

**PATTERSON IRRIGATION DISTRICT
MONTHLY BOARD MEETING
MINUTES**

October 17, 2018

The Board of Directors of the Patterson Irrigation District met in its office at 948 Orange Avenue, Patterson, California for a regular monthly Board meeting. The meeting was called to order at 1:00 p.m. by President Azevedo.

Directors Present: John Azevedo, David Reichmuth, Richard Barbaste, David Fantozzi, Steve Prevostini

Directors Absent:

Others Present:	Vince Lucchesi	General Manager
	Toni Russell	Board Secretary
	Steve Trinta	Operations/Maintenance Supervisor
	Sally Van Etten	Raftellis Consulting Group
	Victor Smith	Raftellis Consulting Group

CORRECTIONS OR ADDITIONS TO THE AGENDA:

General Manager Lucchesi requested to have Item No.: 6 Consider Approval of Change Order No: 1 for the Main Canal Rehabilitation Project removed.

Director Reichmuth made a motion to approve the changes to the agenda. Second by Director Fantozzi and passed unanimously.

PUBLIC COMMENT:

None

MINUTES:

The minutes of the September 19, 2018 Regular Board Meeting were reviewed by the Board.

Director Prevostini made a motion to approve September 19, 2018 board minutes as received. Second by Director Fantozzi and passed unanimously.

FINANCIAL STATUS:

Secretary/Treasurer Russell gave a report to the Board on bank accounts and fund balances the District holds in investment accounts. The report also included an accounts receivable aging summary report and a detailed list of cash disbursements for September 2018. General Manager Lucchesi gave a report of draft budget to actual through September 2018.

Director Fantozzi made a motion to approve the September 2018 Financial Status. The motion was seconded by Director Barbaste and passed unanimously.

CONSIDER ADOPTION OF RESOLUTION 5-2018 APPOINTING NEGOTIATORS ON PATTERSON IRRIGATION DISTRICT BEHALF FOR THE USBR 9(d) CONTRACT CONVERSION:

General Manager Lucchesi reported, in preparation for the start of negotiations to convert Patterson Irrigation District's (District) existing water service contract with the Bureau of Reclamation (Reclamation) to a 9 (d) repayment contract, Reclamation requested that all agencies pursuing the contract conversions to provide a resolution appointing the negotiators for the respective Districts. The Board of Directors designated the following individuals to represent Patterson Irrigation District:

Manager – Vince Lucchesi
District General Counsel – Jeanne Zolezzi
San Luis & Delta Mendota Water Authority Counsel – Rebecca Akroyd
Director – John Azevedo

Director Barbaste made a motion to adopt Resolution 05-2018. Second by Director Reichmuth and passed unanimously.

Ayes: Azevedo, Reichmuth, Barbaste, Fantozzi, Prevostini
Noes: None

CONSIDER ADOPTION OF RESOLUTION 06-2018 SUPPORTING A COMPREHENSIVE BAY DELTA PLAN:

General Manager Lucchesi was requested by a representative to inquire with PID's Board of Directors to adopt a resolution in support of a comprehensive Bay Delta-Plan that utilizes other solutions beyond just releasing additional water in the San Joaquin, Stanislaus, Tuolumne and Merced Rivers to help restore the fisheries along the lower San Joaquin River.

Director Barbaste made a motion to adopt Resolution 06-2018. Second by Director Prevostini and passed unanimously.

Ayes: Azevedo, Reichmuth, Barbaste, Fantozzi, Prevostini
Noes: None

WATER DISTRIBUTION SYSTEM SUPERVISOR'S REPORT:

A verbal report was given to the Board on recent activities and maintenance in the District.

PROP 218 PRESENTATION:

Sally Van Etten and Victor Smith, Consultants of Raftellis presented the draft water rate study for Board review. This draft has yet to have a final review by counsel. The goal of the Study is to help ensure that the District is able to continue to provide dependable water service to its Growers while maintaining financial stability, affordability, and adequate levels of investment in infrastructure. Raftellis also provided a proposed methodology for the District to proceed with implementation of Prop 218.

It was recommended that Raftellis is retained to move forward with noticing, and attending public workshops to educate the landowners and water users of the District on the proposal developed in the study.

