



REGULAR BOARD MEETING

AUGUST 8, 2017



# STOCKTON EAST WATER DISTRICT

PROVIDING SERVICE SINCE 1948

[www.sewd.net](http://www.sewd.net)

## DIRECTORS

Richard Atkins  
Division 1

Andrew Watkins  
Division 2

Alvin Cortopassi  
Division 3

Melvin Panizza  
Vice President  
Division 4

Paul Sanguinetti  
Division 5

Loralee McGaughey  
Division 6

Thomas McGurk  
President  
Division 7

## STAFF

Scot A. Moody  
General Manager

Michael D. Johnson  
Assistant General Manager

## LEGAL COUNSEL

Jeanne M. Zolezzi  
General Counsel

Phone 209-948-0333  
Fax 209-948-0423

E-mail [sewd@sewd.net](mailto:sewd@sewd.net)

6767 East Main Street  
Stockton, CA 95215

Post Office Box 5157  
Stockton, CA 95205

## MEETING NOTICE

THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE  
STOCKTON EAST WATER DISTRICT WILL BE HELD  
AT NOON, TUESDAY, AUGUST 8, 2017 AT THE  
DISTRICT OFFICE, 6767 EAST MAIN STREET  
STOCKTON, CALIFORNIA 95215

**Assistance for the Disabled:** If you are disabled in any way and need accommodation to participate in the meeting, please contact Kristin Carido, Administrative Services Manager (209) 948-0333 at least 48-hours in advance for assistance so the necessary arrangements can be made.

Agendas and minutes are located on our website at [www.sewd.net](http://www.sewd.net).

## AGENDA

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- |           |  |    |
|-----------|--|----|
| <b>A.</b> | <b>Pledge of Allegiance (Director Cortopassi) &amp; Roll Call</b>  |    |
| <b>B.</b> | <b>Consent Calendar (None)</b>   |    |
| <b>C.</b> | <b>Public Comment (Non-Agenda Items)</b>   |    |
| <b>D.</b> | <b>Scheduled Presentations and Agenda Items</b>  |    |
|           | 1. Minutes 08/01/17 Regular Meeting  | 01 |
|           | 2. Warrants  |    |
|           | a. Fund 70 – Administration Fund   | 05 |
|           | b. Fund 71 – Water Supply Fund   | 07 |
|           | c. Fund 91 – Vehicle Fund  | 09 |
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|           | e. Summary   | 13 |
|           | f. Short Names/Acronym List  | 15 |
|           | g. SEWD Vehicles & Heavy Equipment   | 17 |
|           | 3. Central Valley Salinity Coalition – 2017 Board Level Membership (Remaining Balance from 2016 Contribution)                    | 19 |
|           | 4. JWT and Associates LLP Engagement Letter – Professional Audit Services Proposal (Fiscal Year 2017/2018, 2018/2019, 2019/2020) | 23 |
|           | 5. Association of California Water Agencies – Region 4 Board Ballot (2018-2019 Term)   | 31 |
|           | 6. Preliminary Base Monthly Payment Schedule – Fiscal Year 2018/2019   | 37 |

7. City of Stockton Economic Development Department – Master Agreement for Taxing Entity Compensation 39
8. Dr. Joe Waidhofer Drinking Water Treatment Plant – Operations Building Repurposing Project (Flooring) – Possible Demolition of Flooring to Investigate Cause of Failure 53

**E. Committee Reports**

**F. Report of the General Manager**

1. Water Supply Report as of 07/31/17 57
2. Information Items
  - a. Material Included, but Bound Separately from Agenda Packet:
    1. Tribe, Utilities, Spar Over Water, The Wall Street Journal, 08/02/17
    2. New Water Bonds Could Go Before Voters In 2018, AgAlert, 08/02/17
    3. Public Opinion Wanted On Water Supply For Mokelumne River, www.mymotherlode.com, 08/01/17
    4. Environmental Protection Agency And Army Corps Propose Reinstating Longstanding Waters Of The United States Definition, Best Best & Krieger Law, 07/27/17
    5. State Orders 93 Dam Spillways Checked After Oroville Near-Disaster, The San Francisco Chronicle, 07/27/17
    6. One Million Acres Of Almonds, The Stockton Record, 07/25/17
    7. Water Board Meeting, The Linden Herald, 07/20/17
3. Report on General Manager Activities
  - a. Legislative Analyst's Office (LAO) Meeting, 08/03/17

**G. Director Reports**

1. Greater Stockton Chamber of Commerce Monthly Mixer – Dorfman Pacific, 08/03/17 59

**H. Communications**

**I. Agenda Planning/Upcoming Events**

1. Eastern San Joaquin County Groundwater Banking Authority Board Meeting, 9:30 a.m., 08/09/17
2. Sustainable Groundwater Management Act Workgroup, 10:00 a.m., 08/09/17

3. Eastern San Joaquin Groundwater Authority Joint Exercise of Powers Authority Meeting, 10:15 a.m., 08/09/17
4. Delta Coalition Committee Meeting, 8:30 a.m., 08/14/17
5. San Joaquin County & Delta Water Quality Coalition Meeting, 9:00 a.m., 08/14/17
6. Customer Appreciation BBQ at F&M Bank – Linden Branch, 11:00 a.m., 08/15/17

**J. Report of the Counsel**

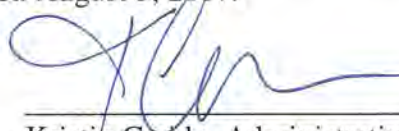
1. Closed Session - Potential Litigation  
Government Code 54956.9 (c) – one case

**K. Adjournment**

**Certification of Posting**

I hereby certify that on August 3, 2017 I posted a copy of the foregoing agenda in the outside display case at the District Office, 6767 East Main Street, Stockton, California, said time being at least 72 hours in advance of the meeting of the Board of Directors of the Stockton East Water District (Government Code Section 54954.2).

Executed at Stockton, California on August 3, 2017.



Kristin Cardo, Administrative Services Manager  
Stockton East Water District

Any materials related to items on this agenda distributed to the Board of Directors of Stockton East Water District less than 72 hours before the public meeting are available for public inspection at the District's office located at the following address: 6767 East Main Street, Stockton, CA 95215. Upon request, these materials may be available in an alternative format to persons with disabilities.

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THE REGULAR MEETING OF THE BOARD OF DIRECTORS  
OF STOCKTON EAST WATER DISTRICT WAS HELD AT THE DISTRICT OFFICE  
6767 EAST MAIN STREET, STOCKTON, CA  
ON TUESDAY, AUGUST 1, 2017 AT 12:00 NOON

**A. PLEDGE OF ALLEGIANCE AND ROLL CALL**

President McGurk called the regular meeting to order at 12:24 p.m., and Director Sanguinetti led the Pledge of Allegiance.

Present at roll call were Directors Atkins, Cortopassi, McGurk, Panizza and Sanguinetti. Directors McGaughey and Watkins were absent. Also present were Manager Moody, Assistant Manager Johnson, Finance Director Vega, District Engineer Lee, Administrative Services Manager Carido, Administrative Clerk Curtis and Legal Counsel Zolezzi.

**B. CONSENT CALENDAR (None)**

**C. PUBLIC COMMENT (None)**

**D. SCHEDULED PRESENTATIONS AND AGENDA ITEMS**

1. Minutes 07/25/17 Regular Meeting

A motion was moved and seconded to approve the July 25, 2017 Regular Meeting Minutes, as presented.

Roll Call:

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

2. Warrants – California Public Employees’ Retirement System

A motion was moved and seconded to approve the August 1, 2017 Warrants – California Public Employees’ Retirement System, as presented.

Roll Call:

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

3. Association of California Water Agencies Committee Consideration Form – 2018/2019 Term  
Manager Moody provided the Board with information on the Association of California Water Agencies (ACWA) Committee Consideration Form for the 2018/2019 Term. Manager Moody reported per the July 25, 2017 Regular Board Meeting, the Board’s suggestion was to leave the committee assignments as they were. This item is for consideration and approval.

President McGurk inquired who Lindsey Ching is. Manager Moody replied she replaced Mike Henry.

A motion was moved and seconded to approve the Association of California Water Agencies Committee Consideration Form for the 2018/2019 Term.

Roll Call:

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

**E. COMMITTEE REPORTS**

1. San Joaquin Farm Bureau Federation – Water Committee Meeting, 07/25/17  
Director Sanguinetti and Manager Moody attended the July 25, 2017 San Joaquin Farm Bureau Federation – Water Committee Meeting. Manager Moody reported Mary Hildebrand, California Farm Bureau Federation Groundwater Subcommittee was in attendance and discussed beneficial use language. Ms. Hildebrand was looking for assistance from the Committee to help champion beneficial use. The next meeting is scheduled for August 22, 2017.
2. ACWA Region 4 – Pre-ACWA Board of Directors Meeting Conference Call, 07/26/17  
*[The ACWA Region 4 – Pre-ACWA Board of Directors Meeting Conference Call was cancelled.]*
3. Ad-Hoc Committee Meeting (North Site Groundwater Recharge Project), 07/27/17  
Directors Atkins, Cortopassi and Watkins attended the July 27, 2017 Ad-Hoc Committee Meeting (North Site Groundwater Recharge Project). Director Cortopassi reported there was discussion on the current piping and how it is currently operated. Upon conversation, the Committee determined there is additional research needed.

Manager Moody reported this meeting was beneficial for staff to have an extra set of eyes on this information and have the Board's input and suggestions. Manager Moody reported the Committee discussed the technical side of the project; however, currently we are still in the conceptual design stage.

Director Cortopassi reported there was discussion on being able to use water from different sources for a variety of reasons. There was discussion on pipes, valves and meters that have been buried ~21-feet below the ground, which are expensive to fix due to the depth. Staff will research other methods of plumbing to that area.

Manager Moody reported because of costs, in the past vaults have not been put around valves, instead they were buried. In the current situation, we would need to dig ~21-feet to fix the valve. Manager Moody reported now may be the time to rethink the strategy of where piping and valves are placed and pay more up front to have them accessible, then have to pay to dig them out of the ground later.

Director Panizza inquired if there was discussion on how this will work with the timeline for the United States Bureau of Reclamation Drought Resilience grant in the amount of \$300,000. Manager Moody replied we are at a crossroads where the Board will have to make a decision as to keep moving forward with the grant money or return the funds. Currently, the stipulation of the grant says water must be in the ground by December 31, 2017. The District can however file an extension for a year if needed.

Director Panizza reported we should consider moving forward with the Project and look at the entire land, not just one portion. When we have the entirety of the land designed, it will sell better when applying for federal and state funding.

Director Sanguinetti advised we look at what will be needed in the future as a whole, instead of piecing the Project together. If the entire land has been designed, the District can execute the designs in sections, as funding is available.

Consensus of the Board was to move forward with the conceptual design for the entire North Site property. Manager Moody advised staff will bring back a quote for consideration and approval to move forward with the design. This item was for information only.

#### **F. REPORT OF GENERAL MANAGER**

1. Water Supply Report as of 07/31/17

Manager Moody provided a handout of the Water Supply Report that included storage, release, and production data collected from various sources as of midnight last night.

