

**AGENDA**  
**PANOCHÉ WATER DISTRICT**  
**REGULAR BOARD OF DIRECTORS MEETING**  
**August 10, 2021 – 9:00 a.m.**

**JOIN THE OPEN SESSION MEETING FROM YOUR COMPUTER, TABLET OR SMARTPHONE  
THROUGH THE FOLLOWING MEANS:**

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**AND PLEASE DIAL**

**Conference call in number: (844) 783-6236    Passcode: 209 364 6136**

**PRESIDENT’S ANNOUNCEMENT:** Pursuant to Government Code Section 54952.3, let it be known that Board Members receive no compensation or stipend for simultaneous or serial order meetings of the Panoche Water District, Panoche Drainage District, Panoche Financing Authority, and/or the Panoche Resource Conservation District.

- 1. CALL TO ORDER**
- 2. REVIEW OF AGENDA:** The Board will consider corrections and/or additions to the Agenda of items requiring immediate action that came to the attention of the Board after the Agenda was posted.
- 3. ROLL CALL:** A quorum will be confirmed and the Board will consider appointment of an acting Officer(s) in the event the President, Vice-President, and/or Secretary is absent from the meeting.
- 4. POTENTIAL CONFLICTS OF INTEREST:** Any Board member who has a potential conflict of interest may now identify the Agenda Item and recuse themselves from discussing and voting on the matter. [Government Code Section 87105]
- 5. PUBLIC COMMENT:** The Board of Directors welcomes participation in Board meetings. The public may address matters under the jurisdiction of the Board that have not been posted in the Agenda. The public will be given the opportunity to address the Board on any item in the Agenda at this time or before the Board’s consideration of that item. If members of the public desire to address the Board relative to a particular Agenda item at the time it is to be considered, they should so notify the President of the Board at this time. Please note, California Law prohibits the Board from taking action on any matter during a regular meeting that is not on the posted Agenda unless the Board determines that it is an emergency or one of the other situations specified in Government Code Section 54954.2. During a special meeting, the Board may not take action on any matter that is not on the posted Agenda. The President may limit the total amount of time allocated for public comment on particular issues to 3 minutes for each individual speaker.

**6. DIVISION REPORTS:**

- A. Water Operations & Maintenance – Juan Cadena
- B. Administration – John Paul Otollo
- C. Ethics, Compliance, & Human Resources – Lorena Chagoya

*At approximately 9:20 a.m., it is anticipated President Bennett will suspend the Panoche Drainage District and Panoche Financing Authority meetings and continue the Panoche Water District-ONLY meeting.*

**7. CONSENT CALENDAR**

All matters listed on the Consent Calendar are considered to be routine and non-controversial and will be acted upon by a single action of the Board of Directors, unless a Board Member requests separate consideration of the item. If such a request is made, the item may be heard as an Action Item at this meeting. The Board will review and consider (Tab 2):

- Approval of DRAFT minutes from the January 12, 2021, regular meeting of the Board;
- Approval of DRAFT minutes from the June 08, 2021, regular meeting of the Board;
- Approval of DRAFT minutes from the June 22, 2021, special meeting of the Board;
- Approval of DRAFT minutes from the July 16, 2021, special meeting of the Board;
- Acceptance of the monthly financial statements for the period ending July 31, 2021;
- Acceptance of Director’s Monthly Credit Card Usage Report.

**ACTION ITEMS**

- 8.** The Board to review and consider appointing a Director to fill a term on the Board following the retirement of Director Suzanne Redfern-West, effective August 11, 2021 (Azhderian/Williams – Tab 3);
- 9.** The Board to review and consider authorizing execution of a Loan Agreement with Delgado Farming, Inc., to restructure existing Agricultural Drainage Loan Program Contract Payments (Azhderian/Williams – Tab 4);
- 10.** The Board to review and consider adopting a Surplus Equipment Policy (Azhderian/Williams – Tab 5);
- 11.** The Board to review and consider executing a Commitment to Excellence with the Association of California Water Agencies Joint Powers Insurance Authority (Azhderian/Chagoya – Tab 6);
- 12.** The Board to review and consider accepting the Treasurer’s Quarterly Investment Report for the period ending June 30, 2021 (Otollo – Tab 7);
- 13.** The Board to review and consider approving payment of bills (Otollo – Tab 8).