DIRECTORS BRIEFING:

The Directors had nothing to report

MANAGER'S BRIEFING:

General Manager Lucchesi discussed various items that he was working on for the month. Discussion included Raising Shasta Dam, ESA Regulatory Reforms in the Federal Government and researching into converting to digital board packets.

SGMA UPDATE:

Lucchesi reported, water budgets are to be finalized in the coming months, there is a sub-basin meeting scheduled on October 30th to discuss water budgets for the respective GSP's in the sub-basin and making them work as a whole for the sub-basin. Its anticipated that by Thanksgiving that the Sub-Basin will have an agreed upon water budget.

CVP 9(d) DISCUSSION:

Lucchesi reported on a workshop he and PID legal counsel attended in Sacramento regarding the contract conversion. There wasn't anything new that was discussed at the workshop that hasn't been conveyed to the District before. However, Lucchesi stated that Reclamation's goal was to have final agreements ready for execution by the end of 2019.

ETHICS TRAINING

Secretary Russell identified the Board Members that have yet to renew the Ethics Training Certificates. Three of the Board members plan on attending ACWA at the end of November and will receive their training there.

DRAINAGE AUTHORITY UPDATE:

Lucchesi reported letters were sent out by the SWRCB to members that are not in compliance for not submitting their Farm Evaluation Plan and Nitrogen Management Plan Summary Reports. Lucchesi stated there were a handful of landowners in PID who received letters, but only a few came by the District office to help. Lucchesi pointed out that PID does not manage the Authority, or is responsible for the forms, the members are and the District is only there to help out.

FISHBIO UPDATE:

Fishbio is continuing to line up the permits needed to begin sampling in Spring of 2019. It appears that Fishbio will be able to perform the sampling and monitoring as planned for 2018, just a year later.

FALL WINTER OPERATIONS DISCUSSION:

Lucchesi presented a memo that he is updating every month based upon weather and water supply put into storage in San Luis Reservoir. The memo is to help let the Board know where PID is tracking and how does that compare to previous year's winter demand.

ADMINISTRATION AND OPERATIONS REPORT:

A written report was included in the Board packet regarding administration, operations, and construction activities.

Water Operations Report:

It was reported PID will convey 1,425 acre-feet into the DMC for USBR and discharged 484 acre-feet into the DMC under PID's 4787 Warren Act. After a 5% loss on all non-project water, 460 acre-feet was available under the contract, of which 100 was delivered to SLWD under the DPWD transfer and the remaining 360 acre-feet was put into storage. Lucchesi anticipates PID should have approximately 2,000-2,200 acre-feet in storage under PID's Warren Act Contract to use during winter shutdown in the district.

As of September, the balance of transfer water owed to SCVWD is 3,215 AF.

Construction Report:

Villages of Patterson

- Along Walnut Avenue, PID staff is working with the City of Patterson to work through a potential easement of an additional 7 feet wide by 116 feet long to accommodate the additional space needed for access of the pipeline. The City has agreed to deed over this stretch. Staff are working with Legal Counsel to provide to the City to establish the new easement. PID has an agreement the City likes and we'll execute the deed soon.
- Construction Issues:
 - PID is still working with Teichert to work out issues from construction: Air Vent Heights, Fixing leaking manholes, and the installation of the air vent on the sub-lateral.
 - PID's sub lateral that Teichert connected to was the incorrect sub-lateral, however PID made accommodations to allow the sub-lateral to work, however Teichert is to come in and replace the existing line to correct the issue.
 - It's anticipated that these issues will be resolved after the November 15 shut down.

Main Canal Rehab:

- All contracts are on budget with the exception of Rados with Change Order 1, however, the final change order numbers are yet to be resolved.
- PID submitted the 3rd claim to DWR in July, reimbursement was received the first week of October.
- The 4th claim will be submitted towards the end of October

CLOSED SESSION:

The Board announced the items that would be discussed in Closed Session. The Board convened into closed session at 3:44 p.m. to discuss the items below:

- a. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
(Subdivision (b) of Government Code Section 54956.9)
1 potential case

The Board returned to open session 4:00 p.m. President Azevedo reported no reportable action taken.

With the completion of all agenda items the meeting was adjourned at 4:00 p.m.

Respectfully Submitted,

Toni Russell – Board Secretary