PAJARO VALLEY WATER MANAGEMENT AGENCY

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Board of Directors Meeting
June 15, 2022, 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 6:04 p.m. by Chair Newell, via teleconference

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

Board Members Present:	Newell, Culbertson, Bannister, Broz (7:00), Rider, Sanchez
Board Members Absent:	Zamora
Staff Members Present:	Brian Lockwood, General Manager (GM) Laura R. Taay, Board Secretary Marcus Mendiola, Water Conservation/ Outreach Specialist (WCOS)
Others Present:	Tony Condotti, Agency Counsel (AC) Tom Rider, Public Pete Rude, Consultant, Jacobs Engineering Richard Smith, Consultant, RBS Smith Consulting

3. **Pledge of Allegiance**

4. **Closed Session – 1 Item:**
   a. **Conference with Real Property Negotiators – (Cal. Gov't Code §54f9.54.5 & 54956.8) Property APN's and Owners: College Lake**

   1) 051-101-47, 48, 49, Jacqueline L. Copriviza, Successor Trustee of the Tony and Mary Lipanovich 1991 Revocable Trust Dated June 19, 1991;
   2) 051-101-10 & 12, Tony T. Lazaro & Lisa G. Lazaro, Husband and Wife as Community Property;
   3) 051-101-19 & 18, De Sieyes Brothers LLC;
   4) 051-101-20 & 15, Taurino Gomez and Maria Gomez, Husband and Wife;
   5) 051-101-13 & 22, Taurino Gomez and Maria Gomez, Husband and Wife;
   6) 051-101-11, 24, Janet B. Banovac, Trustee of the Janet Braycovich Banovac Separate Property Trust;
   7) 051-101-50, Diffenbaugh Family Farms LLC;
   8) 051-101-54 & 051-031-28, Glenn C. Noma and Pamela Lynn Noma, Trustees under the Glenn and Pamela Noma 1999 Revocable Trust Dated 2-16-1999, as to an Undivided One Half interest and Brian A. Murakami, Trustee of the Murakami Family Trust, as to an Undivided One Half Interest;
   9) 051-441-02, Tony T. Lazaro and Liza G. Lazaro Revocable Inter Vivos Trust;

10) 051-441-11 & 04, Frank W. Capurro, as Successor Trustee of the Capurro Survivor's Trust UAD June 6, 1984, as to an undivided Twenty Five Percent Interest, Frank W. Capurro, as Successor Trustee of the Capurro Bypass Trust UAD June 6, 1984, as to an Undivided Twenty Five Percent Interest, Paul A. Scherer, An Unmarried Man, an Undivided Twenty Five Percent Interest and John R. Scherer, An Unmarried Man, an Undivided Twenty Five Percent Interest;
11) 051-441-12, Jessie Maragoni, Trustee of the Maragoni Surviving Spouse "A" Trust;
12) 051-441-24, David Vasquez and Elia E. Vasquez, Husband and Wife as Joint Tenants;
13) 051-441-27 & 28, The Roman Catholic Bishop of Monterey, California, A Corporation;
14) 051-651-05 & 01, F. Allen Harryman and Janice C. Harryman, as successor co-trustees of the Janet Imwalle Trust dated February 10, 1994 , subject to exception from Preliminary Title Report

Pipeline:

1) 018-341-25, Harvest Drive Properties, LLC
2) 051-221-02, Jorge Olivarez and Maria C. Olivarez, Husband and wife as Community Property with Right of Survivorship
3) 051-221-26, Ag Land, Inc., A California Corporation
4) 051-221-30, Ag Land, Inc., A California Corporation
5) 051-221-32, Coast Cooling, Inc., A California Corporation
6) 051-221-33, Taurino Gomez and Maria Gomez, Husband and Wife, as Joint Tenants
7) 051-221-34, Del Mar Farms, A California General Partnership
8) 051-741-01, V. R. Walker Co., An Illinois Corporation
9) 051-741-03, Shikuma Properties, LLC
10) 051-741-05, Richard J. Peixoto, A Married Man, as His Sole and Separate Property
11) 051-741-06, Brian F. Maridon, As Trustee of the Brian F. Maridon Trust Dated April 1994 As To An undivided 66.97% Interest and Russel J. Maridon and Stephanie Maridon, As Trustees for the Russel and Stephanie Maridon Family Trust Dated April 1994 As To An Undivided 33.03% Interest
12) 051-741-07, Randolph K. Repass and Sally-Christine Rodgers 1996 Revocable Trust Dated 6/26/96, Randolph K. Repass and Sally-Christine Rodgers as Trustees, an Undivided 55% Interest and Randolph K. Repass and Sally-Christine Rodgers, Trustees of the Kent-Harris Repass 2020 Irrevocable Trust Dated November 20, 2020, an Undivided 45% Interest
13) 052-243-01, JAL Berry Farms, LLC, A California Limited Liability Company, Subject to Exceptions in Preliminary Title Report
14) 052-243-10, Lakeside Organic Gardens, LLC, A California Limited Liability Company
15) 052-243-15, Watsonville Exchange, Inc., A California Corporation
16) 052-243-16, Watsonville Exchange, Inc., A California Corporation
17) 052-243-17, Lakeside Organic Gardens, LLC., A California Limited Liability Company
18) 052-243-18, Lakeside Organic Gardens, LLC.,A California Limited Liability Company
19) 052-243-20, 21, West Coast Pre-Cooling – Watsonville, LLC
20) 052-272-01, John Martin Colendich, A Married Man, AS His Sole and Separate Property; Kara Therese Colendich, A Single Woman, As Her Sole and Separate Property; Connie A. Vukasovich-Haines and Jeanne L. Vukasovich, Trustee of Trust B Under the John M. Vukasovich and Virginia Vukasovich Revocable Living Trust Under Agreement Dated June 5, 1992, Dianna V. Hersch, A Married Woman, As Her Sole and Separate Property; Martin John Vukasovich, A Single Man, As His Sole and Separate Property; Jeanne Vukasovich, Trustee, or Her Successor(s) of the Jeanne Vukasovich 2016 Revocable Trust Dated 12/14/2016; and George W. Haines and Connie A. Vukasovich-Haines, Trustees, or Their Successor(s), of the Haines 2020 Revocable Trust Dated October 28, 2020, all As Their Respective Interests Appear of Record
21) 052-371-01, 02, JAL Berry Farms LLC, A California Limited Liability Company, subject to Exceptions from Preliminary Title Report

