PAJARO VALLEY WATER MANAGEMENT AGENCY

36 BRENNAN STREET • WATSONVILLE, CA 95076
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Board of Directors Meeting
July 20, 2022, 7:00 p.m. **Teleconference**

BOARD MEETING AGENDA

Due to COVID-19, Public access is limited to teleconference. See below for instructions.

Agenda Item

Note: The Board may take action on any item listed on the agenda.

1. **Call to Order**

2. **Roll Call of the PV Water Directors:** Amy Newell (Chair), Stephen Rider (Vice-Chair), Javier Zamora, Bob Culbertson, Mary Bannister, Tom Broz, Abel Sanchez

3. **Pledge of Allegiance**

4. **Oral Communications**
   This time is set aside for members of the general public to address the Board of Directors on any item not on the Agenda, and that is within the subject matter jurisdiction of the Board of Directors. Each speaker is allotted up to 3 minutes. No action or discussion shall be taken on any item presented except that the Board may respond to statements made or questions asked, or may ask questions for clarification. All matters of an administrative nature will be referred to staff. All matters pertaining to the Board may be scheduled for discussion at a future meeting or referred to staff for clarification or a report, at the pleasure of the board.

5. **Director Comments**

6. **Counsel Report**

7. **General Manager Report**

8. **Consent Agenda**
   All items appearing on the Consent Agenda are recommended actions which are considered to be routine and will be acted upon as one consensus motion. Any items removed will be considered immediately after the consensus motion. The Board Chair will allow public input prior to the approval of the Consent Agenda.
   A. Adopt Resolution 2022-16, Re-Authorizing Remote Teleconference Meeting of the Legislative Bodies of the Pajaro Valley Water Management Agency Pursuant to Brown Act Provisions
   B. Approve June 15, 2022 Minutes
   C. Approve Financial Reports
      1. Introduction by staff
      2. Questions from Board
      3. Public comment
      4. Board discussion and deliberation
      5. Board action

9. Informational Items

A. Receive Basin Management Plan Implementation Update

10. Discussion and/or Action Items

A. Consider Adoption of Resolution 2022-17 Approving the Addendum to the College Lake Integrated Resources Management Project Environmental Impact Report (SCH No. 2017112063); Consider Adoption of Resolution 2022-18 Selecting, Approving, and Adopting Modifications to the College Lake Integrated Resources Management Project
   1. Introduction by staff
   2. Questions from Board
   3. Public comment
   4. Board discussion and deliberation
   5. Board action

B. Consider Agreement with Miller Maxfield, Inc., for Public Outreach and Community Engagement Services in support of the College Lake Integrated Resources Management Project and Groundwater Sustainability, in an amount not to exceed $200,000
   1. Introduction by staff
   2. Questions from Board
   3. Public comment
   4. Board discussion and deliberation
   5. Board action

C. Consider Forming an Ad Hoc Review Committee to Evaluate Proposals Submitted for Watsonville Slough System Managed Aquifer Recharge & Recovery Projects, Final Design and Bid Period Services
   1. Introduction by staff
   2. Questions from Board
   3. Public comment
   4. Board discussion and deliberation
   5. Board action

11. Monthly Reports/Presentations

A. Facility Operations Report
   1. Receive 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, July 27 , 2022, 3:00 p.m. Teleconference

B. Administrative/Finance Committee, Tuesday, August 9, 2022, 3:00 p.m., Teleconference

C. Board of Director's Meeting, Wednesday, August 17 , 2022, 7:00 p.m., Teleconference

D. Project & Facility Operations Committee, Wednesday, August 31, 2022, 3:00 p.m., Teleconference

Adjournment

NOTES

The City Council Chambers is an accessible facility. If you wish to attend a meeting and you will require assistance in order to attend and /or participate, please call the Agency at (831) 722-9292 in advance of the meeting and every effort made to accommodate your attendance and participation.

This agenda is subject to revision and maybe amended prior to the scheduled meeting. If amended, a Final Agenda to be posted at PV Water, 36 Brennan Street, Watsonville and at the location where meeting will be held, 72 hours prior to the meeting. Copies of the Final Agenda will be available at the Board Meeting. This Agenda shall be made available upon request in alternative formats to persons with a disability, as required by the Americans with Disabilities Act of 1900 (42 U.S.C. Sec. 12132) and the Ralph M. Brown Act (Cal. Govt. Code Sec. 54954.2). Persons requesting a disability-related modification or accommodation should contact PV Water Board Secretary at (831) 722-9292 during regular business hours at least 24 hours prior to the time of the meeting.

Agenda documents are available for review, on the Monday following posting of the agenda, in person at PV Water, 36 Brennan St. Watsonville, or on the website: https://www.pvwater.org/board-and-committees/director-agendas.php

Translation Services/Servicios De Traduccion

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Se proven servicios de interpretacion segun se necesiten. Sirvase contactar a la secretaria de Directiva de la Agencia para hacer preparativos.

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You can attend the meeting from your computer, tablet or smartphone (may require app).
By Computer:
https://www.gotomeet.me/PVWater/board-of-directors
By Phone:
United States (Toll Free): 1 (877) 309-2073 Access Code: 347-473-301#
Please Note: Meeting materials are posted at: https://www.pvwater.org/director-agendas

Resolution 2022-16

A Resolution of the Board of Directors of the Pajaro Valley Water Management Agency

Re-authorizing Remote Teleconference Meeting of the Legislative Bodies of the Pajaro Valley Water Management Agency Pursuant to Brown Act Provisions

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The Board of Directors of the Pajaro Valley Water Management Agency ("Agency") does resolve as follows:

WHEREAS, the Pajaro Valley Water Management Agency is committed to preserving and nurturing public access and participation in meetings of the Board of Directors; and,

WHEREAS, all meetings of Pajaro Valley Water Management Agency's legislative bodies are open and public, as required by the Ralph M. Brown Act (Cal. Gov. Code 54950 – 54963), so that any member of the public may attend, participate, and watch the Agency's legislative bodies conduct their business; and,

WHEREAS, the Brown Act, Government Code section 54953(e), makes provisions for remote teleconferencing participation in meetings by members of a legislative body, without compliance with the requirements of Government Code section 54953(b)(3), subject to the existence of certain conditions; and,

WHEREAS, on March 4, 2020, Governor Newsom issued a Proclamation of State of Emergency in response to the COVID-19 pandemic; and,

WHEREAS, on March 17, 2020, Governor Newsom issued Executive Order N-29-20 that suspended the teleconferencing rules set forth in the California Open Meeting law, Government code Section 54950 et seq. (the "Brown Act"), provided certain requirements were met and followed; and,

WHEREAS, on June 11, 2021, Governor Newsom issued Executive Order N-08-21 that clarified the suspension of the teleconferencing rules set forth in the Brown Act, and further provided that those provisions would remain suspended through September 30, 2021; and,

WHEREAS, on September 16, 2021, Governor Newsom signed AB 361 which provides that a legislative body subject to the Brown Act may continue to meet without fully complying with the teleconferencing rules in the Brown Act, provided that a State of Emergency is declared by the Governor pursuant to Government Code section 8625, and either state or local officials have imposed or recommended measures to promote social distancing, or the legislative body determines that meeting in person would present imminent risks to the health or safety of attendees, and further requires that certain findings be made by the legislative body every thirty (30) days; and,

WHEREAS, the State of Emergency proclaimed by the Governor on March 4, 2020 remains in effect; and,

WHEREAS, California Department of Public Health ("CDPH") and the federal Centers for Disease Control and Prevention ("CDC") caution that the Omicron variant of COVID-19, currently the dominant strain of COVID-19 in the country, is more transmissible than prior variants of the virus, may still cause illness, and that even fully vaccinated individuals can spread the virus to others resulting in rapid and alarming rates of COVID-19 cases and hospitalizations (https://www.cdc.gov/coronavirus/2019-ncov/variants/omicron-variant.html); and,

WHEREAS, other variants of COVID-19 exist, including the Omicron subvariant BA.2, which is currently causing an increase in positive cases in parts of the Country, and it is unknown at this time whether this variant or other variants may result in a new surge in COVID-19 cases; and,

WHEREAS, due to the seriousness of the current pandemic situation, the CDPH requires that all individuals, regardless of vaccination status, wear face coverings indoors in specified high-risk settings; and,

WHEREAS, the CDPH and the Health Officers of Monterey County and Santa Cruz County strongly recommend that all individuals continue to wear face coverings while in indoor public settings; and,

WHEREAS, the Board of Directors is empowered to take actions necessary to protect public, health, welfare and safety within the region; and,

WHEREAS, the Agency has an important governmental interest in protecting the health, safety and welfare of those who participate in meetings of the Board of Directors and other Agency committees; and,

WHEREAS, in the interest of public health and safety, as affected by the emergency caused by the spread of COVID-19, the Board of Directors deems it necessary to find that meeting in person for meetings of the Board of Directors and Agency committees and subcommittees continues to present imminent risks to the health or safety of attendees, and thus intends to invoke the provisions of AB 361 related to teleconferencing as provided in subdivision (e) of Government Code section 54953; and,

WHEREAS, all teleconferenced meetings of the Agency Board of Directors and related committees or subcommittees shall comply with the requirements to provide the public with access to meetings as prescribed in paragraph (2) of subdivision (e) of Government Code section 54953; and,

WHEREAS, State of California and County of Santa Cruz health officials recommend various social distancing measures, including wearing mask indoors and limiting occupancies at meeting locations; and,

WHEREAS, the Board of Directors does hereby find and determine that the above conditions continue to create an imminent risk to the health and safety of attendees; and,

WHEREAS, the Board of Directors previously adopted Resolution 2021-15 on October 20, 2021, Resolution 2021-16 on November 17, 2021, Resolution 2021-18 on December 22, 2021, Resolution 2022-01 on January 19, 2022, Resolution 2022-04 on February 16, 2022, Resolution 2022-05 on March 16, 2022, Resolution 2022-09 on April 20, 2022, Resolution 2022-13 on May 18, 2022, and

Resolution 2022-13 on June 15 finding that the requisite conditions exist for the legislative bodies of the Agency to conduct remote teleconference meeting without compliance of paragraph (3) of subdivision (b) of section 54953; and,

WHEREAS, as a condition of extending the use of the provisions found in section 54953(e), the Board of Directors must reconsider the circumstances of the state of emergency and the Board of Directors has done so, as provided above.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Pajaro Valley Water Management Agency does hereby resolve as follows:

Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. The Board of Directors finds that as a result of the ongoing proclaimed State of Emergency in California due to the COVID-19 pandemic, and COVID-19's continued spread, holding in person meetings of Agency legislative bodies continues to present imminent risks to the health or safety of attendees

Section 3. The General Manager and legislative bodies of Pajaro Valley Water Management Agency are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution including, conducting open and public meetings in accordance with Government Code section 54953(e) and other applicable provisions of the Brown Act.

Section 4. This Resolution shall take effect immediately upon its adoption and shall be effective until the earlier of (i) thirty days from its adoption, or (ii) such time the Board of Directors adopts a subsequent resolution in accordance with Government Code section 54953(e)(3) to extend the time during which the legislative bodies of Pajaro Valley Water Management Agency may continue to teleconference without compliance with paragraph (3) of subdivision (b) of section 54953.

PASSED AND ADOPTED by the Pajaro Valley Water Management Agency, County of Santa Cruz, State of California, the **20th** day of **July 2022**, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

_____
Amy Newell, Chair

Attest:

_____
Laura R. Taay, Board Secretary

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Board of Directors Meeting **Teleconference**
June 15, 2022, 6:00 p.m.