Manager Moody reported there is 224,147 AF in storage at New Hogan Reservoir. Current releases are set at 237 cfs. There is 2,140,535 AF in storage at New Melones Reservoir. Current release at Goodwin Dam to Stanislaus River are set at 1,507 cfs and release to all water users are set at 3,091 cfs. The water treatment plant is currently processing 32 mgd. The City of Stockton is currently processing 25 mgd.

2. Information Items:

Manager Moody noted items: F2a-1, F2a-2, F2a-3, F2a-4, F2a-5, F2a-6 and F2a-7.

3. Report on General Manager Activities

#### **G. DIRECTOR REPORTS**

Director Cortopassi attended the July 26, 2017 Sediment & Erosion Control Plan Certification Class hosted by the San Joaquin County & Delta Water Quality Coalition. Director Cortopassi reported Sarah Luchetti led the class; they were provided with a full day's worth of material in a 4-hour window. The focus of the class was to identify potential situations that could happen on landowner's property. Director Cortopassi reported there were ~40 in attendance and it was an informative meeting, and the Coalition is doing a good job explaining what can and should be done. Director Atkins inquired if attendees were tested. Director Cortopassi replied yes. This item was for information only.

#### **H. COMMUNICATIONS**

1. Senate Bill 623 (Monning) – Oppose Unless Amended, 07/27/17

Manager Moody provided the Board with Senate Bill 623 (Monning) – Oppose Unless Amended. Manager Moody reported this letter is one of the versions of the good use illegal tax on water, meaning everyone would pay tax on water so they can fund disadvantaged communities. Manager Moody reported the District is not arguing that they should not be helping disadvantaged communities, it is opposing that the District should not collect a tax on the water. This item was for information only.

#### **I. AGENDA PLANNING/UPCOMING EVENTS**

1. San Joaquin County Agricultural Drought Task Force Meeting, 9:00 a.m., 08/02/17



2. Legislative Analyst's Office (LAO) Meeting, 9:30 a.m., 08/03/17

3. Greater Stockton Chamber of Commerce Monthly Mixer – Dorfman Pacific, 5:15 p.m., 08/03/17

**J. REPORT OF THE COUNSEL**

1. Closed Session - Potential Litigation

Government Code 54956.9 (c) – two cases

President McGurk adjourned the meeting to closed session at 12:55 p.m. to discuss closed session agenda items. The regular meeting reconvened at 1:26 p.m., with no reportable action.

**J. ADJOURNMENT**

President McGurk adjourned the meeting at 1:27 p.m.

Respectfully submitted,

Scot A. Moody  
Secretary of the Board

tbc

**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

Vendor name	District Fund#	Account #	Description	Amount	Invoice No.
			<b>ADMIN FUND 70</b>		
1 American West Communications, L.P.	70	10-5141-0	Aug 2017 Gopher Ridge tower rental for the WS maintenance	515.00	Aug 2017
2 Association of California Water Agencies	70	10-5103-0	Registration 2017 ACWA Fall Conference	3,495.00	2017 Fall conf.
3 Blackbaud	70	10-5145-0	Blackbaud Financial Edge partial renewal 081317-033118	6,171.00	91309444
4 Blackbaud	70	10-1710-0	Blackbaud Financial Edge partial renewal 040117-081218 prpd	3,179.00	91309444
5 FedEx	70	10-5126-0	Shipping expenses- Finance dept.	141.04	5-871-99362
6 Fishbio	70	10-5174-0	May 2017 Consulting Calaveras RST monitoring	17,282.23	2686
7 Fishbio	70	10-5174-0	May 2017 Consulting Calaveras Redds	1,962.08	2682
8 Fishbio	70	10-5174-0	May 2017 Consulting Calaveras HCP	3,877.81	2685
9 Frontier Communications	70	10-5141-0	Telemetry-Bellota to TP 07/22/17-08/21/17	62.68	2091480944-07/22/17
10 Greater Stockton Chamber of Commerce	70	10-5133-0	Taking Care of Business sponsorship 070117-033118	1,537.50	17-18 Taking Care
11 Greater Stockton Chamber of Commerce	70	10-1710-0	Taking Care of Business sponsorship 040118-063018 prpd	512.50	17-18 Taking Care
12 Herum, Crabtree, Suntag	70	10-5150-0	June 2017 General Matters (legal exp.)	3,023.28	June 2017 1026-004
13 Herum, Crabtree, Suntag	70	10-5150-0	June 2017 Personnel Matters (legal exp.)	1,127.10	June 2017 1026-104
14 Herum, Crabtree, Suntag	70	10-5150-0	June 2017 EBMUD Protest (legal exp.)	238.68	June 2017 1026-186
15 Herum, Crabtree, Suntag	70	10-5150-0	June 2017 TP legal work (legal exp)	2,215.44	June 2017 1026-206
16 Herum, Crabtree, Suntag	70	10-5162-0	June 2017 OID/SSJID Water Purchase (legal exp.)	79.56	June 2017 1026-019
17 Herum, Crabtree, Suntag	70	10-5162-0	June 2017 Treatment Plant Legal Work (legal exp.)	1,570.80	June 2017 1026-094
18 Herum, Crabtree, Suntag	70	10-5162-0	June 2017 CSJWCD v. SEWD-2010 Wheeling (legal exp.)	483.48	June 2017 1026-174
19 Herum, Crabtree, Suntag	70	10-5165-0	June 2017 Stanislaus River Matters (legal exp.)	503.88	June 2017 1026-003
20 Herum, Crabtree, Suntag	70	10-5165-0	June 2017 Whittles Agreements (leg. exp.)	79.56	June 2017 1026-012
21 Herum, Crabtree, Suntag	70	10-5165-0	June 2017 SJ River Water Quality Issues (legal exp.)	5,993.52	June 2017 1026-020
22 Herum, Crabtree, Suntag	70	10-5165-0	June 2017 Triennial Review (leg. exp.)	1,644.24	June 2017 1026-166
23 Herum, Crabtree, Suntag	70	10-5165-0	June 2017 OCAP-Reinitiation of Consultation (legal exp)	238.68	June 2017 1026-204

**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

Vendor name	District Fund #	Account #	Description	Amount	Invoice No.
24 Herum, Crabtree,Suntag	70	10-5171-0	June 2017 Calaveras River Fish Flows (legal exp.)	901.68	June 2017 1026-041
25 Herum, Crabtree,Suntag	70	10-5176-0	June 2017 Water Rights Application (legal exp.)	1,379.04	June 2017 1026-161
26 Herum, Crabtree,Suntag	70	10-5177-0	June 2017 Eastern Water Alliance (legal exp.)	132.60	June 2017 1026-120
27 Herum, Crabtree,Suntag	70	10-5177-0	June 2017 Groundwater Legislation (legal exp.)	106.08	June 2017 1026-128
28 Herum, Crabtree,Suntag	70	10-5177-0	June 2017 GSA (legal exp.)	193.80	June 2017 1026-200
29 Herum, Crabtree,Suntag	70	10-5177-0	June 2017 Water Measurement (legal exp)	159.12	June 2017 1026-207
30 Jan-Pro of the Greater Bay Area	70	10-5154-0	Aug 2017 janitorial services for the Admin bldg	365.00	79542
31 Nortek Pest Control	70	10-5154-0	July 2017 pest control services	110.00	July 2017
32 OnTrac	70	10-5126-0	Admin. dept mailing expenses week ending 07/15/17	90.95	8649650
33 Quill Corporation	70	10-5142-0	Keyboards with mice for inventory	124.32	7785851/37/03
34 Quill Corporation	70	10-5125-0	SEWD office supplies ordered on 06/22/17-07/13/17	685.09	7756205/33/17
35 Quill Corporation	70	10-5124-0	Sewd office calculator ordered 06/30/17	30.15	7955137
36 Robert Heald	70	10-5101-0	Safety shoe allowance 2017	200.00	2017 Safety shoe
37 San Joaquin Cnty Ag Commissioner	70	10-5133-0	Sponsorship with the 2017 SJC Ag Venture Program	1,000.00	2017 Ag Venture
38 SEWD Vehicle Fund	70	10-5181-0	June 2017-Vehicle Mileage Reimbursement-Admin	1,379.50	June 2017-Admin.
39 Standard Insurance Co	70	10-5047-0	Sept 2017 long term insurance-Admn.	357.40	Sept 2017
40 The Record	70	10-5133-0	Notice of Preparation for the Agriculture Water Management Plan	284.76	order 1099123
41 US Bank Corp. Payment Systems	70	10-5104-0	Travel exp. Rockwell Automation training	101.03	Taylor4744-072417a
42 US Bank Corp. Payment Systems	70	10-5104-0	June 2017 travel exp	10.50	Scot9242-072417c
43 US Bank Corp. Payment Systems	70	10-5146-0	SCADA meeting expenses	82.35	Taylor4744-072417b
44 US Bank Corp. Payment Systems	70	10-5125-0	SEWD office supplies ordered on 06/24/17	16.97	Cahoon8501-072417a
45 US Bank Corp. Payment Systems	70	10-5127-0	June 2017 meeting expenses	1,110.56	Carido8061-072417a
46 US Bank Corp. Payment Systems	70	10-5141-0	District issued cellphone for SEWD employee (Verizon)	196.49	Carido8061-072417b
47 US Bank Corp. Payment Systems	70	10-5103-0	Registration-CSDA SB96 Impact on Public Works Projects Webinar	25.00	Carido8061-072417c
48 US Bank Corp. Payment Systems	70	10-5101-0	Meeting exp. Asbestos Cement Pipe Training, 07/21/17	36.77	Carido8061-072417d
49 Verizon Wireless Water Quality Commu	70	10-5141-0	052417-062317 Water Quality Commn data TP-Farmington Dam	60.12	9789852423
<b>ADMIN FUND 70 TOTAL</b>				<b>\$ 65,073.34</b>	

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**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

