



PAJARO VALLEY WATER MANAGEMENT AGENCY

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Board of Directors Meeting
April 21, 2021, 6:00 p.m.

Teleconference

BOARD MEETING MINUTES

1. **Call to Order:** The Regular Board Meeting of Pajaro Valley Water Management Agency was called to order at 6:02 p.m. by Chair Newell, via teleconference

2. **Roll call of the PV WATER Directors:**

Board Members Present: Newell, Culbertson, Zamora, Bannister, Broz, Rider

Board Members Absent: None

Staff Members Present: Brian Lockwood, General Manager (GM)
Helen Rodriguez, Financial/Admin Services Manager (FASM)
Laura R. Taay, Board Secretary
Marcus Mendiola, Water Conservation and Outreach Specialist (WCOS)

Others Present: Tony Condotti, Agency Counsel (AC)
Larry Abrams, Public
Marla Anderson, Public
Lou Carella, Consultant, Carollo Engineers
Stephen Dobler, Public
Paul Friedlander, Consultant, Carollo Engineers
Richard Gutierrez, Consultant, Carollo Engineers
Rosemarie Imazio, Public
Jennifer Ivey, Consultant, Carollo Engineers
Tony Nunez, Reporter, Pajaronian
Tom Rider, Public
Robert Rodoni, Public
Pete Rude, Consultant, Jacobs Engineering
Michelaina Johnson, Public

3. **Pledge of Allegiance**

4. **Closed Session – 2 Items:**

Conference with Real Property Negotiators – (Cal. Gov't Code §54956.8)

- a. **Properties:** APN's: 051-10107 – Marco A. Murillo and Ma Estela Murillo, Jesus Murillo and Carmen Murillo; 051-101-47, 48, 49 – Jacqueline L. Copriviza, Successor Trustee of the Tony and Mary Lipanovich 1991 Revocable Trust Dated June 19, 1991
Agency Negotiators: Brian Lockwood, Richard Smith

Under Negotiation: Price, terms of payment or both (pipeline easement)

- b. Conference with Legal Counsel – Existing Litigation**
 (Cal. Gov’t Code §54956.9(d)(1))
 PVWMA v. Rocha – SCSC Case No. 20CV02131

Open Session Resumed at 7:15 p.m.

Report on Closed Session: AC Condotti reported Closed Session Items as stated on Agenda Items 4, a. Real Property Identified as: APN: 051-101-07 – Marco A. Murillo and Ma Estela Murillo, Jesus Murillo and Carmen Murillo and 051-101-47, 48, 49 – Jacqueline L. Copriviza, Successor Trustee of the Tony and Mary Lipanovich 1991 Revocable Trust Dated June 19, 1991
 Item 4 b. Existing Litigation
 No reportable action [HR1].

- 5. Oral Communications:** None
- 6. Director Comments:** None
- 7. Counsel Report:** None
- 8. General Manager Report:** GM Lockwood reported on the following:
 - Agency office is once again open to customers, 8 am – 5pm
 - ACWA Spring Conference, May 12 & 13, 2021
 - Director Rider will be attending the Water Education Foundation Water 101 Workshop on April 22 & 23, 2021
- 9. Consent Agenda**
 - A. Approved March 17, 2021 Minutes
 - B. Approved Financial Reports
 - C. Approved Engagement with Fedak & Brown LLP for Annual Audit Services for Fiscal Year Ending June 30, 2021
 - D. Approved Proposed Budget Amendments for Fiscal Year 2020-2021
 - E. Approved Resolution 2021-07 Amending the PV Water Organization Chart
 - F. Approved Agreement with Mid Coast Engineers to conduct a Survey of Monitoring Well PV20, in the amount of \$1,340
 - G. Approved Agreement Amendment #2 with Mike Podlech, Aquatic Ecologist, 1) College Lake Fisheries Support, 2) Extending the term end date through April 30, 2022, and 3) To include new amended amount of \$23,920
 - H. Approved Resolution 2021-08 Proclaiming May 2021 Water Awareness Month and Authorizing Public Outreach Advertising Campaign not to exceed \$25,000

Action: Director Culbertson moved to approve the Consent Agenda; seconded by Director Rider

Motion carried by roll call vote:

AYES: Newell, Culbertson, Zamora, Bannister, Broz, Rider
NOES: None
ABSENT: None
ABSTAIN: None

10. **Informational Items**

- A. Received Basin Management Plan Implementation Update from GM Lockwood
- B. Received Summary of College Lake Integrated Resources Management Project Weir Structure, Pump Station, and Treatment Plan 30% Design from Carollo Engineers.

11. **Discussion and/or Action Items**

- A. Conduct Public Hearing Concerning Proposed Delivered Water Charge Ordinance

GM Lockwood presented a summary of the 2021 Cost of Service Rate Study and public outreach program (slides available on agency website at www.pvwater.org).

- Number of unique parcels with turnouts = 97
- 49 / 97 = 50.0%
- 49 or more = majority protest
- less than 49 = no majority protest

Three letters containing a total of 34 assessor’s parcel numbers (APNs) were received by email. Of the 34 APNs, 11 were listed twice, leaving a balance of 23 parcels, 10 of which had turnouts. Two public comments in opposition of the rate increase were heard. GM Lockwood responded to questions from the public.

- B. Consider adoption of Ordinance 2021-01, An Ordinance of the Pajaro Valley Water Management Agency Adjusting Delivered Water Charges

The presentation provided in Item 11A covered this item as well.