DRAFT 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, Board Secretary **Date Approved**

PV Water
Quarterly Billing Summary
Calendar Year

Type	2021 Consumption(AF)	2021 Dollar	2022 Consumption(AF)	2022 Dollar
March Billing				
Inside Delivered Water Zone	355.610	$ 120,196.27	403.976	$ 146,643.12
Metered	2,746.996	$ 675,761.07	3,076.126	$ 809,021.62
Non-Metered (agriculture)	0.000	$ -	0.000	$ -
Delivered	493.009	$ 193,259.38	417.650	$ 172,072.04
Aromas	53.570	$ 13,178.22	50.070	$ 13,168.41
Cal Water	51.790	$ 12,740.34	46.430	$ 12,211.09
City of Watsonville	1,106.000	$ 272,076.00	1,270.000	$ 334,010.00
Vega Mutual	8.100	$ 1,992.60	8.840	$ 2,324.92
Pajaro/Sunny Mesa	67.780	$ 16,673.88	68.800	$ 18,094.40
Non-Metered (rural residential)	1.250	$ 287.50	0.000	$ -
Subtotal	4,884.105	$ 1,306,165.25	5,341.891	$ 1,507,545.60
	Uncollected Amt a/o 4/30/21	**$ 176,182.53**	**Uncollected Amt a/o 4/30/22**	**$ 315,914.28**
	Percent of Uncollected Billing	**13.489%**	**ercent of Uncollected Billing**	**20.956%**
June Billing				
Inside Delivered Water Zone	1,384.322	$ 467,900.99	1,454.677	$ 528,047.87
Metered	8,698.364	$ 2,139,797.49	8,982.320	$ 2,362,350.44
Non-Metered (agriculture)	190.424	$ 46,844.29	193.227	$ 50,818.18
Delivered	1,697.297	$ 665,340.35	1,340.262	$ 552,187.75
Aromas	79.150	$ 19,470.90	77.820	$ 20,466.66
Cal Water	60.850	$ 14,969.10	59.060	$ 15,532.78
City of Watsonville	1,608.000	$ 395,568.00	1,633.000	$ 429,479.00
Vega Mutual	11.700	$ 2,878.20	11.380	$ 2,992.94
Pajaro/Sunny Mesa	84.990	$ 20,907.54	82.160	$ 21,608.08
Subtotal	13,815.097	$ 3,773,676.85	13,833.906	$ 3,983,483.71
Annual Rural Residential				
Consumption	1,254.75	$ 288,592.50	1,258.00	$ 289,340.00
Subtotal	15,069.847	$ 4,062,269.35	15,091.91	$ 4,272,823.71
	Uncollected Amt a/o 7/31/21	**$ 1,325,297.34**		
	Percent of Uncollected Billing	**32.625%**		
September Billing				
Inside Delivered Water Zone	2,450.297	$ 828,200.46		
Metered	14,451.241	$ 3,555,005.43		
Non-Metered (agriculture)	4.800	$ 1,180.80		
Delivered	2,299.612	$ 901,447.75		
Aromas	105.180	$ 25,874.28		
Cal Water	65.840	$ 16,196.64		
City of Watsonville	1,865.000	$ 458,790.00		
Vega Mutual	15.380	$ 3,783.48		
Pajaro/Sunny Mesa	105.480	$ 25,948.08		
Non-Metered (rural residential)	2.950	$ 678.00		
Subtotal	21,365.780	$ 5,817,104.92	0.000	$ -
	Uncollected Amt a/o 10/31/21	**1,316,695**		
	Percent of Uncollected Billing	**22.635%**		
December Billing				
Inside Delivered Water Zone	944.487	$ 319,236.74		
Metered	5,927.241	$ 1,458,101.32		
Non-Metered (agriculture)	206.453	$ 50,782.43		
Delivered	1,087.390	$ 426,150.66		
Aromas	78.920	$ 19,414.32		
Cal Water	56.400	$ 13,874.40		
City of Watsonville	1,614.000	$ 397,044.00		
Vega Mutual	11.880	$ 2,922.48		
Pajaro/Sunny Mesa	85.070	$ 20,927.22		
Non-Metered (rural residential)	0.000	$ -		
Subtotal	10,011.841	2,708,453.57	0.00	0.00
	Uncollected Amt a/o 1/31/22	**795,677**		
	Percent of Uncollected Billing	**29.378%**		
Total	**51,331.57**	**13,893,993.09**	**20,433.80**	**5,780,369.30**

PV Water

April - June 2022 Account Write Offs/Adjustments

Date	Account	Description	Amount	Reason
4/28/2022	203-002	Metered	$ (4.92)	Billing Adjustment
4/28/2022	2012	Metered	$ (5.41)	Billing Adjustment
4/28/2022	24487	Non-Metered	$ (57.50)	Property sold billing adjustment
4/28/2022	24487	Interest	$ (0.86)	Property sold billing adjustment
4/28/2022	22790	Interest	$ (1.73)	Payment and past due crossed in mail
4/28/2022	23171	Interest	$ (0.94)	Payment and past due crossed in mail
4/28/2022	18420	Non-Metered	$ (3,936.00)	Billing Adjustment
4/28/2022	18420	Interest	$ (118.00)	Billing Adjustment
5/2/2022	22947	Interest	$ (1.32)	Billing Adjustment
5/19/2022	24975	Interest	$ (75.49)	Customer never received original bill
5/19/2022	1192-002	Interest	$ (34.09)	Customer never received original bill
5/19/2022	22269	Interest	$ (13.77)	Customer never received original bill
5/19/2022	22080	Interest	$ (17.75)	Customer never received original bill
5/19/2022	25084	Interest	$ (12.45)	Payment and past due crossed in mail
5/19/2022	25184	Meter Credit	$ (300.00)	Meter credit installation
5/19/2022	608-001	Meter Credit	$ (300.00)	Meter credit installation
5/19/2022	17792	Interest	$ (14.05)	Property sold billing adjustment
5/19/2022	23965	Interest	$ (2.89)	Payment and past due crossed in mail
5/19/2022	24889	Interest	$ (0.17)	Payment and past due crossed in mail
5/19/2022	219-001	Metered	$ (1,337.62)	Billing Adjustment
5/31/2022	Rural Residential Accounts		$ (4,597.18)	Pacific Credit Services
6/14/2022	22578	Interest	$ (25.52)	Billing Adjustment
6/23/2022	24482	Interest	$ (6.07)	Billing Adjustment
6/23/2022	24482	Metered	$ (404.49)	Billing Adjustment
6/27/2022	25110	Interest	$ (10.55)	Payment and past due crossed in mail
6/27/2022	25190	Meter Credit	$ (300.00)	Meter credit installation
6/27/2022	23231	Interest	$ (4.09)	Payment and past due crossed in mail
6/27/2022	22890	Interest	$ (8.30)	Payment and past due crossed in mail
6/27/2022	18420	Interest	$ (0.08)	Deleted account
6/27/2022	23250	Interest	$ (0.67)	Payment and past due crossed in mail
6/27/2022	25015	Interest	$ (0.30)	Payment and past due crossed in mail
6/27/2022	23477	Interest	$ (0.17)	Customer never received original bill
6/28/2022	Several Accounts		$ (32.86)	Yearly billing adjustments
		Total Adjustments	**$ (11,625.24)**	

PAJARO VALLEY WATER MANAGEMENT AGENCY

Account Activity Report per Bank Statement

		Date	Deposits	Withdrawals	Balance
CLEARING ACCOUNT - Mechanics					
Beginning Balance		5/1/2022			$250,956
Cash Receipts					
Disbursements				554,583	
Transfers			603,750		
Bank Fees					
	Ending Balance	5/30/2022			$300,124
GENERAL FUND10-MMA Mechanics					
Beginning Balance		5/1/2022			$1,235,378
Cash Receipts			136,024		
Transfers			1,131	40,021	
Interest Earned			44		
Bank Fees					
	Ending Balance	5/30/2022			$1,332,557
GENERAL FUND 10 - LAIF					
Beginning Balance		5/1/2022			$2,191,306
Transfers					
Interest Earned	(a/o 4/15/22)				
	Ending Balance	5/30/2022			$2,191,306
GENERAL FUND 20 - LAIF					
Beginning Balance		5/1/2022			$8,046,530
Transfers					
Interest Earned	(a/o 4/15/22)				
	Ending Balance	5/30/2022			$8,046,530
SPECIAL REVENUE FUND 20-ACH Clearing Acct Mechanics					
Beginning Balance		5/1/2022			$0
Cash Receipts					
Transfers					
Disbursments/ACH-Wire					
Bank Fees					
	Ending Balance	5/30/2022			$0
SPECIAL REVENUE FUND 20-Operating Mechanics					
Beginning Balance		5/1/2022			$148,581
Cash Receipts			291,350		
Transfers				394,861	
Disbursments/ACH-Wire					
Bank Fees				2,474	
Interest Earned					
	Ending Balance	5/30/2022			$42,596
SPECIAL REVENUE Fund 20 Cash Mgmt-FUND20MMN Mechanics					
Beginning Balance		5/1/2022			$7,821,843
Transfers				170,000	
Disbursments/ACH-Wire					
Bank Fees					
Interest Earned			272		
	Ending Balance	5/30/2022			$7,652,115
Certificate of Deposit - DWR Loan Reserve Mechanics Fund 40					
Beginning Balance		5/1/2022			$254,297
Interest Earned					
	Ending Balance	5/30/2022			$254,297
Certificate of Deposit - SRF-D1501023					
Beginning Balance		5/1/2022			$75,000
Transfers					
Interest Earned					
	Ending Balance	5/30/2022			$75,000

Prior Month Ending Cash Balance:	Total Deposits:	Total Withdrawals:	Month End Cash Balance:
20,023,891	$1,032,572	$1,161,939	19,894,524
Cash Transfers	604,882	604,882	-
Actual Cash Receipts/Disbursements	427,690	557,057	

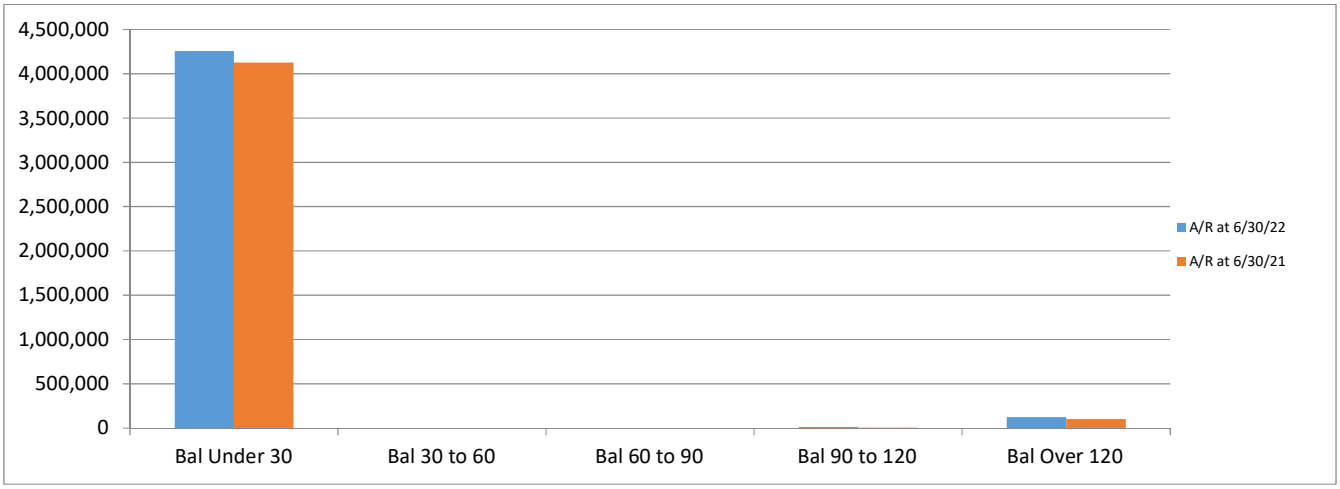
PAJARO VALLEY WATER MANAGEMENT AGENCY
INVESTMENT REPORT
ALL FUNDS
May 31, 2022

Description	Current Yield	Investment	% of Total Portfolio	Weighted Yield
MechanicsClearing Account	0.00%	**$300,124**	1.51%	0.00%
General Fund 10				
Mechanics General Fund 10 Money Market Account	0.04%	1,332,557	6.70%	0.00%
Local Agency Investment Fund	0.32%	2,191,306	11.01%	0.04%
		$3,523,863		
Special Revenue Fund 20				
Mechanics Special Revenue Fund 20-ACH Clearing Account	0.00%	0	0.00%	0.00%
Mechanics Special Revenue Fund 20 Operating Account	0.00%	42,596	0.21%	0.00%
Mechanics Special Revenue Fund 20 Money Market Account	0.04%	7,652,115	38.46%	0.02%
Local Agency Investment Fund	0.32%	8,046,530	40.45%	0.13%
		$15,741,240		
Long Term Debt Fund 40				
Mechanics Certificate of Deposit DWR Loan Reserve	0.08%	$254,297	1.28%	0.00%
Mechanics Certificate of Deposit SRF-D1501023	0.08%	$75,000	0.38%	0.00%
		329,297		
	Total:	**$19,894,524**	**100.0%**	

Total Funds Reserved	329,297
Total Funds Invested	19,222,507
Total Funds Non-interest Bearing	342,719.72
Total Funds	**$19,894,524**
Total Available Funds	19,565,227
Cash Reserve Policy Requirements (PV Water)	5,790,000
Surplus (Deficit) of Funds	**$13,775,227**