**REPORT ITEMS**

- 14. CONTROLLER’S REPORT** (Tab 9)
  - A. FY 2021-22 Budget-to-Actual Report;
  - B. Other financial matters affecting the District.
  
- 15. REPORTS UNDER DISTRICT POLICIES**
  - A. Emergency COVID-19 Pandemic Response Policy
  - B. Report(s) on Brown Act Meetings & Conferences Attended at District Expense (may be written or oral and may be joint for multiple attendees);
  - C. Board to Consider Update(s) or Approval(s) Required Under Any Other District Policies.
  
- 16. GENERAL MANAGER’S REPORT** (Tab 10)
  - A. Water Supplies & Deliveries;
  - B. Supplemental Water;
  - C. Water Quality Report;
  - D. Domestic Water Treatment Plant;
  - E. Sustainable Groundwater Management;
  - F. Other Matters Affecting the District.

**17. REPORTS ON OTHER ITEMS PURSUANT TO GOVERNMENT CODE SECTION 54954.2(a)(3)**

*At approximately 10:15 a.m., it is anticipated President Bennett will suspend the Panoche Water District meeting, call a 10-minute break, and then resume the Panoche Drainage District-ONLY meeting.*

*At approximately 11:15 a.m., it is anticipated President Bennett will resume the Panoche Water District meeting and continue a JOINT meeting of the Boards of Directors.*

- 18. JOINT CLOSED SESSION:** Conference with Legal Counsel.
  - A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION  
Significant Exposure to Litigation pursuant to Section 54956.9(d), paragraph (2) or (3):

Number of Cases: Ten

**19. REPORT FROM JOINT CLOSED SESSION (GOVERNMENT CODE SECTION 54957.1)**

- 20. PANOCHÉ WATER DISTRICT-ONLY CLOSED SESSION**
  - A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION  
Significant Exposure to Litigation pursuant to Section 54956.9(d), paragraph (2) or (3):

Number of Cases: Four

- B. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION  
Pursuant to Section 54956.9(d)(1):

Name of Cases:

- i. Stephen W. Sloan vs. Panoche Water District

Fresno County Superior Court Case No. 18CECG00511;

- ii. Imani Percoats & Chris Bettencourt vs. Panoche Water District  
Fresno County Superior Court Case No. 18CECG01651;
- iii. Greenhouse Ranch v. Panoche Water District, et al.  
Merced County Superior Court Case No. 21CV-01348
- iv. Center for Biological Diversity, et al. v. United States, et al.  
Eastern District California Case No. 1:20-CV-00760 DAD-EPG

- C. PUBLIC EMPLOYEE PERFORMANCE EVALUATION  
Title: General Manager

**21. REPORT FROM PANOCHÉ WATER DISTRICT-ONLY CLOSED SESSION**

**22. FUTURE MEETING DATES**

- A. Board to Consider Action to Set Special Meeting Date(s): *No staff request.*
- B. Next Regular Meeting Date: September 14, 2021

**23. ADJOURNMENT**

- ❖ Items on the Agenda may be taken in any order.
- ❖ Action may be taken on any item listed on the Agenda.
- ❖ Writings relating to open session: Agenda items that are distributed to members of the Board of Directors will be available for inspection at the District office, excluding writings that are not public records or are exempt from disclosure under the California Public Records Acts.

Americans with Disabilities Act of 1990: Under this Act, a qualifying person may request that the District provide a disability-related modification or accommodation in order to participate in any public meeting of the District. Such assistance includes alternative formats for the agendas and agenda packets used for any public meetings of the District. Requests for assistance shall be made in person, in written form, or via telephone by calling (209) 364-6136. Requests must be received at least 18 hours prior to a scheduled public meeting.