Agenda Item: D-2b

Date: 08/08/17



Vendor name	District Fund #	Account #	Description	Amount	Invoice No.
			<b>WATER SUPPLY FUND 71</b>		
1 Delta Cable & Supply, Inc.	71	10-5204-0	Cable and clamps to replace cables on the fish ladder	431.73	43204
2 Delta Protective Services	71	10-5205-0	Security for Ponding Dams. 6/23/17 - 6/29/17	554.27	39607
3 G&K Services, Inc.	71	10-5213-0	07/20/17 weekly laundry service	50.81	6057421691
4 G&K Services, Inc.	71	10-5213-0	07/27/17 weekly laundry service	46.91	6057423830
5 Golden State Irrigation & Pump Services	71	10-5206-0	Pipe, fittings& supplies for repairs to 54" pipe on Bellota	193.14	0015773IN/0015819CM
6 Holt of CA	71	10-5206-0	Excavator rental for repair of leaks in 54" Pipe along Bellota	3,609.63	T7457501
7 HydroScientific West	71	10-5213-0	New Sontek IQ Plus Meter to replace failed unit	12,012.41	1987
8 Maxim Crane Works, L.P.	71	10-5205-0	Crane rental w/ rigger for installation of 8000 GPM pump	1,295.00	7475717
9 PG&E 1949656419-6	71	10-5213-0	Electricity 06/14/17-07/14/17 Bellota Blockhouse/Canal Gate	3,399.67	19496564196-07/14/17
10 PG&E 3117175782-1	71	10-5213-0	Electricity 06/19/17-07/19/17 Escalon Bellota trash rack	161.31	31171757821-07/19/17
11 PG&E 4252412479-1	71	10-5213-0	Electricity 06/17/17-07/18/17-Tulloch Rd (Goodwin Dam)-NMC	21.03	42524124791-07/18/17
12 PG&E 6722855250-0	71	10-5202-0	Electricity charges Mosher Slough Headwork 06/26/17-07/26/17	12.02	67228552500-07/26/17
13 Royal Wholesale Electric	71	10-5205-0	Supplies for electrical repairs on 4000GPM pump at Potter Creek	13.49	8299-663417
14 San Joaquin County Sheriff-Coroner	71	10-5205-0	May 2017 AWP temporary labor for NH	1,755.00	05/31/17 Statement
15 San Joaquin County Sheriff-Coroner	71	10-5217-0	May 2017 AWP temporary labor for LFC	1,170.00	05/31/17 Statement
16 San Joaquin County Sheriff-Coroner	71	10-5206-0	May 2017 AWP temporary labor for Escalon-Bellota	585.00	05/31/17 Statement
17 SEWD Vehicle Fund	71	10-5207-0	June 2017-Vehicle Mileage Reimbursement-WS-NH	7,970.55	June 2017-WS-NH
18 SEWD Vehicle Fund	71	10-5218-0	June 2017-Vehicle Mileage Reimbursement-WS-NM	6,016.19	June 2017-WS-NM
19 Standard Insurance Co	71	10-5047-0	Sept 2017 long term insurance-WS-NM	230.51	Sept 2017
20 Standard Insurance Co	71	10-5056-0	Sept 2017 long term insurance-WS-NH	69.95	Sept 2017
21 Stockton Windustrial Co.	71	10-5217-0	Fittings for installation of Water Quality Monitoring Station	28.63	276138 00
22 United Rentals North America Inc	71	10-5206-0	Rental -trenching box struts & shoring pump for 54" pipe repair	786.90	147522806-001
			<b>WATER SUPPLY FUND 71 TOTAL</b>	<b>\$ 40,414.15</b>	

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**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

Vendor name	District Fund#	Account #	Description	Amount	Invoice No.
			<b>VEHICLE FUND 91</b>		
1 Autozone Stores Inc.	91	10-5182-0	DEF for District vehicles	53.88	4036422166
2 Autozone Stores Inc.	91	10-5182-0	U-joint to repair Unit #54	15.59	4036428971
3 Big Valley Tractor	91	10-5182-0	Filters for Unit #52 for inventory	198.36	P71118
4 Clutch and Brake Xchange, Inc.	91	10-5182-0	Lugs, studs and seal to repair Unit #30 (Blg Tex)	129.61	632288
5 US Bank Corp. Payment Systems	91	10-5182-0	Materials for repair of Unit #63	369.32	MDJ1784-062217
6 US Bank Corp. Payment Systems	91	10-5182-0	Car wash for Unit #69	36.99	Scot9242-072417b
			<b>VEHICLE FUND 91 TOTAL</b>	<b>\$ 803.75</b>	

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**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

Vendor name	District Fund #	Account #	Description	Amount	Invoice No.
			<b>MUNICIPAL &amp; INDUSTRIAL FUND 94</b>		
1 American Sign Products	94	10-5321-0	Signs to label tanks 15, 16 & 17 & magnetic name sign for MCB	56.57	16622
2 Contract Coatings Corp.	94	10-5326-0	Paint and supplies for painting rooms in Ops Building	129.09	00018068
3 FGL Environmental	94	10-5308-0	THM's, HAA's & TOC monitoring sampled on 06/12/17	167.00	737232A
4 FGL Environmental	94	10-5308-0	Annual Title 22 water quality monitoring sampled on 06/19/17	957.00	737645A
5 G&K Services, Inc.	94	10-5342-0	07/20/17 weekly laundry service	144.61	6057421691
6 G&K Services, Inc.	94	10-5342-0	07/27/17 weekly laundry service	133.51	6057423830
7 Grainger, Inc.	94	10-5344-0	SEWD consumable supplies ordered on 06/27/17	135.41	9485581541
8 Grainger, Inc.	94	10-5343-0	Extension cord for Maint. shop use	29.58	9484028221
9 Hardin Animal Hospital	94	10-5323-0	WTP Security Supplies Ordered 07/28/17	120.00	90837
10 HDS White Cap Construction Supply	94	10-5343-0	Tools for shop stock	51.21	10007225975
11 Holt of CA	94	10-5328-0	Rental excavator for cleaning of sludge lagoons	4,051.40	T7483001
12 Horizon	94	10-5324-0	Fittings to repair Treatment Plant irrigation system	137.77	2B097755
13 Industrial Safety Supply	94	10-5341-0	Gloves & safety glasses for laboratory use	220.36	1049455
14 JCI Jones Chemicals, Inc	94	10-5301-0	Chlorine cylinders shipped on 07/10/17	4,288.20	726950
15 Northstar Chemical	94	10-5301-0	Caustic soda shipped on 07/12/17	3,877.65	106058
16 Northstar Chemical	94	10-5301-0	Caustic soda shipped on 07/13/17	3,797.33	106061
17 Northstar Chemical	94	10-5301-0	ACH delivery on 07/14/17	14,675.40	106025
18 PG&E 0908023195-5	94	10-5302-0	Electricity 06/21/17-07/21/17 WTP	30,360.82	09080231955-07/21/17
19 PG&E 1949656419-6	94	10-5302-0	Electricity 06/14/17-07/14/17 TP	2,008.49	19496564196-07/14/17
20 PG&E 1949656419-6	94	10-5303-0	Gas 06/14/17-07/14/17 TP	276.86	19496564196-07/14/17
21 PG&E 2544904013-5	94	10-5302-0	Electricity @ TP HS @ 6749 E Main 06/21/17-07/21/17	108,150.68	25449040135-07/21/17
22 PG&E 7493068226-0	94	10-5302-0	Electric charges 06/16/17-07/17/17 Outdoor Light-TP	19.98	74930682260-07/17/17
23 Platt Electric Supply Inc.	94	10-5321-0	Replacement circuit board for Pump P-2 VFD in MCC-3M	688.17	N319140
24 Platt Electric Supply Inc.	94	10-5343-0	Tools for electrician	136.36	N400438



**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

Vendor name	District Fund#	Account #	Description	Amount	Invoice No.
25 Platt Electric Supply Inc.	94	10-5323-0	Electrical supplies for mixer upgrade to MCC-2M.	99.51	N441931
26 Quill Corporation	94	10-5344-0	SEWD consumable supplies ordered on 06/23/17	101.16	7862178
27 Rexel/Norcal Valley	94	10-5321-0	Relay sockets for inventory	21.61	S117347805.001
28 Royal Wholesale Electric	94	10-5321-0	Electrical boxes & lids for wiring restoration on street lights	96.69	8299-663246
29 Royal Wholesale Electric	94	10-5321-0	LED lamp for area lighting at the High Service pump station	60.34	6299-662869
30 Royal Wholesale Electric	94	10-5321-0	LED wallpacks for area lighting	350.19	8299-663992
31 Royal Wholesale Electric	94	10-5323-0	Supplies to upgrade MCC-2M for flocculators	655.17	299-663995/CM664049
32 San Joaquin County Sheriff-Coroner	94	10-5324-0	May 2017 AWP temporary labor for TP	3,510.00	05/31/17 Statement
33 SEWD Vehicle Fund	94	10-5181-0	June 2017-Vehicle Mileage Reimbursement-M&I	2,547.46	June 2017-M&I
34 Standard Insurance Co	94	10-5047-0	Sept 2017 long term insurance-M&I	897.47	Sept 2017
35 Stockton Scavengers	94	10-5304-0	August 2017 garbage service @6767 East Main St	717.38	2630274-0051-8
36 Stockton Windustrial Co.	94	10-5344-0	SEWD consumable supplies ordered on 06/30/17	84.52	276016 00
37 Telstar Instruments, Inc.	94	10-5323-0	Annual chlorine system preventative maintenance	10,863.88	90686
38 Telstar Instruments, Inc.	94	10-5323-0	Materials for the annual chlorine system preventative maintenance	8,802.38	90687
39 US Bank Corp. Trust Services (Regular)	94	10-5423-0	Aug 2017 monthly Interest payment COP-97 Ser A-95444590	13,339.23	Sept2017int-95444590
40 US Bank Corp. Trust Services (Regular)	94	10-5423-0	Sept 2017 monthly principal payment COP-97 Ser A-95444590	61,250.00	Sept2017prm-95444590
41 US Bank Corp. Payment Systems	94	10-5326-0	Replacement refrigerator for Water Supply	467.61	Scot9242-072417a
42 Valley Landscaping & Maintenance Inc	94	10-5324-0	July 2017 landscaping maintenance	1,885.00	67875
<b>MUNICIPAL &amp; INDUSTRIAL FUND 94 TOTAL</b>				<b>\$ 280,363.05</b>	

*lwy*

**STOCKTON EAST WATER DISTRICT  
INVOICES FOR BOARD PACKAGE  
August 08, 2017**

<b>Fund Number</b>	<b>Fund Summary</b>	<b>AP Amount</b>
Fund 70	Administration Fund	65,073.34
Fund 71	Water Supply Fund	40,414.15
Fund 91	Vehicle Fund	803.75
Fund 94	Municipal & Industrial Fund	280,363.05
	<b>TOTAL FUND SUMMARY</b>	<b>\$ 386,654.29</b>

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Short Names/Acronym List

ACH	Aluminum Chlorohydrate
ACWA	Association of California Water Agencies
Admin	Administration
Ads	Advertisement
AF	Acre Feet
AG	Agriculture
AR	Accounts Receivable
AWP	Alternative Work Program
CEQA	California Environmental Quality Act
Chgs	Charges
CM	Construction Management
COP	Certificate of Participation
CSDA	California Special District Authority
CSJWCD	Central San Joaquin Water Conservation District
CVPWA	Central Valley Project Water Association
CWS	California Water Services Company
DB	Distribution Box
DDTS	Direct Distance Telephone Service
DL	Direct Line
Educ	Education
ESA	Endangered Species Act
FCC	Federal Communications Commission
FCCU	Financial Center Credit Union
FOIA	Freedom of Information Act
FWPS	Finished Water Pump Station
GM	General Manager
HCP	Habitat Conservation Plan
HP	Hewlett Packard
HVAC	Heating, Ventilating Airconditioning
LD	Long Distance
LFC	Lower Farmington Canal
LT2	Long Term 2 -Enhanced Surface Water Treatment Rule
M&O	Maintenance & Operations
MCC	Master Control Center
Misc.	Miscellaneous
mtg	Meeting
NH-	New Hogan
NM	New Melones
NH3-N	Ammonia
NMCF	New Melones Conveyance Facility
OBA	Oxygen Breathing Apparatus
PACL	Poly Aluminum Chloride
PM	Preventive Maintenance
Prof	Professional
PVC	Polyvinyl Chloride
SCADA	Supervisory Control And Data Acquisition
SCBA	Self Contained Breathing Apparatus
SEWD	Stockton East Water District
SWRCB	State Water Resources Control Board
St	Street
T5	Water Treatment Operator Certificate Grade 5
Tel	Telephone
THM	Trihalomethane
TO	Task Order
TP	Treatment Plant
UFC	Upper Farmington Canal
UPS	Uninterrupted Power Supply
VAMP	Vernalis Adaptive Management Plan
VFD	Variable Frequency Drive
WQMS	Water Quality Monitoring System
WS	Water Supply
WTP	Water Treatment Plant