PV Water
Accounts Receivable Aging 3 Month Trend
As of 6/30/2022

	Balance Forward	Bal Under 30	Bal 30 to 60	Bal 60 to 90	Bal 90 to 120	Bal Over 120
Accounts Receivable before credits	4,388,977	4,254,971	2,220	0	10,156	121,631
Credits	(1,444)					
Total Accounts Receivable at 6/30/22	4,387,533					
Accounts Receivable before credits	4,233,141	4,124,449	1,141	0	5,586	101,964
Credits	(5,553)					
Total Accounts Receivable at 6/30/21	4,227,587					
Accounts Receivable before credits	190,045	3,500	0	44,307	6,563	135,675
Credits	(30,031)					
Total Accounts Receivable at 5/31/22	160,014					
Accounts Receivable before credits	470,834	2,383	315,914	7,126	70	145,341
Credits	(15,034)					
Total Accounts Receivable at 4/29/22	455,800					



Accounts Payable

Checks by Date - Detail by Check Date

User: Nancy
Printed: 7/6/22 9:41AM

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
37787	L563	BRIAN LOCKWOOD	06/01/2022	
	REIMB	Seminar mileage/travel expense reimb. for 5/22		209.62
Total for Check Number 37787:				209.62
37788	R999	CASH	06/01/2022	
	PTYCASHMAY202	Office supplies for 5/22		79.01
Total for Check Number 37788:				79.01
37789	E500	ESA Water	06/01/2022	
	174057	Updating CL Pipeline Project for 4/1-4/30/22		9,061.25
Total for Check Number 37789:				9,061.25
37790	F200	FEDERAL EXPRESS, INC.	06/01/2022	
	7-762-15890	Meters To: McCrometer for 5/22		96.80
Total for Check Number 37790:				96.80
37791	G190	GREEN RUBBER KENNEDY AG. INC.	06/01/2022	
	W-566790	Field supplies label machine. for 5/22		236.10
Total for Check Number 37791:				236.10
37792	M900	MERRY MAIDS	06/01/2022	
	3/5 thru 3/26/22	Monthly Office housekeeping for 3/5 to 3/26/22		533.36
	3/5 thru 3/26/22	Monthly Office housekeeping for 3/5 to 3/26/22		266.64
	4/2 thru 4/30/22	Monthly Office housekeeping for 4/2 to 4/30/22		333.30
	4/2 thru 4/30/22	Monthly Office housekeeping for 4/2 to 4/30/22		666.70
	5/7 thru 5/28/22	Monthly Office housekeeping for 5/7 to 5/28/22		266.64
	5/7 thru 5/28/22	Monthly Office housekeeping for 5/7 to 5/28/22		533.36
Total for Check Number 37792:				2,600.00
37793	P1160	MIKE PODLECH	06/01/2022	
	2363	CL Fisheries Support Prof. Services for 5/1 to 5/31/22		270.00
Total for Check Number 37793:				270.00
37794	M1175	MONTEREY BAY ANALYTICAL SERVICE INC	06/01/2022	
	220502-47	Water Samples CDS for 5/2/22		305.00
	220504-62	Water Samples Surface for 5/4/22		665.00
	220506-59	Water Samples Surface for 5/6/22		950.00
	220506-60	Water Samples Surface for 5/6/22		1,070.00
Total for Check Number 37794:				2,990.00
37795	M1425	MONTEREY BAY PROFESSIONAL LANDSCAP	06/01/2022	
	37127	Building Mo. Landscape Maint. For 5/22		202.00
Total for Check Number 37795:				202.00
37796	O250	ONSET COMPUTER CORP.	06/01/2022	
	230787	HOBO Water level equipment monitor for 5/22		2,556.56
Total for Check Number 37796:				2,556.56
37797	O411	O'REILLY AUTO PARTS	06/01/2022	
	2912-170288	Field supplies for 5/22		40.41
	2912-170314	CD		30.12
Total for Check Number 37797:				70.53
37798	P180	PENINSULA MESSENGER LLC	06/01/2022	

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
	393620	Monthly RaboBank Courier for 5/22		120.00
Total for Check Number 37798:				120.00
37799	P800	PG & E	06/01/2022	
	2926809320-9	Service at 36 B Brennan St for 4/22 to 5/22/22		45.93
	2926809320-9	Service at 36 B Brennan St for 4/22 to 5/22/22		137.80
	3771390038-1	Service at Jensen Rd #3 for 4/20 to 5/18/22		27.49
	4291054495-8	Service at 475 San Andreas Rd for 4/21 to 5/19/22		2,061.13
	5290624576-7	Service at 2240 Beach Rd for 4/20 to 5/18/22		19.27
	5916054391-0	Service at 187C San Andreas Rd for 4/21 to 5/19/22		4,905.43
Total for Check Number 37799:				7,197.05
37800	R327	RCM ELECTRIC CO, INC	06/01/2022	
	2628	Office Maint. for 5/22		4,795.20
Total for Check Number 37800:				4,795.20
37801	S876	SANTA CRUZ SENTINEL	06/01/2022	
	1578005	Daily Office News paper 13 wks for 6/5 thru-8/28/22		85.33
Total for Check Number 37801:				85.33
37802	C1580	SPECTRUM BUSINESS COMMUNICATIONS	06/01/2022	
	0495564052322	LandLine & Internet services for 5/23 to 6/22/22		659.71
Total for Check Number 37802:				659.71
37803	S2201	SPRINGBROOK HOLDING CO. LLC	06/01/2022	
	INV-009171	Prepaid Utility billing Maint./Finance for 7/22 to 6/30/23		19,184.61
Total for Check Number 37803:				19,184.61
37804	S2620	STATE WATER RESOURCES CONTROL BOAR	06/01/2022	
	D1501023-550-0	SWRCB Loan for 6/22		76,206.06
Total for Check Number 37804:				76,206.06
37805	T305	TELSTAR INSTRUMENTS, INC.	06/01/2022	
	111469	Prof.Field services performed for 4/22		860.00
	112262	BW#1 Back panel Main borad VFD Control conf. for 5/22		9,140.00
Total for Check Number 37805:				10,000.00
37806	T345	THE HOME DEPOT CREDIT SERVICES	06/01/2022	
	9622102	Field Supplies for 4/22		32.71
Total for Check Number 37806:				32.71
37807	U185	U.S. BANK EQUIPMENT FINANCE	06/01/2022	
	472531185	RICOH Office Copier for 5/22		207.62
	472868314	RICOH Office Copier (upstairs) for 5/22		79.19
Total for Check Number 37807:				286.81
37808	D310	UNITED STATES GEOLOGICAL SURVEY	06/01/2022	
	90976971	Study PV Hydrologic Model & Data collection for 1/1- 3/31/22		21,322.00
Total for Check Number 37808:				21,322.00
37809	W80	WAGEWORKS INC.	06/01/2022	
	INV3181551	Mo. Admin & Compliance fee for 3/22		110.00
	INV3705682	Mo. Admin & Compliance fee for 4/22		104.00
	INV3817241	Mo. Admin & Compliance fee for 5/22		104.00
Total for Check Number 37809:				318.00
37810	Z100	ZAG TECHNICAL SERVICES, INC.	06/01/2022	
	123666	Training subscription Diamond 3yr for 6/22		1,581.00
	123728	IT-Monthly Subscription MS-CSP for 5/22		182.40
	123786	IT-Professional Billable Support Agreement for 5/22		633.75
Total for Check Number 37810:				2,397.15

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
Total for 6/1/2022:				160,976.50
37811	A190	ACE HARDWARE OF WATSONVILLE INC	06/13/2022	
	214368/214256	CD's Field Supplies for 5/22		223.94
Total for Check Number 37811:				223.94
37812	A110	AM CONSERVATION GROUP, INC.	06/13/2022	
	IN1014326	Water Conservation Supplies for 6/22		225.59
	IN1014658	Water Conservation Supplies for 6/22		2,894.41
Total for Check Number 37812:				3,120.00
37813	A850	AVAYA FINANCIAL SERVICES.	06/13/2022	
	40149474	Phone/VM Lease Agreement for 5/1-6/1/22		433.14
Total for Check Number 37813:				433.14
37814	B102	BARTKIEWICZ, KRONICK & SHANAHAN INC	06/13/2022	
	8812.0006	Legal Professional Services CL. Project for 5/22		620.00
Total for Check Number 37814:				620.00
37815	C960	CARDIFF PEST CONTROL INC	06/13/2022	
	0127397	Pest control Office Monthly fumigation for 5/22		110.00
Total for Check Number 37815:				110.00
37816	R40	CARDMEMBER SERVICE	06/13/2022	
	MAY2022	Vehicle# 12 Maint. & Repairs for 5/22		199.85
	MAY2022	Go to Mtg. Conference for 5/22		24.28
	MAY2022	Grac Seminar Registration fee for 5/22		985.00
	MAY2022	Field CD's Supplies for 5/22		-37.13
	MAY2022	Wellness Staff Prg. for 5/22		178.86
	MAY2022	Field CD's Supplies for 5/22		163.76
	MAY2022	Office Supplies for 5/22		16.38
	MAY2022	Grac Seminar Registration fee Director for 5/22		1,150.00
	MAY2022	ACWA Seminar Hotel. for 5/22		1,112.98
	MAY2022	Field Supplies Equipment for 5/22		-131.08
	MAY2022	Hotel Refund (seminar). for 5/22		-29.08
	MAY2022	Staff Mtg. for 5/22		79.74
	MAY2022	Boots for David field/Supplies for 5/22		207.76
	MAY2022	Field CD's Supplies for 5/22		217.26
Total for Check Number 37816:				4,138.58
37817	C103	CBEC ECO ENGINEERING INC	06/13/2022	
	17-1003-5-16	CL/PS.Hydrologic Monitoring WY.2021 for 4/1 to 4/30/22		711.00
	17-1003-5-17	CL/PS.Hydrologic Monitoring WY.2021 for 5/1 to 5/31/22		209.25
	17-1003-6-4	CL/PS.Hydrologic Monitoring 2022-2023 for 3/1 to 4/30/22		1,858.50
Total for Check Number 37817:				2,778.75
37818	F199	FEDAK & BROWN LLP	06/13/2022	
	220507	Progress Billing on Audit for FS. For 5/22		7,226.00
Total for Check Number 37818:				7,226.00
37819	F200	FEDERAL EXPRESS, INC.	06/13/2022	
	7-784-41896	To: McCrometer for 5/22		190.88
Total for Check Number 37819:				190.88
37820	F309	FERGUSON WATERWORKS INC	06/13/2022	
	1715707	CD's Field supplies Equipment for 5/22		1,436.64
Total for Check Number 37820:				1,436.64
37821	N353	KMUV/KION MONTEREY -SALINAS LLC	06/13/2022	
	606731-1	Water Awareness Ad for 5/22		1,115.00
	606737-1	Water Awareness Ad for 5/22		545.00
Total for Check Number 37821:				1,660.00
37822	L47	LA CAMPESINA RADIO STATION	06/13/2022	