**PANOCHÉ WATER DISTRICT MEETING MINUTES  
REGULAR MEETING OF THE BOARD OF DIRECTORS  
January 12, 2021, at 9:00 A.M.**

A regular meeting of the Board of Directors was held in accordance with Governor Newsom’s Executive Orders N-25-20 and N-29-20 issued in response to the COVID-19 Pandemic, which allows local and state legislative bodies to hold meetings by web and teleconference, and to make meetings accessible to the public electronically. Those present at the meeting were:

- Directors Present: John Bennett, President  
Sue Redfern-West, Vice-President  
Mike Stearns, Secretary  
Michael Linneman, Director  
Ross Koda, Director
- Directors Absent: None
- District Staff Present: Ara Azhderian, General Manager  
John Paul Otollo, Treasurer & Controller  
Juan Cadena, Water Resources Manager  
Lorena Chagoya, Ethics & Compliance Officer
- Others Present: Philip Williams, General Counsel  
Diane Rathmann, Of Counsel  
Doug Brown, Bond Counsel  
Jonathan Guz, Bond Counsel  
Robert Porr, Municipal Advisor  
Lora Carpenter, Municipal Advisor  
Doug Dove, Proposition 218 Special Benefits Engineer  
Chris Tozlian, Consulting Accountant  
Sam Banach, Consulting Accountant  
Scott Brin, Consulting Accountant  
Marguerite Patil, Contra Costa Water District  
Frances Mizuno, San Luis & Delta-Mendota Water Authority  
Jose Gutierrez, Westlands Water District  
Palmer McCoy, Grassland Basin Authority

**ANNOUNCEMENT PURSUANT TO GOVERNMENT CODE SECTION 54952.3**

Pursuant to the Brown Act, let it be known that Directors do not receive compensation or a stipend for simultaneous or serial order meetings of Panoche Water District, Panoche Drainage District, the Panoche Financing Authority, and/or the Panoche Resource Conservation District.

**CALL TO ORDER**

President Bennett called the regular meeting to order at 9:04 a.m.

**REVIEW OF AGENDA**

General Manager Azhderian reported that a clerical error in Agenda Item 9 needed to be corrected to include the addition of a Purchase Contract.

**ROLL CALL**

A quorum of the Board and presence of the District's Officers were confirmed.

**POTENTIAL CONFLICTS OF INTEREST**

No conflicts were reported.

**PUBLIC COMMENT**

There was no public comment.

**DIVISION REPORTS**

- A. Water Resources Manager, Juan Cadena reported deliveries were slow and that staff were working on various maintenance projects including repair of leaking pipes at Station 3 and cleaning of the Contour, Old Main, and T-Canals.
- B. Controller, JP Otollo reported accounting staff were performing calendar year-end functions including preparing annual tax forms, reviewing vendor contracts, and updating insurance certificates. Staff were also analyzing 2021 fiscal-year Operations and Maintenance costs to help inform the 2022 fiscal-year budget. The water department, he said, was processing the December billing, updating water supply balances, and communicating with growers about rescheduling, supplemental water, and new water year applications and Reclamation Reform Act reporting. Lastly, Otollo reported that the San Joaquin River Water Quality Improvement Project accounting function transitions from the Drainage District to the Grassland Basin Authority on December 1, 2020, and that work continued on pending SJRIP related costs.
- C. Ethics & Compliance Officer, Lorena Chagoya reported the District experienced no liability nor workers compensation claims, including COVID cases, in the month of December. She also reported that there have been no activity on the Speak Up Hotline. She stated the job postings for the electrician and accounting specialist positions had closed and staff were working to set interview dates and that the Field Safety & Compliance Officer, Pat Fuentes, was no longer employed by the District and that his tasks were being delegated to other employees to ensure continuity. She reported on trainings being performed for District staff, safety inspections, and other compliance activities.