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Asset Name	Classification Name
<b>VEHICLES</b>	
UNIT 16 2003 FORD 450 -- DIESEL	HEAVY TRUCK
UNIT 25 2002 DODGE CARAVAN	AUTOMOBILE
UNIT 26 1990 INTERNATIONAL DUMP TRUCK	HEAVY TRUCK
UNIT 31 1998 FREIGHTLINER BOOM TRUCK 15 TON	HEAVY TRUCK
UNIT 36 2004 CHEVY PICKUP 2500HD SILVERADO - AC	PICKUP TRUCK
UNIT 37-2004 JEEP GRAND CHEROKEE LAREDO	AUTOMOBILE
UNIT 39 2007 CHEVY PICKUP 4X41500 EXTCAB	PICKUP TRUCK
UNIT 45 2008 FORD F650 FLATBED TRUCK (Diesel)	HEAVY TRUCK
UNIT 47 2008 CHEVY PICKUP SILVERADO 2500 4X4	PICKUP TRUCK
UNIT 48 2008 Chevy Kodiak C4500 (Diesel)	HEAVY TRUCK
UNIT 49 2009 Edge AWD - Ltd	AUTOMOBILE
UNIT 53 2011 KENWORTH T300 DUMP TRUCK (Diesel)	HEAVY TRUCK
UNIT 54 2010 FORD F150 PICKUP	PICKUP TRUCK
UNIT 55 2010 FORD F150 PICKUP	PICKUP TRUCK
UNIT 56 2010 FORD F450 TRUCK	HEAVY TRUCK
UNIT 57 2011 FORD F150 PICKUP LONG BED	PICKUP TRUCK
UNIT 64 2015 FORD F250 S-DUTY 4WD	PICKUP TRUCK
UNIT 65 2015 FORD F250 S-DUTY 4WD	PICKUP TRUCK
UNIT 66 2015 FORD F250 S-DUTY 4WD - AI	PICKUP TRUCK
UNIT 67 2015 FORD F250 S-DUTY 4WD - PC	PICKUP TRUCK
UNIT 69 2015 Ford F150 4x4 SUPERCREW PICKUP	PICKUP TRUCK
UNIT 70 2016 CAT FORKLIFT	FORKLIFT
<b>HEAVY EQUIPMENT</b>	
DIVE BOAT	UTILITY VEHICLE
BOAT TRAILER	TRAILER
ALLIS-CHALMERS DISC	HEAVY EQUIPMENT ACCESSORY
Genie GS 1930 Scissor Lift	HEAVY EQUIPMENT
PAK FLAIL MOWER (ORANGE)	HEAVY EQUIPMENT ACCESSORY
ALAMO ARTICULATE MOWER ATTACHMENT	HEAVY EQUIPMENT ACCESSORY
LANDPRIDE RCR2596 ROTARY MOWER	HEAVY EQUIPMENT ACCESSORY
MOWER-WALKER	TRACTOR
UNIT 29 CATERPILLAR BACKHOE	HEAVY EQUIPMENT
UNIT 30 BIG TEX EQUIPMENT TRAILER /25,900GVWR	TRAILER
UNIT 34 2000 CARTAWAY TANK TRAILER /6000GVW	TRAILER
UNIT 38 JOHN DEERE 6420 TRACTOR	TRACTOR
UNIT 41 CASE TRACTOR 570MXT Turbo	TRACTOR
UNIT 43 2007 WELLS CARGO TRAILER model TW122 6x12	TRAILER
UNIT 44 1996 GENIE LIFT TZ-34/20 Towable Knuckleboom (Used)	TRAILER
UNIT 50 6 DIESEL PUMP	TRAILER
UNIT 51 12 DIESEL PUMP	TRAILER
UNIT 52 KABOTA TRACTOR	TRACTOR
UNIT 58 2014 Polaris Ranger EV- MAINTENANCE	UTILITY VEHICLE
UNIT 59 2014 Polaris Ranger EV- MAINTENANCE	UTILITY VEHICLE
UNIT 60 2014 Polaris Ranger EV- OPERATIONS	UTILITY VEHICLE
UNIT 61 2014 Polaris Ranger EV- WATER SUPPLY	UTILITY VEHICLE
UNIT 62 2014 Polaris Ranger EV- WATER SUPPLY	UTILITY VEHICLE
UNIT 63 2014 Polaris Ranger EV- OPERATIONS	UTILITY VEHICLE
UNIT 68 2015 WELDING TRAILER	TRAILER

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Central Valley Salinity Coalition Inc.

July 20, 2017

Scot Moody  
Stockton East Water District  
6767 East Main Street  
Stockton, CA 95215-1527

Dear Mr. Moody,

Thank you for your recent payment for the 2017 Contribution to the Central Valley Salinity Coalition in the amount of \$25,000, check dated June 6, 2017. The invoice also included a balance due from 2016 in the amount of \$2,500.00 which was carried forward from last year and was not included in your recent payment.

Attached is the updated invoice for your organizations payment of the remaining balance due. Also attached is a summary of the contribution payments made by Stockton East Water District for your review.

Please contact me if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Daniel B. Cozad', is written over a light blue grid background.

Daniel B. Cozad, Executive Director  
Central Valley Salinity Coalition Inc.

Attached: Invoice for Contribution





# Invoice

**Central Valley Salinity Coalition, Inc.**  
 360 Lakeside Avenue  
 Redlands, CA 92373

**Invoice #:** 2017-11  
**Invoice Date:** 5/2/2017  
**Due Date:** 6/2/2017  
**P.O. Number:** per agreement

**Bill To:**  
 Stockton East Water District  
 6767 East Main Street  
 Stockton, CA 95215-1527

<u>Invoice Date</u>	<u>Description</u>	<u>Amount</u>
5/2/2017	Central Valley Salinity Coalition 2017 Board Level Member Contribution	\$25,000.00
	Balance due from 2016 Contribution	\$ 2,500.00

Total: \$27,500.00

Payments/Credits: \$25,000.00

Balance Due: \$ 2,500.00

**Federal ID Number: 26-3103060**

*Please make checks payable to Central Valley Salinity Coalition*

Customer	Year	Contribution Amount	Amount Received	Date Paid	Payment Method	Check Number
Stockton East Water District	2010*	\$25,000.00	\$25,000.00	06/02/2010	Check	01725356
Stockton East Water District	2011	\$10,000.00	\$10,000.00	04/11/2011	Check	01917047
Stockton East Water District	2012	\$10,000.00	\$10,000.00	04/23/2012	Check	02122786
Stockton East Water District	2013	\$10,000.00	\$10,000.00	06/17/2013	Check	00187595
Stockton East Water District	2014	\$20,000.00	\$20,000.00	06/03/2014	Check	00351535
Stockton East Water District	2015	\$20,000.00	\$20,000.00	07/13/2015	Check	00534430
Stockton East Water District	2016	\$22,500.00	\$20,000.00	06/29/2016	Check	00673900
Stockton East Water District	2017	\$25,000.00	\$25,000.00	06/07/2017	Check	00819380

\*initial contribution

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# JWT & Associates, LLP

Certified Public Accountants

1111 E. Herndon Avenue, Suite 211, Fresno, CA 93720  
Phone (559) 431-7708 Fax (559) 431-7685

July 31, 2017

Stockton East Water District  
Attn: Board of Directors  
6767 East Main Street  
Stockton, CA 95215

Dear Board of Directors,

This engagement letter confirms our acceptance and understanding of the terms and objectives of our engagement, and the nature and limitations of the services that JWT & Associates, LLP will provide to Stockton East Water District (the "District").

## Scope and Objective of the Audit

We will audit the financial statements of the District, which comprise the balance sheets as of March 31, 2017 and 2016, and the related statements of operations and changes in net assets, and cash flows for the years then ended, and the related notes to the financial statements (the financial statements). Also, the following supplementary information accompanying the financial statements will be subjected to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, in accordance with auditing standards generally accepted in the United States of America, and we will provide an opinion on it in relation to the financial statements as a whole:

- 1) Combining Statement of Net Position and Revenues
- 2) Schedules of Debt by Funding Source

The objective of our audit is the expression of an opinion about whether the District's financial statements are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole.

Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion or add an emphasis-of-matter or other-matter paragraph. If our opinions are other than unmodified, we will discuss the reasons with management in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed an opinion, we may decline to express an opinion or issue reports, or we may withdraw from this engagement.

## **Audit Procedures—General**

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the District or to acts by management or employees acting on behalf of the District. Because the determination of abuse is subjective, Government Auditing Standards do not expect auditors to provide reasonable assurance of detecting abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements or noncompliance may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards and Government Auditing Standards. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or on major programs. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential, and of any material abuse that comes to our attention. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request written representations from the District's attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about your responsibilities for the financial statements; schedule of expenditures of federal awards; federal award programs; compliance with laws, regulations, contracts, and grant agreements; and other responsibilities required by generally accepted auditing standards.

## **Audit Procedures—Internal Control and Compliance**

Our audit will include obtaining an understanding of the District and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to Government Auditing Standards.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, Government Auditing Standards, and the Uniform Guidance.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the District's compliance with provisions of applicable laws, regulations, contracts, and agreements, including grant agreements. However, the objective of those procedures will not be to provide an opinion on overall compliance, and we will not express such an opinion in our report on compliance issued pursuant to Government Auditing Standards.

### **Management Responsibilities**

Management is responsible for (1) establishing and maintaining effective internal controls, including internal controls over federal awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements. You are also responsible for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements, schedule of expenditures of federal awards, and all accompanying information in conformity with U.S. generally accepted accounting principles; and for compliance with applicable laws and regulations (including federal statutes) and the provisions of contracts and grant agreements (including award agreements). Your responsibilities also include identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information.

Management is also responsible for making all financial records and related information available to us, and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) access to personnel, accounts, books, records, supporting documents, and other information as needed to perform an audit under the Uniform Guidance, (3) additional information that we may request for the purpose of the audit, and (4) unrestricted access to persons within the District from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the District involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the District received in

communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the District complies with applicable laws, regulations, contracts, agreements, and grants. Management is also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements, or abuse that we report. Additionally, as required by the Uniform Guidance, it is management's responsibility to evaluate and monitor noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate corrective action plan.

You are also responsible for the preparation of the other supplementary information, which we have been engaged to report on, in conformity with U.S. generally accepted accounting principles. You agree to include our report on the supplementary information in any document that contains, and indicates that we have reported on, the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying and providing report copies of previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

Our professional standards require that we remain independent with respect to our audit clients, including those situations when we also provide non-attest services, such as those identified above. As a result, the District accepts the responsibilities set forth below related to our performance of non-attest service as a part of this engagement:

- Assume all management responsibilities.
- Oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, and/or experience.
- Evaluate the adequacy and results of the services performed.
- Accept responsibility for the results of the services.

It is our understanding that Juan Vega, Finance Director, who understands the services to be performed sufficiently to satisfy management's responsibilities for oversight related to the non-attest services, has been designated by the District to oversee the non-attest services. If any issues or concerns in this area

arise during the course of our engagement, we will discuss them with you prior to continuing with the engagement.