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
	PV ADVERTISEM	PV Spanish Radio Advertisement for 5/22		504.00
Total for Check Number 37822:				504.00
37823	M2300	McCROMETER, INC.	06/13/2022	
	581000	Meter Parts Telemetry Project for 6/22		460.79
Total for Check Number 37823:				460.79
37824	M1175	MONTEREY BAY ANALYTICAL SERVICE INC	06/13/2022	
	220516-55	Water Samples CDS for 5/16/22		170.00
Total for Check Number 37824:				170.00
37825	P200	PACIFIC CREDIT SERVICES INC	06/13/2022	
	45000000008	Stephen Johnson Acc#23918 for 5/22		258.75
Total for Check Number 37825:				258.75
37826	P800	PG & E	06/13/2022	
	0008109274-4	Service at 162 San Andreas Rd for 5/10 to 6/8/22		2,500.00
	1787734656-3	Service at 1859 Beach rd for 5/10 to 6/8/22		21,012.64
	9214983032-2	Service at 1931 Beach rd for 5/10 to 6/8/22		10,185.60
	9218085363-9	Service at 162 San Andreas Rd for 5/10 to 6/8/22		709.91
Total for Check Number 37826:				34,408.15
37827	Q99	QED ENVIRONMENTAL SYSTEMS, INC	06/13/2022	
	0000300502	Basin Monitoring Supplies. For 6/22		816.51
Total for Check Number 37827:				816.51
37828	S1405	SC FUELS INC	06/13/2022	
	5/7--5/31/22	Agency Vehicles Fuel for 5/17 to 5/31/22		632.98
Total for Check Number 37828:				632.98
37829	S1681	SHAMROCK OFFICE SOLUTIONS	06/13/2022	
	588529	Toner shipment/Printing BW & Color for 5/22		114.00
Total for Check Number 37829:				114.00
37830	R400	THE PAJARONIAN	06/13/2022	
	50227	Public Notice Ordinance# 2022-01 for 5/22		479.70
Total for Check Number 37830:				479.70
37831	T328	TREE TOP WEB DESIGN INC	06/13/2022	
	2979	IT-Website Support Services for 5/22		156.25
Total for Check Number 37831:				156.25
37832	V369	VERIZON WIRELESS	06/13/2022	
	9907733380	Agency Personnel Cell Phones & equipt. for 5/2 - 6/1/22		410.23
Total for Check Number 37832:				410.23
37833	Z100	ZAG TECHNICAL SERVICES, INC.	06/13/2022	
	123967	IT-Professional Billable Support Agreement for 5/22		585.00
	124103	IT-Professional Billable Support Agreement for 6/22		241.25
	124189	IT-Agreement RMM-Patching & AV Managed for 6/22		1,452.00
	124209	IT-Professional Billable Support Agreement for 6/22		390.00
	124238	IT-Monthly Subscription Agreement-Datto for 6/22		815.00
	124327	IT-Monthly Subscription MS-CSP for 6/22		182.40
Total for Check Number 37833:				3,665.65
Total for 6/13/2022:				64,014.94
ACH	A1250	AFLAC- FLEX ONE	06/17/2022	
	EE Deferrals	EE PR Deferrals		611.76
Total for this ACH Check for Vendor A1250:				611.76
ACH	N125	NATIONWIDE RETIREMENT SOLUTION	06/17/2022	

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
	EE Deferrals	EE PR Deferrals		2,500.00
Total for this ACH Check for Vendor N125:				2,500.00
ACH	P1300	PERS-Fiscal Services Division Cashier Unit	06/17/2022	
	EE Deferrals	EE PR Deferrals		1,790.66
	EE Deferrals	ER/EE Retirement Contributions		8,703.58
Total for this ACH Check for Vendor P1300:				10,494.24
ACH	P555	PVWMA-Cafeteria Account	06/17/2022	
	EE Deferrals	EE PR Deferrals		1,131.40
Total for this ACH Check for Vendor P555:				1,131.40
Total for 6/17/2022:				14,737.40
37834	n245	AMY NEWELL	06/23/2022	
	AN GRA2022REIM	Mileage/Parking/Tolls Reimb-GRA2022		239.56
Total for Check Number 37834:				239.56
37835	a910	ATCHINSON,BARISONE,CONDOTTI	06/23/2022	
	33973	Legal Services Rendered 05/2022		7,238.70
	33974	Legal Services Rendered 05/2022		979.53
Total for Check Number 37835:				8,218.23
37837	UB*00589	S QUINTANA & J MARTINEZ CALVILLO	06/23/2022	
		Refund Check 024482-000, 229 LIVE OAK RD		398.42
		Refund Check 024482-000, 229 LIVE OAK RD		6.07
Total for Check Number 37837:				404.49
37838	W500	CITY OF WATSONVILLE FINANCE DEPT.	06/23/2022	
	02289	36 Brennan water useage		167.50
Total for Check Number 37838:				167.50
37839	W400	CITY OF WATSONVILLE UTILITIES	06/23/2022	
	18067	Operational Charges 10/1/21 to 12/31/21		731,255.01
	19338	Operational Charges 1/1/22-3/31/22		465,172.81
	19338	Credit Rec'd-Correction of Electrical Charges Q2-Q4-2021		-560,016.33
Total for Check Number 37839:				636,411.49
37840	D215	DIAZ ROOFING	06/23/2022	
	BW#1-RoofRepair	BW#1-1189 W Beach Rd. Roof Repair		4,500.00
Total for Check Number 37840:				4,500.00
37841	e91	ECOLOGY ACTION OF SANTA CRUZ	06/23/2022	
	67767	Water Cons. Landscape trainings-07/21-05/22WaterCoalition		412.26
Total for Check Number 37841:				412.26
37842	UB*00584	GEM-PACK BERRIES	06/23/2022	
		Refund Check 024985-000, 452 SAN ANDREAS RD		73.38
Total for Check Number 37842:				73.38
37843	UB*00587	GEM-PACK BERRIES	06/23/2022	
		Refund Check 024984-000, 482 SAN ANDREAS RD		112.30
Total for Check Number 37843:				112.30
37844	UB*00586	J E FARMS INC	06/23/2022	
		Refund Check 022929-000, 17605 MURPHY HILL RD		1,159.30
Total for Check Number 37844:				1,159.30
37845	M990	MARCUS MENDIOLA	06/23/2022	
	GRA GSA Summit2	GRA GSA Summit22 Conference Reimb		30.91
Total for Check Number 37845:				30.91

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
37846	m1086	MILLER MAXFIELD, INC.	06/23/2022	
		Public Outreach Cosnulting Service for 05/22		830.25
Total for Check Number 37846:				830.25
37847	M1425	MONTEREY BAY PROFESSIONAL LANDSCAP	06/23/2022	
	37221	Building Mo. Landscape Maint. for		202.00
Total for Check Number 37847:				202.00
37848	M1865	MONTGOMERY & ASSOCIATES	06/23/2022	
	9090-22-5	Sustainable GW Planning-05/22 P/S		2,011.00
Total for Check Number 37848:				2,011.00
37849	p510	PAJARO VALLEY PRINTING	06/23/2022	
	44147	Envelopes/Billing Stock paper		2,300.81
Total for Check Number 37849:				2,300.81
37850	P800	PG & E	06/23/2022	
	9968544374-1	Service at Office -36 Brennan for		321.79
	9968544374-1	Service at Office -36 Brennan for 05/10/22-06/08/22		107.26
Total for Check Number 37850:				429.05
37851	p400	PVI PAJARO VALLEY IRRIGATION, INC.	06/23/2022	
	INV200060922	Liquid Filled Guage		32.78
Total for Check Number 37851:				32.78
37853	UB*00585	REITER BERRY FARMS	06/23/2022	
		Refund Check 025142-000, 76 MURPHY CROSSING RD		8,394.96
Total for Check Number 37853:				8,394.96
37854	S1000	SANTA CRUZ COUNTY FARM BUREAU	06/23/2022	
	105th AnnualMtg	105th Annual Mtg GM & 3 BOD (AN, MB & SR)		400.00
Total for Check Number 37854:				400.00
37855	s2400	STAPLES CREDIT PLAN	06/23/2022	
	25769	Office Supplies-Sharpie		9.60
Total for Check Number 37855:				9.60
37856	t345	THE HOME DEPOT CREDIT SERVICES	06/23/2022	
	9902858	Vector120W Power Inverter		27.29
Total for Check Number 37856:				27.29
37857	UB*00588	VASQUEZ FARM	06/23/2022	
		Refund Check 001986-001, 65 SPRINGFIELD RD		163.35
Total for Check Number 37857:				163.35
37858	c1516	CALIFORNIA DEPT OF FISH & WILDLIFE	06/23/2022	
	CDFW LSA Fee	CDFW LSA Notification Fee		6,558.00
Total for Check Number 37858:				6,558.00
37859	r111	Regional Water Quality Control board	06/23/2022	
	RWQCB401ApplFe	RWQCB 401 Application Fee		2,417.00
Total for Check Number 37859:				2,417.00
Total for 6/23/2022:				675,505.51
ACH	A1250	AFLAC- FLEX ONE	06/30/2022	
	EE Deferrals	EE PR Deferrals		611.76
Total for this ACH Check for Vendor A1250:				611.76
ACH	A300	ACWA/JPIA	06/30/2022	
	0687757	Health Prems-07/22		26,632.18

Check No	Vendor Invoice	Vendor Descrip	Check Date Reference	Check Amount
Total for this ACH Check for Vendor A300:				26,632.18
ACH	N125	NATIONWIDE RETIREMENT SOLUTION	06/30/2022	
	EE Deferrals	EE PR Deferrals		2,500.00
Total for this ACH Check for Vendor N125:				2,500.00
ACH	P1300	PERS-Fiscal Services Division Cashier Unit	06/30/2022	
	EE Deferrals	EE PR Deferrals		1,790.70
	EE Deferrals	ER/EE Retirement Contributions		8,687.69
Total for this ACH Check for Vendor P1300:				10,478.39
ACH	P555	PVWMA-Cafeteria Account	06/30/2022	
	EE Deferrals	EE PR Deferrals		1,131.40
Total for this ACH Check for Vendor P555:				1,131.40
ACH	A1250	AFLAC- FLEX ONE	06/30/2022	
	EE Deferrals	EE PR Deferrals		611.76
Total for this ACH Check for Vendor A1250:				611.76
ACH	A300	ACWA/JPIA	06/30/2022	
	0689292	August Health Prems		26,632.18
Total for this ACH Check for Vendor A300:				26,632.18
ACH	N125	NATIONWIDE RETIREMENT SOLUTION	06/30/2022	
	EE Deferrals	EE PR Deferrals		2,500.00
Total for this ACH Check for Vendor N125:				2,500.00
ACH	P1300	PERS-Fiscal Services Division Cashier Unit	06/30/2022	
	EE Deferrals	EE PR Deferrals		1,790.71
	EE Deferrals	ER/EE Retirement Contributions		8,703.58
Total for this ACH Check for Vendor P1300:				10,494.29
ACH	P555	PVWMA-Cafeteria Account	06/30/2022	
	EE Deferrals	EE PR Deferrals		1,131.40
Total for this ACH Check for Vendor P555:				1,131.40
Total for 6/30/2022:				82,723.36
		Report Total (85 checks):		997,957.71

MEMORANDUM

DATE: July 15, 2022
MEETING OF: July 20, 2022
TO: Board of Directors
FROM: General Manager
RE: **INFORMATIONAL ITEM 9A:** Basin Management Plan Implementation Update

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BACKGROUND

Staff prepares the following update monthly with the intent of keeping the Committee and public up-to-date with respect to capital projects planning, funding, and when applicable, construction.

DISCUSSION

- Funding
  - Executed grant agreement from the California Department of Water Resources for the 2021 Sustainable Groundwater Management (SGM) Grant Program Implementation Grant in the amount $7,600,000 and attended grant "kickoff meeting."
- Recycled Water Facility Optimization
  - Reliability Operations and Condition Assessment is underway.
- College Lake Integrated Resources Management Project
  - Engineering: Continued to hold meetings with interested parties and agencies; initiated a "Biddability & Constructability" review of the weir structure, fish passage, and water treatment plant.
  - Environmental: Finalized College Lake Project EIR addendum.
  - Ongoing Activities: Outreach and Engagement, Permitting, Property Rights
- Watsonville Slough System Managed Aquifer Recharge & Recovery Projects
  - Permitting: Ongoing.
  - Planning: Data analysis of pump tests on recovery wells underway.
  - Design: Issued a Request for Proposals for Design & Bid Period Services.

FISCAL IMPACT

There is no fiscal impact associated with this monthly update.

STAFF RECOMMENDATION

The Board receives the update.

ATTACHMENTS

- None

MEMORANDUM

DATE: July 15, 2022
MEETING OF: July 20, 2022
TO: Board of Directors
FROM: General Manager
RE: **DISCUSSION/ACTION ITEM 10A:** Consider Adoption of Resolution 2022-17 Approving the Addendum to the College Lake Integrated Resources Management Project Environmental Impact Report (SCH No. 2017112063); Consider Adoption of Resolution 2022-18 Selecting, Approving, and Adopting Modifications to the College Lake Integrated Resources Management Project

INTRODUCTION

On August 19, 2020 the Board of Directors authorized staff to proceed with design and bid period services engineering work in support of the College Lake Integrated Resources Management Project (Project). On October 21, 2020, the Board of Directors approved an agreement with Environmental Science Associates (ESA) for environmental support services related to the Project. Staff has since overseen the development of the designs for the weir structure and intake pump station, water treatment plant, and College Lake pipeline; the preparation of the College Lake Adaptive Management Plan; and the development of an addendum to the College Lake Integrated Resources Management Project Environmental Impact Report (EIR). On July 20, 2022, the Board will deliberate and may take action with respect to approving the Addendum and adopting modifications to the Project.