*At approximately 9:30 a.m., President Bennett adjourned the Panoche Drainage District and Panoche Resource Conservation District meetings to Wednesday, January 13, 2021, suspended the Panoche Financing Authority meeting, and continued the Panoche Water District-ONLY meeting*

**LOS VAQUEROS RESERVOIR EXPANSION PROJECT UPDATE**

General Manager Azhderian introduced Marguerite Patil, the Assistant General Manager of Policy and External Affairs for Contra Costa Water District. Azhderian explained that the Contra Costa Water District and their "Local Agency Partners" are currently evaluating the Los Vaqueros Reservoir Expansion Project Phase 2 (Project). He said the District has been participating in the evaluation since 2019 through an Activity Agreement with the San Luis & Delta-Mendota Water Authority, along with Byron-Bethany, Del Puerto, and Westlands water districts, and that Patil was going to update the Board on Project

progress and next steps. Patil presented the Board an overview of the Project, the potential benefits, options for participation, preliminary cost estimates and allocations, environmental documentation and feasibility report, formation of a Project joint-powers authority, and next steps and schedule. Patil responded to questions from the Board and expressed Contra Costa’s appreciation for the District’s participation in the Project.

**THE BOARD TO REVIEW AND CONSIDER APPROVING AS TO FORM 1) A CONTINUING DISCLOSURE CERTIFICATE, 2) AN INSTALLMENT PURCHASE AGREEMENT AND 3) A PURCHASE CONTRACT IN SUPPORT OF ANTICIPATED FUTURE FINANCING FOR THE REPAYMENT OF THE DISTRICT’S ALLOCATED COSTS FOR CONSTRUCTION OF THE CENTRAL VALLEY PROJECT AND OTHER ACTIVITIES**

General Counsel Williams introduced Jonathan Guz, an associate in Stradling's Public Finance group, the District’s Bond Counsel, and explained the Stradling team had prepared the various documents in anticipation of future financing of the District’s pre-payment of its CVP capital obligation and other activities necessary to implement the District’s forthcoming 9(d) CVP contract. Guz presented the Board with the various documents and reviewed each in detail. He noted the Installment Purchase Agreement was the core document and that the Board’s consideration today was as to the form of the various documents; the blanks in each would be filled in at the time of bond issuance when the actual numbers and other information would be available. After consideration, on a motion by Director Redfern-West, seconded by Director Linneman, the Board unanimously approved the form of the Continuing Disclosure Certificate, the Installment Purchase Agreement, and the Purchase Contract.

The vote on the matter was as follows:

Ayes: Bennett, Redfern-West, Stearns, Linneman, Koda  
 Nays: None  
 Abstain: None  
 Absent: None

**THE BOARD TO REVIEW AND CONSIDER ADOPTING A RESOLUTION AUTHORIZING 1) THE ISSUANCE OF REVENUE BONDS BY THE PANOCHÉ FINANCING AUTHORITY OF A SUM NOT TO EXCEED \$38,000,000 IN AGGREGATE PRINCIPAL; 2) APPROVING THE EXECUTION AND DELIVERY OF CERTAIN DOCUMENTS IN CONNECTION THEREWITH AND AUTHORIZING CERTAIN OTHER MATTERS; AND 3) MAKING FINDINGS OF EXEMPTION UNDER THE CALIFORNIA ENVIRONMENTAL QUALITY ACT**

General Manager Azhderian presented the Board with the draft Resolution and explained the amount being considered was an up-to and that the actual amount ultimately would likely be less. General Counsel Williams noted the Board’s consideration was not about the form of the Resolution, as had been the case with the previous documents, but rather its substance. He invited Mr. Guz to review the Resolution in detail with the Board. After consideration, on a motion by Director Stearns, seconded by Director Linneman, the Board unanimously approved the Resolution authorizing the issuance of bonds, approving related actions, and finding the actions exempt under CEQA.

