

**PACHECO WATER DISTRICT
SPECIAL MEETING OF THE BOARD OF DIRECTORS
MEETING MINUTES
SEPTEMBER 27, 2022**

A special meeting of the Board of Directors was held on September 27, 2022, at 9:00 am. Those present at the meeting were:

Directors:	David Parreira, President Lance Levake, Vice-President Aaron Barcellos, Director George Delgado, Director Alec Smith, Director
Others:	Josh Bunch, Water & Land Solutions, LLC Michael Gardner, Water & Land Solutions, LLC Chase Hurley, Water & Land Solutions, LLC Dana Hurley, Water & Land Solutions, LLC Ryan Jolley, Bryant Jolley CPA Lauren Layne, General Counsel Palmer McCoy, Grassland Basin Authority

CALL TO ORDER

President Parreira called the meeting to order at 9:00 am.

PLEDGE OF ALLEGIANCE

President Parreira led those in attendance in the Pledge of Allegiance.

ROLL CALL

A quorum of the Board of Directors was present.

REVIEW OF THE AGENDA

There were no changes to the agenda.

POTENTIAL CONFLICTS OF INTEREST

There were no conflicts of interest.

PUBLIC COMMENT

There was no public comment.

APPROVAL OF MINUTES

On a motion by Director Barcellos and seconded by Director Levake, the July 21, 2022, and August 15, 2022, minutes were unanimously approved. The vote on the matter was as follows:

Ayes:	Parreira, Levake, Barcellos, Smith, Delgado	Nays:	None
Absent:	None	Abstain:	None

BOARD TO REVIEW AND CONSIDER APPROVING THE FY 2021-2022 FINANCIAL AUDIT

On a motion by Director Smith and seconded by Director Delgado, the 2021 Financial Audit Report was unanimously approved as presented by Ryan Jolley, CPA. The vote on the matter was as follows:

Ayes:	Parreira, Levake, Barcellos, Smith, Delgado	Nays:	None
Absent:	None	Abstain:	None

BOARD TO REVIEW AND CONSIDER APPROVAL OF THE TREASURER'S REPORT QUARTER ENDING JUNE 30, 2022

On a motion by Director Barcellos and seconded by Director Levake, the treasurer's report was unanimously approved as presented by Ms. Hurley. The vote on the matter was as follows:

Ayes:	Parreira, Levake, Barcellos, Smith, Delgado	Nays:	None
Absent:	None	Abstain:	None

THE BOARD TO REVIEW AND CONSIDER APPROVAL OF THE AUGUST 31, 2022, FINANCIAL REPORT

Upon a motion by Director Smith and seconded by Director Delgado, the Board unanimously accepted the financial report and approved the payable list as presented by Ms. Hurley. The vote on the matter was as follows:

Ayes:	Parreira, Levake, Barcellos, Smith, Delgado	Nays:	None
Absent:	None	Abstain:	None

BOARD TO REVIEW AND CONSIDER APPROVAL OF THE FIRST AMENDMENT TO THE SAN LUIS & DELTA MENDOTA WATER AUTHORITY LONG TERM NORTH TO SOUTH WATER TRANSFER PROGRAM ACTIVITY AGREEMENT

Upon a motion by Director Barcellos and seconded by Director Levake, the Board unanimously approved the first amendment to the activity agreement as presented by Mr. Hurley. The vote on the matter was as follows:

Ayes:	Parreira, Levake, Barcellos, Smith, Delgado	Nays:	None
Absent:	None	Abstain:	None

BOARD TO REVIEW AND CONSIDER RECOMMENDING APPOINTMENT OF DIRECTORS IN LIEU OF AN ELECTION

Upon a motion by Director Barcellos and seconded by Director Smith, the Board approved the appointment of Directors Levake and Delgado for a 4-year term. The vote on the matter was as follows:

Ayes:	Parreira, Barcellos, Smith	Nays:	None
Absent:	None	Abstain:	Delgado, Levake

SOLAR PROJECT UPDATE

Mr. Gardner reported that staff and Ms. Layne have been working with DSD Renewables and Barrier Solar on finalizing the language on the Site Lease Agreement and the Power Purchase Agreement. The Board agreed to accept the language regarding the mineral interests. Mr. Gardner also reported the land review has been completed and PG&E is currently working on the detailed engineering review. Mr. Gardner stated that PG&E is ten months out on the transformer upgrade project. Barrier hopes to have the solar installed at the time PG&E finishes their work on the new transformer interconnection. Construction is slated to start in May of 2023 and could potentially be finished in August of 2023.