BACKGROUND

Pajaro Valley Water Management Agency (PV Water) published the Draft EIR for the Project on April 17, 2019. The formal comment period closed on June 21, 2019. In response to comments on the Draft EIR, PV Water published the Final EIR on September 30, 2019, and the Board certified the Final EIR and approved the Project on October 16, 2019. The EIR is available online at https://www.pvwater.org/college-lake-project. Since approval of the Project, design has progressed: 100 percent design drawings for the weir structure and water treatment plant were completed on November 4, 2021, and 90 percent design drawings for the College Lake pipeline were completed on April 28, 2022. The Addendum documents changes between the Project described in the certified EIR and the modified Project in the updated design, as well changes in the impacts on the environment and mitigation measures.

DISCUSSION

Project Description

Throughout much of the Pajaro Valley Groundwater Basin, groundwater levels have declined as a result of long-term groundwater overdraft. Overdraft conditions result in seawater intrusion, groundwater quality degradation, and groundwater storage depletion. The primary purposes of the Project are to help balance the groundwater basin, prevent further seawater intrusion, and meet water supply needs in PV Water's service area by developing College Lake as a water storage and supply source. The Project is located in portions of unincorporated Santa Cruz

County and the City of Watsonville. Project components include a weir structure and intake pump station, a water treatment plant, and a pipeline to convey water from the water treatment plant to the City of Watsonville Recycled Water Facility and to PV Water's Coastal Distribution System. On average, the Project would generally supply approximately 1,800 to 2,300 acre-feet per year of water to growers in the Pajaro Valley. The following changes have been proposed for the modified Project:

- **Weir Structure and Intake Pump Station.** The configuration and dimensions of the weir structure and intake pump station have been refined since approval of the Project to, for example, incorporate input from NMFS regarding design of the fishway passage.
- **Water Treatment Plant.** The design for the WTP has been refined, resulting in a smaller permanent footprint compared to the approved Project, and addition of a potable water well.
- **College Lake Pipeline.** To reduce disruption to streets within the City of Watsonville, PV Water is evaluating an alternative alignment for the College Lake pipeline that is closer to agricultural fields and generally east of city streets. The proposed pipeline is now approximately 6 miles long and 30 inches in diameter.
- **Project Construction.** Construction is estimated to occur over approximately 22 months beginning in 2023.

Environmental Resources and Impacts
The Addendum evaluates changes in the Project's effects on the physical environment with respect to the following resource areas:

Land Use and Agricultural Resources	Hazards and Hazardous Materials	Energy, Utilities, Public Services, and Recreation
Surface Water, Groundwater, and Water Quality	Noise and Vibration	Aesthetic Resources
Biological Resources	Transportation and Traffic	Cumulative Effects
Air Quality and Greenhouse Gases	Cultural Resources	
Geology and Soils	Tribal Cultural Resources	

The Addendum finds that the modified Project would not result in new or more severe significant impacts than those attributable to the Project described in the certified EIR. The Addendum also determines that the analyses and discussion do not indicate substantial changes in the Project which require major revisions to the certified EIR due to involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects. There have been no substantial changes in circumstances under which the Project is undertaken that would result in new significant environmental impacts or substantially more severe impacts, and no new information of substantial importance has become available that would indicate the potential for new significant impacts or substantially more severe impacts than were discussed in the EIR. Therefore, no further evaluation is required, and no Subsequent EIR or Supplement to an EIR is needed pursuant to Public Resources Code section 21166 and CEQA Guidelines section 15162 and 15163.

FISCAL IMPACT
There is no significant fiscal impact associated the staff recommendation.

STAFF RECOMMENDATION

Staff recommends that the Board take the following actions:

1. Adopt Resolution 2022-17 Approving the Addendum to the College Lake Integrated Resources Management Project Environmental Impact Report (SCH No. 2017112063).
2. Adopt Resolution 2022-18 Selecting, Approving, and Adopting Modifications to the College Lake Integrated Resources Management Project.

NEXT STEPS

Assuming Board approval of staff's recommendation, staff will file a Notice of Determination for the College Lake Integrated Resources Management Project.

ATTACHMENTS

- The Addendum to the College Lake Integrated Resources Management Project is available online at www.pvwater.org/college-lake-project, and more specifically at https://www.pvwater.org/images/projects/College_Lake/College.Lake.Project_EIR.Addendum_7.15.2022-Draft.pdf; the addendum is also posted on the Board of Directors webpage: https://www.pvwater.org/director-agendas and is available to review at PV Water's office.

- Resolution 2022-17 Approving the Addendum to the College Lake Integrated Resources Management Project Environmental Impact Report (SCH No. 2017112063)

- Resolution 2022-18 Selecting, Approving, and Adopting Modifications to the College Lake Integrated Resources Management Project

Resolution 2022-17

A Resolution of the Board of Directors of the
Pajaro Valley Water Management Agency

Approving the Addendum to the College Lake Integrated Resources Management Project Environmental Impact Report (SCH No. 2017112063)

The Board of Directors of the Pajaro Valley Water Management Agency does resolve as follows:

SECTION 1. Procedural Findings. The Board of Directors of the Pajaro Valley Water Management Agency ("Agency") does hereby find, determine, and declare that:

A. The Agency was formed, among other reasons, to provide integrated management of the ground and surface water resources within the Pajaro Valley Groundwater Basin ("Pajaro Basin"). As the sole local agency responsible for the integrated management of water resources for the Pajaro Basin, the Agency bears responsibility for the management and augmentation of water supplies for domestic, agricultural, municipal and industrial purposes.

B. In 1994, the Agency adopted a long-term Basin Management Plan ("BMP") which identified various water supply projects involving local water sources and importation of supplemental water, to balance water demands with water supplies in the Pajaro Basin. In 2002, the Agency adopted a revised BMP.

C. In 2010, the Agency formed an Ad Hoc BMP Committee to develop a further updated BMP that would include a portfolio of projects and programs to address the problems of seawater intrusion and basin overdraft in the Pajaro Basin. This work resulted in the Agency's adoption in 2014 of an updated BMP ("BMP Update").

D. Throughout much of the Pajaro Basin, groundwater levels have declined as a result of long-term groundwater overdraft. Overdraft conditions result in seawater intrusion, groundwater quality degradation, and groundwater storage depletion. To address these circumstances, and in furtherance of the BMP Update, the College Lake Integrated Resources Management Project ("Project") was developed. The primary purposes of the Project are to help balance the groundwater basin, prevent further seawater intrusion, and meet water supply needs in the Agency's service area by developing College Lake as a water storage and supply source.

E. The Project is located in the City of Watsonville and portions of unincorporated Santa Cruz County. Project components include a weir structure and intake pump station, a water treatment plant, and an approximately 6-mile-long pipeline to convey water from the water treatment plant to the City of Watsonville Recycled Water Facility and to the Agency's Coastal Distribution System. On average, the Project would generally supply approximately 1,800 to 2,300 acre-feet per year of water to

growers in the Pajaro Valley.

F. The Project was processed, including but not limited to all public notices, in the time and manner prescribed by State and local law, including the California Environmental Quality Act, Public Resources Code § 21000, *et seq*. (CEQA) and the CEQA Guidelines, 14. Cal. Code Regs. § 15000, *et seq*.

G. Pursuant to CEQA, the Agency is the lead agency for the Project because it is the public agency with the authority and principal responsibility for reviewing, considering, and potentially approving the Project.

H. The Agency determined that an environmental impact report (EIR) would be required for the Project and issued a Notice of Preparation (NOP) on November 28, 2017. The NOP was sent to the State Clearinghouse (SCH # 2017112063), responsible agencies, trustee agencies, and interested parties and posted on the Agency's website. The public review period extended from November 28, 2017 to January 5, 2018, and its purpose was to receive comments and input from interested public agencies and private parties on issues to be addressed in the EIR for the Project.

I. In accordance with CEQA Guidelines Section 15082(c)(1), two scoping meetings were held during the NOP review period, on December 12, 2017 at 3:00 p.m. and again at 7:00 p.m., to solicit additional suggestions on the scope of the Draft EIR. Attendees were provided an opportunity to identify verbally or in writing the issues they felt should be addressed in the Draft EIR.

J. The scope of the Draft EIR was determined based on the NOP, comments received in response to the NOP, and comments received at the scoping meetings conducted on December 12, 2017.

K. The Agency contracted for the independent preparation of a Draft EIR for the Project, including preparation and review, as applicable, of all necessary technical studies and reports in support of the Draft EIR. In accordance with CEQA and the CEQA Guidelines, the Agency analyzed the Project's potential impacts on the environment, potential mitigation, and potential alternatives to the Project.

L. Upon completion of the Draft EIR in April 2019, the Agency initiated a public comment period by preparing and sending a Notice of Availability (NOA) for the Draft EIR to all interested persons, agencies, and organizations. The Agency also filed a Notice of Completion (NOC) with the State Office of Planning and Research. The Draft EIR was made available for a sixty-five (65)-day public review period beginning April 17, 2019 and ending on June 21, 2019.

M. Copies of the Draft EIR were sent to various public agencies, as well as to organizations and individuals requesting copies. In addition, copies of the Draft EIR were available at the Agency's office located at 36 Brennan Street, Watsonville, California, and at the Watsonville Public Main Library and the Freedom Branch, and the Monterey County Library – Pajaro Branch. Electronic copies of materials incorporated by reference in the Draft EIR were also available for review at the Agency's office. The Draft EIR was also available 24 hours per day online at https://www.pvwater.org/college-lake-project.

N. In response to the Draft EIR, written comments were received from various public agencies, and individuals. In compliance with CEQA Guidelines Section 15088, the Agency prepared written responses to all comments. None of the comments presented any significant new environmental impacts or otherwise constituted significant new information requiring recirculation of the Draft EIR pursuant to CEQA Guidelines Section 15088.5.

O. The Final EIR consists of the Draft EIR and all of its appendices, the comments and responses to comments on the Draft EIR, and clarifications/revisions to the Draft EIR. The Final EIR was made available to the public and to all commenting agencies on September 30, 2019, which is at least 10 days prior to certification of the Final EIR, in compliance with Public Resources Code Section 21092.5(a).

P. On October 3, 2019, the Agency presented the Final EIR to the Agency's Board of Directors at a duly noticed public meeting, at which time it also invited public input on the Final EIR and the Project.

Q. On October 16, 2019, the Agency's Board of Directors, at a duly noticed public hearing, considered the Final EIR and the Project, at which time Agency staff and consultants presented a report and interested persons had an opportunity to be heard and to present evidence regarding the Final EIR and the Project.

R. On October 16, 2019, the Agency's Board of Directors certified the College Lake Integrated Resources Management Project Final Environmental Impact Report (SCH No. 2017112063) dated October 16, 2019 (the "Final EIR") and pursuant to Sections 15091, 15093, and 21081.6 of the CEQA Guidelines, adopted Findings, a Statement of Overriding Considerations, and a Mitigation Monitoring and Reporting Program (included as Exhibits A, B, and C to Resolution 2019-18). Prior to taking action, the Agency Board of Directors heard, was presented with, reviewed, and considered the information and data in the administrative record, including the Final EIR, the comments on the Draft EIR and Final EIR, responses to comments, staff reports and presentations, and all oral and written testimony presented during the public hearing on the Project.

S. On August 19, 2020 the Agency's Board of Directors authorized staff to proceed with design and bid period services engineering work in support of the Project and on October 21, 2020, the Board of Directors approved an agreement with Environmental Science Associates (ESA) for environmental support services related to the Project.

T. As a result of design and bid period services engineering work, PV Water is now proposing modifications to the Project. The proposed modifications are described in the Addendum to the Final EIR, attached hereto and incorporated herein by reference. The Agency, as Lead Agency for the Project, has evaluated the potential environmental impacts of these modifications in comparison with impacts analyzed in the certified EIR.

U. CEQA Guidelines Section 15164 requires preparation of an Addendum to the previously certified EIR if some changes or additions are necessary, but none of the conditions described in CEQA Guidelines Section 15162 occurs:

a. There are no substantial changes in the project, which require major revisions of the previous EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects;
b. There are no substantial changes with respect to the circumstances under which the project is undertaken which require major revisions to the EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects;
c. No new information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time of EIR certification, shows any of the following;
    i. The project will have one or more significant effects not discussed in the EIR;
    ii. Significant effects previously examined will be substantially more severe than those disclosed in the EIR;
    iii. Mitigation measures or alternatives previously found not to be feasible would in fact be feasible and would substantially reduce one or more significant effects on the environment, but the project proponent declines to adopt it; or
    iv. Mitigation measures or alternatives that are considerably different than those analyzed in the previous EIR would substantially reduce one or more significant effects on the environment, but the project proponent declines to adopt the mitigation measure or alternative.

V. As set forth in the Addendum, the Agency has carefully analyzed the proposed changes to the Project and, based on said analysis, concluded that they do not trigger any of the conditions described above and in CEQA Guidelines Sections 15162 and 15163.