The vote on the matter was as follows:

Ayes: Bennett, Redfern-West, Stearns, Linneman, Koda  
 Nays: None  
 Abstain: None  
 Absent: None

*At approximately 10:42 a.m., President Bennett suspended the Panoche Water District meeting and resumed the Panoche Financing Authority-ONLY meeting.*

*At approximately 10:55 a.m., President Bennett adjourned the Panoche Financing Authority meeting and resumed the Panoche Water District-ONLY meeting.*

**APPROVAL OF CONSENT CALENDAR**

General Manager Azhderian and Controller John Paul Otollo presented the Board the Consent Calendar, which included: 1) DRAFT minutes from the September 08, 2020, regular meeting of the Board; 2) DRAFT minutes from the September 29, 2020, special meeting of the Board; 3) the monthly financial statements for the period ending December 31, 2020; and 4) the Director’s Monthly Credit Card Usage Report. After consideration, on a motion by Director Redfern-West, seconded by Director Linneman, the Board unanimously accepted the Consent Calendar.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO CONDUCT ITS ANNUAL REVIEW AND CONSIDERATION OF THE DISTRICT’S GROUNDWATER CONVEYANCE POLICY**

General Manager Azhderian presented the Board with the Policy for annual review. He reviewed the proposed changes with special attention to the proposed relaxation of blended salinity and boron if the District’s 2021 CVP water allocation were to be less than 10 percent of contract. Azhderian explained that the proposed standards were informed water quality sampling performed by the District during the 2014-2016 CVP water supply shortages. After consideration, on a motion by Director Stearns, seconded by Director Koda, the Board unanimously accepted the Groundwater Conveyance Policy as amended to include language stating the District will work with individual growers to attempt to address particularly sensitive crops and/or stages of development.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER APPROVING A WATER USER’S REQUEST TO TRANSFER CVP WATER OUT OF THE DISTRICT, CONSISTENT WITH THE DISTRICT’S CVP WATER TRANSFER POLICY**

General Manager Azhderian reported to the Board that A-Bar Ag Enterprises was requesting to transfer 100 acre-feet from their account in Panoche to San Luis Water District for pre-irrigation. He explained A-Bar had transferred 557 acre-feet into the District during the contract water -year, which was delivered at the District’s lower Supplemental O&M rate of \$98 per acre-foot. A-Bar is requesting the Transfer Policy’s regular Base Supply O&M charge of \$119 per acre-foot that is usually applied to transfers-out of CVP water be waived because District facilities will not be used to facilitate the transfer and in consideration of the O&M they have paid to deliver the supplemental water they transferred into the District. Azhderian noted that the transfer-out, if approved, would not exacerbate the District’s overall water supply balance as A-Bar will adjust their irrigation plans relative to their remaining supply. After consideration, on a motion by Director Stearns, seconded by Director Redfern-West, the Board approved the request and waived the Transfer Policy’s O&M charge.



The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns
Nays:	None
Abstain:	Koda, Linneman
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER APPROVING FINANCIAL MODEL TO INFORM A NEW RATE STRUCTURE FOR THE RECOVERY OF THE DISTRICT’S COSTS THROUGH FUTURE LAND-BASED ASSESSMENTS AND WATER RATES**

General Manager Azhderian explained to the Board that since the District was preparing to go through a Proposition 218 landowner election seeking approval to establish a land-based special benefits assessment to support the anticipated future financing of the District’s pre-payment of its CVP capital obligation and other activities necessary to implement the District’s forthcoming 9(d) CVP contract, now would be the time to consider any other potential changes to the District’s rate structure so as to maximize the value of the complex and expensive Proposition 218 process. He explained that the District had been working with K-Coe Isom accountancy to develop a financial forecasting model to help inform future, potential rate changes. Azhderian introduced Chris Tozlian, Principal with K-Coe to present and review the model with the Board. Tozlian said the purpose of the model was to illustrate the impact of potential rate changes to land-based and water-based rates. He explained the model pulled from 10-years of the District’s financial and water delivery data to forecast future costs and rates. He explained the operable tab was “Assumptions” wherein a number of variables could be changed to demonstrate the forecasted effect. By using the model, Tozlian explained, the District could experiment with different rate proposals to see how costs would shift between water and land based charges. Tozlian and Azhderian responded to a number of questions from the Board, including how a stand-by charge might be structured, the implications of shifting current water-based costs to land-based, management of delinquencies, and the size of potential reserve funds for the prospective bond and water rate stabilization. After discussion, the Board directed staff to continue development of the model and to perform outreach to District growers to gain additional perspective about the potential changes. No action was taken.