WATER SUPPLY: Mike Gardner (March 1, 2022 – February 28, 2023):

Water Supply update through August 31, 2022

- | | |
|--|---|
| a. Usage to date | 6,585 AF |
| b. Supplemental Water Balance: | 421 AF |
| c. Shasta Reservoir Storage (Sep. 19, 2022): | 34% of Capacity and 59% of Historical Average |
| d. San Luis Reservoir Storage (Sep. 19, 2022): | 27% of Capacity and 65% of Historical Average |

Water Quality

- | | |
|---|-----------------------------|
| a. July blended water quality at Lateral 6: | 1,000 TDS and 1.7 ppm Boron |
| b. August blended water quality at Lateral 6: | 886 TDS and 1.6 ppm Boron |

OPERATIONS: Mike Gardner

- a. Routine Maintenance Update: Mr. Gardner reported that staff is continuing to service all the lift pumps and tile sump pumps on a weekly basis.
- b. Projects Update: No report. All the capital projects are complete for the year.

DRAINAGE MANAGEMENT: Palmer McCoy

- a. Grassland Basin Authority (GBA)
 - i. The GBA is starting their second cutting on the Jose Tall Wheatgrass fields.
 - ii. The pistachio harvest will start on October 3, 2022.
 - iii. McElvany Inc. started moving dirt on the new regulating ponds. The electrical portion of the project will not be finished for 10 months.
 - iv. The GBA is in the process of installing pipelines and lift pumps on the northwest section of the old O'banion property and the eastern portion of the SJRIP project. The purpose of the two projects is to move water around more efficiently. The new pipelines and lift pumps will alleviate the need to use three pump stations, which will drastically reduce PG&E and labor expenses. The cost of the two projects is \$28.5 million dollars and is being funded by prop 84 grant money.
 - v. The GBA is in the process of connecting two groundwater wells together for the purpose of transporting that water into Grassland Water District for a two to one water exchange. Each participating GBA member will receive their pro-rata share of the water based on acreage.
- b. Grassland Basin Drainers
 - i. Nothing new to report.

GENERAL MANAGER'S REPORT

- a. Sustainable Groundwater Management Act: Mr. Hurley,
 - The Delta Mendota Sub basin members are still waiting to hear back on their amended GSP's that were sent back to DWR for review in late July. The expectation is that the formal DWR letter should be sent out by January 1, 2023.
 - Mr. Gardner is continuing to work with the GSP consultants on submission of all relevant data with Pacheco relating to groundwater quality and groundwater levels.
- b. BF Sisk Dam Raise Activity Agreement
 - Participating members agreed on a final activities agreement draft that was submitted to the USBR for their review and comments. USBR will be reviewing the document for consistency and how to allocate storage space built as part of the project and excess capacity built from case from participating agencies.
- c. Pacheco Water Resource Plan
 - Staff continues to work with a variety of potential partners for plans to fill in the annual gap of 500-2500 Acre Feet of water needed to meet demand in critical water year types.
- d. Yuba Water Agency Meeting and Tour
 - The tour set up by the San Luis and Delta Mendota Water Authority was well worth the time and effort to attend.
 - The ag community must continue to educate itself on alternative methods and creative partners for transfers and conveyance of water throughout the state.
 - The Yuba Water Agency is continuing to look for partners on short and long term water transfer programs

e. ACWA Fall Conference

- Mr. Hurley requested that he and potentially Mr. Gardner be able to attend the ACWA conference this year in late November to represent Pacheco Water District on a variety of topics. It is also a good venue to meet with the USBR and other agency members. The board agreed that it would cover the necessary expenses for staff to attend.
- Mr. Hurley reminded the board that the ACWA brochure was in the packet and that staff would make the necessary arrangements if any of the directors wished to attend.

f. San Luis Canal Company (SLCC) Fallowed Water Transfer Program

- Mr. Hurley stated that SLCC agreed to move forward with their three-year transfer program with the following buyers: Westlands Water District, Del Puerto Water District and Triangle T Water District. The price point for the water was between \$1200-\$1350 per acre foot.

REPORTS ON OTHER ITEMS PURSUANT TO GOVERNMENT CODE SECTION 54954.2(1)(3)

CLOSED SESSION

The Board went into closed session at 10:32 am.

RETURN TO OPEN SESSION

The Board returned to open session at 10:36 am. President Parreira stated that there were no reportable actions.

FUTURE MEETING DATES

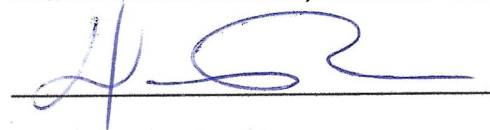
The next regularly scheduled meeting is November 17, 2022, at 9:00 am.

ACTION ITEMS

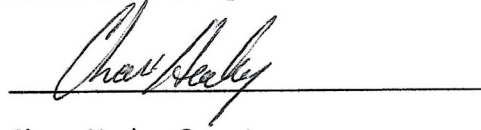
1. Look into water smart and water use efficiency grants to fund future construction projects
2. Provide an update on discussions with Ag Monitor as it relates to the main lift pumping plant and potential integration with the solar project

ADJOURNMENT

With no further business, President Parreira adjourned the meeting at 10:37 am.



David Parreira, President



Chase Hurley, Secretary