Dompe

D. Clean Energy Capital Bond Consultation – Update

Anthea reported that on Monday she had given a Del Puerto Water District Credit Presentation to two representatives from S&P Global, the rating agency selected by the District to obtain a private credit rating. A final decision would be given by the next board meeting providing a list of items is reviewed and followed up on.

E. Crows Landing Industrial Business Park – Update

Anthea provided and outline of the proposed phases of development for the Crows Landing Industrial Business Park (CLIBP) for the Board to review.

F. San Luis Transmission Project Update

Anthea provided a Summary Briefing to the San Luis Transmission Project (SLTP) and shared that some questions have come up due to a new FERC order, which would have impact of removing TAC fees from the current configuration which could make SLTP economically non-viable.

G. Boards & Committee Appointments Review

Anthea shared that the Board would be reviewing the appointments to Boards and Committees within the District at the December BOD Meeting due to Earl Perez's retirement from the Board, and the pending appointment of Kyle Perez, assuming his seat on the Board of Directors.

11. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the SLDMWA Regular Meeting Minutes and the O&M Report for October for the Board to review.

12. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

A thank you note from Governor Newsom's office thanking Anthea for a tour of the NVRRWP was provided as well as newspaper articles pertaining to water rights, a Family Farm Alliance memo, and a copy of the Building a Better Tomorrow 2019 Annual Conference brochure for the Board to Review.

13. CLOSED SESSION

There was nothing to report for Closed Session.

14. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

15. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:24 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
OCTOBER 16, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:36 a.m. Board Members present were Jim Jasper, Bill Koster, Zach Maring.

2. OPPORTUNITY FOR PUBLIC COMMENT

Board Member Koster asked if it was possible to change the meeting time, to which Anthea responded that it would be possible if the bylaws were changed. He then responded that he was just curious.

3. ADDITIONS/REVISIONS TO THE AGENDA

Anthea indicated that after the Consent Calendar item, the Board would have a brief closed session to receive updates from District Counsel, Alan Doud, pertaining to one item listed on the closed session agenda.

4. CONSENT CALENDAR

The Minutes from the Special Board Meeting of 9/17/19, the Monthly Accounting Reports as of 9/30/19, and the Monthly Field Operations Report for the month of September were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Maring, Lucich, and Koster
Nays: None
Abstentions: None
Absent: Dompe and Perez

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea reported that no appropriations bills had passed the house and that Senator Feinstein was working on a Senate version of an appropriations bill. The Bureau of Reclamation is currently operating under Continuing Resolutions.

B. State Legislation – Update

Anthea provided a copy of a letter she had written to Governor Newsom requesting he veto Assembly Bill 1184 (Gloria).

C. State & Federal Contractors Water Authority – Update

There was nothing to report on this item.

D. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea reported that the Bureau had still not issued a record of decision on the Biological Opinion, but believed they were getting close. She also mentioned that Regional Director, Ernest Conant had issued a notice to Fish and Wildlife that Reclamation requested to adhere to the X-2 of 81 km, which was later followed by a decision to stay in contact with State operations and hold to the 74 km target. Also included was correspondence to the EPA and Natural Resources Agency as well as correspondence to Governor Newsom regarding Voluntary Agreements and critical concerns pertaining to them.

E. SWRCB WQCP Activities – Update

Anthea reported that the voluntary agreements were still in process and that modeling work was the current focus.

F. CA Water Fix - Update

State Water Contractors and DWR are continuing negotiations on proposed amendments to the contract, which would provide contract extensions. Currently there are no reportable activities with respect to revised plans for Delta Conveyance options.

6. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Tom Boardman's October Operations Update was provided and Anthea reported that water was currently being released from upstream reservoirs in order to meet flood control requirements. Filling of San Luis Reservoir under various exceedance scenarios was discussed.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 9/30/19

Adam reported use for the month of September at 6,742 AF in-District and 300 AF transferred out, totaling 7,042 AF for the month. A total of 124,605 AF is projected to be available for the current water year and an estimated 35,354 AF for rescheduling into the 2020-2021 year, however Staff pointed out that rescheduling quantities were likely to be limited similar to 2018-19.

C. Remote Telemetry Project – Update

Adam provided and reviewed a completed Archeological Records review from Basin Research Associates regarding the tower location and two control structure locations.

7. RESOURCE MANAGEMENT ACTIVITIES

A. Westside Integrated Regional Water Management (IWRM) Activities

Anthea provided and reported on the Disadvantaged Community Involvement Program (DACIP) as well as gave an update on the Prop 1 Grant application process. A flyer announcing a DACIP public workshop addressing long-term water planning needs in Modesto on October 22nd was provided as well.

B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Adam reported that an upcoming meeting in December will be used to discuss real time management programs and CV-SALTS Basin Plan Amendments. Also discussed was a scoping paper on Irrigated Pasture Regulatory Evaluation being circulated by the RWQCB.

8. FINANCIAL MATTERS

A. 2018-19 Financial Audit Process – Update

Anthea reported that two days of field audit had been performed, and two more days in the coming weeks will complete the visit. She indicated she hoped to have a final audit report to present by the November meeting.

B. Mid-Year Budget Review and Second Quarter Balance Sheet Analysis Report Review

Anthea provided and reviewed the Balance Sheet Analysis as of August 31, 2019. Included with the report were the SWPP, NVRWP and RWSP-CNRA Fiduciary Funds, as well. She explained that the report showed the District's assets, liabilities and net position as of 8/31/19, and also identified what comprised the balance of each account.

C. CVP Financial Matters – Update

Anthea reported that the Cost Allocation Study was due to be released in December 2019. The study will determine the split of costs of the CVP to date and apply those percentages to determine each contractors' obligation to pay-off construction costs of the project. She noted that this allocation would then be used to distribute O&M costs moving forward.

9. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea shared that she provided lunch to the construction crew a few weeks ago, which was well received. She also gave a tour to the Governor's Chief of Staff, Ann O'Leary who was joined by SWRCB Chariman Joaquin Esquivel. She provided the Woodard-Curran monthly progress report, and noted that an Engineering award had been received by Myers-Rados for the project. Construction down West Main Street for the Turlock component was still underway, but very near completion.

B. Orestimba Creek Recharge & Recovery Project – Update

Adam reported that installation of the pump and well was complete and that we are still awaiting PG&E for power to have it tested.

C. Del Puerto Canyon Reservoir Project – Update

Anthea accommodated Mr. Wayne Armbrust, a local landowner, who came in at 9:08 a.m. to provide public comment on the Del Puerto Canyon Reservoir & Recovery Project. He expressed his disappointment that there were no reporters present and had expected there to be a few. He also mentioned that he was only aware that his comments on the project were opened and viewed due to a tracker he placed on them. Board member Koster asked if he had attended the Open House meeting held on July 24, 2019 and he indicated he had attended. He also asked the following questions:

- a. In the past 20 years, when was the last time anyone received a 100% allocation?
- b. Are you planning on filling the reservoir with contract supply?
- c. Why not give excess water to flood irrigate?
- d. Is anyone looking into how delicate the environment is with animals and insects and weather change?
- e. When was the decision made to use Del Puerto vs Ingram Canyon?

Mr. Armbrust also mentioned being affected by the project, however his property is located 12 miles above the fill point of the proposed reservoir. He also requested a beautiful 2 lane road with a shoulder large enough to park his truck. Anthea suggested he take her card and call her whenever he wished to answer any questions, which he did and indicated he would call her if he did.

After Mr. Armbrust's visit, Anthea provided a progress report on the Project's work performed, budget status, schedule status and outstanding issues as well as a memo on environmental issues, engineering and data collection, road relocation, utility relocation, dam operations, coordination with other agencies and programmatic items. She added that the County had issues with a road relocation and was looking for other options. The meeting agenda for the California Water Commission was provided, as was a copy of the CWC's consistency determination issued at that meeting. Notice was received that there were no official Indian Trust Assets in the Del Puerto Canyon. She also reported that a firm had been selected to assist in public relations and engagement through January 2020, the end of the public comment period of the project; Catalyst will do project management and coordination activities, environmental issues and community issues.

1. Mid-Year Budget Update and request for Continued Authorization

Anthea provided and reviewed the Budget Expense Report for Professional Services. She shared that Woodard and Curran had reached their authorized limit. She explained how the funds had been used and requested authorization to continue funding the Woodard & Curran budget with the approval of another \$2 million, one-half of which would be funded by the District, which was approved as follows:

Ayes:	Jasper, Maring, Lucich, and Koster
Nays:	None
Abstentions:	None
Absent:	Dompe and Perez

D. Los Vaqueros Reservoir Expansion Project - Update

Email correspondence from Frances Mizuno coordinating a future meeting was provided. There was nothing new to report on this project.

E. Temperance Flat Reservoir Project – Update

There was nothing to report on this item.

10. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea reported that the effort was near completion.

B. Office Building Expansion - Update

Anthea reported that she continued to meet with Teter to discuss and review plans for the Office Building Expansion project.

C. Request to Discontinue Water Service to Stanislaus County APN 026-013-017 22 acres

Anthea gave a brief overview of the 22 acre parcel whose landowners have requested to be removed from service. After discussion, the Board declined the landowner's request for removal and instructed Staff to continue sending monthly billing statements for the amount owed as follows:

Ayes: Jasper, Maring, Lucich, and Koster
Nays: None
Abstentions: None
Absent: Dompe and Perez

D. Review and Consider Agreement between the Department of Water Resources and Del Puerto Water District for Construction, Operation and Maintenance of the Shiraz Ranch Turnout at MP 49.52R of the California Aqueduct as well as a Corresponding Reimbursement and Indemnification Agreement between the District and Shiraz Ranch, LLC in support thereof

Anthea reported that final permission from the Department of Water Resources to build a turnout on the California Aqueduct had been received. The plans were reviewed with the Board and after discussion, the Board approved the Agreement between DWR and DPWD for Construction, Operation and Maintenance of the Shiraz Ranch Turnout at MP 49.52R of the California Aqueduct as well as a Corresponding Reimbursement and Indemnification Agreement between the District and Shiraz Ranch, LLC in support thereof as follows:

Ayes: Jasper, Maring, Lucich, and Koster
Nays: None
Abstentions: None
Absent: Dompe and Perez

E. 2020 Agricultural Drain Loan Program Application – Update

Anthea reported that a new project manager had been assigned as the District's contact and that a meeting was being planned for the next day. Adam has been tasked with preparing and submitting the application by the deadline of December 31st.

F. Review and Consider Unbudgeted Expenditure for Bond Rating Consultation

Anthea reported that the first NVRWP Title XVI grant was received and a 2nd grant was waiting appropriations and a 3rd had been applied for, and she further explained that in order to be able to receive the funds per Reclamation's Directives and Standards, the District would need to acquire a Bond Rating. Clean Energy Capital had been contacted about assisting the District to obtain a credit rating to meet the requirement of a "determination of financial capability" in order to receive the grant funds. After discussion, the Board approved the hiring of the firm to obtain a Bond Rating, and not exceed \$30,000 as follows:

Ayes: Jasper, Maring, Lucich, and Koster
Nays: None
Abstentions: None
Absent: Dompe and Perez

11. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

The SLDMWA Minutes, O&M Report, Memo on Voluntary Agreements and a BOR News Release on reviews of alternatives to address potential Bay-Delta water supply shortages were provided for the Board to review.

12. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

The itinerary for the CCID CALF 49 Summer Tour of Central Valley Water Issues that Anthea attended, a Thank You email from GM David Coxey of Bella Vista WD thanking the District for lending them its generator, email correspondence pertaining to the change in title by BOR from "Mid-Pacific Region" to "Interior Region 10", agenda to

the Mid Pacific Region Water Users Conference, Itinerary for Tour of the San Joaquin River Exchange Contractors Water Authority's Service Area and the Family Farm Alliance Monthly Briefing were provided for the Board's review.

13. CLOSED SESSION

There was nothing to discuss in closed session.

14. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

15. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:24 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**SPECIAL MEETING OF THE BOARD OF DIRECTORS
SEPTEMBER 17, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:31 a.m. Board Members present were Jim Jasper, Zach Maring. Landowner and Board-Member elect Kyle Perez was also in attendance.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no public comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

There were no additions or revisions to the Agenda.

Note: Board Member Bill Koster arrived at 8:33 a.m.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 8/21/19, the Monthly Accounting Reports as of 8/31/19, and the Monthly Field Operations Report for the month of August were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Maring, and Koster
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Perez

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea reported that Congress had resumed after their recess and hoped that by the end of the month, there would be some type of appropriations bill for the current Del Puerto Canyon Reservoir Project to be named, in order to be eligible to receive funding and also \$1.5 million identified by the Bureau for funding support for the feasibility study. Congressman Harder and other local representatives continue to voice their support for the Del Puerto Canyon Reservoir Project. She also shared that although the Trump administration rolled back water protections recently, the State of California had previously passed a policy that secured its waterways regardless of changes at the federal level.

Note: Board Member Pete Lucich arrived at 8:40 a.m.

B. State Legislation – Update

Anthea shared that SB 1 had recently been passed and added that from Congressional Representatives from the Valley Delegation urged the Assembly not to pass the legislation, but it passed regardless. She shared that Governor Newsom indicated vetoing the bill. She also mentioned Assembly Bill 1184 aka Gloria, which requires all public agencies including special districts to retain all email communication (including spam) pertaining to the public's business for a mandatory timeframe of two years. With the Board's consent, Anthea wished to write a letter to Governor Newsom requesting a veto of this bill. The Board approved the writing of such letter.

C. State & Federal Contractors Water Authority – Update

Anthea shared that the SFCWA had an upcoming meeting and were continuing to tie up loose ends in order to terminate this agency.

D. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea reported that this continued to move forward and that interested parties were awaiting the release of the official Biological Opinions from the NMFS and USFWS which will be used as a basis for the BOR to issue their

record of decision on the updated operations of the CVP & SWP. Lawsuits are predicted to be filed once the record of decision is released.

E. SWRCB WQCP Activities – Update

Anthea reported that no formal SWRCB Staff proposal had yet been issued for Phase II. An update from SLDMWA on Voluntary Agreements was provided for the Board to review.

F. CA Water Fix - Update

There was nothing to report on this item.

6. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea provided Tom Boardman's September Project Operations Update and reported that although during the month of August the SWP was not operating at full capacity, Jones was. Demands were up over a 15 year average. A chart showing storage capacity filling by March 2020 was provided and reviewed. A Daily CVP Water Supply Report from the Department of the Interior was provided for review. Anthea also reported that an Interim CVO Manager, Kristen White, had been appointed.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 8/31/19

Adam reported use for August at 9,179 AF in-District and 350 AF transferred out, totaling 9,529 AF for the month. A total of 124,868 AF were projected to be available for the current water year. Anthea shared she was in talks regarding banking water as the Board had instructed her to do so, and indicated there was a significant cost to move supplies to storage, predicting the water would cost \$250 when it returned. After review and discussion, the Board decided to wait until the October Board Meeting to continue discussion.

C. Remote Telemetry Project – Update

Adam reported that the main delay is the NEPA portion of the environmental documentation due to a high turnover of staff at the Bureau. He was currently awaiting on responses to the USBR's comments provided on the project.

7. RESOURCE MANAGEMENT ACTIVITIES

A. Westside Integrated Regional Water Management (IWRM) Activities

Anthea provided the Staff Report on Activity Agreements from the Authority and reported that support for the disadvantaged communities involvement continued.

B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Adam reported that revisions had been made to the surface water quality management plans which had been submitted to the Regional Board. Calls and mailings following up on farmers who needed assistance on their paperwork requirements was provided and management continued for the Prop 84 Real Time Management Program Grant, which included preparation of vendor specs for purchase of equipment.

C. Sustainable Groundwater Management Activities – Update

Adam reported that a meeting was held on August 29th regarding a budget update, grant opportunities and reimbursements, draft policies for implementation of the GSP, and the Notice of Intent for adoption of the GSP. Final GSP sections were distributed for final comments, which were due by September 4th to be incorporated before the 90 day Notice of Intent for adoption of the Northern and Central Delta-Mendota Region GSP is posted to the website on September 9th. A second grant application package was approved by DWR to WSID, who is expected to receive reimbursements of nearly \$365,000 by mid-September.

8. FINANCIAL MATTERS

A. Treasurer's Quarterly Investment Report for the 2nd Quarter Ending 08/31/19

Anthea provided and reviewed the Treasurer's Quarterly Report for the 2nd Quarter Ending 08/31/19. The Board approved the report as follows:

Ayes:	Jasper, Maring, Lucich and Koster
Nays:	None
Abstentions:	None
Absent:	Dompe and Perez

B. 2018-19 Financial Audit Process – Update

Anthea shared that Fechter and Company was engaged to perform this year's audit. She shared that despite her efforts, she was unable to obtain a lower fee for their services despite only needing them for one year, but believed they would be very thorough. A list of items they require before they arrive on the first week of October was provided for Staff to have items ready for the audit.

C. Mid-Year Budget Review and Second Quarter Balance Sheet Analysis Report Review

This item will be available at the October Board Meeting.

D. Notification of FY 2020 Charges for the CVP Restoration Fund – PL102-575 – Report

Anthea provided correspondence from the Department of the Interior announcing FY 2020 charges for the CVP Restoration Fund of \$10.91 and \$21.82 per acre-foot of CVP Agricultural and M&I water, respectively. Anthea shared that funds collected under CVPIA were to be used for projects to increase the fish population, but none have been completed. She added that once the current CVP Cost Allocation effort is finalized, any O&M costs from the CVPIA fund identified as being due, will be made a cost component in the rates between now and 2035. If CVPIA construction costs are due, they will be added to the construction cost that District will be paying off in the 9D Contract conversion effort.

E. USBR FY 2018 Contractor Annual Accounting Analysis – Report

Anthea provided and reviewed the FY 2018 Contractor Annual Accounting Analysis Report. She shared that due to a good CVP water delivery year, the District made an almost \$5 million capital component payment, reducing the District's final capital component payment by 25%.

F. CVP Construction Cost Balance – Update

Anthea provided and reviewed the Analysis of Capital Repayment Obligations with the Board. An estimated Capital Net Balance of \$15,750,920 and the unpaid construction costs of the DMC/CA Aqueduct Intertie of \$1,405,481 were included and discussed in the report.

G. Supplemental Water Purchase Program - Update

Anthea reported that the 2nd annual billings for the SWPP had been mailed and all payments had been received. There are 7 more years remaining in this program.

9. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea provided the May – July 2019 Progress Report and reported that the project was on track to be completed by the end of the year. She reported that Turlock's SRF Loan had not had its budget approved by the State yet and the city had yet to receive reimbursement from the loan. She added that grant money was being used to assist in the construction. Also reviewed and discussed were the Phase 4 report, the California CWSRF Payment Schedule, a Loan Amortization Schedule and a Debt Service Cost Savings Schedule Modesto-Final.

B. Orestimba Creek Recharge & Recovery Project – Update

Adam reported that a well was installed between the two ponds and power was being planned for with PG&E. Anthea provided correspondence regarding some activity at the OES on the FEMA Grant approval. If approved, it would provide 7 million of the 9 million required for the project.

C. Del Puerto Canyon Reservoir Project – Update

Anthea reported that all landowners had granted access to their properties and gave a summary of the progress in the month of August which included Engineering and Data Collection, Environmental Issues, Road Relocation, Utility Relocation, Dam Operations, Coordination with Agencies and Programmatic issues. Multiple weekly meetings have been taking place. She also reported that Staff was to present a report the following day to the CA Water Commission showing how DPCR is consistent with Prop 1 requirements. She shared that in order to be considered for federal WIIN funding, a Consistency Determination from the California Water Commission is required.

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea shared that she had been attending the General Managers Meetings on the project. She provided the Agenda to the August 29th meeting for the Board to review. She explained the importance of remaining with this project, specifically the potential possibility of storage and conveyance that would not be dependent on Delta pumping.

E. Temperance Flat Reservoir Project – Update

There was nothing to report on this item.

10. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea reported that the Bureau had called for District Level Negotiations and that she would be attending meetings in Fresno for the 9D Contract Conversion Effort. She invited the Board Members to attend any of the noticed meetings.

B. Office Building Expansion - Update

Anthea provided the Board with drawings of the proposed building expansion for their review.

C. Cultivate California - Update

Anthea gave an update on the Cultivate California program and provided the Board with a copy of a presentation given at their last meeting.

D. Request to Discontinue Water Service to Stanislaus County APN 026-013-017 22 acres

Anthea shared a landowner letter formally asking to have APN 26-13-17 removed from Water Service. After discussion, the Board suggested that in order for any request to be considered, accounts must be in good standing. It was decided to table this item until next month.

11. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the SLDMWA Board of Directors Regular Meeting for August 8, 2019, O&M Report for August 2019, a News Release from BOR pertaining to alternatives for addressing seismic concerns at B.F. Sisk Dam, SLDMWA's Request for a Joint Project on Safety of Dams Modification, and a Department of the Interior Request to Initiate a Feasibility Study for Additional Project Benefits Memorandum for the Board's review.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

The itinerary for the CCID CALF 49 Summer Tour of Central Valley Water Issues that Anthea attended and the Family Farm Alliance Monthly Briefing were provided for the Board's review.

14. CLOSED SESSION

There was nothing to discuss in closed session.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:33 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
AUGUST 21, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:32 a.m. Board Members present were Jim Jasper, Zach Maring, Pete Lucich, Bill Koster and Earl Perez.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no Public Comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

There were no additions or revisions to the Agenda.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 7/17/19, the Monthly Accounting Reports as of 7/31/19, and the Monthly Field Operations Report for the month of July were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Maring, Lucich, Koster and Perez
Nays: None
Abstentions: None
Absent: Dompe

5. CLOSED SESSION

There was nothing to report for Closed Session.

6. MANGERS REPORT

A. Federal Legislation – Update

Anthea reported that there was not much activity on the Federal side due to Congress being in recess. She added that she and Chris White were focusing on keeping the Del Puerto Canyon Reservoir on everyone's radar on the Federal level.

B. State Legislation – Update

Anthea reported that numerous agencies and business leaders were opposing SB 1 due to the potential derailment of the Voluntary Agreement negotiations process and the threat its implementation could place on the water supply of millions of people. A letter of opposition from 36 agencies and businesses was provided for the Board to review.

C. State & Federal Contractors Water Authority – Update

Anthea shared that the Agency was in the process of transferring all its projects to other agencies and would be close to dissolved by the end of the year.

D. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea provided a memo from the Water Authority on the ROC on LTO and shared that the Bureau had issued its BO that then went to NMFS and FWS for their opinions. She shared that those opinions were drafted in a conflicting way. A strike team was created by Reclamation and led by NMFS and FWS to resolve these remaining issues. The Bureau would then be able to adopt its environmental document based on those opinions. Also provided was a weekly newsletter from Maven's Notebook that gave an overview of the ROC on LTO for the Board to review.

E. SWRCB WQCP Activities – Update

Anthea reported that work on the Voluntary Agreement work continued. The proposed are currently being modeled and will show that implementing them would better serve the environment and improve the challenges with the fisheries.

F. CA Water Fix - Update

Anthea reported that this project was no longer called the CA Water Fix and had yet to receive a new title and that ideas and proposals for a single tunnel were still being discussed.

7. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea provided Tom Boardman's memo and shared that pumps at Jones were operating at capacity. San Luis Reservoir had 1.2 MAF (the Federal side had 500 TAF and State had 750 TAF). She added that Refuge demands will draw storage down in the fall but levels would remain well above what the season should have drawn down if a full allocation had been provided. She believed a 100% allocation would have been possible for the 2019-2020 water year based on the current information.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 7/31/19

Anthea reported use for July at 12,238 AF in-District and 4,400 AF transferred out, totaling 16,638 AF for the month. A total of 127,033 AF were projected to be available for the current water year.

C. Remote Telemetry Project – Update

Anthea reported that Adam had sent the Archeological Assessment to the Bureau. No updates from the Bureau as of yet.

8. RESOURCE MANAGEMENT ACTIVITIES

A. Westside Integrated Regional Water Management (IWRM) Activities

Anthea shared that the Westside IWRM would be presenting their projects to DWR as part of the pre-submission workshop for the Prop 1 Funding opportunity. The need to develop a regional storm water plan was also being discussed.

B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Anthea reported that certain of the watersheds where District's growers had been asked to attend mandatory Focused Outreach Meetings. Information on the meeting time and location was provided.

C. Sustainable Groundwater Management Activities – Update

Anthea shared that the GSP was near completion and that Staff was beginning to hold GSA meetings for DMII in the near future. She reported that the requested well information from participants had been difficult to obtain to date, as landowners are leery of that information being public records. She suggested a mailer with a message of the importance of the requested information be sent out to District landowners and growers with the hopes of cooperation from them. She noted that Staff would agendize the GSP for adoption by the month of December.

9. FINANCIAL MATTERS

A. Review of USBR Reconciliation of Retroactive Storage and PUE Charges - Report

Anthea gave a brief recap to the Board regarding the Project Use Energy (PUE) Charges and how they came to be. She reported that the Bureau proposed an Accounting Process that would calculate energy consumed, base costs on kilowatt hour of energy used, estimate how much PUE each Warren Act would use based on acre feet, and each year a Power Letter of Agreement (PLOA) would be executed for energy exchange, with a deposit required to a reimbursable account. Water would then be delivered and tracked, and a true-up process would finish the cycle. Anthea shared that she had a process in place to track deposits being made. A Retroactive PUE Charges Report was provided to the Board, which showed the District recently having settle charges to the sum of \$526,418.90.

B. 2018-19 Financial Audit RFP Solicitation – Update

Anthea reported that she had not yet hired an Auditor, but was in discussion and negotiations with a potential firm.

- C. CalPERS FY 2018-19 Return & California Employer's Pension Pre-Funding Trust (CEPPT) - Update
Anthea provided and reviewed a CalPERS newsletter reporting on the Preliminary 6.7% Investment Return for FY 2018-19.

10. SUPPLY DEVELOPMENT PROGRAMS

- A. North Valley Regional Recycled Water Program – Update
Anthea introduced John Marshall of Carollo Engineers, who gave a presentation of the progress on the Turlock Component of the NVRWP construction. After the presentation, Anthea reported on the cost sharing agreement between the two cities for road section improvements being done through a project change order, but at no cost to the District. She also reported that an ad in the Patterson Irrigator will be placed to give the public a reminder and an opportunity to seek different routes, due to construction taking place at the corner of Main St. and Jennings in the coming weeks. A copy of a Waste Discharge Permit and an article on the NVRWP Main St. road work were provided for the Board's review. Also provided and reviewed was the Ranger Pipeline schedule of activities report for the following 3 weeks.
- B. Orestimba Creek Recharge & Recovery Project – Update
Anthea reported that Staff was working with PG&E on the location of power poles to get power to the production well. There was no news from FEMA on the grant as of yet.
- C. Del Puerto Canyon Reservoir Project – Update
Anthea provided progress reports for the month of July from Woodard & Curran as well as newspaper articles on the DPCR for the Board to review.