*At approximately 12:38 p.m., President Bennett called for a 30-minute lunch break.*

**THE BOARD TO REVIEW AND CONSIDER APPROVING PAYMENT OF BILLS.**

Controller Otollo presented the Board the monthly accounts payable for review. After consideration, on a motion by Director Stearns, seconded by Director Koda, the Board unanimously approved payment of the bills.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER AUTHORIZING REVISIONS TO THE DISTRICT’S EMERGENCY COVID-19 PANDEMIC RESPONSE POLICY**

General Manager Azhderian presented the Board a draft revised COVID-19 Pandemic Response Policy. He explained that the proposed revisions stem from the ongoing effort to reflect changing state and federal guidance and new requirements recently imposed by the California Occupational Safety and Health Administration. He said the revision repeals certain supplemental policies that were related to the

federal Families First Coronavirus Response Act, which expired on December 31, 2020, and replaces others with the new CalOSHA created COVID-19 Prevention Program. After consideration, on a motion by Director Stearns, seconded by Director Linneman, the Board unanimously authorized the COVID-19 Policy revisions as presented.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER AUTHORIZING EXECUTION OF A SERVICE AGREEMENT WITH THE PANOCHÉ RESOURCE CONSERVATION DISTRICT TO PROVIDE FOR ITS ADMINISTRATION AND OPERATION**

General Manager Azhderian requested the Board consider authorizing execution of a Service Agreement with the Panoche Resource Conservation District. He explained that the Fresno County Local Agency Formation Commission was performing its routine, periodic Municipal Services and Sphere of Influence reviews, which includes the Conservation District and, as part of that effort, were requesting certain actions be performed by the Conservation District. Azhderian recommended that, given historically the Water District had provided the Conservation District its administrative and operational services, a Service Agreement be executed to continue the work and respond the LAFCo request. After consideration, on a motion by Director Redfern-West, seconded by Director Linneman, the Board unanimously authorized the execution of the Service Agreement.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**CONTROLLER’S REPORT**

Controller Otollo presented the Board the monthly FY 2020-21 Budget-to-Actual Report.

**REPORTS UNDER DISTRICT POLICES**

General Manager Azhderian briefly reported on his attendance, and that of Water Resources Manager Cadena and Drainage Specialist Mike Gonzalez, at meetings of the San Luis & Delta-Mendota Water Authority Grassland Basin Drainage Steering Committee, the Central Delta-Mendota Groundwater Sustainability Agency, and the Grassland Basin Authority.

**GENERAL MANAGER’S REPORT**

General Manager Azhderian updated the Board on the District’s water supplies and deliveries, supplemental water, and staffing issues.

*At approximately 1:39 p.m., President Bennett adjourned the Panoche Water District meeting until 9:00 a.m. Wednesday, January 13, 2021.*

*At approximately 9:00 a.m., Wednesday, January 13, 2021, President Bennett called the Panoche Water and Drainage Districts Boards back to order for a JOINT meeting.*

**JOINT CLOSED SESSION**

General Counsel Williams announced that the Panoche Water and Drainage Districts Boards would meet jointly in closed session for a conference with legal counsel pursuant to Government Code Section 54956.9, subdivision (d), paragraphs (1), (2), or (3).

*At approximately 9:01 a.m., President Bennett called the joint closed session to order.*

*At approximately 9:10 a.m., President Bennett adjourned the joint closed session.*

**JOINT CLOSED SESSION REPORT**

General Counsel Williams reported the Boards met jointly with legal counsel in closed session and took no reportable action.

*At approximately 9:11 a.m., President Bennett suspended the Panoche Drainage District meeting and continued the Panoche Water District-ONLY meeting.*

**PANOCHÉ WATER DISTRICT-ONLY CLOSED SESSION**

General Counsel Williams announced that the Panoche Water District Board would meet in closed session for a conference with legal counsel pursuant to Government Code Section 54956.9, subdivision (d), paragraphs (2), or (3).