## **Reporting**

We will provide copies of our reports to the District; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

The audit documentation for this engagement is the property of JWT, LLP and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to a federal agency providing direct or indirect funding, or the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of JWT, LLP personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

## **Engagement Administration and Fees**

We understand that your employees will prepare all cash, accounts receivable, and other confirmations we request and will locate any documents selected by us for testing.

Jeremy L. Ware is the engagement partner and is responsible for supervising the engagement and signing the reports or authorizing another individual to sign them.

We estimate that our fees for these services will be:

FYE 3/31/17

Financial Audit and Board Report	<u>\$ 25,000.00</u>
Total	\$ 25,000.00

You will also be billed for out-of-pocket costs such as postage, travel, etc. Per the Professional Services Agreement those costs will be capped at \$1,500. This fee estimate is based on anticipated cooperation from, and availability of, your personnel, the expectation that the District's records will be in good condition, and the assumption that unexpected circumstances will not be encountered during the audit. If we believe that significant additional time is likely to be necessary in order to complete our audit procedures, we will attempt to discuss it with you and arrive at a new fee estimate before we incur significant additional fees or costs.

As requested, additional years fee estimates are provided in Appendix A.

If this letter correctly expresses your understanding of the terms of our engagement, please sign the enclosed copy where indicated and return it to us.

We appreciate the opportunity to serve you.



Sincerely,

*Jeremy Ware, CPA*  
*JWT & Associates, LLP*

**Accepted and Agreed:**

This letter correctly sets forth the entire understanding of Stockton East Water District with respect to the services to be provided by JWT & Associates, LLP.

APPROVED BY:

---

Signature & Title

---

Date

## Appendix A

We propose that our fees for these services will be:

	<u>3/31/2018</u>	<u>3/31/2019</u>	<u>FYE 3/31/2020</u>
Financial Audit and Board Report	<u>\$ 28,000</u>	<u>\$ 29,000</u>	<u>\$ 30,000</u>
Total	<u>\$ 28,000</u>	<u>\$ 29,000</u>	<u>\$ 30,000</u>

This fee proposal is based on anticipated cooperation from, and availability of, your personnel, the expectation that the District's records will be in good condition, and the assumption that unexpected circumstances will not be encountered during the audit. If we believe that significant additional time is likely to be necessary in order to complete our audit procedures, we will attempt to discuss it with you and arrive at a new fee estimate before we incur significant additional fees or costs.

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OFFICIAL

# REGION 4 Board Ballot

CLEAR FORM



**Please return completed ballot  
by September 29, 2017**

E-mail: [anaj@acwa.com](mailto:anaj@acwa.com)  
Mail: ACWA  
910 K Street, Suite 100  
Sacramento, CA 95814

## General Voting Instructions:

- 1 You may either vote for the slate recommended by the Region 4 Nominating Committee or vote for individual region board members. Please mark the appropriate box to indicate your decision.
- 2 Complete your agency information. The authorized representative is determined by your agency in accordance with your agency's policies and procedures.

### Nominating Committee's Recommended Slate

- ☐ I concur with the Region 4 Nominating Committee's recommended slate below.

#### CHAIR:

- **Pamela E. Tobin**, Director, San Juan Water District

#### VICE CHAIR:

- **Mark Emmerson**, Director, Carmichael Water District

#### BOARD MEMBERS:

- **Bryan Busch**, General Manager, Reclamation District No. 2068
- **Thomas McGurk**, Director, Stockton East Water District
- **John Mensinger**, Director, Modesto Irrigation District
- **Kirstin Sicke**, Assistant General Manager, Yolo County Flood Control & Water Conservation District
- **Dan York**, Assistant General Manager, Sacramento Suburban Water District

OR

### Individual Board Candidate Nominations

- ☐ I do not concur with the Region 4 Nominating Committee's recommended slate. I will vote for individual candidates below as indicated.

#### CANDIDATES FOR CHAIR: (CHOOSE ONE)

- ☐ **Mark Emmerson**, Director, Carmichael Water District
- ☐ **John Mensinger**, Director, Modesto Irrigation District
- ☐ **Pamela E. Tobin**, Director, San Juan Water District

#### CANDIDATES FOR VICE CHAIR: (CHOOSE ONE)

- ☐ **Mark Emmerson**, Director, Carmichael Water District
- ☐ **John Mensinger**, Director, Modesto Irrigation District
- ☐ **Pamela E. Tobin**, Director, San Juan Water District

#### CANDIDATES FOR BOARD MEMBERS: (MAX OF 5 CHOICES)

- ☐ **Bryan Busch**, General Manager, Reclamation District No. 2068
- ☐ **Mark Emmerson**, Director, Carmichael Water District
- ☐ **Thomas McGurk**, Director, Stockton East Water District
- ☐ **John Mensinger**, Director, Modesto Irrigation District
- ☐ **Kirstin Sicke**, Assistant General Manager, Yolo County Flood Control & Water Conservation District
- ☐ **Pamela E. Tobin**, Director, San Juan Water District
- ☐ **Dan York**, Assistant General Manager, Sacramento Suburban Water District

AGENCY NAME

AUTHORIZED REPRESENTATIVE

DATE

**Christina Soto**

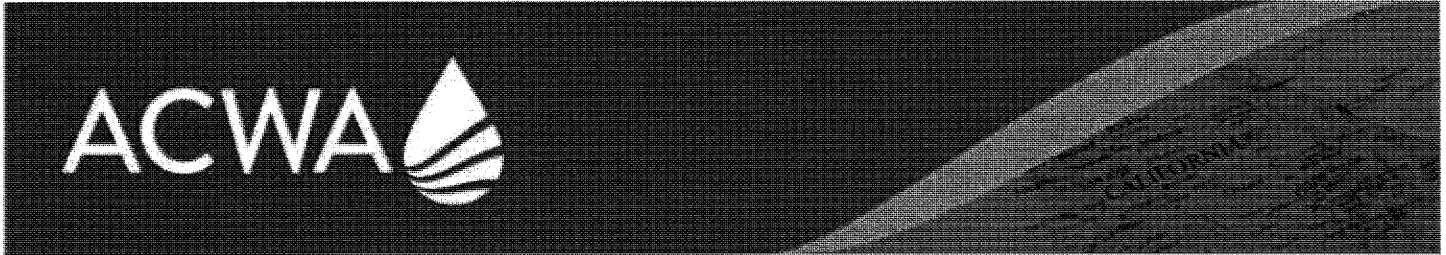
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**Subject:** Polls Open! ACWA Region 4 Election Ballot

**From:** ACWA Region Elections [<mailto:regionelections@acwa.com>]

**Sent:** Tuesday, August 01, 2017 4:03 PM

**Subject:** Polls Open! ACWA Region 4 Election Ballot



TO: ACWA REGION 4 MEMBER AGENCY BOARD PRESIDENT  
AND GENERAL MANAGER

***Ballot for Region 4 Board Election for the 2018-2019 Term***

It is time to elect the 2018-2019 ACWA Region 4 Chair, Vice Chair, and board members who will represent and serve the members of Region 4. Attached, you will find the official ballot which includes the Region 4 Nominating Committee's recommended slate as well as individual candidates running for the Region 4 Board.

**Your agency is entitled to cast only one vote.** Please review the attached ballot and have your agency's authorized representative cast its vote for the slate as recommended by the Region 4 Nominating Committee or cast its vote for an individual Region 4 chair, vice chair and three to five board members.

**2018-2019 ACWA Region 4 Ballot is located HERE.**

**Region 4 Rules and Regulations are located HERE.**

**Submit the electronic ballot to ACWA by September 29, 2017.**

*(Ballots received after September 29 will not be accepted.)*

**REMEMBER, YOUR VOTE IS IMPORTANT.** Region 4 Board members are elected to represent the issues, concerns and needs of your region. The Region 4 chair and vice chair will serve on ACWA's board of directors for the next two-year term beginning January 1, 2018. Additionally, the newly elected chair and vice chair will make the Region 4 committee appointment recommendations to the ACWA president for the 2018-2019 term. Also, either the chair or vice chair will hold a seat on the ACWA Finance Committee.

If you have questions, please contact your Regional Affairs Representative, Ana Javaid, at [anaj@acwa.com](mailto:anaj@acwa.com) or call 916-441-4545.

Thank you for your careful consideration and participation in the Region 4 election process.



# REGION 4 RULES AND REGULATIONS

*Each region shall organize and adopt rules and regulations for the conduct of its meetings and affairs not inconsistent with the Articles of Incorporation or bylaws of the Association (ACWA Bylaw V, 6.).*

## OFFICERS

The Region 4 board shall have cooperation and planning responsibility and can make specific recommendations to the region as a whole.

The chair will appoint a secretary to the board if one is deemed necessary.

## MEETINGS

Region 4 will meet at least quarterly; two of those meeting to be held at the ACWA spring and fall conferences.

The Region 4 Board will determine when or if the non-members are invited to regional activities or events.

## ATTENDANCE

If a region chair or vice chair is no longer allowed to serve on the Board of Directors due to his / her attendance, the region board shall appoint from the existing region board a new region officer. (ACWA Policy & Guideline Q, 1.)

If a region chair or vice chair misses three consecutive region board / membership meetings, the same process shall be used to backfill the region officer position. (ACWA Policy & Guideline Q, 1.)

If a region board member has three consecutive unexcused absences from a region board meeting or general membership business meeting, the region board will convene to discuss options for removal of the inactive board member. If the vacancy causes the board to fail to meet the minimum requirement of five board members, the region must fill the vacancy according to its rules and regulations. (ACWA Policy & Guideline Q, 3.)

## ELECTIONS

All nominations received for the region chair, vice chair and board positions must be accompanied by a resolution of support from each sponsoring member agency, signed by an authorized representative of the Board of Directors. Only one individual may be nominated from a given agency to run for election

[SEND FEEDBACK](#)

to a region board. Agencies with representatives serving on the nominating committees should strive not to submit nominations for the region board from their agency. (ACWA Policy & Guideline P, 2.)

The term for the chair and vice chair shall be limited to one full two-year term.

An elected chair or vice chair shall not be permitted to succeed himself/herself to that office.

Election ballots will be e-mailed to ACWA member agency general managers and presidents.

The nominating committee shall consist of three to five members.

The nominating committee should pursue qualified members within the region to run for the region board, and should consider geographic diversity, agency size and focus in selecting a slate.

*See current region election timeline for specific dates.*

## **ENDORSEMENTS**

ACWA, as a statewide organization, may endorse potential nominees and nominees for appointment to local, regional, and statewide commissions and boards. ACWA's regions may submit a recommendation for consideration and action to the ACWA Board of Directors to endorse a potential nominee or nominee for appointment to a local, regional or statewide commission or board. (ACWA Policy & Guideline P, 3.)

## **COMMITTEE RECOMMENDATIONS & REPRESENTATION**

All regions are given equal opportunity to recommend representatives of the region for appointment to a standing or regular committee of the Association. If a region fails to provide full representation on all ACWA committees, those committee slots will be left open for the remainder of the term or until such time as the region designates a representative to complete the remainder of the term. (ACWA Policy & Guideline P, 4. A.)