- 1. Approve DPCR Engineering Deposit Requirement from PG&E
Anthea reported that PG&E had requested a \$500,000 deposit and a signed letter of agreement for the requested relocation of PG&E's Electric Transmission Towers and Poles to accommodate the DPCR project. There are currently 12 towers and 6 poles tentatively identified as being in conflict with the project. After review and discussion, the Board approved the deposit to PG&E with a request to pay in \$100,000 increments and said letter agreement as follows:

Ayes:	Jasper, Maring, Lucich, Koster and Perez
Nays:	None
Abstentions:	None
Absent:	Dompe

- D. Los Vaqueros Reservoir Expansion Project - Update
Anthea provided a report showing the first-year estimated unit costs for the Board to review. She shared that District had agreed to be engaged in this project for a year as a local agency partner to continue refining the potential future costs of participating. Several scenarios were being discussed at the August 15th meeting pertaining to costs. She hoped that there would be something to bring to the Board next month with a refined level of potential costs of staying in the program so a determination can be made as to continued participation.

Note: Board Member Perez left the meeting at 11:23

- E. Temperance Flat Reservoir Project – Update
Anthea reported that SLDMWA was exploring a revised JPA of the San Joaquin Valley Water Infrastructure Authority (SJWIA) which would focus on promoting projects in the valley that could potentially benefit the westside. Anthea indicated that San Joaquin or Stanislaus Counties were not party to the Agreement, and she believed they should be approached as to their participation.

11. ADMINISTRATIVE ACTIVITIES

- A. 9D Contract Conversion Effort – Update
This item was discussed in closed session.
- B. Office Building Expansion - Update
Anthea introduced Don Phillips of Teter Architects who gave an Office Building Expansion Presentation and provided drawings and options for the expansion project for the Board to review.

C. San Luis Transmission Project

Anthea shared that the Water Authority, Bureau and WAPA continued to work on the funding agreement with DATC.

D. 2019 Elections – Update

Anthea shared that there had been only one candidate application for each Board position open for the upcoming election, and accordingly no ballot vote would be required.

12. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the July SLDMWA Minutes and O&M Report for the Board to review. She shared that the SLDMWA had developed a proposal to work with other interested parties to maintain Delta Channels. The Delta Channel Maintenance Program for the Protection of Beneficial Uses is a program that would identify the scope of the problem, criteria for silt removal operations, and mitigation measures. She shared that the Authority approved support for this Program.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

Anthea reported that she had met with Congressman Harder and former U.S. Secretary of Ag, Ann Veneman at a breakfast event in Modesto. Family Farm Alliance's Executive Director's Report for August and an article by Secretary Sonny Perdue: "Thanking the American Farmer" were also provided for the Board to review.

14. CLOSED SESSION

There was nothing to discuss in closed session.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:33 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
JULY 17, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:36 a.m. Board Members present were Jim Jasper, Zach Maring, Pete Lucich, Bill Koster and Earl Perez.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no Public Comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

There were no additions or revisions to the Agenda.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 6/19/19, the Monthly Accounting Reports as of 6/30/19, and the Monthly Field Operations Report for the month of June were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Maring, Lucich, Koster and Perez
Nays: None
Abstentions: None
Absent: Dompe

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea reported that the House had passed the Energy and Water and Interior appropriations bills and added that if Senate passed them as well, there would be appropriations for the North Valley Title XVI Fiscal year 18 grant, and some for the study of the DPCR. Reclamation had also recommended a second round of appropriations for FY20 and hoped those projects would be included in that as well. She shared that the Harder SAVE bill had not yet come to a vote and that U.S. Representative Jared Huffman will also be introducing a bill on storage projects. She and Chris White had planned on meeting with Mr. Huffman to discuss the Del Puerto Canyon Reservoir Project. Anthea provided a letter of support from the District for H.R. 2473, the SAVE Water Resources Act.

B. State Legislation – Update

Anthea reported that Senate had approved SB200, the Clean Drinking Water Fund for small communities in the state. Anthea provided a letter of opposition of Senate Bill 1 for the Board to review.

C. State & Federal Contractors Water Authority – Update

This item was covered with items 5A. and 5B.

D. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea reported that due to issues that were identified during the review process, further coordination between the two biological opinions was required. Reclamation indicated there would be a delay in the issuance of the Biological Opinions to resolve those issues. She shared there would be public meetings later in the month.

E. SWRCB WQCP Activities – Update

Anthea overviewed a memo from Secretaries Jared Blumenfeld and Wade Crawford discussing the current status of the Voluntary Agreements process as advanced through three primary work groups.

F. CA Water Fix - Update

Anthea shared that this project was still at a standstill, but State Water Contractors were in the process of making amendments to their contracts so they could accommodate long term financing of the project if need be.

6. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea provided the Comparison of USBRs April 90% Exec. Forecast to Actual Conditions Cumulative Demands and the CVP San Luis Storage Graph and July Project Operations Update by Tom Boardman. She reported that pumps were at 4 units and pumping 8,500 AF a day. San Luis had 633,000 AF and was drawing down 2,000 to 3,000 AF a day. Upon review of the graph, Anthea indicated that based on hydrology, the District should have been able to receive 100% allocation for the year, but did not because of ultra-conservative USBR forecasting. She indicated that this was yet another reason to pursue water storage in our area.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 6/30/19

Adam reported use for June at 9,914 AF in-District and 1,500 AF transferred out, totaling 11,414 AF for the month. A total of 126,036 AF were projected to be available for the current water year.

C. Remote Telemetry Project – Update

Adam provided and discussed the Draft Environmental Review R17AP00118 by Basin Research Associates, which covered the review of Archeological Records and Field Inventory. He shared that a 30 day review period was required from the Bureau, once the Memorandum was submitted. Once complete and approved, construction could begin.

D. Review and Approve 2019 Water Exchange Program with Lower Tule River ID

Anthea presented and discussed the Board with a Recapture Water Exchange Agreement between the District and Lower Tule River Irrigation District. The Agreement allows Lower Tule River Irrigation District to borrow some of District's available contract supply immediately, in return for an exchange of recaptured San Joaquin River supplies over the next three years at no cost. After review and discussion, the Board approved the 2019 Water Exchange Program with Lower Tule River ID as follows:

Ayes:	Jasper, Maring, Lucich, Koster and Perez
Nays:	None
Abstentions:	None
Absent:	Dompe

Note: Andy Neal of Woodard & Curran arrived at 9:19 a.m. to give a presentation on item 9.C. on the Del Puerto Canyon Reservoir project.

7. RESOURCE MANAGEMENT ACTIVITIES

A. Westside Integrated Regional Water Management (IWRM) Activities

Anthea presented the Board with the SLDMWA's monthly Memorandum on Activity Agreements and shared that the IRWM plan had been updated and that the group was currently working on Round 1 applications for grant funding. Anthea noted that the award of that grant was expected to be given at the beginning of 2020, which is in the same timeline of the completion of the Turlock Component of NVRWP. Because this grant cannot be used on costs incurred prior to the award date, there would be a possibility of only a partial award for NVRWP.

B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Adam reported that the recent focus was on getting Coalition Members to comply with reporting. A list of District's Members who had not yet submitted their reports was provided for the Board to review. He indicated he contacted the Members on the list in the weeks prior and several had submitted them since then.

C. Sustainable Groundwater Management Activities – Update

Adam provided and reported on the Delta-Mendota SGMA July 2019 Newsletter which included Subbasin Announcements, Upcoming Meeting Dates and GSP Group Updates. Also provided and discussed was the SLDMWA Northern DMC Region Budget Increase Cost Allocation Report.

1. DM-II Outreach Meeting Planning – San Joaquin County

A sample of the letter sent to the San Joaquin County landowners and water users in the District announcing an upcoming SGMA Outreach Meeting to be held on July 24th in Tracy was reviewed. Anthea shared that District will begin having GSA meetings on a monthly basis soon, now that the GSP was nearing its final form.

8. FINANCIAL MATTERS

A. Recalculated 2019 SLDMWA O&M Rates

Anthea reported that SLDMA's O&M rates had been revised the week prior based on the increase in allocation to 75%, resulting in a reduction in the estimated rate of \$1.48 for the upper DMC. She proposed not to change the District water rate.

B. 2018-19 Financial Audit RFP Solicitation – Approval to Engage Firm

Anthea shared that District had solicited several CPAs and had received only one response to date. Fechter & Company CPAs provided a very thorough proposal that was also provided and discussed with the Board. She indicated she would like to meet with them to discuss District's needs and the Board gave approval to move forward if acceptable. The Board approved moving forward with hiring Fechter & Company CPAs after meeting details with a final ok from President Gene Bays as follows:

Ayes:	Jasper, Maring, Lucich, Koster and Perez
Nays:	None
Abstentions:	None
Absent:	Dompe

C. CalPERS Health Coverage/Premiums for 2020 – Overview of District Cost Share Options

Anthea provided, reviewed and discussed a newsletter from CalPERS announcing Health Care Premiums for 2020, which showed an increase to HMOs by 14% while PPOs remained unchanged. She noted that health coverage costs would be a part of the upcoming budget discussions.

9. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea reported that in the next few days, the Turlock component pipeline installation will be at 50% completed. Traffic control along West Main Street continued due to the pipeline installation and prompted a small story to be published in the local newspaper, in which Anthea expressed the District's appreciation with the public's patience, while construction was completed. She believed the completion date of March 1, 2020 was still intact.

B. Orestimba Creek Recharge & Recovery Project – Update

Adam provided an analysis from Ken Schmidt showing that the capacity of the recently installed production well to be increased by about 50%, but still producing about 550 to 600 gpm due to partial plugging. If the well was to be used, a variable speed pump capable of pumping up to 900 gpm should be installed.

C. Del Puerto Canyon Reservoir Project – Update

Anthea introduced Andy Neal of Woodard & Curran who attended the meeting to give an update on the Del Puerto Canyon Reservoir Project. Andy provided and discussed the July Progress Report and reported on the work completed on the environmental side of the project, budget status, schedule status and outstanding issues. Anthea shared that an open house meeting is scheduled to take place on July 24th, to provide information to the public regarding the Project.

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea shared that she continued to stay engaged and had commented on a working draft of Principal Commercial Terms for LVRE participation. The Draft was provided and reviewed with the Board.

E. Temperance Flat Reservoir Project – Update

Although the District is not directly involved in this project, progress is being monitored through the SLDMWA and current efforts on how the Reservoir could be operated to provide benefits to Eastside contractors and potentially Westside participation. She added that she had attended the tour of the proposed Pacheco Reservoir to study, and that Staff was monitoring that project as well.

10. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea shared that the next round of CVP wide negotiations was scheduled for August 6th and 7th and maybe 8th. She indicated that the idea was to get through the basic terms of the contract and move on to the Division levels on a case by case basis. She reported that one of the divisions is now requesting to Reclamation to start working on negotiations specific to their contract. She believed it would take away time from an already narrow timeline of this effort, unless consensus on the CVP-wide form was reached in early August.

B. Confirmation of Resolution Approving Submission of FEMA Sub-Grant Application to Fund Development Costs of the District's Local Hazard Mitigation Plan (75% / 25% Cost Share)

Anthea shared that on July 3rd, Adam received an official letter from FEMA that the plan had been officially approved for a 5 year period. She added that she had recently turned in a FEMA Sub-Grant application before the July 5th deadline, which the Board had already been apprised of in the June BOD Meeting. A confirmation of Resolution Approving Submission of FEMA Sub-Grant Application to Fund Development Costs of the District's Local Hazard Mitigation Plan was required and said action and was approved as follows:

Ayes: Jasper, Maring, Lucich, Koster and Perez
Nays: None
Abstentions: None
Absent: Dompe

C. Office Building Expansion Update

Email correspondence from Don Phillips was provided for the Board's review, which indicated he had placed District's Office Building Expansion Project on hold for a few weeks as he wrapped up a previous project he was currently working on.

D. San Luis Transmission Project

Anthea reported that she had been meeting with Frances Mizuno of the SLDMWA and other contractors on how to finance the development of a San Luis Transmission Line. A company called DATC was currently in talks with the SLDMWA regarding funding.

E. 2019 Elections – Resolution Approving Procedures for 2019 Election

Anthea provided a letter addressed to the Stanislaus County Office of Clerk-Recorder announcing the District's Notice of Election for the 2019 Election, in accordance with Elections Code § 10509. The Notice was published in the local newspaper showing Divisions II, IV, V, and VII are up for re-election. She provided nomination papers for those divisions.

11. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the BOD SLDMWA Minutes for the June 6, 2019 meeting, O&M Report, and Transfer Agreement Correspondence for the Board to review. She reported that the SLDMWA was working on getting things up to speed with Executive Director Barajas, whom she believed was doing an outstanding job. The San Luis Transmission Project, Subsidence Issues, and the JPP Re-Wind project of the remaining 5 pumps, (to which funding of that project was a priority) were some of the projects currently being worked on. A letter written by the District showing support of the SLDMWA JPP Rehabilitation Project for funding from the WIFA program through the US Environmental Protection Agency and the announcement for a job opening and description of Frances Mizuno's position of Chief Operating Office at the SLDMWA were also provided for the Board to review.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

A memo from Family Farm Alliance was provided for the Board to review, which covered Water Infrastructure Developments in Congress, BOR Transferred Works D&S, Federal Ocean Policy, 2015 WOTUS Rule, and Improved Forest Management.

14. CLOSED SESSION

There was nothing to discuss in closed session.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2
There was nothing to discuss for this item.

16. ADJOURNMENT
Being no further business, the meeting was adjourned at 11:50 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
JUNE 19, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:36 a.m. Board Members present were Jim Jasper, Zach Maring, and Earl Perez.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no Public Comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

There were no additions or revisions to the Agenda.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 5/15/19, the Monthly Accounting Reports as of 5/31/19, and the Monthly Field Operations Report for the month of May were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Maring and Perez
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Koster

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea shared that she was hoping for a house appropriation bills within the week, and also following Congressman Harder's S.A.V.E Water Resources Act. Letters of support from the SLDMWA and ACWA were provided for the Board's review.