*At approximately 9:11 a.m., President Bennett called the closed session to order.*

*At approximately 11:06 a.m., President Bennett adjourned the closed session.*

**PANOCHÉ WATER DISTRICT-ONLY CLOSED SESSION REPORT**

General Counsel Williams reported the Board met with legal counsel and authorized a counterproposal for settlement regarding an item of litigation, the terms of which will be available to the public in the event the settlement becomes final. Williams reported the Board took no additional reportable action.

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

There was no report.

**FUTURE MEETING DATES**

A special meeting of the Board was scheduled for January 26<sup>th</sup> at 9:00 a.m. The next regular meeting of the Board was scheduled for February 9, 2021, at 9:00 a.m.

**ADJOURNMENT**

With no further business on the agenda, President Bennett adjourned the meeting at 11:07 a.m.

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JOHN BENNETT, President

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MIKE STEARNS, Secretary



**PANOCHÉ WATER DISTRICT MEETING MINUTES  
REGULAR MEETING OF THE BOARD OF DIRECTORS  
June 08, 2021, at 9:00 A.M.**

A regular meeting of the Board of Directors was held in accordance with Governor Newsom’s Executive Orders N-25-20 and N-29-20 issued in response to the COVID-19 Pandemic, which allows local and state legislative bodies to hold meetings by web and teleconference, and to make meetings accessible to the public electronically. Those present at the meeting were:

- Directors Present: John Bennett, President  
Sue Redfern-West, Vice-President  
Mike Stearns, Secretary  
Michael Linneman, Director  
Ross Koda, Director
- Directors Absent: None
- District Staff Present: Ara Azhderian, General Manager  
John Paul Otollo, Treasurer & Controller  
Juan Cadena, Water Resources Manager  
Lorena Chagoya, Ethics & Compliance Officer
- Others Present: Philip Williams, General Counsel  
Diane Rathmann, Of Counsel  
Aaron Barcellos, A-Bar Ag Enterprises  
Palmer McCoy, Grassland Basin Authority

**ANNOUNCEMENT PURSUANT TO GOVERNMENT CODE SECTION 54952.3**

Pursuant to the Brown Act, let it be known that Directors do not receive compensation or a stipend for simultaneous or serial order meetings of Panoche Water District, Panoche Drainage District, the Panoche Financing Authority, and/or the Panoche Resource Conservation District.

**CALL TO ORDER**

President Bennett called the regular meeting to order at 9:02 a.m.

**REVIEW OF AGENDA**

General Manager Azhderian reported Item 9 was not ripe and would be scratched from the Agenda and considered at a future date.

**ROLL CALL**

A quorum of the Board and presence of the District’s Officers were confirmed.

**POTENTIAL CONFLICTS OF INTEREST**

No conflicts were reported.

**PUBLIC COMMENT**

There was no public comment.

**DIVISION REPORTS**

- A. Water Resources Manager, Juan Cadena reported the District was delivering approximately 125 cfs. He said staff was repairing washouts on canal banks throughout the Water District, cleaning spoils after maintenance of the Buick Drain, and cleaning the Grassland Bypass Channel. Related to Groundwater Sustainability Plan, Cadena said staff would be collecting water quality samples to test for nitrates, boron, and total dissolved solids.
  
- B. Controller, JP Otollo reported the water department was focused on monitoring water usage and updating water balances on a daily basis. They are also reconciling the May delivery data and preparing the monthly billing. In addition to their routine duties, Otollo said the accounting staff were also supporting the ongoing financial audit of the Drainage District, which began two-weeks prior.
  