At the first region board / membership meeting of the term, regions shall designate a representative serving on each of the standing and regular committees to serve as the official reporter to and from the committee on behalf of the region to facilitate input and communication. (ACWA Policy & Guideline P, 4. B.)

## **TOURS**

ACWA may develop and conduct various tours for the regions. All tour attendees must sign a "release and waiver" to attend any and all region tours. Attendees agree to follow environmental guidelines and regulations in accordance with direction from ACWA staff; and will respect the rights and privacy of other attendees. (ACWA Policy & Guideline P, 6.)

[SEND FEEDBACK](#)

**FINANCES**

*See "Financial Guidelines for ACWA Region Events" document.*

**AMENDING THE REGION RULES & REGULATIONS**

ACWA policies and guidelines can be amended by approval of the ACWA Board of Directors.

The Region 4 Rules & Regulations can be amended by a majority vote of those present at any Region 4 meeting as long as a quorum is present.

© 2017 Association of California Water Agencies

[SEND FEEDBACK](#)



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# Memorandum

**To:** Scot A. Moody, General Manager  
**From:** Juan Vega, Finance Director  
**Date:** 08/02/2017  
**Re:** Schedule for Preliminary BMP Adoption – FY2018-2019

---

Per the Second Amended Contract, the District shall announce a new Preliminary Base Monthly Payment on or before the first day of October for the fiscal year after the succeeding fiscal year.

We propose the following timetable for computing and processing the preliminary Basement Monthly Payments (BMP) for Fiscal Year 2018-2019. This timetable will insure the timely announcement of the preliminary BMP.

**Date:**

**Activity:**

**August 28-31**  
*Monday-Thursday*

Urban Contractors to provide data for BMP per Second Amended Contract

**September 1-11**  
*Friday-Monday*

Processing and review of Base Monthly Payment computations

**September 12**  
*Tuesday*

Submit BMP Notice of Hearing to the Stockton Record for publication (09/16/17 issue)

**September 16**  
*Saturday*

BMP Notice of Hearing publication – The Stockton Record

**September 26**  
*Tuesday*

BMP Public Meeting/ Board Approval

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CITY OF STOCKTON

ECONOMIC DEVELOPMENT DEPARTMENT

Housing, Economic Development, Asset Management, and Parking Authority

400 East Main Street, 4<sup>th</sup> Floor • Stockton, CA 95202-3000 • 209/937-8539 • Fax 209/937-5099

[www.stocktonca.gov](http://www.stocktonca.gov)

August 2, 2017

Stockton East Water District  
Scot A. Moody, General Manager  
6767 E. Main Street  
Stockton, CA 95215

**TAXING ENTITY COMPENSATION AGREEMENT**

A compensation agreement for former Redevelopment Agency properties that were transferred to the City of Stockton is enclosed for your review and signature. Assembly Bills x1 26 and 1484, (Dissolution Law) dissolved all California redevelopment agencies and replaced them with successor agencies on February 1, 2012. All properties owned by the former Redevelopment Agency were transferred to the Successor Agency.

To encourage development and economic growth, the Dissolution Law allowed successor agencies to transfer properties to their cities for future development purposes. The City of Stockton received six properties from the Successor Agency and is now required to enter into a compensation agreement with the taxing entities that receive a share of the property taxes. Your organization is or represents one of those taxing entities.

The City is dedicated to working with developers and organizations that will develop projects that are beneficial to the City and the community and are in line with the plans adopted by the former Redevelopment Agency. As the properties are sold, the net proceeds will be remitted to the San Joaquin County Auditor-Controller for disbursement to the taxing entities in accordance with each taxing entity's pro rata share of the property taxes.

Please review and sign the enclosed agreement. You may return the signed agreement by email to [Laverna.Blanco@stockton.ca.gov](mailto:Laverna.Blanco@stockton.ca.gov), and mail the original to the address above. If you have questions, please contact LaVerna Blanco at (209) 937-8794.

MICAH RUNNER, DIRECTOR  
ECONOMIC DEVELOPMENT

MR:LB

Attachments

## MASTER AGREEMENT FOR TAXING ENTITY COMPENSATION

(City of Stockton)

This Master Agreement for Taxing Entity Compensation (this "**Agreement**"), is entered into on \_\_\_\_\_, by and among the following public agencies (all of which are collectively referred to herein as the "**Parties**" and as the "**Taxing Entities**," Attachment A):

City of Stockton, a municipal corporation ("**City**")  
County of San Joaquin, a political subdivision of the State of California ("**County**")  
Stockton Unified School District  
San Joaquin Delta College  
County Office of Education  
San Joaquin County Flood Control  
San Joaquin County Flood Control Zone 9  
San Joaquin County Mosquito and Vector Control District  
Stockton East Water District  
San Joaquin Regional Transit District  
Education Revenue Augmentation Fund

### RECITALS

A. Pursuant to Assembly Bill x1 26, effective February 1, 2012, the Redevelopment Agency of the City of Stockton ("**Redevelopment Agency**") was dissolved, and pursuant to Health & Safety Code Section 34173, the City elected to serve as the successor agency to the dissolved Redevelopment Agency (the "**Successor Agency**").

B. Pursuant to Health and Safety Code Section 34191.5, the Successor Agency prepared a Long-Range Property Management Plan ("**LRPMP**") that addresses disposition of the real property formerly owned by the Redevelopment Agency.

C. On December 16, 2015, the LRPMP was approved by Resolution of the Stockton Successor Agency Oversight Board (the "**Oversight Board**"), a seven-member board established pursuant to Health and Safety Code Section 34179 that includes representatives appointed by the County Board of Supervisors, the Mayor of the City, the Superintendent, the Chancellor of the California Community Colleges, and the San Joaquin County Mosquito and Vector Control District. The Oversight Board authorized the Executive Director to develop and execute any compensation agreements as may be required pursuant to Health and Safety Code Section 34180 (f).

D. On December 29, 2015, the State Department of Finance ("**DOF**") approved the LRPMP.

E. On October 18, 2016, by Resolution 2016-10-18-1203, the Stockton City Council authorized the acceptance of the future development properties and authorized the City Manager to develop and execute any compensation agreements as may be required pursuant to Health and Safety Code Section 34180 (f).

NOW THEREFORE, the Parties agree as follows.

1. Purpose. This Agreement is executed with reference to the facts set forth in the foregoing Recitals which are incorporated into this Agreement by this reference. The purpose of

this Agreement is to address the allocation of certain prospective revenues among the taxing entities that share in the property tax base ("**Tax Base**"), Attachment B, for property located within the Waterfront Merger, South Stockton Merged, North Stockton, and Midtown Redevelopment Project Areas (the "**Project Areas**") formerly administered by the Redevelopment Agency.

2. Effectiveness of Agreement. This agreement shall become effective on the date set forth in the opening paragraph of this Agreement

3. Special Districts and Funds. The governing boards of certain of the Taxing Entities administer certain special districts and funds that receive allocations of property taxes from the Tax Base, and are authorized to execute this Agreement on behalf of such special districts and funds as described below.

3.1. County Funds. The County administers the following special districts and funds, and in addition to entering into this Agreement for the County itself, the County is authorized to, and has entered into and executed this Agreement on behalf of the following, each identified with the San Joaquin County Auditor-Controller, San Joaquin County Tax Assessor's Fund number:

County of San Joaquin – County General (Fund # 10001)  
San Joaquin County Flood Control (Fund # 21101)  
San Joaquin County Flood Control Zone 9 (Fund # 21103)

3.2. County Office of Education Funds. The County Office of Education administers the following funds, and in addition to entering into this Agreement for itself, the County Office of Education is authorized to, and has entered into and executed this Agreement on behalf of the following, each identified with the San Joaquin County Auditor-Controller, San Joaquin County Tax Assessor's Fund number:

County Office of Education (Fund # 68001)  
Educational Revenue Augmentation Fund (Fund # 81118)

4. Parcels to be Conveyed for Development Consistent with Plans. The LRPMP provides that pursuant to Health & Safety Code Section 34191.5(c)(2), six properties or sites, comprised of 33 parcels formerly owned by the Redevelopment Agency would be transferred by the Successor Agency to the City for disposition consistent with the Redevelopment Plans adopted for the Project Areas, the Implementation Plans adopted in connection with the Redevelopment Plans, the Downtown Stockton Strategic Action Plan that addresses development in the Downtown area, or the City of Stockton General Plan (all of the foregoing, collectively, the "**Plans**"). These 33 parcels (individually a "**Parcel**" and collectively, the "**Properties**") are more fully described in Attachment C.

5. Compensation Arrangement. The City agrees that, consistent with the LRPMP, in connection with the subsequent conveyance of any of the Parcels, the City will remit the Net Unrestricted Proceeds to the San Joaquin County Auditor-Controller for distribution to the Taxing Entities in accordance with each Taxing Entity's pro rata share of the Tax Base. "**Net Unrestricted Proceeds**" shall mean the proceeds of sale received by the City for the sale of any Parcel, less: (i) costs incurred by City for expenses incurred in connection with the management and disposition of the Parcel, including without limitation, costs incurred for property management, maintenance, insurance, marketing, appraisals, brokers' fees, escrow, closing costs, survey, title insurance, attorneys' and consultants' fees, and other reasonable

costs incurred, including reasonable compensation for City staff performing functions associated with the management, maintenance and disposition of the Parcel, and (ii) any proceeds of sale that are restricted by virtue of the source of funds (e.g. grant funds or the proceeds of bonds) that were used for the original acquisition of the Parcel. Upon request, the City shall deliver to the Taxing Entities an accounting of all such costs, expenses and restricted proceeds.

6. Sale Procedures and Proceeds. The Parties acknowledge that City is obligated to convey each Parcel comprising the Property for development consistent with the Plans. The Parties further acknowledge that consistent with Assembly Bill 470, prior to the disposition of the Property or any part thereof, the City may be obligated to hold a noticed public hearing and prepare a report that includes, among other things (i) an explanation of why the disposition will assist in the creation, retention, or expansion of job opportunities, increased property tax revenues, and the development of affordable housing, transit priority projects and sustainable development, and (ii) an explanation of the difference between the highest and best use value and the disposition price taking into consideration development constraints and requirements, and the covenants, conditions and development costs required by the sale or lease. The City anticipates that the disposition price for a Parcel may be minimal when remediation costs, the costs required for necessary public improvements and infrastructure, and other development constraints are taken into account.

7. Compensation Agreement. Health and Safety Code Section 34191.3 provides that once an LRPMP has been approved by DOF, the LRPMP supersedes all other provisions of the statute relating to the disposition and use of the former redevelopment agency's real property assets. Nonetheless, in compliance with a directive from DOF, with Oversight Board consent, the Successor Agency amended the LRPMP to provide that the City of Stockton will enter into an agreement with the taxing entities that addresses disposition of 33 Parcels to be conveyed to the City for non-governmental use pursuant to the LRPMP. Notwithstanding the foregoing, this section of this Agreement will not be operative if a court order, legislation or Department of Finance policy reverses the Department's directive regarding such agreements, and in such event, the City will be permitted to dispose of the Property even if this Agreement has not been executed by all Taxing Entities. Notwithstanding the foregoing, the City agrees that it will comply with the provisions of the LRPMP that require payment of the Net Unrestricted Proceeds to the Taxing Entities unless required for payment of an enforceable obligation.