22) 052-581-04, Martin Kulish, Trustee of the Domacin Family Trust Dated September 3, 2012, An Undivided Ninety-Two and A Half (92.5%) Interest and Martin Kulish, Trustee of the Luce Domacin Qualified Domestic Trust, Established January 8, 2015, An Undivided Seven and A Half Percent (7.5%) Interest
23) 052-581-06, Hoover (CA) LLC, A Delaware Limited Liability Company Doing Business In The State Of California as Hoover Farm LLC, Subject to Exception from Preliminary Title Report
24) 052-581-09. David Frederick Willoughby, Successor Trustee of the Jeannette F. Willoughby 1999 Trust Dated 12/30/1999, As To An Undivided 7.54% Interest, Subject to Exception from Preliminary Title Report, Christopher Michael Willoughby, As To An Undivided 46.23% Interest and David Frederick Willoughby, As To An Undivided 46.23% Interest
Agency Negotiators: Brian Lockwood, Richard Smith
Under Negotiation: Price, terms of payment or both

Open session resumed at 7:03 p.m.

Report on Closed Session – AC Condotti reported the Board met to discuss those items listed on agenda Item 4a. Real Property Agency Negotiators gave a report and Board gave staff direction to proceed. No reportable action.

5. **Oral Communications:** None

   Director Comments: Director Bannister reported that ACWA Region 5 is planning a tour for this fall, October 6 & 7. Most of the tour will be in Monterey County area: Elkhorn Slough, Taylor Farms, Shotz Dairy, & Monterey Peninsula.
   Director Newell reported on the GRA Conference and the GSA Summit she attended in Sacramento on June 8 & 9, 2022.

6. **Counsel Report:** AC Condotti had no report.

7. **General Manager Report:** GM Lockwood reported on:

   - Santa Cruz County Farm Bureau Annual Meeting - 6/23, Santa Cruz County Fairgrounds
   - Election schedule for upcoming Division A, Currently held by Director Bannister & Division C, Currently held by Director Newell; the candidate nomination period is July 19 through August 12
   - Staff members Jaime Marquez (Field Technician) and Juan Cadenas (Maintenance Technician), have joined the On-Call Operations Rotation
   - New IT related cybersecurity projects are underway including the preparation of a Disaster Recovery / Incident Response Plan
   - Pilot Project with California Water Data Consortium & EDF is progressing

8. **Consent Agenda**

   A. Adopted Resolution 2022-13, Re-Authorizing Remote Teleconference Meeting of the Legislative Bodies of the Pajaro Valley Water Management Agency Pursuant to Brown Act Provisions
   B. Approved May 18, 2022 Minutes
   C. Approved Financial Reports

D. Adopted Resolution 2022-14, Certifying Compliance with State Law with Respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges (Management Fees)
E. Adopted Resolution 2022-15, Updating Cash Reserve Policy for Fiscal Year 2022-2023

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

Motion carried by the following voice vote:

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

9. Informational Items

A. Received Basin Management Plan Implementation Update from GM Lockwood

10. Discussion and/or Action Items

A. Consider Adoption of Final Budget for Fiscal Year 2022-2023

The Final Budget for Fiscal Year 2022-2023 was brought to the Board for adoption. GM Lockwood recapped budget highlights that were presented in greater detail during the two prior meetings.

Action: Director Sanchez moved to adopt the Final Budget for Fiscal Year 2021-2022; seconded by Director Rider.

