

**PACHECO WATER DISTRICT
BOARD OF DIRECTORS
SPECIAL MEETING MINUTES
SEPTEMBER 25, 2024**

ATTENDEES

Board

David Parreira, President
Jake Barcellos, Director
Alec Smith, Director

Public

Josh Bunch, Water & Land Solutions, LLC
Chase Hurley, Water & Land Solutions, LLC
Dana Hurley, Water & Land Solutions, LLC
Yvonne Petroni, Water & Land Solutions, LLC
Lauren Layne, Legal Counsel

CALL TO ORDER: President Parreira called the meeting to order at 1pm.

PLEDGE OF ALLEGIANCE: President Parreira led those in attendance in the Pledge of Allegiance.

ROLL CALL: President Parreira reported a quorum of the Board of Directors was present.

POTENTIAL CONFLICTS OF INTEREST: There were no conflicts of interest.

PUBLIC COMMENT: There was no public comment.

BOARD TO REVIEW AND CONSIDER APPROVAL OF THE MAY 16, 2024 REGULAR MEETING MINUTES AND THE JUNE 17, 2024, SPECIAL MEETING MINUTES: Upon a motion by Director Smith and seconded by Director Barcellos, the board unanimously approved the May 16, 2024, and June 17, 2024, meeting minutes.

BOARD TO REVIEW AND CONSIDER APPROVAL OF THE TREASURER'S QUARTERLY INVESTMENT REPORT FOR THE QUARTER ENDING JUNE 30, 2024: Upon a motion by Director Smith and seconded by Director Barcellos, the Quarterly Investment Report ending June 30, 2024, was unanimously approved as presented by Ms. Hurley.

BOARD TO REVIEW AND CONSIDER ACCEPTING THE AUGUST 31, 2024, FINANCIAL REPORT: Upon a motion by Director Barcellos and seconded by Director Smith, the August 31, 2024, financial report was unanimously approved as presented by Ms. Hurley.

BOARD TO REVIEW AND CONSIDER APPROVAL OF THE DISTRICTS INVESTMENT POLICY: Upon a motion by Director Smith and seconded by Director Barcellos, the Districts Investment policy was unanimously approved as presented by Ms. Hurley and Ms. Layne.

BOARD TO CONSIDER APPROVING STAFF TO MOVE FORWARD WITH QUOTES FOR DIGITAL ARCHIVE SCANNING OF HISTORICAL DISTRICT DOCUMENTS: Mr. Hurley stated that District staff had received two quotes for digitally scanning all the District documents that are currently in boxes. Upon scanning, they will be organized and stored digitally for future access. Mr. Hurley stated that he would also like to collaborate with Legal Counsel and draft a retention policy for board review. This policy would give staff direction on how long they need to keep various documents and when, and if, they can be destroyed. The board gave directions to Ms. Layne to draft the retention policy and upon a motion by Director Barcellos, and seconded by Director Smith, the board approved the scanning bid from Valley Document Solutions for \$2,320.43.

BOARD TO REVIEW FIRST DRAFT OF DELINQUENCY POLICY: Mr. Hurley reviewed the current delinquency policy language that all landowners agreed to when they signed the recorded landowner agreement a few years back. Mr. Hurley stated that the delinquency language in that agreement does not have enough teeth in it to get some rate

payers to pay on time. He asked the board if they would be amenable to having a stand alone delinquency policy drafted for their review that would be more robust in nature. The board agreed and asked staff to work with Ms. Layne to draft a policy for their review that would be effective on March 1, 2025.

OPERATIONS REPORT: Mr. Hurley reported that deliveries have slowed down mid-September but are expected to pick up once the CCID Railroad water becomes available on October 15, 2024. He also stated that staff will monitor the conveyance losses through the end of September and if they are tracking below budget, staff will make a supplemental CVP allocation in October.

GRASSLAND BASIN AUTHORITY UPDATE: No Report due to Mr. McCoy's absence.

USBR GRANT APPLICATION FOR LATERAL 6 PIPELINE PROJECT: Mr. Hurley gave an update on the status of the USBR grant award for the first mile of pipeline installation on Lateral #6. He stated that the Board needs to produce the 50% cost share of approximately \$1,200,000. If the USBR contract is approved in the next three months, then some money will need to be expended in the spring of 2025, but construction would not begin until fall of 2025 or spring of 2026. Mr. Hurley was given direction to work with some local lending institutions on term sheets for board review that could help cover cash flow and capital costs for the project.

DELTA MENDOTA SUBBASIN GROUNDWATER MANAGEMENT ACT UPDATE: Ms. Layne gave the board an update on interactions between the Delta Mendota subbasin staff and State Water Resources Control Board (State Board) staff. The State Board is currently reviewing the subbasin's single GSP and hopes to have a high level review of their initial comments in the near future. Mr. Hurley gave the board an update on the latest draft of the Subsidence Mitigation Policy for the lower DMC and reminded them that the policy was meant to cover deep aquifer pumping on certain lands in San Luis WD, Pacheco WD, Eagle Field WD, Oro Loma WD, Mercey Springs WD, Panoche WD, Central California ID, and Firebaugh Canal WD. Mr. Hurley answered various questions and stated that there will be a need to have a special board meeting in October to review the draft policy again with the hope of having it in final form by early November 2024.

GENERAL MANAGERS REPORT: Mr. Hurley

B.F. SISK DAM RAISE PROJECT: The negotiations for the Operations Agreement with the USBR have been finalized. There will be one more session focused on clean up items. Other items that are currently being worked on are (1) SLDMWA Activity Agreement, (2) Financing Options, (3) Highway 152 design options with Cal Trans, (4) 2025 Cash Call for the SLDMWA participants. Pacheco will need to decide in early 2025 if they are going to remain in the activity agreement for the benefit of approximately 600 Acre Feet of storage space.

SOLAR PROJECT: Mr. Hurley reviewed the status of the project as lined out in the board packet memo.

OTHER:


- (1) Staff is working on a cost estimate for a trash rack to be installed at the Lateral 3/Eagle Field Road crossing
- (2) Staff will have a cost estimate for a traveling water screen on the New Ditch upstream of Laterals 2, 3, and 4. They hope to bring the cost estimate to the board for review in November.
- (3) Staff will schedule a special board meeting for mid-October

ATTORNEY UPDATE: Ms. Layne gave a thorough update on the long term CVP and SWP operations plan for the Delta. The comment period for the Draft EIS ended on September 9, 2024, and Pacheco was represented through comments submitted by the SLDMWA. She also gave an update on the voluntary In-Flow agreements that are creatively named "Agreements to Support Healthy Rivers and Landscapes. It looks as if these agreements are going to be approved by all the various parties but will come at a cost (\$/AF) for all westside CVP contractors to implement.

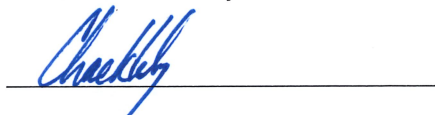
REPORTS ON OTHER ITEMS PURSUANT OT GOVERNMENT CODE SECTION 54954.2(a)(3): None

FUTURE MEETING DATES: The next regularly scheduled meeting date is set for November 21, 2024.

ADJOURNMENT: With no further business, President Parreira adjourned the meeting at 2:40pm.



David Parreira, President



Chase Hurley, Secretary