8. Miscellaneous Provisions.

8.1. Notices. Except as otherwise specified in this Agreement, all notices to be sent pursuant to this Agreement shall be made in writing, and sent to the Parties at their respective addresses specified on Attachment A or to such other address as a Party may designate by written notice delivered to the other Parties in accordance with this Section. All such notices shall be sent by: (i) personal delivery, in which case notice is effective upon delivery; (ii) certified or registered mail, return receipt requested, in which case notice shall be deemed delivered on receipt if delivery is confirmed by a return receipt; or (iii) nationally recognized overnight courier, with charges prepaid or charged to the sender's account, in which case notice is effective on delivery if delivery is confirmed by the delivery service.

8.2. Headings; Interpretation. The section headings and captions used herein are solely for convenience and shall not be used to interpret this Agreement. The Parties agree that this Agreement shall not be construed as if prepared by one of the Parties, but rather according to its fair meaning as a whole, as if all Parties had prepared it.

8.3. Action or Approval. Whenever action and/or approval by City is required under this Agreement, the City Manager or his or her designee may act on and/or approve such matter unless specifically provided otherwise, or unless the City Manager determines in his or her discretion that such action or approval requires referral to City Council for consideration.

8.4. Entire Agreement. This Agreement, including Attachments A, B, and C attached hereto and incorporated herein by this reference, contains the entire agreement among the Parties with respect to the subject matter hereof, and supersedes all prior written or oral agreements, understandings, representations or statements between the Parties with respect to the subject matter hereof.

8.5. Counterparts. This Agreement may be executed in counterparts, each of which shall be an original and all of which taken together shall constitute one instrument. The signature page of any counterpart may be detached therefrom without impairing the legal effect of the signature(s) thereon provided such signature page is attached to any other counterpart identical thereto having additional signature pages executed by the other Parties. Any executed counterpart of this Agreement may be delivered to the other Parties by facsimile and shall be deemed as binding as if an originally signed counterpart was delivered.

8.6. Severability. If any term, provision, or condition of this Agreement is held by a court of competent jurisdiction to be invalid or unenforceable, the remainder of this Agreement shall continue in full force and effect unless an essential purpose of this Agreement is defeated by such invalidity or unenforceability.

8.7. No Third Party Beneficiaries. Except as expressly set forth herein, nothing contained in this Agreement is intended to or shall be deemed to confer upon any person, other than the Parties and their respective successors and assigns, any rights or remedies hereunder.

8.8. Parties Not Co-Venturers; Independent Contractor; No Agency Relationship. Nothing in this Agreement is intended to or shall establish the Parties as partners, co-venturers, or principal and agent with one another. The relationship of the Parties shall not be construed as a joint venture, equity venture, partnership or any other relationship.

8.9. Governing Law; Venue. This Agreement shall be governed by and construed in accordance with the laws of the State of California without regard to principles of conflicts of laws. Any action to enforce or interpret this Agreement shall be filed and heard in the Eastern District Federal Court – Sacramento, California.

*SIGNATURES ON FOLLOWING PAGES*



IN WITNESS WHEREOF, the Parties hereto have entered into this Agreement as of the date set forth in the opening paragraph of this Agreement.

For Attestation and/or Approval as to Form  
(Optional)

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

For Execution  
Required

CITY OF STOCKTON, a municipal  
corporation

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

COUNTY OF SAN JOAQUIN, a political  
subdivision of the State of California

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

STOCKTON UNIFIED SCHOOL DISTRICT

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

SAN JOAQUIN DELTA COLLEGE

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

*SIGNATURES CONTINUE ON FOLLOWING PAGE*

IN WITNESS WHEREOF, the Parties hereto have entered into this Agreement as of the date set forth in the opening paragraph of this Agreement.

For Attestation and/or Approval as to Form  
(Optional)

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

For Execution  
Required

COUNTY OFFICE OF EDUCATION

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

SAN JOAQUIN COUNTY MOSQUITO AND  
VECTOR CONTROL DISTRICT

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

STOCKTON EAST WATER DISTRICT

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

SAN JOAQUIN REGIONAL TRANSIT  
DISTRICT

By: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

## ATTACHMENT A

### ADDRESSES FOR NOTICE PURPOSES

<u>FUND</u>	<u>TAXING DISTRICT</u>	<u>FUND</u>	<u>TAXING DISTRICT</u>
10001	COUNTY GENERAL Monica Nino, County Administrator 44 N. San Joaquin Street, Suite 640 Stockton, CA 95202 (209) 468-3203	55401	SAN JOAQUIN COUNTY MOSQUITO AND VECTOR CONTROL DISTRICT Ed Lucchesi, Manager 7759 S. Airport Way Stockton, CA 95206 (209) 982-4675
67001	STOCKTON UNIFIED SCHOOL DISTRICT 701 N. Madison Street Stockton, CA 95202	46070	STOCKTON EAST WATER DISTRICT Scot A. Moody, General Manager PO Box 5157 Stockton, CA 95205 6767 E. Main Street Stockton, CA 95215 (209) 948-0333
68901	SAN JOAQUIN DELTA COLLEGE Jeff Menge, Vice President of Administrative Services 5151 Pacific Avenue Stockton, CA 95207 (209) 954-5022	55901	SAN JOAQUIN REGIONAL TRANSIT DISTRICT Donna DeMartino, General Manager 421 E. Weber Avenue Stockton, CA 95202 (209) 943-1111
68001	COUNTY OFFICE OF EDUCATION Scott Anderson, Deputy Superintendent - Business Services 2901 Arch-Airport Road Stockton, CA 95206 (209) 468-4807	81118	EDUCATIONAL REVENUE AUGMENTATION FUND Scott Anderson, Deputy Superintendent Business Services 2901 Arch-Airport Road Stockton, CA 95206 (209) 468-4807
21101	SAN JOAQUIN COUNTY FLOOD CONTROL	81144	CITY OF STOCKTON
21113	SAN JOAQUIN COUNTY FLOOD CONTROL ZONE 9 Monica Nino, County Administrator 44 N. San Joaquin Street, Suite 640 Stockton, CA 95202  Cc: Kris Balaji, Director of Public Works 1810 E. Hazelton Avenue Stockton, CA 95205 (209) 468-3100 kbalaji@sjgov.org		Kurt Wilson, City Manager 425 N. El Dorado Street Stockton, CA 95202

## ATTACHMENT B

### ILLUSTRATIVE TAXING ENTITIES APPLICABLE SHARES OF PROPERTY TAXES

COUNTY OF SAN JOAQUIN  
AUDITOR-CONTROLLER  
WEIGHTED AVERAGE TAX INCREMENT FACTOR  
FISCAL YEAR 2016-2017

FUND	TAXING DISTRICT	WEIGHTED AVERAGE ATIF
10001	COUNTY GENERAL	20.47%
67501	HOLT ELEMENTARY SCHOOL	0.00%
63001	LINCOLN UNIFIED SCHOOLS	1.37%
67001	STOCKTON UNIFIED SCHOOLS	23.75%
64001	LODI UNIFIED SCHOOLS	2.95%
67501	TRACY UNIFIED SCHOOLS	0.00%
68901	S.J. DELTA COMM COLLEGE	3.66%
68001	COUNTY OFFICE OF EDUCATION	1.12%
21101	SJC FLOOD CONTROL	0.16%
21113	SJC FLOOD CTRL-ZN NO. 9	0.31%
22001	ASH STREET LIGHTING	0.00%
22010	MARIPOSA HEIGHTS LIGHTING	0.00%
23401	LINCOLN VILL LIGHT WTR & SWR MNT	0.00%
55401	SJC MOSQUITO ABATEMENT	0.74%
50201	RECL.DISTR. #404	0.03%
51101	RECL.DISTR. #1608	0.03%
51201	RECL.DISTR. #1614	0.01%
46070	STOCKTON EAST WATER DISTRICT	0.30%
46501	WOODBIDGE IRRIGATION	0.00%
55901	S J REGIONAL TRANSIT DISTRICT	0.49%
81144	CITY OF STOCKTON	17.25%
	ERAF - EDUCATIONAL REVENUE AUGMENTATION	
81118	FUND	<u>27.35%</u>
	Total	100.00%*

*\*Additional districts listed because all tax rate areas of all Stockton projects are included in the percentage calculation.*

### **ATTACHMENT C**

#### **LIST OF PROPERTIES TRANSFERRED FROM THE SUCCESSOR AGENCY TO THE CITY, AND RETAINED FOR FUTURE DEVELOPMENT**

*Transfers approved on the Long Range Property Management Plan*

<b>Site No.</b>	<b>Name / Description</b>	<b>Address</b>	<b>Parcel Number(s)</b>
1	Van Buren, Washington, Market, Madison, & Monroe	110 South Lincoln Street	137-360-24
		109 South Van Buren Street	137-360-26
		120, 126 South Lincoln Street	137-360-27
		401 West Washington Street	137-360-28
		102 South Lincoln Street	137-360-39
		348, 338, 326, 318 West Market Street	137-330-01 through 04
		103 South Monroe, 315 West Washington St.	137-330-20
		248, 240, 226, 220, 214 West Market Street	137-330-08 through 13
		103, 115, 119, 124-26 South Madison Street	137-330-14 through 19
3	Bob Hope Theatre	232, 240, 242 East Main Street	149-140-27
4	West Weber Avenue	855 West Weber Avenue	145-190-03
		833 West Weber Avenue	145-270-06
		701 West Weber Avenue	145-270-09, 10
5	Lincoln and Weber	504 West Weber Avenue	137-370-03
		666 West Weber Avenue	137-370-02
6	Airport and Second	1516 South Union Street	169-030-13
		1501 South Airport Way	169-020-11
7	Airport and Eighth	2222 South Airport Way	169-163-01
		2224 South Airport Way	169-151-01

# Compensation Agreement

Former Redevelopment Agency Properties

## Background

- Dissolution of Redevelopment Agencies (RDA) effective February 1, 2012
  - RDA replaced by Successor Agency (Agency)
  - RDA assets transferred to Agency
- Agency developed a Long-range Property Management Plan
  - Department of Finance approved December 2015
  - Sell property
  - Transfer to the City for governmental use
  - Transfer to the City for future development
    - Requires a compensation agreement

## Compensation Agreement

- Required for future development properties
  - Six sites located in the Waterfront and South Stockton project areas
- Required to establish how the proceeds will be distributed
  - County Auditor-Controller will distribute net proceeds
  - Alternate option - allow City to retain proceeds, or use proceeds towards the project
- Agreement between City and the affected taxing entities
  - Draft agreement is being provided to the taxing entities for review

SITES / PROPERTIES	Address	Parcel Number(s)
1) Van Buren, Washington, Market, Madison, & Monroe	110 South Lincoln Street	137-360-24
	109 South Van Buren Street	137-360-26
	120, 126 South Lincoln Street	137-360-27
	401 West Washington Street	137-360-28
	102 South Lincoln Street	137-360-39
	348, 338, 326, 318 West Market Street	137-330-01 through 04
	103 South Monroe, 315 West Washington St.	137-330-20
	248, 240, 226, 220, 214 West Market Street	137-330-08 through 13
	103, 115, 119, 124-26 South Madison Street	137-330-14 through 19
2) Bob Hope Theatre	232, 240, 242 East Main Street	149-140-27
3) West Weber Avenue	855 West Weber Avenue	145-190-03
	833 West Weber Avenue	145-270-06
	701 West Weber Avenue	145-270-09, 10
4) Lincoln and Weber	504 West Weber Avenue	137-370-03
	666 West Weber Avenue	137-370-02
5) Airport and Second	1516 South Union Street	169-030-13
	1501 South Airport Way	169-020-11
6) Airport and Eighth	2222 South Airport Way	169-163-01
	2224 South Airport Way	169-151-01