B. State Legislation – Update

Anthea provided a letter to Senator Atkins from several agencies pertaining to SB 1's opposition, unless amended due to concern about the Endangered Species Act provisions. After discussion, Anthea suggested the District join the group in opposing SB 1 and the Board agreed and encouraged her to write an opposition letter on District's behalf. She also mentioned she needed to write a letter of support for Congressman Harder's S.A.V.E. Water Resources Act, to which the Board agreed she should do.

C. State & Federal Contractors Water Authority – Update

No report on this item.

D. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea reported that the re-initiation of consultation on the long-term operations of the CVP & SWP continued, with the final Biological Opinions from USFWS and NDAA being issued late in June 2019.

E. SWRCB WQCP Activities – Update

Anthea shared that she was monitoring the WQCP activities and shared that for Phase I, the Voluntary Settlement Agreements were still being discussed.

F. CA Water Fix - Update

Anthea reported that this item, which is now being referred to as the "Large Scale Delta Conveyance Project", is in a period of being re-assessed. An update on the process and next steps was provided for the Board to review.

Note: at 8:49 a.m. Grasslands WD General Manager, Rick Ortega and Ellen Wehr, Grasslands WD In-House Counsel arrived to discuss and execute the California Natural Resources Agency Grant FBO Grasslands WD, Item 9.A.2.

6. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea provided Tom Boardman's Operations Update and reported that Reclamation increased the CVP allocation to 75% on June 14th. She noted a potential for another increase in the coming month.

Note: Anthea introduced Jarrett Martin, the Deputy General Manager of CCID, who arrived at 8:54 a.m. to later give an update on Item 9.B., the Orestimba Creek Recharge & Recovery Project.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 5/31/19

Adam reported use for May at 7,100 AF in-District and 600 AF transferred out, totaling 7,700 AF for the month. A total of 126,088 AF was projected to be available for the current water year.

C. 2019-20 NVRWP Turnback & Additional Supplies Program

Anthea shared that due to the lack of interest in supplemental water, Staff was only able to re-issue a portion of the NVRWP Turnback water and no Additional Supplies were required to meet customer requests.

D. Remote Telemetry Project – Update

Adam provided and reviewed a Memo pertaining to the findings on the Archeological Records Review and Filed Inventory for the project. Once completed, the information will be submitted to the Bureau to complete NEPA. An extension of the project will also be requested.

E. SLDMWA O&M Technical Committee Meeting and Annual Tour – Report

Adam shared that he participated and gave a brief report of SLDMWA projects. He also provided the Agenda for the Technical Committee Meeting portion of the meeting as well reviewed the 10-year plans.

F. 2018 Crop Report

Adam provided the Draft 2018 DPWD Crop Data Report and reviewed it with the Board.

7. RESOURCE MANAGEMENT ACTIVITIES

A. Westside Integrated Regional Water Management (IWRM) Activities

Update Memos from SLDMWA pertaining to approved Activity Agreements and the WSJRWM Grant Application Approval were reviewed with the Board. Anthea reported that discussion on Grant Funding between the group was underway.

B. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Adam provided a WSJRWC 2018 Paperwork Compliance Summary showing DPWD's compliance percentage at 80%. He also provided the SJVDA Agenda to the April 2nd meeting and the Real-Time Management Program Steering Committee Meeting held on May 23rd for the Board's review. Also announced was a Public Workshop Concerning Amendments to the Water Quality Control Plans for the Sacramento River and San Joaquin River Basins and Tulare Lake Basin to Incorporate a Central Valley-Wide Salt and Nitrate Control Program taking place July 2nd at 9:30 a.m. at the CalEPA Headquarters Building in Sacramento.

C. Sustainable Groundwater Management Activities – Update

Adam provided and reviewed a Memo from SLDMWA pertaining to the revision of the budget for coordinated tasks associated with GSP development. He reported that some costs could be reimbursed through grant funding. Also provided were the Meeting Minutes and Agendas for the Committees, Policies and Directives and a Memo on Sustainable Calculation for the Board to review.

1. DM-II Outreach Meeting Planning – San Joaquin County

Staff was still working on setting the date for this meeting.

8. FINANCIAL MATTERS

A. Treasurer's Quarterly Investments Report for the First Quarter Ending May 31, 2019

Anthea provided and reviewed the Treasurer's Quarterly Report for the 1st Quarter Ending 05/31/19. The Board approved the report as follows:

Ayes: Jasper, Maring and Perez
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Koster

B. 2018-19 Financial Audit RFP Solicitation & Schedule

Anthea reported on the schedule for the financial audit and an RFP used to be used to solicit proposals to complete a one year assignment, as the 5 year limit was reached from JWT & Associates, LLP and an alternate auditing firm was being sought to perform this year's audit. A copy of the RFP was provided for the Board's review.

9. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea shared that construction of the Turlock component was moving forward. RMC's monthly Progress Report dated 5/21/19, correspondence pertaining to Incidental Take Permits and Swainson's Hawk Request for Amendment were provided for the Board's review. She noted that the rescheduled NVRWP JPA meeting would be held on June 20 in Modesto. She also reviewed the sequencing of the process respect to the FY 2017, and FY 2018 USBR Title XVI grants, and noted that the final Grant Agreement had been signed in early June by both the District and Reclamation. The Agreement was structured so that if the District were to be awarded, the remaining eligible amount of \$5.534 million under the FY 2019 funding opportunity, no additional agreement would be needed. She noted that the funding application would be due soon, and requested the Board approve a resolution authorizing its submission.

1. Resolution Approving Application Submission to the USBR Watersmart Grant Program for Round 3 Title XVI Grant Funding

After review and discussion, the Board approved the Resolution Approving Application Submission to the USBR Watersmart Grant Program for the FY 2019 Title XVI Grant Funding as follows:

Ayes: Jasper, Maring and Perez
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Koster

2. California Natural Resources Agency Grant FBO Grasslands WD – Update

Anthea reintroduced guests Rick Ortega and Ellen Wehr from Grasslands Water District and noted that on June 10th that the District had received the California Natural Resources Agency grant check in the amount of \$26,695,480.00 on behalf of Grasslands. She explained that the grant was to be used for purchases of the Refuge Share of the NVRWP supply, and to a lesser degree for program conveyance costs of NVRWP supply, otherwise being paid for with USBR appropriations. It is estimated that the grant could cover costs for a number of years into the future. Mr. Ortega thanked the Board and Staff for a strong partnership between the agencies.

B. Orestimba Creek Recharge & Recovery Project – Update

Anthea introduced Jarrett Martin of CCID who gave updates on project development and funding. Mr. Martin noted that the recently installed production well did not perform as expected, and that Cal-West Rain had been contracted to try to rehabilitate the well.

C. Del Puerto Canyon Reservoir Project – Update

Anthea shared that she received a call from Congressman Harder, inviting her to testify in Washington D.C., which she accepted and she attended the week prior. She provided a copy of her testimony for the Board to review and noted that the hearing was posted online if anyone wished to watch. She reviewed several recent meeting agendas and overviewed the very aggressive schedule being pursued by the project partners and the consulting team at Woodard-Curran. Of most current importance is establishing the contacts and process

with the Reclamation team for the NEPA schedule, which is being made more difficult because DPCR has yet to be named in legislation. She did note that she and Chris White had 10 or more "side-meetings" while in Washington DC, and that the commissioner's office continued to be supportive pending a plan from the Regional office.

1. Review and Approve FINAL DPCR Joint Powers Agreement

A final version of the Joint Powers agreement between the District and the SJRECWA was presented to the Board. After review and discussion, the Board approved the Agreement as follows:

Ayes: Jasper, Maring and Perez
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Koster

2. Review and Approve Legal Representation Agreement for Special Counsel

Anthea provided the Board a Legal Representation Agreement with D. Max Gardner, Attorney at Law. She noted Mr. Gardner's expertise was in Bankruptcy Law, and that his services appeared to be necessary in order to perfect access to a number of parcels needing to be looked at as part of the DPCR environmental review process. She noted that both she and Richard Smith of RBS Consulting were working diligently to avoid this if possible. The Board approved the Legal Representation Agreement for Special Counsel, D. Max Gardner, Attorney at Law as follows:

Ayes: Jasper, Maring and Perez
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Koster

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea reported that Staff continued to engage with the other agencies on researching whether to be a participant in this project.

E. Temperance Flat Reservoir Project – Update

There was nothing to report on this item.

10. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea reported that she and District Counsel had spent the last 2 days at a negotiation session in Sacramento working on the conversion of the District's Contract.

B. Resolution Approving & Adopting the District's 2018 Local Hazard Mitigation Plan

Anthea provided a copy of a Letter of Acknowledgment from FEMA confirming their receipt of District's Local Hazard Mitigation Plan. She also provided and discussed the Resolution Approving and Adopting the Del Puerto Water District Local Hazard Mitigation Plan and Related Costs with the Board. After review and discussion, the Board approved the Resolution Approving and Adopting the Del Puerto Water District Local Hazard Mitigation Plan and Related Costs as follows:

Ayes: Jasper, Maring and Perez
Nays: None
Abstentions: None
Absent: Dompe, Lucich and Koster

C. Committee Membership Report / Update

Anthea provided the SLDMWA Board of Directors List, to which she pointed out a vacancy in the West Side Irrigation District Alternate position and encouraged the Board members to attend a meeting to see if they had any interest in the position. President Bays encouraged Board Member Maring to attend.

D. Office Building Expansion Update

Anthea provided and reviewed the Del Puerto Water District Office Addition Schematic Floor Plan Option 4B which would add two offices and a workroom to the existing building, and possibly an expansion of the boardroom. Architect Don Phillips would next be developing the bid/spec package.

E. San Luis Transmission Project

Anthea reported on discussions taking place with SLDMWA and a proposal to work with DATC to fund the cost of the project was discussed and reviewed with the Board.

F. 2019 Elections – Resolution Approving Procedures for 2019 Election

Anthea reported that the deadline to call an election for this year will be July 3, 2019. There are four Members whose term will expire in December 2019 and she explained the procedures required to run. A Resolution Approving Procedures for the 2019 District Election was presented. After review and discussion, the Board approved the Resolution Approving Procedures for the 2019 District Election as follows:

Ayes:	Jasper, Maring and Perez
Nays:	None
Abstentions:	None
Absent:	Dompe, Lucich and Koster

11. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the SLDMWA Board of Directors Meeting Minutes for the May 16, 2019 Regular Meeting, O&M Report and Memos for the Board to review. She pointed out that there is an effort being developed called the San Joaquin Valley Water Blueprint, which she provided a packet for. The SLDMWA has pledged \$15,000 in funds supporting a study to assess economic challenges facing the San Joaquin Valley as a result of implementation of SGMA.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

Anthea reported on she attended the SLDMWA Special Joint Workshop Tour of Shasta Dam and reported that she got an update on the progress Reclamation has made with the Shasta Dam Raise Project. A copy of the power point presentation was provided for the Board to review. Also provided was a Sierra Valley Alliance flyer, Stanislaus LAFCO's invitation to Attend Governance Best Practices, and a Memorandum form Family Farm Alliance were provided and discussed with the Board.

14. CLOSED SESSION

There was nothing to discuss in closed session.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:50 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
MAY 15, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:32 a.m. Board Members present were Jim Jasper, Zach Maring, Tom Dompe, Earl Perez and Pete Lucich.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no Public Comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

There were no additions or revisions to the Agenda.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 4/17/19, the Monthly Accounting Reports as of 4/30/19, and the Monthly Field Operations Report for the month of April were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Lucich, Maring, Dompe, Perez and Koster
Nays: None
Abstentions: None
Absent: None

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea shared that Congressman Josh Harder had been listening to his constituents and is aware that water issues are a priority and has introduced his first piece of legislation called the SAVE Water Resources Act. She pointed out that section 4. Expedite Project Feasibility Studies, which supports much-needed surface water storage that will help expand California's water supply by directing the Department of the Interior to expedite feasibility studies for 5 projects, one of the projects mentioned was the Del Puerto Canyon Reservoir and another being the Los Vaqueros Reservoir Expansion Project. She also provided correspondence pertaining to Central Valley Infrastructure, and a letter from Congressman Harder to Chairmen and Ranking Members in Washington, D.C. pertaining to infrastructure issues.

B. State Legislation – Update

Anthea reported that the SLDMWA Board Meeting would be taking place later in the week and she shared that the Water Policy Committee would be recommending to the Board that they take a position of opposition on the SB1-California Environmental, Public Health, and Workers Defense Act of 2019.

C. CA Water Fix – Update

Anthea shared that DWR had abandoned seeking approvals for the California Water Fix and rescinded some of their previous actions and withdrawn their approval request for the diversion point with the State Board. Gov. Newsom issued a mandate to find a new way to resolve its water conveyance challenges with a concept of a single tunnel. A memo from the SLDMWA was provided with information on water policy and resources activities. A letter from Senator Feinstein to Gov. Newsom supporting his revocation on the twin tunnels and proceeding with a single tunnel project was also provided. It was unclear if the project would move forward at all.

D. State & Federal Contractors Water Authority – Update

There was nothing to report on this item.

E. SWRCB WQCP Activities – Update

Anthea provided Flow Standards Updates and shared that the first set of voluntary concepts were turned in to the State Board. An official release of the Phase II Flow Requirements had yet to be received. The water community was also awaiting the Agency Consultation on the Long Term Operations of the State & Federal Projects.

F. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

There was nothing to report on this item.

6. WATER OPERATIONS & SUPPLY

A. CVP/SWP Operations

Anthea provided Tom Boardman's Project Operations Update and reported that Jones pumping declined from 1,700 CFS to its minimum of 800 CFS. CVP demands were about 180 TAF during April; about 20% more than the 15-year average.