There were comments received from the two property owners who submitted protest letters.

Action: Director Rider moved to adopt the Ordinance 2021-01 Adjusting Delivered Water Charges; seconded by Director Zamora

Motion carried by roll call vote:

AYES: Newell, Culbertson, Zamora, Bannister, Rider
NOES: Broz
ABSENT: None
ABSTAIN: None

- C. Conduct Public Hearing Concerning Proposed Groundwater Augmentation Charge Ordinance

The presentation provided in Item 11A covered this item as well.

The hearing was opened and four members of the public commented.

- D. Consider adoption of Ordinance 2021-02, An Ordinance of the Pajaro Valley Water Management Agency Adjusting Groundwater Augmentation Charges

The presentation provided in Item 11A covered this item as well.

Comments and discussion were received under Item 11C. Conduct Public Hearing Concerning Proposed Groundwater Augmentation Charge Ordinance

Action: Director Rider moved to adopt Ordinance 2021-02; seconded by Director Zamora

Motion carried by roll call vote:

AYES: Newell, Culbertson, Zamora, Bannister, Rider
NOES: Broz
ABSENT: None
ABSTAIN: None

E. Consider adopting Preliminary Budget for Fiscal Year 2021-2022

GM Lockwood presented the Preliminary Budget for Fiscal year 2021-2022 to the Board. He talked about the proposed preliminary budget providing funding for stakeholder processes pertaining to developing the 5-year update to the Agency’s Groundwater Sustainability Plan Alternative and Adaptive Management Planning for the College Lake Integrated Resources Management Project.. Budgeted revenues are \$62,472,000 with budgeted expenditures of \$32,565,900. The Preliminary Budget has been prepared based on existing rates, and will be updated, if necessary, following the April 21, 2021 Board Meeting.

Notable revenue assumptions:

- Receipt of \$387,000 in Management Fees
- Anticipated augmentation charge revenues of \$11.5 million
- Anticipated delivered water revenues of \$2.1 million
- Grant revenue of \$1.5 million
- SRF Financing for the Recycled Water Facility Upgrades Project in the amount of \$0.2 million
- Bond proceeds of \$46.5M

Notable expenditures:

- Capital Projects expenditures of approximately \$21.2 million as listed below.
 - College Lake Integrated Resources Management Project – \$15.0 million
 - Harkins Slough Recharge Facility Upgrades – \$2.1 million
 - Struve Slough with Recharge Basins – \$1.4 million
 - Recycled Water Facility Upgrades, SRF Phase III – \$2.5 million. This project is partially funded by a Proposition 1 Recycled Water grant and a SRF low interest financial agreement

Staff is to publish the Notice of Availability of the Preliminary Budget in the Pajaronian. On May 19, 2021, Board will hold public hearing and on May 19, 2021, the Board will consider adoption of the 2021-2022 Final Budget.

The Administration and Finance Committee reviewed and recommended approval of the proposed budget at its April 13, 2021 meeting.

The Preliminary Budget for Fiscal Year 2021-2022 is available on our website at www.pvwater.org.

Action: Director Bannister moved for the Board to Approve the Preliminary Budget for Fiscal Year 2021-2022; seconded by Director Broz

Motion carried by roll call vote:

AYES: Newell, Culbertson, Zamora, Bannister, Broz, Rider
NOES: None
ABSENT: None
ABSTAIN: None

- F. Consider Appointing Directors to Fill Vacancies on PV Water Standing and Ad Hoc Committees
 GM Lockwood advised the board, effective on April 12, 2021, Director Zamora resigned from all PV Water committees that he was serving on due to business changes and challenges. The committees included 1) Projects & Facility Operations Committee, 2) the Ad Hoc Sustainable Groundwater Planning Advisory Committee, and 3) Ad Hoc Adaptive Management Plan Committee. After discussion amongst the board members the following was decided and agreed on 1) Director Newell would fill vacant position on Projects & Facility Operations Committee, 2) Director Bannister would fill vacant position on the Ad Hoc Sustainable Groundwater Planning Advisory Committee, and 3) Director Rider would fill vacant position on the Adaptive Management Planning Committee.

Action: Director Bannister moved for the Board to accept the vacant positions just filled by Directors' Newell, Bannister and Rider; seconded by Director Culbertson.

Motion carried by roll call vote:

AYES: Newell, Culbertson, Zamora, Bannister, Broz, Rider
NOES: None
ABSENT: None
ABSTAIN: None

12. Monthly Reports/Presentations

- A. Facility Operations Report
 - 1. Received 2021 Supplemental Water Production Monthly Summary Report
- B. Board Committee Reports available at www.pywater.org
- C. Public Outreach Update

13. Correspondence

14. Future Meetings

- A. Project & Facility Operations Committee, Wednesday, April 28, 2021, 3:00 p.m. Teleconference
- B. Administrative/Finance Committee, Tuesday, May 11, 2021, 3:00 p.m., Teleconference
- C. Ad Hoc Sustainability Groundwater Planning Advisory Committee, Thursday, May 13, 2021, 2:00 p.m., Teleconference
- D. Board of Directors Meeting, Wednesday, May 19, 2021, 7:00 p.m., Teleconference
- E. Project & Facility Operations Committee, Wednesday, May 26, 2021, 3:00 p.m., Teleconference

15. Future Agenda Items

Adjourned at 9:25 p.m.



Laura R. Taay, Board Secretary



Date Approved