## Next Steps

- Taxing entities review draft agreement
  - Obtain approval to execute, if necessary
- City will negotiate with developers
  - Projects that revitalize neighborhoods, promote economic development, and benefit the City and local communities
- City will obtain Council approval for sales of properties, as needed
  - Amounts included in agreements
- County Auditor-Controller will distribute net proceeds
  - Taxing entity's share will be in proportion to entity's share of the base property tax



## Questions

- For questions or comments, call  
Micah Runner (209) 937-8810  
LaVerna Blanco (209) 937-8794
- Send written comments to  
City of Stockton - Economic Development  
400 East Main Street, 4<sup>th</sup> Floor  
Stockton, CA 95202

# MEMORANDUM

**To:** Board of Directors  
**From:** Scot A. Moody, General Manager  
Michael D. Johnson, Assistant General Manager  
**Date:** August 3, 2017  
**Re:** Operations Building Repurposing Project – Flooring

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## Introduction:

The flooring throughout the Operations Building was installed during the original construction in 1977, and has been repaired several times. Most of those repairs were the result of floor movements that lifted tiles, and caused cracking and uneven surfaces. At times, the lifted tiles and buckled flooring were severe enough to create a tripping hazard and safety concerns. The carpeting in the offices is worn and presents hazards with buckling in a number of offices. The tiling in both the Men's & Women's restroom has been patched many times, resulting in unmatched tiles being laid in the same area. The floors in the restrooms are uneven and should be resurfaced. The restroom flooring damages are partially blamed on corroded drain pipes and non-functioning P-traps.

## Recommendation:

Staff has estimated costs to replace the tile in the lobby, the tile in the restrooms, and the carpet in the offices. We recommend removing the tile in the lobby and diagnosing the causes of floor movement. The diagnosis should recommend cost effective repairs, and how those repairs should be implemented. Depending on the cost and nature of the floor repairs, we would seek Board approval. Upon completion of the floor repairs, we recommend replacing the tile with cost-effective flooring, such as vinyl planking; replacing the tile in both restrooms and re-carpeting all offices with wear-resistant industrial carpet. The maximum estimated cost of this work is ~\$55,000.

Staff will also research staining the concrete flooring in the lobby area. Currently, the condition of the concrete below the tile cannot be determined. The condition can be evaluated once the tile has been removed.

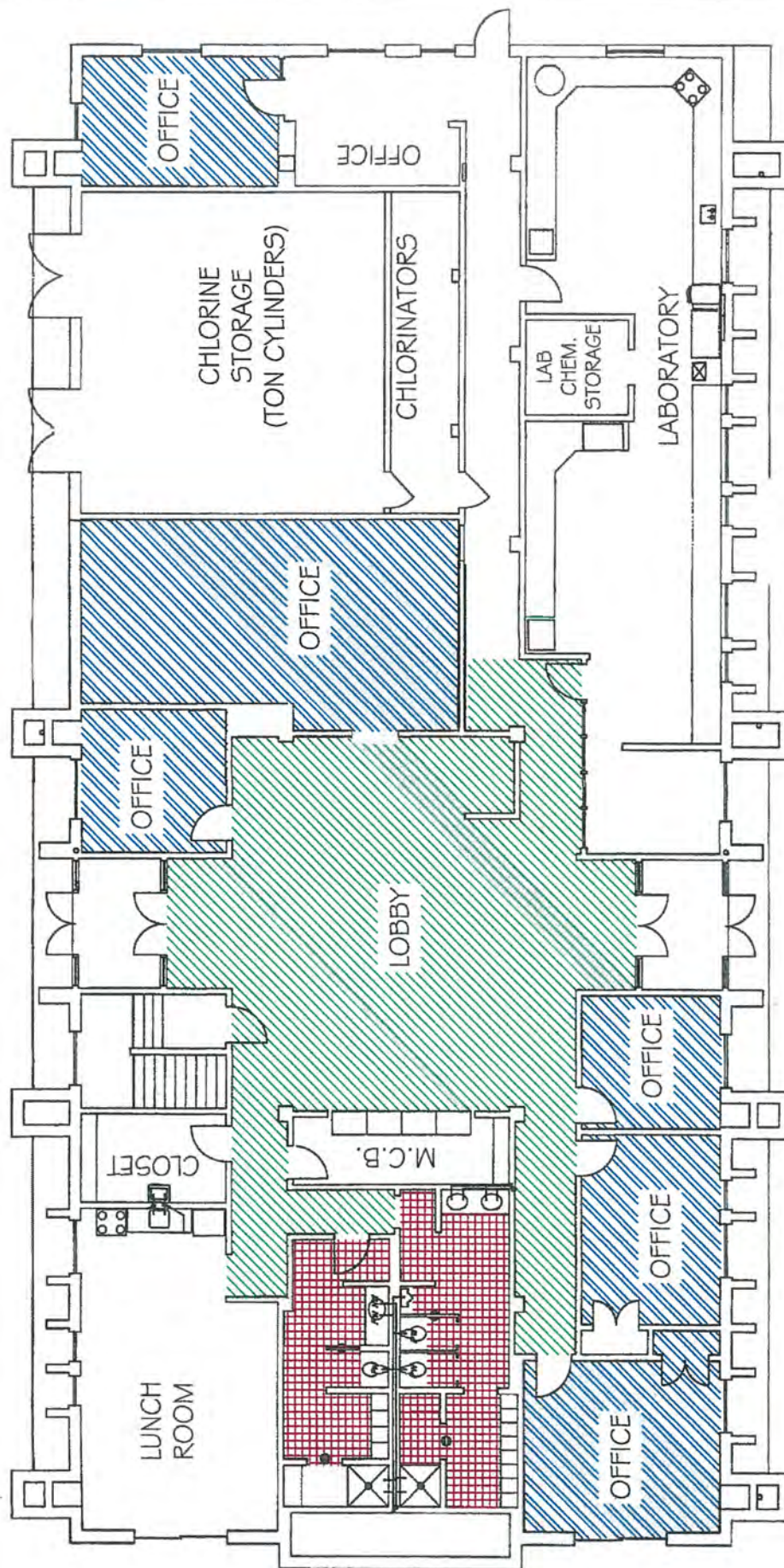
**Costs:****Flooring & Bathroom Tile Work Estimate:**

<b>Furniture</b>	<b>Approximate Cost</b>
Ops Building Ceramic Tile Replacement	~\$20,000.00
Ops Building Bathroom Re-Tiling	~\$25,000.00
Ops Building Office Carpeting	~\$10,000.00
<b>TOTAL:</b>	<b>\$55,000.00</b>

<b>Budget GL Code</b>	<b>Amount Remaining in 17/18 Budget</b>	<b>Expense per GL Code</b>
10-5326-0 – Maintenance & Repair - Buildings	\$30,000.00	\$55,000.00

**Budget Transfer:**

<b>FROM: FUND 94 – M&amp;I</b>					
<b>Account</b>	<b>Description</b>	<b>Current Budget:</b>	<b>Current Balance:</b>	<b>Transfer Amount:</b>	<b>New Budget:</b>
10-5329-0	Sludge Disposal	\$370,000	\$370,000	\$50,000	\$320,000
<b>Budget Transfer FROM Total:</b>				<b>\$50,000</b>	
<b>TO: Fund 94 – M&amp;I</b>					
<b>Account</b>	<b>Description</b>	<b>Current Budget:</b>	<b>Current Balance:</b>	<b>Transfer Amount:</b>	<b>New Budget:</b>
10-5326-0	Maintenance & Repair – Buildings	\$30,000	\$30,000	\$50,000	\$80,000
<b>Budget Transfer TO Total:</b>				<b>\$50,000</b>	



LEGEND	
	TILE
	BATHROOM
	CARPET

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<b>Weekly Water Report</b>		
	As of: July 31, 2017	As of: Aug. 7, 2017
<b>New Hogan (NHG) TOC</b>	<b>317,100</b>	<b>AF</b>
Storage:	224,147	AF
Net Storage Change:	-3,359	AF
Inflow:	36	CFS
Release:	237	CFS
<b>New Melones (NML) Allocation</b>	<b>75,000</b>	<b>AF</b>
Storage:	2,140,535	AF
Net Storage change:	-23,250	AF
Inflow:	1,520	CFS
Release:	3,222	CFS
<b>Source: CDEC Daily Reports</b>		

<b>Goodwin Diversion (GDW)</b>		
Inflow (Tulloch Dam):	3,235	CFS
Release to Stanislaus River (S-98):	1,507	CFS
Release to OID (JT Main):	972	CFS
Release to SSJID (SO Main):	391	CFS
Release to SEWD:	<u>221</u>	CFS
Total Release	3,091	CFS
<b>Source: Tri-Dam Operations Daily Report</b>		
<b>Farmington Dam (FRM)</b>		
Diverted to SEWD:	N/A	CFS
Diverted to CSJWCD:	128	CFS
<b>Source: USACE WCDS Hourly Report</b>		

<b>Surface Water Used</b>		
Irrigators on New Hogan:	24	
Irrigators on New Melones:	8	
DJWWTP Production:	32	MGD
North Stockton:	0	MGD
South Stockton:	7	MGD
Cal Water:	25	MGD
City of Stockton DWSP Production:	25	MGD

<b>District Ground Water Extraction</b>		
74-01	0	GPM
74-02	0	GPM
North	0	GPM
South	0	GPM
Extraction Well # 1	<u>0</u>	GPM
Total Well Water Extraction	<b>0</b>	<b>GPM</b>

**Note: All flow data reported here is preliminary and subject to revision.**

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The event poster is set against a background of various styles of hats. A large white diamond shape is centered on the page, containing the event details. At the top of the diamond is a circular logo for 'DORFMAN PACIFIC 95 Years 1921-2016'. Below this, the text 'GREATER STOCKTON CHAMBER OF COMMERCE presents' is followed by three small black diamonds. The event title 'AUGUST NETWORKING MIXER' is written in a large, bold, red, serif font. Below the title are three more small black diamonds. The date and time 'THURSDAY, AUGUST 3, 2017 5:15 TO 7:15 PM' are listed in a bold black font. The venue information 'DORFMAN PACIFIC 2615 BOEING WAY STOCKTON, CA 95206' is at the bottom of the diamond in a standard black font. A white rectangular box at the bottom of the poster contains the text 'Come join us for great food and drinks, networking opportunities, and your chance to buy a hat...or two!' in a black serif font.

  
GREATER STOCKTON CHAMBER OF COMMERCE  
*presents*  
◆◆◆  
***AUGUST  
NETWORKING  
MIXER***  
◆◆◆  
**THURSDAY, AUGUST 3, 2017  
5:15 TO 7:15 PM**  
DORFMAN PACIFIC  
2615 BOEING WAY  
STOCKTON, CA 95206

Come join us for great food and drinks, networking opportunities, and your chance to buy a hat...or two!



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