NOW, THEREFORE, BE IT RESOLVED that the Directors of the Pajaro Valley Water Management Agency resolves as follows that:

SECTION 2. As the decision-making body and Lead Agency for the Project, the Board of Directors has reviewed and considered the information contained in the Addendum and supporting documentation. The Board of Directors finds that the Addendum contains a complete and accurate reporting of the environmental impacts associated with the proposed modifications to the Project. The Board of Directors further finds that the Addendum has been completed in compliance with CEQA (California Public Resources Code, Division 13 Environmental Quality, 21000-21189) and the CEQA Guidelines (California Code of Regulations, Title 14, Division 6, Chapter 3, Sections 15000-15387). The Board of Directors finds that the Addendum reflects the independent judgment of the Board of Directors.

SECTION 3. Findings on Environmental Impacts. Based on the Addendum and all related information presented to the Board of Directors, the Board of Directors finds that the preparation of a subsequent or supplemental EIR is not required for the minor modifications to the Project described in the Addendum because such modifications:

1. Do not constitute substantial changes to the Project that will require major revisions to the Final EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects;

2. Do not constitute substantial changes with respect to the circumstances under which the project is undertaken that will require major revisions to the Final EIR due to the involvement of new significant environmental effects or substantial increase in the severity of a previously identified significant effects;

3. Do not contain new information of substantial importance that was not known and could not have been known with the exercise of reasonable diligence at the time the Final EIR was certified that shows any of the following:

   a. The Proposed Project will have one or more significant effects not discussed in the Final EIR;

   b. Significant effects previously examined will be substantially more severe than those disclosed in the Final EIR;

   c. Mitigation measures or alternatives previously found not to be feasible would in fact be feasible and would substantially reduce one or more significant effects on the environment, but the Agency declined to adopt such measures or alternatives; or

   d. Mitigation measures or alternatives considerably different than those analyzed in the Final EIR would substantially reduce one or more significant effects on the environment, but the Agency declines to adopt the mitigation measure or alternative.

SECTION 4. Approval of Addendum. The Board of Directors hereby approves the Addendum.

SECTION 5. Custodian of Records. The documents and materials that constitute the record of proceedings on which these findings are based are located at the Agency office, 36 Brennan Street, Watsonville, California 95076.

SECTION 6. Execution of Resolution. The Chair of the Board of Directors shall sign this Resolution and the Secretary of the Board of Directors shall certify this Resolution was duly and properly adopted by the Board.

PASSED AND ADOPTED by the Pajaro Valley Water Management Agency, County of Santa Cruz, State of California, this 20th day of July, 2022 by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

_____
Amy Newell, Chair

Attest:

_____
Laura Taay, Board Secretary

Resolution 2022-18

A Resolution of the Board of Directors of the
Pajaro Valley Water Management Agency

Selecting, Approving, and Adopting Modifications to the College Lake Integrated Resources Management Project

---

The Board of Directors of the Pajaro Valley Water Management Agency does resolve as follows:

SECTION 1. Procedural Findings. The Board of Directors of the Pajaro Valley Water Management Agency ("Agency") does hereby find, determine, and declare that:

A. The Agency was formed, among other reasons, to provide integrated management of the ground and surface water resources within the Pajaro Valley Groundwater Basin ("Pajaro Basin"). As the sole local agency responsible for the integrated management of water resources for the Pajaro Basin, the Agency bears responsibility for the management and augmentation of water supplies for domestic, agricultural, municipal and industrial purposes.

B. In 1994, the Agency adopted a long-term Basin Management Plan ("BMP") which identified various water supply projects involving local water sources and importation of supplemental water, to balance water demands with water supplies in the Pajaro Basin. In 2002, the Agency adopted a revised BMP.

C. In 2010, the Agency formed an Ad Hoc BMP Committee to develop a further updated BMP that would include a portfolio of projects and programs to address the problems of seawater intrusion and basin overdraft in the Pajaro Basin. This work resulted in the Agency's adoption in 2014 of an updated BMP ("BMP Update").

D. Throughout much of the Pajaro Basin, groundwater levels have declined as a result of long-term groundwater overdraft. Overdraft conditions result in seawater intrusion, groundwater quality degradation, and groundwater storage depletion. To address these circumstances, and in furtherance of the BMP Update, the College Lake Integrated Resources Management Project ("Project") was developed. The primary purposes of the Project are to help balance the groundwater basin, prevent further seawater intrusion, and meet water supply needs in the Agency's service area by developing College Lake as a water storage and supply source.

E. The Project is located in the City of Watsonville and portions of unincorporated Santa Cruz County. Project components include a weir structure and intake pump station, a water treatment plant, and pipeline to convey water from the water treatment plant to the City of Watsonville Recycled Water Facility and to the Agency's Coastal Distribution System. On average, the Project would generally supply approximately 1,800 to 2,300 acre-feet per year of water to growers in the Pajaro Valley.

F. The Project was processed, including but not limited to all public notices, in the time and manner prescribed by State and local law, including the California Environmental Quality Act, Public Resources Code § 21000, *et seq*. (CEQA) and the CEQA Guidelines, 14. Cal. Code Regs. § 15000, *et seq*. On October 16, 2019, the Agency's Board of Directors, at a duly noticed public hearing, considered the Final Environmental Impact Report ("EIR") prepared for the Project, and certified it in Resolution 2019-18, including adopting written findings, adopting a Statement of Overriding Considerations, and adopting a Mitigation Monitoring and Reporting Program.

G. The following modifications have been proposed for the Project:

a. **Weir Structure and Intake Pump Station.** The configuration and dimensions of the weir structure and intake pump station have been refined since approval of the Project to, for example, incorporate input from NMFS regarding design of the fishway passage.
b. **Water Treatment Plant.** The design for the WTP has been refined, resulting in a smaller permanent footprint compared to the approved Project, and addition of a potable water well.
c. **College Lake Pipeline.** To reduce disruption to streets within the City of Watsonville, PV Water is evaluating an alternative alignment for the College Lake pipeline that is closer to agricultural fields and generally east of city streets. The pipeline will now be approximately 6 miles long and 30 inches in diameter.
d. **Project Construction.** Construction is estimated to occur over approximately 22 months beginning in 2023.

H. These modifications are described in the Addendum to the College Lake Integrated Resources Management Project Final Environmental Impact Report (SCH No. 2017112063) dated October 16, 2019. The Agency, as Lead Agency for the Project, has evaluated the potential environmental impacts of these modifications in comparison with impacts analyzed in the certified EIR. In Resolution 2022-17, the Agency Board of Directors approved the Addendum.

I. Prior to taking action, the Agency Board of Directors has heard, been presented with, reviewed, and considered the information regarding the Project, including staff reports and presentations, and all oral and written testimony.

J. The Agency's General Manager is the custodian of records, and the documents and other materials that constitute the record of proceedings upon which this decision is based are located at the Pajaro Valley Water Management Agency, 36 Brennan Street, Watsonville, California, 95076.

SECTION 2. Substantive Findings. The Board of Directors of the Pajaro Valley Water Management Agency does hereby:

A. Declare that the above Procedural Findings are true and correct, and incorporate them herein by this reference.

B. Select, approve, and adopt the Project modifications as described in the Addendum to the Final EIR.

C. Impose as a condition on the Project each mitigation measure specified in Chapter 5 of the Addendum, and direct Agency staff to implement and to monitor the mitigation measures as described in Chapter 5.

PASSED AND ADOPTED by the Pajaro Valley Water Management Agency, County of Santa Cruz, State of California, this 20th day of July, 2022 by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

_____
Amy Newell, Chair

Attest:

_____
Laura Taay, Board Secretary

MEMORANDUM

DATE: July 15, 2022
MEETING OF: July 20, 2022
TO: Board of Directors
FROM: General Manager
RE: **DISCUSSION/ACTION ITEM 10B:** Consider Agreement with Miller Maxfield, Inc., for Public Outreach and Community Engagement Services in support of the College Lake Integrated Resources Management Project and Groundwater Sustainability, in an amount not to exceed $200,000

INTRODUCTION

The Pajaro Valley Water Management Agency (PV Water) Board of Directors (Board) certified the Final Environmental Impact Report (EIR) for the College Lake Integrated Resources Management Project (College Lake Project or Project) in October 2019. In the time since, staff, with consultant support, have submitted permit applications to regulatory agencies and obtained approval from the State Water Resources Control Board for a water right permit; prepared environmental compliance plans including the College Lake Project Adaptive Management Plan; and are in the process of procuring necessary property rights. In June 2022, staff signed an agreement with the Department of Water Resources for a 2021 Sustainable Groundwater Management (SGM) Grant Program Implementation Grant in the amount $7,600,000 to support the College Lake Project. This grant includes $200,000 in funding for public outreach and community engagement activities. PV Water has been working with Miller Maxfield, Inc., (Miller Maxfield) for several years, and at the request of staff, Miller Maxfield prepared a scope of services and budget that will support not only PV Water's efforts to communicate with customers and interested parties regarding the College Lake Project, but also PV Water's groundwater sustainability goals and drought awareness.

BACKGROUND

The Pajaro Valley Groundwater Basin is critically overdrafted. Overdraft conditions have caused seawater intrusion, groundwater quality degradation, and groundwater storage depletion. The primary purposes of the Project are to help balance the groundwater basin, prevent further seawater intrusion, and meet water supply needs in PV Water's service area by developing College Lake as a water storage and supply source. The Project is located in unincorporated Santa Cruz County and within the City of Watsonville. Project components include a weir structure, an intake pump station, a water treatment plant, and approximately 6-mile-long pipeline to convey water from the water treatment plant to the City of Watsonville Recycled Water Facility and to PV Water's Coastal Distribution System. On average, the Project would generally supply approximately 1,800 to 2,300 acre-feet per year (AFY) of water to growers in the Pajaro Valley. Project construction estimated to occur over approximately 24 months beginning in 2023.

DISCUSSION

Communicating the importance and value of the Project to the community, including how it will help to achieve groundwater sustainability goals while helping to preserve agriculture, is critical. Equally important is preparing the community for upcoming construction impacts – an unavoidable short-term inconvenience for a long-term benefit. Miller Maxfield has been supporting PV Water's community engagement activities since about 2016, when staff retained Miller Maxfield's support to advertise and hold the September 29, 2016 College Lake Community Meeting. More recently, Miller Maxfield supported PV Water in hosting the 10-years of Recycled Water celebration, preparing water awareness campaigns, and developing social media and communications strategies. The College Lake Project will be the largest single- project PV Water has undertaken as measured by community visibility and direct impacts to the community. The more people that PV Water can make aware of the Project, the better.

FISCAL IMPACT

The fiscal impact of this agreement would not to exceed $200,000, which is the amount funded by Department of Water Resources as part of the 2021 Sustainable Groundwater Management (SGM) Grant Program Implementation Grant noted above. Staff anticipate that all expenditures would be reimbursable under the grant.

STAFF RECOMMENDATION

The Board approve the agreement, in substantially the same version as the one attached, with Miller Maxfield for Public Outreach and Community Engagement Services in an amount not to exceed $200,000, and consider making a recommendation to the Board.

The Administration and Finance Committee reviewed this item on July 12, 2022, and voted in favor of recommending that the Board approve the agreement in substantially the same version as the one attached.

ATTACHMENTS

- Draft Agreement

PAJARO VALLEY WATER MANAGEMENT AGENCY
36 BRENNAN STREET • WATSONVILLE, CA 95076
TEL: 831) 722-9292 FAX: 831) 722-3139
email: info@pvwater.org • www.pvwater.org

July 20, 2022

Miller Maxfield, Inc.
133 Mission Street, #101
Santa Cruz, CA 95060

Re: Agreement for Consultant Services

This letter sets forth the agreement between **Pajaro Valley Water Management Agency** ("PV Water") and. ("Consultant") for professional services related to:

Public Outreach and Community Engagement Services in support of the College Lake Integrated Resources Management Project and Groundwater Sustainablity

1. **Scope of Services**: PV Water hereby engages Consultant for the services as more specifically described in Scope of Work attached hereto as Exhibit A, and made a part of, this letter agreement ("Agreement").

2. **Term of Agreement:** The term of this Agreement shall be effective on **May 1, 2022** and terminates on **December 31, 2023**. The Parties' authorized representatives shall have the authority to extend this term and/or increase payment amount by written amendment to this Agreement.

3. **Compensation:** The fee for services and fee estimate is attached hereto Exhibit A, and made a part hereof.