1. 2019 Allocation Update

Anthea shared that this would depend on how flows to the Mendota pool materialize in the months of April and May, but she had been given indication that a significant allocation increase would not be happening.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 4/30/19

Adam reported use for the month of April at 5,352 AF in-District and 500 AF of transferred out, totaling 5,852 AF for the month. A total of 112,605 AF was projected to be available for the current water year.

C. 2018 Rescheduling – Final Report

Anthea shared that credit was given to District's customers that had carryover and reported that total carryover used was about 1700 AF, with the remainder being lost to foregone pumping.

Note: Board Member Pete Lucich left at 10:15 am.

D. 2019-20 Additional Supplies

Anthea provided email communication sent to customers reporting that the 2019-20 Additional Supplies Pool Request Forms would be mailed the following week. A Water Year 2019 Additional Supply Source Options Report was reviewed and discussed with the Board. After review and discussion, the Board gave guidance to Staff to have Additional Supplies at an estimated at \$235/AF. All requests will be due by May 30, 2019.

E. Remote Telemetry Project – Update

Adam reported that the cultural study field work was complete and that the consultant now has to review all studies done in the area within ½ mile of the project area. Once complete, their report will then be submitted to the Bureau for their 30 day review.

7. DRAINAGE ACTIVITIES

A. SJDVA/Westside San Joaquin River Watershed Coalition Report(s)

Adam shared there was no meeting for May and had nothing new to report. A list of growers who had not submitted their FE and MPSR was provided for the Board to review. Anthea also reported that there was a Director and Alternate vacancy in the SJDVA Board of Directors.

8. GROUNDWATER MANAGEMENT ACTIVITIES

A. Sustainable Groundwater Management Activities – Update

Adam provided and reviewed the DM Technical Working Group Meeting Minutes to the May 19th meeting for the Board to review. He reported that there was a discussion at the Technical Working Groups Meeting about whether a GSA could collect data from many wells to use for report generation, but only report the few representative wells to DWR. Also provided was a comment letter from Granite on the pending San Joaquin Valley-Delta Mendota Modeling and Sustainable Groundwater Management Plan Development. Adam also shared that a meeting will be taking place on May 20th in Patterson and encouraged the Board to attend.

1. DM-II Outreach Meeting Planning – San Joaquin County

There was no date set for the San Joaquin County meeting, but well logs were being reviewed and a meeting would be set after.

9. FINANCIAL MATTERS

A. Board to Review and Consider Revised 2019-20 District Water Rates

Anthea provided a copy of the 2019-20 Water Rates set by the Board in February. Since then, DPWD's estimated USBR rate has been reduced from \$86.91 based on a 30% Allocation to \$77.04 based on a 50% Allocation, and the SLDMWA estimated O&M rate was raised from \$15.96 to \$19.04 to include collection for the JPP Unit #2 rewind. Staff recommended the rates not be changed and place the difference in the Rate Stabilization Fund. After review and consideration the Board approved the rate as it stands with no changes and the difference to be placed in the Rate Stabilization Fund as follows:

Ayes:	Jasper, Maring, Dompe, Perez and Koster
Nays:	None
Abstentions:	None
Absent:	Lucich

B. Report on Delinquent Assessments – 2019-2020

Anthea reported there were four Delinquent Accounts with one arranging for a payment to be mailed. The three other customers have been notified their account will have a lien placed if payment is not made.

C. GASB 68 Report for FYE February 28, 2019

Anthea shared that under the GASB accounting rules, the District is required to do an annual measurement of assets and liabilities under the OPEB trust fund and CalPERS fund. The Del Puerto Water District's Cost Sharing Multiple-Employer Pension Plan submitted by MacLeod Watts was provided to the Board for their review.

10. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea reported that 8,000 feet of pipe had been completed on the Turlock component and that crews were now on Jennings Road. She shared that the Incidental Take permit that the Program had purchased credit for had 3 Swainsons hawk present during the modeling time. There are now 15 hawks present in the alignment of the Turlock component and the ITP has to be modified. Adam would be attending a meeting in Fresno the next day to help move the modification along. She believed the pipeline would be ready by December. Modesto had already closed their SRF loan and Turlock submitted their first request for reimbursement. Reclamation has announced that there is going to be a WIIN act funding for Title XVI funding for 2019 and District will be applying for the maximum amount allowable. Anthea shared that there will be a JPA meeting on June 20th if any Board Member wished to attend.

1. Tuolumne River Conservancy Bobcat Flat Site Visit

Anthea shared that she and Adam attended a tour of the Bobcat Flat site and took the mitigation check to present it personally. A letter from the Tuolumne River Conservancy thanking the District for its donation to the Bobcat Flat Phase III Restoration Project was provided for the Board's review.

B. Orestimba Creek Recharge & Recovery Project – Update

Anthea reported that the test well was drilled and developed, but that the pump test did not produce favorable results and the well may need to be located further east.

C. Del Puerto Canyon Reservoir Project – Update

Anthea reported that Task 1 and 2 of the activities were moving forward as scheduled. The Program team met with Reclamation and a schedule was provided to them that outlined what is needed over the next few weeks in order to meet the deadlines. A meeting will be held on Friday to discuss the schedule. The District has also engaged WAPA to meet about the relocation of the utility lines.

1. Review and Approve DRAFT DPCR Joint Powers Agreement

Anthea presented a DRAFT Del Puerto Canyon Reservoir Joint Powers Agreement and reported that it spells out the project and understanding that the project will result in approved studies to forward

construction of a reservoir. In order to pursue the project, the SJRECWA and the District will jointly exercise their powers. After review and discussion, the Board approved the DRAFT DPCR Joint Powers Agreement in form with a 5 day period to provide feedback that can be relayed to legal counsel before finalizing as follows:

Ayes: Jasper, Maring, Dompe, Perez and Koster
Nays: None
Abstentions: None
Absent: Lucich

2. Review and Approve Revised Budget Timeline

Anthea provided a Revised Budget Timeline and reminded the Board of the current approvals in this year's budgeting. When approved, there were four partners prepared to share the expenses of the project. Since then, Patterson Irrigation District and West Stanislaus Irrigation District had recused themselves from the project and District was recommended by BOR and the Secretary of the Interior to Congress for \$1.5 million in feasibility study funding from the WIIN Act appropriations. Anthea recommended that the current estimate of expenditures to keep the project going for the rest of the year is \$4.156 million. After explanation of expenditures, she recommended that the Board authorize the use of District's cash reserves to continue the rest of the year on the premise those reserves be replenished when appropriations come. If they do not come, she reported that the District has about \$4 million in general reserves. After review and discussion, the Board approved the DPCR budget through use of reserves if necessary pending any appropriated grant funds as follows:

Ayes: Jasper, Maring, Dompe, Perez and Koster
Nays: None
Abstentions: None
Absent: Lucich

Note: Board Member Bill Koster left at 11:20 a.m.

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea provided a Los Vaqueros Reservoir Expansion Project Updates Memo for the Board to review and reported that Staff participated in the April and May meetings. She shared that CCWD was still working on the financial models and that District was participating in the discussions. Further information on the cost to develop potential storage conveyance would be available within a few months. A main focus of this project is the Transfer Bethany Pipeline, which would connect Los Vaqueros to the west side and provide the District the ability to move water.

E. Temperance Flat Reservoir Project – Update

Anthea reported that the Temperance Flat Project continued, but funding was a big challenge.

11. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea reported that the next negotiation session was scheduled for May 29th and 30th. She indicated a prop 218 election would ultimately be necessary if the conversion went forward and communications with landowners would begin soon.

B. District Local Hazard Mitigation Plan – Update

Anthea shared that District had submitted an NOI for a grant to fund the District's costs of developing a Local Hazard Mitigation Plan and was notified recently that the submission was eligible. The application has to be turned in by July. There was a \$20,000 cost and District requested the maximum 75% of \$15,000 be covered. FEMA and CalOES are in joint review of the draft plan.

C. Committee Membership Report / Update

Anthea shared that she had contacted District counsel inquiring whether a Division had to be re-organized if acreage was lost due to detachment and how to handle a situation if a sitting Board Member has sold their acreage from their Division. Counsel indicated there was no need for re-organization of the Divisions and that Board Members could finish their appointment as scheduled if the latter occurred.

D. Office Building Expansion Update

Anthea provided three schematic floor plans prepared by Don Phillips of TETER for the Board to review and provide feedback.

12. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the Minutes for the SLDMWA's April 4th meeting, Bob Martin's O&M Report, a SLDMWA Staff Report on Activity Agreements and a letter to BOR's Regional Director regarding Sisk Dam for the Board to review. She reported that the Authority was working with BOR to do an appraisal study on DMC subsidence. Results on that will be given later in the year.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

Adam shared that he gave a presentation at the ACWA Conference as part of a panel that spoke about what Districts are doing to increase water supply. Also provided were articles pertaining to the State/Federal dispute over California water, the Shasta Reservoir Raise Project and the selection of Russell Callejo as the Deputy Regional Director for the Mid-Pacific Region for the Board's review.

14. CLOSED SESSION

Upon return from Closes Session, Anthea reported that the Board met on one item, Staff received direction and no reportable action was taken.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to discuss for this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:50 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
APRIL 17, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:32 a.m. Board Members present were Jim Jasper, Zach Maring, Bill Koster and Pete Lucich.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no Public Comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

Anthea noted that the agenda included one Closed Session Item and also that landowner Daniel Bays would be sharing a report on his recent trip to Washington D.C. with the Young Farmers & Ranchers.

4. CONSENT CALENDAR

The Minutes from the Board Meeting of 3/20/19 were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes:	Jasper, Lucich, Maring and Koster
Nays:	None
Abstentions:	None
Absent:	Dompe, Perez

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea reported that Congressman Josh Harder would be announcing a bill to support Valley water projects and specifically naming Del Puerto Canyon Reservoir was one of those projects. A press conference is scheduled for April 24, 2019, at which Anthea was asked to speak. Landowner Daniel Bays reported that he recently went to Washington D.C. as a representative for the State Board of the California Farm Bureau's Young Farmers and Ranchers. He shared that several people from the Bureau of Reclamation spoke of the Del Puerto Water District's NVRWP as well as the Del Puerto Reservoir Project, with much enthusiasm. He also mentioned that there seemed to be a much more positive vibe in Washington than when he visited a few years ago.

B. State Legislation – Update

Anthea reported that she was keeping an eye on competing proposals on how to fund improvements to drinking water in small communities. Several bills are being proposed to use State general fund surplus to develop a trust fund and use the investment earnings off the trust fund to fund these improvements. Competing bills seek to propose a "tax" on water users to generate the funding.

C. CA Water Fix – Update

Anthea reported that everything is currently on hold for this project.

D. State & Federal Contractors Water Authority – Update

Anthea reported that SFCWA continued to wind down its activities and that she had been asked to sit in a board committee to oversee the termination of SFCWA's contract with CalPERS.

E. SWRCB WQCP Activities – Update

Since the Phase I Flow Standards had been adopted by the Board in December, all parties continued to work on the first set of specifics for alternative VSA's which were turned in by the end of March. Further work will be done in the next 60 days with the hope that the Board and Staff will incorporate the voluntary agreements/ into their implementation plans. The Phase II SWRCB staff recommendation will come out any day and at that time the District will engage in those issues.

- F. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update
Anthea reported that 40 days of the 135 day window which the fisheries agencies have to report to consult on the Bureau's biological opinions had passed. The Bureau remains committed to have final biological opinions issued by December 2019.

6. WATER OPERATIONS & SUPPLY

A. Monthly Operations Update

Anthea provided Tom Boardman's report for the Board to review and noted that pumping was only at 3,500 TAF due to compliance with springtime import / export ratios. She also shared that there would be another allocation announcement the next day and believed it would not be very significant, maybe an additional 10%.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 2/28/19

Adam reported use for the month of March at 783 AF, with no transfers out of the District. A total of 111,417 AF was projected to be available for the current water year.

C. 2018 Rescheduling & Section 215 Supply – Update

Anthea provided an email from the USBR which indicated an estimate of foregone pumping in the amount of 140,872 AF through April 12. She guessed that the District will likely lose any remaining rescheduled water as of 4/12/19. The District was also able to use Section 215 water in the recharge pond and benefited from the rate being a third of the cost.

D. Additional Supplies Update 2018 and 2019

Anthea shared that she had delayed noticing the Additional Supplies Pool for 2019 due to the upcoming allocation announcement but was currently working on a notice to send to Customers. She indicated that Staff would first allocate the turned back NVRWP, then current year annual additional supplies. A draft report will be provided at the May BOD Meeting.

E. Remote Telemetry Project – Update

Adam reported that the cultural resources analysis of NEPA was postponed due to a shortage of USBR cultural resources staff. The Bureau suggested that the District hire a consultant to do the work in order to expedite things.

7. DRAINAGE ACTIVITIES

A. SJVDA/Westside San Joaquin River Watershed Coalition Report(s)

Adam reported that the Coalition was in the process of trying to complete the management plans for constituents that exceed water quality objectives at the same site more than once in three years. He also reported that Coalition Staff was in the process of trying to obtain all Management Plans by the March 30th deadline so that growers could avoid penalties. Anthea also suggested Staff should send out a notice as well. Adam provided and reviewed a list of District customers who had not filed their reports and indicated Staff would be sending reminder notices to have the data requested turned in.

8. GROUNDWATER MANAGEMENT ACTIVITIES

A. Sustainable Groundwater Management Activities – Update

Adam provided the Meeting Minutes to the Delta-Mendota Subbasin Technical Working Group Meeting and the Delta-Mendota SGMA April Newsletter for the Board to review. He reported that the main item being discussed was sustainable yield numbers. He reported that once a yield is obtained, there is a question on how much can be pumped. A list of the GSP Group Updates with tasks for the months of March and April that have been and will be performed was reviewed. Agendas for meetings that took place on April 8th, April 11th and April 12th were provided for the Board to review. Also provided and reviewed were charts and graphs showing sustainable yield ranges and water levels. Anthea reported that the next set of workshops is on May 20th.