Motion carried by the following voice vote:

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

B. Consider amendment to Agreement with Jacobs Engineering Group for College Lake Integrated Resources Management Project – Treated Water Pipeline Design, in an Amount Not to Exceed $377,300

GM Lockwood presented this item: Amendment No. 1 details the tasks requiring additional effort and the amount of funding needed. In summary, additional effort is needed, or already has been expended, on Task 1, Project Management; Subtask 2.4, Utility Investigations; Subtask 2.5, Geotechnical Investigations; Subtask 2.6, Survey and Mapping; Subtask 3.2, 90% Design; Subtask 3.3 Bid Ready Design. Some of these tasks were out of scope, such as designing the pipeline from Blend Well 3 to the College Lake Pipeline, designing chemical injection facilities at the Coastal Distribution System Tie-in, and investing the City of Watsonville Fiber Optic Conduit Investigation. Other tasks such as utility and geotechnical investigations were completed to reduce risk, and ideally save money, in the construction phase. Ongoing tasks that require an additional level of effort include Project Management, 90% Design, and Bid Ready Design.

Action: Director Bannister moved for the Board to approve Amendment No. 1, in substantially the same form as the version attached, to the Agreement with Jacobs Engineering Group for College Lake Integrated Resources Management Project Design and Bid Period Services.; seconded by Director Rider.

Motion carried by the following voice vote:

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

C. Consider Authorizing and Directing the General Manager to Issue a Request for Proposals for Watsonville Slough System Managed Aquifer Recharge & Recovery Projects, Design and Bid Period Services

GM Lockwood discussed the Watsonville Slough System Managed Aquifer Recharge & Recovery Projects. Since the certification of the EIR, January 2021, staff and consultants have prepared and submitted a water right permit application to the State Water Resources Control Board, conducted groundwater modeling of recharge operations, and performed pump tests on existing recovery wells. The next phases of project implementation includes continued environmental permitting, the preparation of final designs, and the procurement of property rights. At this time, staff recommends issuing a Request for Proposals (RFP) for Design and Bid Period Services.

Action: Director Bannister moved for the board to authorize and direct the General Manager to issue a request for proposals, for Watsonville Slough System Managed Aquifer Recharge & Recovery Projects, Design and Bid Period Services; seconded by Director Rider with a friendly amendment to add GM to have additional water tests, further approved by Director Bannister.

Motion carried by the following voice vote:

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

D. Consider 2021-2022 Santa Cruz County Civil Grand Jury Report, "Our Water Account is Overdrawn-Beyond Conservation: Achieving Drought Resilience"
GM Lockwood presented this item. After discussion two Directors, Newell and Culbertson, volunteered to work with staff on preparing the response for the Civil Grand Jury.

Action: Directors Newell and Culbertson to work with staff to prepare responses to the findings and recommendations and report back to the Board for consideration and approval prior to the August 22, 2022 submission deadline. No vote required.

E. Consider Governor's Executive Order N-7-22 Regarding Continuing Drought Conditions and Well Permitting
GM Lockwood spoke on Executive Order N-7-22, which the Governor signed on March 2022, specifically Paragraph 9 Parts a & b:
"9. To protect health, safety, and the environment during this drought emergency, a county, city, or other public agency shall not:
a. Approve a permit for a new groundwater well or for alteration of an existing well in a basin subject to the Sustainable Groundwater Management Act and classified as medium-or high-priority without first obtaining written verification from a Groundwater

Sustainability Agency managing the basin or area of the basin where the well is proposed to be located that groundwater extraction by the proposed well would not be inconsistent with any sustainable groundwater management program established in any applicable Groundwater Sustainability Plan adopted by that Groundwater Sustainability Agency and would not decrease the likelihood of achieving a sustainability goal for the basin covered by such a plan; or
b. Issue a permit for a new groundwater well or for alteration of an existing well without first determining that extraction of groundwater from the proposed well is (1) not likely to interfere with the production and functioning of existing nearby wells, and (2) not likely to cause subsidence that would adversely impact or damage nearby infrastructure."

Action: After much discussion it was decided that no action will be taken at this time.

11. Monthly Reports/Presentations

A. Facility Operations Report
   1. Received 2022 Supplemental Water Production Monthly Summary Report
B. Board Committee Reports available at www.pvwater.org
C. Public Outreach Update

12. Correspondence

13. Future Meetings

A. Project & Facility Operations Committee, Wednesday, June 22, 2022, 3:00 p.m. Teleconference
B. Administrative/Finance Committee, Tuesday, July 12, 2022, 3:00 p.m., Teleconference
C. Board of Directors, Wednesday, July 20, 2022 ,7:00 p.m., Teleconference
D. Project & Facility Operations Committee, Wednesday, July 20, 2022, 3:00 p.m., Teleconference

Adjourned at 9:04 p.m.

Laura R Taay

Laura R. Taay, Board Secretary

July 20, 2022

Date Approved