4. **Maximum Payment:** Payment for services rendered under this Agreement shall not exceed **Two Hundred Thousand Dollars ($200,000**).

5. **Method of Payment:** Consultant shall prepare and submit to PV Water a detailed invoice for the services described herein. PV Water shall pay the amount of the invoice within thirty (30) days after the receipt of the invoice, subject to a finding by PV Water that work performed has been satisfactory and that payment is for the work specified herein.

6. **Indemnification**: Consultant agrees to indemnify, defend, and hold harmless PV Water, its directors, officers and employees from and against any and all claims, demands, actions, damages, or expenses, (including attorney's fees and costs) arising from the negligence, recklessness, or willful misconduct of the Consultant, Consultant's employees or agents in any way related to the obligations or in the performance of design professional services under this Agreement, except where caused by the sole or active negligence, or willful misconduct of PV Water. The costs to defend charged to the Consultant shall not exceed the Consultant's proportionate percentage of fault per Civil Code section 2782.8.

7. **Insurance Requirements:** Consultant agrees to procure and maintain the insurance coverages and limits as required by PV Water prior to the commencement of work, as specified in Exhibit "B".

8. **Amendment:** Except as otherwise provided in this Agreement, neither this Agreement nor any provision hereof may be waived, modified, amended, or discharged, or terminated except by an instrument in writing signed by the Parties, and then only to the extent set forth in such writing.

9. **Termination:** PV Water may terminate this Agreement at any time, with or without cause, in its sole discretion, by giving written notice to Consultant at least thirty days (30) prior to such termination. Upon notice of termination, Consultant will immediately take action not to incur any additional obligations, costs or expenses, except as may be reasonably necessary to terminate its activities. PV Water's only obligation to the Consultant will be just and equitable payment for services authorized by, and received to the satisfaction of PV Water up to and including the effective date of termination. All finished or unfinished work or documents procured or produced under the Agreement will become property of PV Water upon the termination date.

10. **Dispute Resolution:** The Parties agree to act in good faith to resolve through negotiation any dispute, claim or controversy arising out of or relating to this Agreement. If no resolution is achieved, and if the parties mutually agree, then prior to pursuing formal legal action, the parties shall make a good faith effort to resolve the dispute by non-binding mediation. Notwithstanding the foregoing provisions, nothing contained in this Agreement shall impair the parties' right to pursue any and all legal remedies.

11. **Entire Agreement:** This Agreement, together with Exhibits and/or attachments and any agreements provided for herein, constitute the entire understanding between the Parties with respect to the matters set forth herein, and they supersede all prior or contemporaneous understandings or agreements between the Parties with respect to the subject matter hereof, whether oral or written.

12. **Consultant's Records:** Consultant shall maintain accurate accounting records and other written documentation pertaining to the costs incurred related to this Agreement. Such records and documentation shall be kept available at Consultant's office during the period of this Agreement, and after the term of this Agreement for a period of three years from the date of the final payment for Consultant's services.

13. **Independent Contractor:** In the performance of its work, it is expressly understood that Consultant, including Consultant's employees and agents, is an independent contractor solely responsible for its acts and omissions, and Consultant shall not be considered an employee of PV Water for any purpose.

14. **Consultant Not an Agent:** Except as PV Water may specify in writing, Consultant shall have no authority, express or implied, to act on behalf of PV Water in any capacity whatsoever as an agent. Consultant shall have no authority, express or implied, pursuant to this Agreement to bind PV Water to any obligation whatsoever.

15. **Construction:** Consultant acknowledges fully reviewing this Agreement and that the normal rule of construction to the effect that any ambiguities are to be resolved against the drafting party shall not be employed in the interpretation of this Agreement.

16. **Severability:** If any provision of this Agreement is invalid, illegal or unenforceable, such provision shall be deemed to be served or deleted from this Agreement and the balance of this Agreement shall remain in full force and effect notwithstanding such invalidity, illegality or unenforceability.

17. **Counterparts:** This Agreement may be executed in counterparts, which, together, shall constitute one and the same instrument. Electronic, facsimile and scanned pdf signatures and copies of this Agreement shall be accepted as originals.

Sincerely yours,
Pajaro Valley Water Management Agency

By: _____
Brian Lockwood, General Manager

Date: _____

"CONSULTANT"

The undersigned understands and agrees to the terms and conditions set forth in this Agreement and is duly authorized to enter into this Agreement.

Miller Maxfield, Inc.

By: _____
Bill Maxfield, Principal

Date: _____

PV WATER SCOPE OF WORK & BUDGET

Exhibit "A"

College Lake Integrated Resources Management Project Public Outreach & Community Engagement

v7.8.22

Miller Maxfield, Inc.
Strategic Communications
& Public Affairs

TASK 1: GROUNDWATER SUSTAINABILITY CONSULTING AND SUPPORT	Proposed Timing	Subtasks/Deliverables	Hour Per Task - Principal	Cost Per Task - Principal	Hours Per Task - Account Mgmt	Cost Per Task - Account Mgmt	Hours Per Task - Graphic Design	Cost Per Task - Graphic Design	Total Hours Per Task	Total Cost Per Task
General consultant services	May 2022 - Dec 2023	Strategic counsel; messaging; plan development; budgeting	40	$ 7,000.00	60	$ 9,000.00	0	$ -	100	$ 16,000.00
Social media support	May 2022 - Dec 2023	Content development and execution	20	$ 3,500.00	40	$ 6,000.00	20	$ 2,500.00	80	$ 12,000.00
Video production	Feb 2023 - April 2023	Concept and script development in collaboration with video production partner; graphic design/art direction including branding; project management	15	$ 2,625.00	40	$ 6,000.00	3	$ 375.00	58	$ 9,000.00
Press releases/media support	May 2022 - Dec 2023	Write and distribute press releases as needed; provide media relations support	12	$ 2,100.00	30	$ 4,500.00	0	$ -	42	$ 6,600.00
Graphic design and outreach materials support	May 2022 - Dec 2023	Graphic design services in support of social media, advertising, video, and collateral, events and other outreach materials as needed	15	$ 2,625.00	25	$ 3,750.00	45	$ 5,625.00	85	$ 12,000.00
Advertising	Apr 2023 - Sep 2023	Development and execution of advertising plan to promote video, potentially including associated radio, print and digital ads	8	$ 1,400.00	20	$ 3,000.00	15	$ 1,875.00	43	$ 6,275.00
Mailchimp support	May 2022 - Dec 2023	Content, layout and execution support for newsletters and other eblasts	2	$ 350.00	25	$ 3,750.00	10	$ 1,250.00	37	$ 5,350.00
Event support	May 2022 - Dec 2023	Planning, promotion and on-site support for events hosted or attended by agency	10	$ 1,750.00	45	$ 6,750.00	10	$ 1,250.00	65	$ 9,750.00

TASK 2: COLLEGE LAKE INTEGRATED RESOURCES MANAGEMENT PROJECT	Proposed Timing	Subtasks/Deliverables	Hour Per Task - Principal	Cost Per Task - Principal	Hours Per Task - Account Mgmt	Cost Per Task - Account Mgmt	Hours Per Task - Graphic Design	Cost Per Task - Graphic Design	Total Hours Per Task	Total Cost Per Task
Strategy and messaging	Aug 2022 - Dec 2023	Project-specific strategic counsel; messaging development and updates	20	$ 3,500.00	45	$ 6,750.00	0	$ -	65	$ 10,250.00
Branding (logo, slogan, etc)	Aug 2022 - Oct 2022	Project-specific branding for use in all outreach efforts	8	$ 1,400.00	15	$ 2,250.00	20	$ 2,500.00	43	$ 6,150.00
Fact Sheets, press releases and media support	Aug 2022 - Jan 2023	Writing/editing to produce documents to be used for media outreach; provide media outreach strategy and support	12	$ 2,100.00	45	$ 6,750.00	10	$ 1,250.00	67	$ 10,100.00
Website support (with Treetop Web Design)	Aug 2022 - Dec 2023	Evaluate ongoing needs for project-specific content updates; collaborate with Treetop Web Design to execute updates	4	$ 700.00	25	$ 3,750.00	10	$ 1,250.00	39	$ 5,700.00
Direct mail	Jan 2023 - Dec 2023	Develop direct mail plan; create mail piece; manage production and distribution of mail piece	4	$ 700.00	25	$ 3,750.00	12	$ 1,500.00	41	$ 5,950.00
Collateral (postcards, door hangers, signage, etc.)	Jan 2023 - Dec 2023	Provide concept and design services for collateral materials; manage production of materials (not	10	$ 1,750.00	20	$ 3,000.00	25	$ 3,125.00	55	$ 7,875.00
Event support for community meetings (display boards, presentations)	Jan 2023 - Dec 2023	Planning, promotion and on-site support for project-specific events	10	$ 1,750.00	40	$ 6,000.00	15	$ 1,875.00	65	$ 9,625.00
Advertising and sponsorships	Jan 2023 - Dec 2023	Develop and execute project-specific plan for digital, print and radio ads, as well as community event/program sponsorships	8	$ 1,400.00	40	$ 6,000.00	25	$ 3,125.00	73	$ 10,525.00
		Hours	198		540.00		220.00			
		Hourly Rate		$ 175.00		$ 150.00		$ 125.00		
		Cost		$ 34,650.00		$ 81,000.00		$ 27,500.00		$ 143,150.00
Contingency										$ 10,000.00
Third-party Cost		Video production								$ 15,000.00
Third-party Cost		Advertising placements								$ 30,000.00
									Total Proposed Cost	**$ 198,150.00**

EXHIBIT "B"

Insurance Requirements

Consultant shall procure and maintain insurance as follows:

1. Commercial General Liability Insurance. Commercial general liability insurance, including products and completed operations, property damage, bodily injury, personal and advertising injury with limits of not less than $1,000,000 each occurrence and $1,000,000 aggregate.

2. Automobile Liability Insurance. Automobile liability insurance covering automobile bodily injury and property damage, including all owned (if any), hired and non-owned autos, with limits of not less than $1,000,000 each accident. If Consultant acquires any owned vehicles, Consultant shall provide insurance as above.

3. Professional Liability Insurance. Limits of liability in amounts not less than $1,000,000 per occurrence or claim and $1,000,000 aggregate, insuring Consultant and its employees against liabilities arising out of or in connection with the negligent acts, errors, or omissions of any of the foregoing in connection with the carrying out of their professional responsibilities relating to this Agreement. Consultant shall renew continuous coverage or extend the reporting period, to the extent available, by endorsement or otherwise, for claims five (5) years from the date this Agreement is terminated.

4. Workers' Compensation and Employer's Liability Insurance. Worker's Compensation as required by the Labor Code of the State of California and Employer's Liability Insurance for all employees in workplaces involved in this Agreement. Employer's liability insurance in the amount of, at least, $1,000,000 per accident for bodily injury or disease. The Certificate of Insurance shall include waiver of subrogation endorsement in favor of PV Water.

5. Other Requirements.

    a. Additional Insured Endorsement. The general liability and automobile liability policies are to contain, or be endorsed to contain the following provisions: **The Pajaro Valley Water Management Agency, its directors, officers, employees, and authorized volunteers are to be additional insured**. The coverage shall contain no special limitations on the scope of protection afforded to PV Water, its directors, officers, employees, or authorized volunteers.

    b. Primary Insurance. For any claims related to this Agreement, Consultant's insurance shall be primary insurance as respects PV Water, its directors, officers, employees, and authorized volunteers, individually and collectively. Any insurance, self-insurance, or other coverage maintained by PV Water, its

directors, officers, employees, or authorized volunteers shall be in excess of Consultant's insurance and shall not contribute to it.

c. Cancellation. The policies specified above are to state or be endorsed to state that coverage shall not be canceled by either party, except after thirty (30) days (10 days for non-payment of premium) prior written notice by U.S. mail has been given to PV Water.

d. Changes. If any change is made in the insurance carrier, scope of coverage or retroactive date of professional liability coverage required under this Agreement, Consultant shall notify the PV Water within three (3) working days.

e. Evidence of Insurance. Prior to execution of this Agreement, Consultant shall file with PV Water, on forms acceptable to PV Water, certificate(s) of insurance and additional insured endorsements, as specified above.

f. Deductibles and Self-Insured Retentions. Any deductible or self-insured retention must be declared to and approved by the PV Water. At the option of PV Water, the insurer shall either reduce or eliminate such deductibles or self-insured retentions.

g. Acceptability of Insurers. Insurance is to be placed with insurers having a current A.M. Best rating of no less than A-VII or equivalent or as otherwise approved by PV Water.

h. Special Risks or Circumstances.
PV Water reserves the right to modify these requirements, including limits, based on the nature of the risk, prior experience, insurer, coverage, or other special circumstances.