1. DM-II Outreach Meeting Planning – San Joaquin County
There has no date set for this meeting.

9. FINANCIAL MATTERS

A. Monthly Accounting Reports for the Month of March 2019

Anthea provided and reviewed the Monthly Accounting Reports for the month of March which consisted of Current Cash on Hand as of 4/15/19, Water Customer Aging Summary as of 4/15/19, Water Customer Monthly Collection Report as of 4/15/19 and a Budget Variance Report as of 3/31/19. She requested that approval of the variance report be postponed until the May BOD meeting. The Board accepted the Monthly Accounting Reports for March 2019 as follows:

Ayes: Jasper, Lucich, Maring and Koster
Nays: None
Abstentions: None
Absent: Dompe, Perez

B. 2019-20 Summary of Initial District Data

An updated summary reflecting several changes to the prior months reported was discussed.

C. USBR Financial Issues Update

Anthea provided the Board with an excerpt on the Extraordinary O&M (XM) work that must be accomplished by BOR's MP Region and how those expenses are identified as O&M reimbursable. She explained that the Bureau would like to incorporate a process that would benefit the current Water Ratesetting Policies for the CVP for extended cost recovery. She reported that they believe a process for extended repayment is necessary due to the understanding that if there are significant costs it could impact the contractor's ability to pay. She noted that the contractors strongly agree.

D. Request for Funding – Cultivate California

The District has received a funding request from Cultivate California, a non-profit organization that facilitates web-based outreach designed to directly reach consumers with positive information on agriculture and food production in California. After review and discussion, the Board approved a one-year donation in the amount of \$5,000 as follows:

Ayes: Jasper, Lucich, Maring and Koster
Nays: None
Abstentions: None
Absent: Dompe, Perez

10. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea provided Woodard & Curran's Progress Report and shared that the Turlock component was fully underway and that Ranger was currently closing off Jennings road daily to perform work installing the 42" pipeline. She also had a conference call with the Bureau that afternoon pertaining to the release of the Title XVI grant funds that were awarded for the project. A Bond rating had been requested from the District to prove financial capability to receive a grant from the Title XVI program, but being that the District does not sell bonds and does not have a rating, an alternative solution was found. A payment request form was also submitted for the CNRA Grant that the District was awarded on behalf of the refugees.

B. Orestimba Creek Recharge & Recovery Project – Update

Anthea shared that a test well had been placed in the 20 acre site and results from the test would be given later in the week. She also reported that Congressman Josh Harder had visited the project site and a copy of a newspaper article was provided for the Board to review.

C. Del Puerto Canyon Reservoir Project – Update

Anthea shared that site work was being prepared for the project. A series of appointments with landowners in the area of potential impact was arranged to speak with them about the work projected to happen and obtain access permits to their properties.

1. Review and Approve USBR Technical Services Contributed Funds Agreement

Anthea provided and reviewed the Contributed Funds Act Agreement between the United States of America and the Del Puerto Water District. She explained that this agreement would be necessary in order to engage the USBR in the DPCR studies in advance of formal Federal grant funding. After

review and discussion, the Contributed Funds Act Agreement between the United States of America and the Del Puerto Water District was approved as follows:

Ayes: Jasper, Lucich, Maring and Koster
Nays: None
Abstentions: None
Absent: Dompe, Perez

- D. Los Vaqueros Reservoir Expansion Project - Update
Meetings to review updated financial models for LVRE are scheduled in the coming weeks. A Manager's Update meeting will be held as well in May at the ACWA Conference, at which Adam will be attending.
- E. Temperance Flat Reservoir Project – Update
There was nothing to report on this item.

11. ADMINISTRATIVE ACTIVITIES

- A. 9D Contract Conversion Effort – Update
Anthea reported that the Bureau announced the WIIN Act Negotiations will be held on May 29th and May 30th in McClellan Park, CA. Both she and Scott Kuney of Young Wooldridge will be attending.
- B. District Local Hazard Mitigation Plan – Update
Anthea shared that District's LHMP had been received by CalOES, but had not been reviewed. She continued to follow up on the status of the plan, however there has been no response.
- C. Westside San Joaquin IRWM Regional Plan – Update
Anthea reported that had been working with the Authority to assist in negotiating the fees associated with the WSJ IRWMP Grant Application, which Woodard & Curran was able to reduce from \$91,232 to \$72,166. The District agreed to pay their fair share. She also suggested that it would be fair since NVRRWP received majority of the funds, that DPWD's fair share be based on a proration of the final awards.
- D. SRF Loan Application – Update
Anthea reported had been communicating with James Garcia of the California Water Board on the District's SRF loan application. She shared that the previous person she had been working with had given her incorrect information on filing deadlines and paperwork, and therefore the District would not be eligible until the 2020 year.
- E. Committee Membership Report / Update
Anthea provided a list of District Divisions and Landowners. She reported that there would be three Directors up for re-election in 2019, as well as a question of eligibility to serve after the sale of land in the division being represented. She also noted the various committee appointments held by Board Members.
- F. Training Requirements Report
Anthea shared that beginning January 1, 2020, Bill 929 requires every independent special district to maintain a website that lists contact information for the special district. All Board Members and Staff are also now required to have Sexual Harassment Training.
- G. Authorization of Updated Bank/Investment Account Signature Cards
Anthea shared that due to the increase of her attendance at meetings and time away from the office, she had asked Adam if he would be willing to be added to the Bank/Investment Accounts as a signatory, to which he agreed. In the event one signer is not available, there will now be someone to sign time sensitive checks. Anthea added that she was in the process of setting up another account at LPL Financial Services to use when the grant funding for the CNRA grant. The Board gave authorization for Updated Bank/Investment Account Signature Cards as follows:

Ayes: Jasper, Lucich, Maring and Koster
Nays: None
Abstentions: None
Absent: Dompe, Perez

12. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

The minutes for the SLDMWA BOD Meeting on March 7, 2019, O&M Report for March 2019 and Activity Agreements Staff Report for April were provided for the Board's review.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

A memo from Family Farm Alliance, an article pertaining to the California Bay-Delta Compact, and a news announcement on Senate confirming Bernhardt to head interior were provided for the Board to review.

14. CLOSED SESSION

Upon return from Closed Session, Anthea reported the Board's approval of an acquisition of water by the USBR's RWSP from the District during water year 2019.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:28 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
MARCH 20, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:36 a.m. Board Members present were Jim Jasper and Pete Lucich.

2. OPPORTUNITY FOR PUBLIC COMMENT

Anthea shared with the Board that Woodard and Curran, Inc. received a California 2019 Engineering Excellence Award for the North Valley Regional Recycled Water Project from the American Council of Engineering Companies. She also mentioned that Board Member Earl Perez was currently recovering from an illness.

3. ADDITIONS/REVISIONS TO THE AGENDA

There were no additions, however Anthea suggested postponing action items until Board Member Bill Koster arrived to form a quorum. District Counsel Scott Kuney would also be calling in at 10:30 a.m. to give an update on Contract Renewal Litigation and the USBR Technical Session on the District's effort to convert its contract to a permanent 9D contract under the WIIN Act.

4. MINUTES FROM THE BOARD MEETING OF 02/20/19, MONTHLY ACCOUNTING REPORTS, AND MONTHLY FIELD OPERATIONS REPORT FOR THE MONTH OF FEBRURARY 2019

The Minutes from the Board Meeting of 2/20/19, the Monthly Accounting Reports as of 02/28/19, and the Monthly Field Operations Report for the month of February 2019 were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Lucich and Koster
Nays: None
Abstentions: None
Absent: Dompe, Perez and Maring

Note: Board Member Bill Koster arrived at 8:52 a.m. and Action Items were taken at this time

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea reported that legislation was being introduced that would repurpose recovered Federal funding from the California High-Speed Rail project to critical water infrastructure projects in California and the West.

B. State Legislation – Update

Anthea reported that Senator Anna Caballero had introduced a bill (SB 669) that would create a Safe Drinking Water Trust that will help community water systems in disadvantaged communities provide access to safe drinking water and that ACWA was asking its member agencies to support the legislation and maintain opposition to the proposed statewide water tax.

C. CA Water Fix – Update

Anthea reported that the CA Water Fix was currently on pause due to Governor Newsom's rejection of the twin tunnels project. He would however, support a single tunnel project to which he presented a conceptual proposal at his State of the State address on February 12, 2019.

D. State & Federal Contractors Water Authority – Update

There was nothing to report on this item.

E. SWRCB WQCP Activities – Update

There was nothing to report on this item.

- F. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update
There was nothing to report on this item.

6. WATER OPERATIONS & SUPPLY

- A. Monthly Operations Update
Anthea provided Tom Boardman's March Project Operations Memo and reported that the San Luis Reservoir was full on both the Federal and State sides. The Federal pumping Jones plant was currently running at one unit. A chart showing a 50% exceedance hydrology at San Luis was provided for the Board's review.
- B. Monthly Supply/Use/Completed Transactions Summary Report as of 2/28/19
Adam reported use for the month of February at 39 AF, with an additional 152 AF transferred out of the District. A total of 94,693 AF was projected to be available for the current water year, with an estimated 20,201 AF of that for rescheduling in to 2019-2020. Also provided was the NVRWP Water Delivery Schedule which showed 1,100 AF of Program Water Deliveries to the DMC for February 2019.
- C. 2018 Rescheduling & Section 215 Supply – Update
Anthea reviewed the Section 215 Contract rates as compared to cost of service rates under the District's long term contract. She shared that this was the first time 215 water was being used for a groundwater recharge project and that it would not require a 1 for 1 reduction in carryover supplies because it was considered "additional demand". Also discussed was a Rescheduling Guidelines letter from Reclamation clarifying the eligibility of developed incremental level 4 water supplies.
- D. Additional Supplies Update 2018 and 2019
Anthea provided and reviewed with the Board the Additional Supplies Pool Source Options for the 2018 Water Year and reported that as drafted the pool showed use of 7,950 AF at an average cost of \$247.12.
- E. Remote Telemetry Project – Update
Adam reported that the cultural resources analysis of NEPA was in the works.
- F. Review and Approve Participation in Exchange Contractors 2019-2023 Activity Agreement
Anthea gave a brief background on the Exchange Contractors 2019-2023 Activity Agreement. She explained that the SLDMWA has recently approved a new 5-year transfer agreement, and reviewed the quantities and pricing. She noted that the night before, Madera ID's Board had voted not to participate in the Agreement and whatever percentage of allocation that was potentially their share will now get picked up by the Water Authority members. Anthea shared two concepts on how the SJRWCWA supply could be set up as a subscription program for the District's water users by blending the cost and quantity of lesser rated CVP supply. She noted the risk associated with committing to the 5-year agreement in advance of a formal program, but informed the Board that an informal poll of a small group of water users indicated a positive level of interest. She also noted that the SJRECWA supply was undoubtedly the most reliable source of supplemental supplies currently available south of the Delta. After review and discussion, the Board approved the Participation in Exchange Contractors 2019-2023 Activity Agreement as follows:

Ayes: Jasper, Lucich and Koster
Nays: None
Abstentions: None
Absent: Dompe, Perez and Maring

7. DRAINAGE ACTIVITIES

- A. SJVDA/Westside San Joaquin River Watershed Coalition Report(s)
Adam provided the SLDMWA's Drainage Activities Report for March and reported attending a meeting earlier in the month where discussion of new-year activities took place.

8. GROUNDWATER MANAGEMENT ACTIVITIES

- A. Sustainable Groundwater Management Activities – Update
Adam provided the March 2019 Delta-Mendota SGMA Newsletter and shared that discussions of sustainable yield and be pumping out of the subbasin as a whole and individual GSP areas was the current focus of Technical discussions.

1. DM-II Outreach Meeting Planning – San Joaquin County
No meeting date was set.

9. FINANCIAL MATTERS

A. Review and Consider Alternate FINAL 2019-2020 Administrative Budget

Anthea presented the Benefits Report to the Board with the 2019-2020 Administrative Budget, the Payroll & Benefits Dictionary Final Wages and Tips, and the Executive Compensation Report. She overviewed the line item changes as affected by wage increases resulting from the final performance evaluations. The Board of Directors then went into closed session and upon returning, they approved the FINAL 2019-2020 Administrative Budget as follows:

Ayes:	Jasper, Lucich and Koster
Nays:	None
Abstentions:	None
Absent:	Dompe, Perez and Maring

B. Oral Report of Final Action Recommendation for Local Agency Executive Compensation

Upon return from Closed Session, Anthea reported on the approved General Manager's salary and benefits as required by law.

C. 2019-20 Summary of Initial District Data

Anthea provided and reviewed the Summary of Initial District Data for the 2019-20 Water Year which included an accounting of how Carryover Supplies were allocated into 2019, as well as the Water Availability, Watershed Coalition, Carryover and Water Cost Prepayment Charges billed as of March 1.

D. USBR Financial Issues Update

Anthea provided the SLDMWA's WY 2019 Self-Funding O&M Water Rates reported that the Authority set their rates based on a 50% allocation bringing the rate to \$19/AF, but believes it will change if and when the allocation increases. Anthea also reported on the CVP Cost Allocation Study Public Meeting on February 21st and indicated that a written comment period for the CVPCAS was open until April 17, 2019. She mentioned that the significance of this is that it finalizes the construction costs allocated to each District.

10. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea provided the NVRWP Progress Report outlining the work performed and reported that 5,700 feet of pipeline had been installed. She reported that an issue had come up regarding the Title XVI grant awarded to the Program by Reclamation and provided the Reclamation Manual Directives and Standards for the Title XVI Financial Capability Determination Process to highlight the issue and discuss a possible solution.

B. Orestimba Creek Recharge & Recovery Project – Update

Anthea reported that the recharge pond was currently being filled with Section 215 water and the production well and conductor pipe will be installed in the coming week.

C. Del Puerto Canyon Reservoir Project – Update

1. Review and Approve Final Form of Contract for Program Mgmt. Services Proposal from Woodard-Curran
This item was postponed for the April BOD Meeting.

D. Los Vaqueros Reservoir Expansion Project - Update

1. Review and Approve Participation in SLDMWA LVRE Activity Agreement
Anthea reported that the next manager's meeting will be at the ACWA Conference in May.

E. Temperance Flat Reservoir Project – Update

A news release pertaining to the Temperance Flat funding was provided for the Board to review. No other update was provided.

11. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

This item was reviewed with Counsel in Closed Session.

B. District Local Hazard Mitigation Plan – Update

Anthea shared that there might be some funding available for Districts to pay for development of their LHMP. A copy of a Notice of Interest for a Hazard Mitigation Grant Program in the amount of \$15,000 that Staff submitted was provided for the Board to review.

C. Westside San Joaquin IRWM Regional Plan – Update

Anthea reported that the participating IRWM Regions were still discussing how Prop 1 funds would be split, and that the Westside Region was estimated to receive \$1.7 million if split evenly.

12. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

The SLMWA BOD 3/7/19 Meeting Agenda, February 7, 2019 Minutes and O&M Report were provided for the Board to review.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

The Agenda to Congressman Harder's Westside Water Tour, FFA'S Executive Director's Report for March, and a SRSC Renewal of Water Contracts article were provided for the Board's review. Anthea reminded the Board that the Tour with Congressman Harder would begin at the Modesto Waste Water Treatment Plant on Jennings Road.

14. CLOSED SESSION

District Counsel Scott Kuney called in via conference call and gave an update on the 9D Contract Conversion Effort and recent developments in the contract renewal case. No action was taken.

Note: President Bays left the meeting at 10: 56 a.m.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to report on this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:39 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
FEBRUARY 20, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:40 a.m. Board Members present were Jim Jasper, Bill Koster, Pete Lucich, Earl Perez, Tom Dompe and Zach Maring.

2. OPPORTUNITY FOR PUBLIC COMMENT

President Bays welcomed County Supervisor Jim DeMartini to the meeting. Anthea shared that although she had been absent for 8 days due to an unexpected family medical situation, the Budget was ready for review.

3. ADDITIONS/REVISIONS TO THE AGENDA

Anthea reported that Item 8.A.2. would not be taken up for action and several action items might be moved up on the Agenda to accommodate Board Members who needed to leave early. Also, she noted that the USBR would be making an allocation announcement and that she intended to dial in to the meeting so that Board Members would also be able to participate in the call. The Board approved such changes to the Agenda as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

4. MINUTES FROM THE BOARD MEETING OF 01/16/19, MONTHLY ACCOUNTING REPORTS, AND MONTHLY FIELD OPERATIONS REPORT FOR THE MONTH OF JANUARY 2019

The Minutes from the Board Meeting of 1/16/19, the Monthly Accounting Reports as of 01/31/19, and the Monthly Field Operations Report for the month of January 2019 were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

5. MANGERS REPORT

A. Federal Legislation – Update

Anthea noted Senator Feinstein's withdrawal of support for the WIIN Act extension, yet the Senator continued support looking for new ways to address the increasing threat of drought by investing in water infrastructure. She also reported that several water agencies had written Representative Harder, requesting he pursue a seat on the House Committee on Natural Resources.

B. State Legislation – Update

Anthea reported that the State continued to pursue a Water Tax, with fertilizers being the current target. There is concern that the tax could expand to agricultural water deliveries. She shared that ACWA was pushing an initiative where a trust fund can be set up using other monies readily available.

C. CA Water Fix – Update

There was nothing to report on this item.

D. State & Federal Contractors Water Authority – Update

Anthea shared that the State and Federal Contractors Water Authority would be having a meeting the next day, but she would be unable to attend. She reported that the agency was still in the process of being dissolved.

E. SWRCB WQCP Activities – Update

Anthea reported that Felicia Marcus of the State Water Resources Control Board had been replaced with Joaquin Esquivel. Anthea reminded the Board that Phase II of the WQCP would be focused on the Sacramento River, posing a direct threat to the USBR's ability to deliver CVP water supplies.

F. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

Anthea reported that the Bureau had released the Biological Assessment for the re-initiation of consultation on the coordinated long-term operation of the Central Valley Project and State Water Project. She provided a web address for the Board to access the Biological Opinion at their leisure. She also reported that the projects were operating to the amended COA but that shortly after it was signed, a lawsuit by the North Coast Rivers Alliance and several other petitioners filed a lawsuit against DWR.

6. WATER OPERATIONS & SUPPLY

Anthea reported that three (3) nutria were found at the Bell Road Drain adjacent to the DMC. Two were reportedly killed but one got away. The Water Authority is asking everyone to keep an eye out and report any sightings to the State. An email was provided for more information on how to report and identify this animal.

A. Monthly Operations Update

Anthea reported that the San Luis Reservoir would be filling soon as the Federal share was at 94% capacity and the State share had already filled. A reservoir conditions report was provided for the Board to review. Also provided was the February Project Operations Update and Anthea reported that although Tom Boardman no longer works for the SLDMWA, he was kind enough to provide the report which covered Project Operations, Allocation Projections and Rescheduling Opportunities.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 1/31/19

Adam reported use for the month of January at 29 AF, with an additional 50 AF transferred out of the District and 49 AF of OCCRP use. A total of 94,693 AF was projected to be available for the current water year with an estimated 19,992 AF of that for rescheduling in to 2019-2020. Also provided was the NVRWP Water Delivery Schedule which showed 1,100 AF of Program Water Deliveries to the DMC.

C. 2018 Rescheduling – Update

The District timely submitted its Request to Reschedule 2018 Undelivered Project, Non-Project, and/or Non-Allocated Water Supplies letter to the Bureau of Reclamation. Although the Rescheduling Guidelines had yet to be received from the Bureau, it is believed that they would provide for Contractors to take either the lesser of the contract supply amount they have stored, or 10% of their contract allocation. The District requested the latter in the amount of 14,021 AF. Rates had not been determined yet. A letter from Diane Feinstein to BOR's Regional Director encouraging Reclamation to provide a high initial allocation was provided for the Board's review.

D. Additional Supplies Update 2018 and 2019

Anthea shared that this year was the final year of the five year agreement with the SJR Exchange Contractor Water Authority for 80,000 AF. The new draft Exchange Contractors Water Transfer Agreement was discussed and it was noted that the Bureau had yet to commit the Refuge Water Supply Program as a participant due to pricing, there is consideration of moving forward without them. The revised Agreement without reclamation would include Reclamation's ability to opt into the agreement at a later time and allow the Authority opportunity to transfer water to Reclamation at the same pricing. Upon review of the Proposed Pricing Report options, the Board suggested she reach out to individuals who would be most interested in this block of water, and schedule a special meeting if Board action is required.

E. Remote Telemetry Project – Update

Adam reported that little ground disturbance will be required for this project, therefore a Notice of Exemption will suffice for CEQA compliance and was in the process of filing a Notice of Exemption for CEQA with Stanislaus County, which he provided a copy of for the Board to review. He also reported that he was also working on adding additional sites to the project.

F. Review and Approve Resolution and Form of Contract for Temporary Water Service (Sec 215)

Anthea presented a draft Contract for Temporary Water Service Between the US and DPWD. This contract would be used if and when Sec 215 Water (unstorable flows) are made available. After review and

discussion, the Board approved a Resolution and the Form of Contract for Temporary Water Service Between the US and DPWD as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

7. DRAINAGE ACTIVITIES

A. SJVDA/Westside San Joaquin River Watershed Coalition Report(s)

Adam provided the Drainage Activities Report for February 2019 and reported that rates had been established at an 11% increase from the year prior. The increase was caused more from a lack of reserve carryover (as was available in the prior year) than an increase to actual expenditures. Also provided was the Agenda for the February 5th meeting for the Board to review.

8. GROUNDWATER MANAGEMENT ACTIVITIES

A. Sustainable Groundwater Management Activities – Update

1. DM-II Outreach Meeting Planning – February 26, 2019

The meeting date and time was noted.

2. Review and Approve Contract Term Extension with Woodard-Curran for SGMA Support Services
Removed from the Agenda.

9. FINANCIAL MATTERS

A. Review and Consider Alternate Contribution Option for OPEB Actuarially Determined Contribution

Anthea reviewed an Alternate Contribution Option for OPEB Actuarially Determined Contribution with the Board. After discussion, Staff recommended the District to up the contribution which is designed to increase trust assets to equal the present value of Projected Benefits for current plan members over a 5 year period if all assumptions are met. The Board approved Staff's recommendation for the Alternate Contribution Option for OPEB Actuarially Determined Contribution as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

B. Cash Flow Report and Reserve Fund Analysis as of January 31, 2019

A current Cash Reserve Positions Report was provided to the Board.

C. Review and Consider DRAFT 2019-20 Administrative Budget

Anthea reviewed the 2019-20 Draft Administrative Budget by Category: Conservation Expenses, Office Supplies, Rent, Repairs & Maintenance, the Metering Program, Association Fees, Legal & Audit Fees, Utilities, Professional Services, Vehicle & Conference Travel Expenses, Depreciation & Amortization, Insurance, Coalition Dues, SGMA Dues, Capital Expenditures, Contingency for Asset Replacement, and Wages & Related Expenses.

Note: At this point in the meeting, the Board went into Closed Session to discuss Public Employee Performance Evaluations.

Upon returning from Closed Session and after review and discussion, the Board reported its decision to approve a 3% COLA for each employee plus up to 5% for achievement of goals/merit approved the DRAFT 2019-20 Administrative Budget as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

D. Oral Report of Final Action Recommendation for Local Agency Executive Compensation

There was nothing to report on this item.

E. Review and Consider DRAFT 2019-20 Water Rates

Anthea reviewed the DRAFT 2019-20 Water Rates with the Board. After review and discussion, the Board approved the DRAFT 2019-20 Water Rates as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

F. 2019-20 NVRRWP 1st Assessment Billing and (1) Year Turnback Program Option – Recap

Anthea reported that only 11 customers met with Staff to discuss the one year program and that a total of 885 AF of NVRRWP would be made available for other customers interested in purchasing that supply.

G. USBR Financial Issues Update

Anthea shared that she would be attending a meeting in Sacramento the following day to discuss the DRAFT CVP Cost Allocation Study. The DRAFT CVP Cost Allocation Study was also available to the public on the project website for the Board and public's review. Also provided was a 2019 CVPWA FAC Issues Matrix for the Board to review.

10. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea provided a copy of a letter from the Bureau of Reclamation indicating that a Title XVI Grant in the amount of \$4.1 million had been awarded to the NVRRWP. Also provided and reviewed with the Board was the RMC NVRRWP January Progress Report and the Construction Partnering Workshop Notes for the Turlock Component from the Creative Alliance Group.

B. Orestimba Creek Recharge & Recovery Project – Update

There was nothing to report on this item.

C. Del Puerto Canyon Reservoir Project – Update

1. Review and Approve Contract for Program Management Services Proposal from Woodard & Curran

Anthea shared that although this item was included in the 2019-20 Budget that the Board had just approved, she currently did not have a contract ready for execution but wanted to get formal approval to hire Woodard & Curran and execute a Consulting Services Contract that would support Program Management Services for the project. After review and discussion, the Board approved the hiring of Woodard & Curran for Program Management Services as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

D. Los Vaqueros Reservoir Expansion Project - Update

1. Review and Approve Participation in SLDMWA LVRE Activity Agreement

Anthea provided and reviewed the SLDMWA LVRE Activity Agreement with the Board. After review and discussion, the Board Approved the SLDMWA LVRE Activity Agreement as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

E. Temperance Flat Reservoir Project – Update

Anthea discussed the Temperance Flat Reservoir Project with the Board and recommended District not pursue active participation in this Project at this time, but continue to monitor its progress.

11. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea reported that the first negotiation session for this effort was scheduled for March 13, 2019 and that she will be attending with District Counsel, Scott Kuney.

B. District Local Hazard Mitigation Plan – Update

Anthea shared that a different reviewer at Cal OES had been assigned to review the District's LHMP, which was once again adding a delay to the approval process.

C. Westside San Joaquin IRWM Regional Plan – Update

Anthea provided the January IRWM Report from SLDMWA and reported that the Water Authority had an Activity Agreement that the District would be participating in which hopefully would include 25 of the 29 Agencies in the Water Authority. The IRWM process provides a forum for discussing and reviewing how water management problems can be solved regionally. Participation would also make the District eligible for funding opportunities in the future. She recommended adoption of the Draft Plan. A Resolution Adopting the 2019 Westside-San Joaquin Integrated Regional Water Management Plan Update was reviewed and approved as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

D. Review and Consider Request for Removal from District Water Service – APN 016-013-042

Anthea shared that the Landowner of a small 8.5 acre parcel expressed interest in removing his parcel from the District, as he has never taken allocation. She recommended that the parcel be removed from service and eventually even detach from the District. After review and discussion, the Board approved Removal of 016-013-042 from District Water Service as follows:

Ayes: Jasper, Koster, Lucich, Dompe, Perez and Maring
Nays: None
Abstentions: None
Absent: None

E. Board to Adopt Resolution Recognizing 28 Year of Service by Ernest A. Conant, District Counsel

There was nothing to report on this item.

12. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

Anthea provided the Minutes and O&M Report from the Water Authority for the Board's review. She also reported that SLDMWA's Board had approved expenditure of \$25,000 through a Contributed Funds Agreement with the USBR to perform initial exploratory work for the B.F. Sisk Dam Raise Project at San Luis Reservoir.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

The Agenda from the 52nd Annual Mid-Pacific Region Water User's Conference as well as a list of the attendees was provided.

14. CLOSED SESSION

There was nothing to report on this item.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to report on this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 12:10 a.m.

Respectfully submitted,

A handwritten signature in blue ink that reads "Anthea G. Hansen". The signature is written in a cursive style with a large initial 'A'.

Anthea G. Hansen
Secretary



**REGULAR MEETING OF THE BOARD OF DIRECTORS
JANUARY 16, 2019
MINUTES**

1. CALL TO ORDER

President Gene Bays called the meeting to order at 8:34 a.m. Board Members present were Jim Jasper, Bill Koster, Pete Lucich, Tom Dompe and Zach Maring.

2. OPPORTUNITY FOR PUBLIC COMMENT

There was no Public Comment.

3. ADDITIONS/REVISIONS TO THE AGENDA

President Gene Bays indicated that Board Member Lucich was scheduled to leave at 10:15 a.m. and requested all matters requiring a vote would need to be taken before that time. The Board approved such change as follows:

Ayes: Jasper, Koster, Lucich, Dompe and Maring
Nays: None
Abstentions: None
Absent: Perez

4. MINUTES FROM THE BOARD MEETING OF 12/19/18, MONTHLY ACCOUNTING REPORTS, AND MONTHLY FIELD OPERATIONS REPORT FOR THE MONTH OF DECEMBER 2018

The Minutes from the Board Meeting of 12/19/18, the Monthly Accounting Reports as of 12/31/18, and the Monthly Field Operations Report for the month of December 2018 were provided in advance for the Board's review. The Board approved the Consent Calendar as follows:

Ayes: Jasper, Koster, Lucich, Dompe and Maring
Nays: None
Abstentions: None
Absent: Perez

5. PUBLIC MEETING TO ACCEPT COMMENTS ON THE DISTRICT'S LOCAL HAZARD MITIGATION PLAN UPDATE

1. Introduction

President Gene Bays gave an introduction pertaining to the District's Local Hazard Mitigation Plan.

2. Staff Presentation – Adam Scheuber

Adam gave an overview of the work and explained the steps taken to complete the District's Local Hazard Mitigation Plan and the benefits of having one in place such as being able to apply for FEMA grants.

3. Opportunity for Questions and Requests for Clarification from Board Members

President Gene Bays asked the Board of Directors if they had any questions or comments for Staff. Board Member Koster inquired about costs to the District pertaining to the Plan and Adam responded that the Board had previously approved \$20,000 for the cost of writing the Plan, and with the exception of Staff time, no further costs would be involved. Hearing no further questions or comments, President Gene Bays continued to Public Meeting Participation.

4. Opportunity for Public Participation – Questions / Comments

President Gene Bays opened the public meeting to questions, comments or objections by the Public concerning the drafted Local Hazard Mitigation Plan. There was no public participation or questions and President Gene Bays declared the meeting closed.

3. REPORT FROM LEGAL COUNSEL – REPRESENTATION MATTERS

Via conference call Ernest Conant announced to the Board his departure from Young Wooldridge and his new assignment as Regional Director for the Bureau of Reclamation's Mid-Pacific Region on 1/20/19. He also indicated that Allen Dowd would be taking his place in the firm with assistance from Scott Kuney. Anthea requested Ernest explain limitations pertaining to the Particular Party Matter clause, which does not allow any type of business with prior clients or known individuals and subject to which he would have to recuse himself from such for a period of 12 months after obtaining his new position. The Board thanked Ernest for his many years of service and wished him "good luck".

7. MANGERS REPORT

A. Federal Legislation – Update

Anthea shared that due to the Government shutdown, all Legislation was on hold. She also reported that there was an ongoing effort to encourage Congress to extend the WIIN Act and added that Governor Newsom expressed support for that.

B. State Legislation – Update

Anthea gave a brief update on a potential water tax to be proposed to address drinking water quality issues.

C. CA Water Fix – Update

Anthea reported that the State Board had not issued a ruling the Water Fix Change petition.

D. State & Federal Contractors Water Authority – Update

Anthea reported that efforts continued to dissolve the State & Federal Contractors Water Authority, with the last remaining item being finding a way to sublet a lease they signed and to settle on an exit amount for its CalPERS liabilities.

E. SWRCB WQCP Activities – Update

Anthea provided several articles pertaining to lawsuits against the Bay-Delta Plan.

F. USBR Re-Initiation of Consultation on the Long-Term Operations of the CVP & SWP – Update

There was nothing to report on this item.

G. USBR/DWR Coordinated Operations Agreement - Update

Anthea reported that shifting had begun from the 75%/25% to 60%/40% under the COA water sharing rules.

8. WATER OPERATIONS & SUPPLY

A. Monthly Operations Update

Anthea provided SLDMWA's CVP Project Operations Status and Forecast Report as well as Tom Boardman's January Project Operations Update and noted that 3 units were running at Jones Pumping Plant and that San Luis Reservoir's Federal Share was at 71% full with no demands.

B. Monthly Supply/Use/Completed Transactions Summary Report as of 12/31/18

Adam reported use for the month of December at 48 AF, with an additional 20 AF transferred out of the District. A total of 95,046 AF was projected to be available for the current water year with an estimated 18,641 AF for rescheduling into 2019-2020. Per the Board's request, Staff also included the annual NVRWP schedule which indicated project total deliveries of 14,041 AF for the 2018-19 water year.

C. 2018 Rescheduling – Update

Anthea reported that the Bureau had yet to release final Rescheduling Guidelines, but indicated that they would be putting a cap of 10% of contract quantity or the amount of contract supply remaining, whichever is less, on rescheduling whether or not the reservoir filled. She added that they will also impose losses but had no knowledge yet of how they will calculate that. Contractors will also be allowed to request to re-schedule any non-CVP water and hopefully other source type of water.

D. DMC-Aqueduct Intertie Use Report – July 2012-December 2018

Anthea provided a DCI Monthly totals for years 2012 to March 2018, which indicated 474,876 AF of water that would have not been available without the Intertie.

E. Remote Telemetry Project – Update

Adam reported that the District had received an extension on the Watersmart Grant until the end of June 2019, and that the project would be complete by then.

F. Final Approval of Transfer Agreement between DPWD and SLWD

Anthea provided the Term Sheet and Final Water Transfer Agreement between DPWD and SLWD. After review and discussion, the Board approved the Transfer Agreement retroactive to March 1, 2018, as follows:

Ayes:	Jasper, Koster, Lucich, Dompe and Maring
Nays:	None
Abstentions:	None
Absent:	Perez

G. Additional Supplies Update 2018 and 2019

Anthea reported on recent meetings with the Water Authority and Exchange Contractors to negotiate renewal of the 5 year Exchange Contractor Transfer. Negotiations are not yet complete, but the draft contract shows prices have increased 15% with a 3% increase each year for the next 5 years and there will be no backstop. She predicted the final terms of the agreement would be ready by the February Board of Directors Meeting for the Board to review and discuss.

9. DRAINAGE ACTIVITIES

A. SJVDA/Westside San Joaquin River Watershed Coalition Report(s)

Adam provided the Drainage Activities Report, the SJVDA Agenda to the 1/9/19 BOD Meeting, Minutes to the 12/4/18 BOD Meeting, the Summers Engineering Task Report and a WSJRW Future Budget Issues Report prepared for the 1/9/19 SJVDA Meeting for the Board to review. He reported that the main issue discussed at the BOD Meeting pertained to the 2019-20 budget and indicated there would be an increase in fees. He indicated an end of the month deadline for the District to update the landholdings and its owners/operators. Also discussed were the Summers Engineering Tasks, domestic well monitoring, management practices, CV salts, Real Time Management Program and state fees. A flyer for an annual meeting of the WSJRW to review requirements was provided as well.

10. GROUNDWATER MANAGEMENT ACTIVITIES

A. Sustainable Groundwater Management Activities – Update

Adam provided the SLDMWA SGMA Report for December 2018, the January 14th Delta Mendota Subbasin Coordination Committee Meeting Agenda and charts pertaining water level change in storage, subsidence and water quality were provided for the Board to review and reported that discussions regarding the technical part of SGMA had been taking place. Hydrological models for the basin setting, cross section for water wells, management areas and the water budget were discussed with the Board.

1. DM-II Outreach Meeting Planning – January 17, 2019

Anthea shared that on Thursday, January 17, 2019 the first DM-II Outreach Meeting for Merced County Landowners will take place in Newman and the Stanislaus County Meeting will be scheduled for a tentative date of February 12, 2019. Staff will be giving a presentation on SGMA, as will Katie Cole of Woodard & Curran, who is assisting the District with SGMA outreach efforts.

11. FINANCIAL MATTERS

A. 2019-20 Budget Preparation Discussion

Anthea reported that the budget for 2019-20 will be available for the February Board of Directors Meeting to review and discuss.

B. 2019-20 NVRRWP 1st Assessment Billing & (1) Year Turnback Program Option

Anthea shared that the NVRRWP 1st Assessment Billings were mailed in the first week of January. An estimated 4.3 inches of water will be allocated per acre, with an assessment of \$80 per acre. Also provided with the billings was a memo explaining the 1-year turn back program. Customers interested in turning back their 2019-20 allocation will be allowed to do so, pending they meet all program parameters.

C. USBR Financial Issues Update

Anthea provided and reviewed notes from the 10/19/18 CVPWA Financial Affairs Committee meeting, which re-capped the many issues that the CVPWA FAC follows on behalf of the contractor community.

12. SUPPLY DEVELOPMENT PROGRAMS

A. North Valley Regional Recycled Water Program – Update

Anthea shared that the Turlock Component continues to move forward with a minor setback from the rains. A copy of the NVRRWP Monthly Coordination Meeting in January was reviewed and discussed. She reported she was working with the RWSP on getting them their first billing statement for their share of waters received through the program.

1. NVRRWP Mitigation – Tuolumne River Conservancy Bobcat Flat Restoration Project Agreement

Anthea indicated this item will be discussed in the February Board of Directors Meeting.

B. Orestimba Creek Recharge & Recovery Project – Update

Anthea reported that the production well permit was in progress and that CCID Staff was working with PG&E to get power routed to the site.

C. Del Puerto Canyon Reservoir Project – Update

1. Program Manager RFP Final Draft

Anthea reported that the proposal submittal deadline was a week away and the partnering Agencies (CCID/PID/WSID) will meet shortly after to review the submittals. It was still unclear whether any grant funding would be awarded to this project.

D. Los Vaqueros Reservoir Expansion Project - Update

Anthea shared that the SLDMWA Board indicated they would be willing to put together an Activity Agreement for Member Agencies to participate through the Authority.

E. Temperance Flat Reservoir Project – Update

There was nothing to report on this item.

13. ADMINISTRATIVE ACTIVITIES

A. 9D Contract Conversion Effort – Update

Anthea reported that the Bureau has set a meeting on March 13, 2019 to begin negotiations, and that a form of contract should be available 30 days prior to negotiations.

B. District Local Hazard Mitigation Plan – Update

There was nothing to report on this item.

C. Westside San Joaquin IRWM Region – Update

Anthea shared that Staff was awaiting adoption of the plan by the SLDMWA and that the District would consider adoption at its February Board of Directors Meeting.

D. Review and Consider CORRECTED Request for Continued Out of Boundary Water Service Contract on a Portion of APN 21-91-12

Board Member Lucich recused himself from this item. Staff explained that the Board had already approved a Contract for Water Service on Certain Detached Lands from the District and that subsequently the property had been surveyed, which showed 20 acres planted to trees vs the 15 acres it stated in the original contract. Staff is requesting the Contract be corrected to serve 20 acres. The Board approved the correction to the original contract as follows:

Ayes: Jasper, Koster, Dompe and Maring
Nays: None
Abstentions: Lucich
Absent: Perez

E. Board to Review and Consider Proposal for Professional Services with Teter Architects (Don Phillips) for Addition to existing Office Building

Anthea presented and reviewed with the Board a proposal for Professional Services from Don Phillips of Teter Architects, who was the original architect of the Del Puerto Water District building, pertaining to a proposed expansion of the office. After review and discussion, the Board approved the Proposal for Professional Services with Teter Architects for an Addition to the existing Office Building as follows:

Ayes: Jasper, Koster, Lucich, Dompe and Maring
Nays: None
Abstentions: None
Absent: Perez

14. SLDMWA Report

A. SLDMWA Minutes, Reports and Issues Updates

The SLDMWA BOD Regular Meeting Minutes were provided for the Board to review. Anthea reported that she attended the first Board Meeting with the new Executive Director, who confirmed he had visited every agency member in his first month as the Executive Director. Also provided and discussed was Frances Mizuno's O&M Report for the month of December 2018.

13. ARTICLES/CORRESPONDENCE/PUBLIC OUTREACH

Copies of ACWA Certificates of Recognition were provided for the Board. Anthea reminded the Board that she and Adam would be attending the Mid Pacific Region's Water Users Conference on January 23rd through the 25th. Anthea also reported attending the January 8th Grasslands WD BOD Meeting where she presented them with a copy of the \$26 million grant that the Refuge Water Supply Program received for North Valley Water purchases.

14. CLOSED SESSION

There was no closed session.

15. ITEMS TO DISCUSS PURSUANT TO GOVERNMENT CODE 54954.2

There was nothing to report on this item.

16. ADJOURNMENT

Being no further business, the meeting was adjourned at 11:12 a.m.

Respectfully submitted,



Anthea G. Hansen
Secretary