MEMORANDUM

DATE: July 15, 2022
MEETING OF: July 20, 2022
TO: Board of Directors
FROM: General Manager
RE: **DISCUSSION/ACTION ITEM 10C:** Consider Forming an Ad Hoc Review Committee to Evaluate Proposals Submitted for Watsonville Slough System Managed Aquifer Recharge and Recovery Projects Final Design and Bid Period Services

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INTRODUCTION

The Pajaro Valley Water Management Agency (PV Water) Board of Directors (Board) certified the Final Environmental Impact Report for Watsonville Slough System Managed Aquifer Recharge & Recovery Projects (Project) and formally approved the Project in January 2021. The webpage https://www.pvwater.org/wss-marr includes links to the Draft and Final EIR documents as well as the supporting notices and presentations. In the time since the certification of the EIR, 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 include continued environmental permitting, the preparation of final designs, and the procurement of property rights.

On June 15, the Board authorized and directed staff to issue a Request for Proposals (RFP) for Design and Bid Period Services. The proposal submittal deadline August 5, 2022. During this item, the Board will be asked to consider forming an Ad Hoc Review Committee to evaluate proposals submitted in response to the RFP.

BACKGROUND

Project Description

Throughout much of the Pajaro Valley Groundwater Basin, groundwater levels have declined as a result of long-term groundwater overdraft. Overdraft conditions result in seawater intrusion, groundwater quality degradation, and groundwater storage depletion. To address these circumstances, and in furtherance of the BMP Update, the Project, comprised of the Harkins Slough Facilities Upgrades Project and Struve Slough Project, were developed. The primary purposes of the Project is to help balance the groundwater basin, prevent further seawater intrusion, and meet water supply needs in the Agency's service area by further developing the Watsonville Slough System as a water storage and supply source.

The Board adopted the following project-specific objectives for the Project in April 2020:

- Design and implement reliable facilities to help achieve sustainable groundwater management of the Pajaro Valley Groundwater Subbasin by 2040, taking into account potential future hydrologic changes, including those associated with climate change.
- Substantially contribute to the Pajaro Valley's water supply needs in a timely manner, consistent with the Basin Management Plan Update implementation goals.
- Use locally controlled surface water for agricultural purposes to offset groundwater pumping in an environmentally sound manner and in coordination with resource agencies, the public, and other stakeholders, while preserving existing habitat.
- Make efficient use of, and leverage federal, state, and local investments in, existing Agency infrastructure.
- In coordination with other agencies, develop surface water supplies in a manner that is compatible with flood risk reduction and habitat restoration planning

Construction of the Project could occur in 2024.

DISCUSSION

The Board authorized and directed the General Manager to issue an RFP for Watsonville Slough System Managed Aquifer Recharge & Recovery Projects, design and bid period services on June 15, 2022. Staff mailed the RFP ten engineering firms with expertise in water resources, and posted the RFP at https://www.pvwater.org.

The schedule for the RFP process is below.

Advertise Request for Proposals	June 20, 2022
Deadline to Submit Questions	July 15, 2022
Responses to Questions Posted	July 22, 2022
Deadline to Submit Proposals	August 5, 2022
Shortlist and Notification for Interviews	August 19, 2022
Interviews	August 24 & 25, 2022
Selection	August 29, 2022
Complete Contract Negotiations	September 9, 2022
Board Consideration of Agreement	September 21, 2022
Issue Notice to Proceed	October 1, 2022

Staff recommend that the Board forms an Ad Hoc Review Committee to evaluate proposals submitted in response to the RFP, and select two directors to serve. On June 22, 2022, the Projects and Facility Operations Committee voted to recommend that Committee Member Pilch serve on the Ad Hoc Review Committee, with Committee Member Imazio serving as an Alternate.

Proposed Ad Hoc Review Committee Membership:
- Two representatives from the Board of Directors
- One representative from the Projects and Facility Operations Committee
- Two representatives from staff
- Outside Engineer (e.g. City of Watsonville)

The time commitment necessary to participate on the Ad Hoc Review Committee will depend on the number of proposals received.

FISCAL IMPACT

There is no significant impact fiscal impact in forming an Ad Hoc Review Committee.

STAFF RECOMMENDATION

The Board forms an Ad Hoc Review Committee to evaluate proposals submitted for the Watsonville Slough System Managed Aquifer Recharge & Recovery Projects, design and bid period services, and select two directors to serve.

ATTACHMENTS

- None

Production Monthly Summary as of June, 2022*

All totals are in Acre Feet

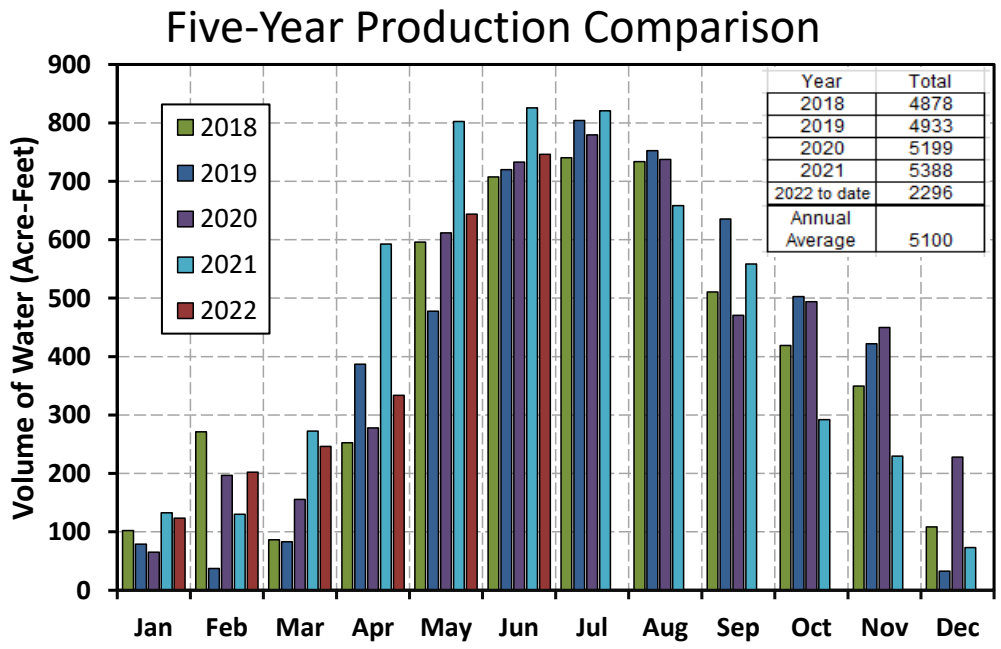
	January	February	March	April	May	June	July	August	September	October	November	December	Individual Totals
Harkins Slough Project:													
Effluent FW to Basin	223.34	222.51	84.84	1.13	0.56								**532.37**
Coastal Distribution System (CDS):													
Recovery Wells Sub Total	11.85	18.27	26.90	30.31	39.10	39.14	0.00	0.00	0.00	0.00	0.00	0.00	**165.56**
Blend Wells													
SW #1	0.00	0.80	0.00	0.00	45.74	84.52	0.00	0.00	0.00	0.00	0.00	0.00	**131.06**
SW #2	0.04	1.19	0.00	22.21	118.92	167.77	0.00	0.00	0.00	0.00	0.00	0.00	**310.13**
Blend Wells Subtotal	0.04	1.99	0.00	22.21	164.66	252.29	0.00	0.00	0.00	0.00	0.00	0.00	**441.19**
RWF Blend (See Breakdown Below)	111.53	181.95	219.49	281.13	440.09	454.91	0.00	0.00	0.00	0.00	0.00	0.00	**1689.09**
CDS Total	123.42	202.20	246.39	333.64	643.85	746.34	0.00	0.00	0.00	0.00	0.00	0.00	**2295.84**

Approximate Recycled Water Blend Breakdown:

Estimated Recycled Water	99.38	175.74	202.46	243.27	350.28	364.71	0.00	0.00	0.00	0.00	0.00	0.00	1435.85
RWF No_1 (potable)	12.15	6.20	17.03	37.86	89.81	90.20	0.00	0.00	0.00	0.00	0.00	0.00	253.25

* Recycled Water Blend Breakdown is Approximate because there is always some water in the tank that may be recycled water or RWF No-1 Water, "Est Recycled Water" is the RWF Blend total, (which is measured by the RWF Distribution meter after the tanks,) MINUS the RWF No_1 total, which is measure before the No_1 water goes into the tanks to blend.

Well 860 (Harvest Dr.)	0.000	0.000											0.00



2022 Production Percentages:			
Recovery Wells	**Supplemental Wells**	**Recycled Water**	**Potable Water**
7%	**19%**	**63%**	**11%**

*Preliminary, Subject to Revision

JULY 2022 MEETING			
OUTGOING			
DATE	TO	FROM	SUBJECT
6/23/2022	Senator John Laird	PV Water	SupportSB 489 as amended 6/14/2022

PAJARO VALLEY WATER MANAGEMENT AGENCY
36 BRENNAN STREET • WATSONVILLE, CA 95076
TEL: (831) 722-9292 FAX: (831) 722-3139
info@pvwater.org • pvwater.org

June 23, 2022

The Honorable John Laird
California State Senate
PO Box 942848
Sacramento, CA 94248-0017

RE: Support for SB 489 as amended 6/14/22; Authorize the State to Provide Advance Subventions Funding for the Pajaro River Flood Risk Management Project

Dear Senator Laird:

I write on behalf of Pajaro Valley Water Management Agency to respectfully encourage your support of SB 489 for the reasons stated below.

The United States Army Corps of Engineers ("Corps") constructed the Pajaro River Federal Flood Control Project ("Project") in 1949. The Santa Cruz County Flood Control and Water Conservation District - Zone 7 and the Monterey County Water Resources Agency maintain the Project, however, soon the Pajaro Regional Flood Management Agency will have sole responsibility to maintain the Project. The current configuration of flood protection on the Pajaro River provides only 8-year flood protection along the Pajaro River, an estimate based on an analysis developed by the Corps. Since 1949, the region has experienced six major floods; the 1995 event caused over $95 million in damages, two people lost their lives, and severe multi-year productivity and job market losses occurred when agricultural fields were damaged by floodwater and sediment. The levees came perilously close to breaching in 2017, and millions of local dollars were spent to prevent flooding and to repair damages to the existing Project.

The Corps' Pajaro River Flood Risk Management Project would provide protection from a 100-year storm for communities in which the per-capita income is less than half of the state's average income. Approximately 26,400 people living in households with a median annual household income of less than 80% of the California Median Household Income would be protected by the Project, including at least 1,334 people living in households with a median annual income of $22,798 (only 32% of California Median Household Income). The Project would also provide flood protection for major State highways through the area, including Highways 129, 152, and 1. These transportation routes are critical for emergency evacuation as well as the everyday commercial activities of an important agricultural area that sustains the over $1 billion in annual agricultural production. In addition, the Project will protect the infrastructure that supports agriculture, such as processing facilities, extraction facilities, and the Water Resources Center, which produces recycled water that enables many coastal growers to continue farming while also helping to reduce groundwater overdraft and seawater intrusion.

The communities included within the Project's footprint (the City of Watsonville and the town of Pajaro) do not have the capacity to pay for the project as confirmed by the Legislature and the Governor in the enactment of SB 496 of last year. With SB 496, the State's Flood Control Subventions Program will cover the non-federal costs of implementing this important project. However, existing statutory law does not provide for advance payment of funds from the Subventions Program, and the community does not possess the financial capacity to front the reimbursable costs eligible under the Project's subventions authorization. Local funding will be limited to operations and maintenance of the project. While the DWR subventions guidelines do allow for the advance payment of funds, the unique funding formula related to this project led DWR management to advise that statutory guidance from the Legislature would be prudent to keep the project moving ahead. SB 489 provides clear direction to the Department of Water Resources that it is authorized to advance funds from the Flood Control Subventions Program to the Pajaro River Flood Risk Management Project for planning, engineering, design & construction of the project and the acquisition of required lands, easements, rights-of-way, utility relocations, disposal sites, and borrow areas for and mitigation of the project.

Thank you for your consideration of this measure that is critically important to the life and economic safety of the residents of Monterey and Santa Cruz counties. Please do not hesitate to contact me with any follow-up questions.

Sincerely,

/s/

Brian Lockwood, General Manager

cc: Honorable Robert Rivas
Honorable Mark Stone
Dr. Mark Strudley
Mr. Kasey D. Schimke
The Gualco Group, Inc.