- C. Ethics & Compliance Officer, Lorena Chagoya reported that there had been no liability nor COVID-19 cases reported in the month of May. She also said that there had been no activity on the Speak Up Hotline. Chagoya report that there was one workers compensation claim opened and that the District’s Human Resources Generalist, German Rodriguez, would be out on leave of absence until August and that she would be working with Contracts Administrator, Elisa Cardoza, to cover the human resources tasks. She informed the Board of ongoing safety inspections and job specific trainings, both completed and scheduled. Chagoya stated that the two-hour Annual Ethics & Compliance and Code of Conduct training or all District employees had been completed in May and that the same training for all of the Board members had been scheduled for June 9, 2021. Chagoya concluded by saying election notices for both the Water and Drainage districts had been sent out to respective landowners.

*At approximately 9:20 a.m., President Bennett suspended the Panoche Drainage District meeting and continued the Panoche Water District-ONLY meeting*

**APPROVAL OF CONSENT CALENDAR**

General Manager Azhderian and Controller John Paul Otollo presented the Board the Consent Calendar, which included: 1) the monthly financial statements for the period ending May 31, 2021; and 2) the Director’s Monthly Credit Card Usage Report. After consideration, on a motion by Director Linneman, seconded by Director Redfern-West, the Board unanimously approved the Consent Calendar.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER ADOPTING A RESOLUTION CERTIFYING THE 2021 PROPOSITION 218 SPECIAL BENEFITS ASSESSMENT ELECTION RESULTS AND AUTHORIZING ACTIONS TO IMPLEMENT THE ASSESSMENT**

General Manager Azhderian presented the Board with the draft resolution. He explained that following the June 2<sup>nd</sup> Proposition 218 Public Hearing and the overwhelming support for passage of the Special Benefits Assessment, the purpose of the resolution was to certify the election results and authorize levying of the special assessment for Contractual Obligations. General Counsel Williams

reviewed the resolution in detail with the Board. After consideration, on a motion by Director Stearns, seconded by Director Linneman, the Board unanimously adopted the Resolution.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER AUTHORIZING NEGOTIATION OF AN AGREEMENT WITH ASHLY AND LINDSAY SYLVIA LIMITED PARTNERSHIPS TO ADDRESS ACCOUNT DELINQUENCY**

General Manager Azhderian reported to the Board that the Sylvia family had been leasing their land to Dresick Farms and that upon termination of the lease, Dresick left the family with a significant account delinquency. He explained the District has been working with Dresick to resolve the delinquency and that, following previous Board approval, a mediator has been engaged to help reconcile the matter. Azhderian recommended in light of the ongoing mediation, that the Board consider authorizing the negotiation of an agreement with the Sylvia family that will both protect the interests of the District while allowing the Sylvia family to transfer their allocated supplemental supply so that the family may be afforded some income in the absence of a tenant and the water can be put to good use within the District. After consideration, on a motion by Director Redfern-West, seconded by Director Stearns, the Board authorized negotiation of an agreement with the Sylvia family.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER AUTHORIZING EXECUTION OF A WATER TRANSFER AGREEMENT WITH CONTRA COSTA WATER DISTRICT AND FILING OF A NOTICE OF EXEMPTION UNDER THE CALIFORNIA ENVIRONMENTAL QUALITY ACT**

General Manager Azhderian requested the Board authorize execution of a water transfer agreement with Contra Costa Water District. He explained that as part of the Los Vaqueros Reservoir Expansion Project, Contra Costa was offering to make available a quantity of water in 2021 for return at a future date to demonstrate the feasibility of certain operations and receipt of Reclamation approvals that will be useful for the Project. Azhderian reviewed the draft Cooperative Agreement with the Board and General Counsel Williams review the Notice of Exemption pursuant to the California Environmental Quality Act. After consideration, on a motion by Director Stearns, seconded by Director Linneman, the Board authorized negotiation of an agreement with the Sylvia family.

The vote on the matter was as follows:

Ayes:	Bennett, Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	None

**THE BOARD TO REVIEW AND CONSIDER AUTHORIZING TEMPORARY WAIVER OF VACATION ACCRUAL CAP FOR CANAL OPERATORS**

General Manager Azhderian reported to the Board that as a result of recent lay offs due to the extreme drought conditions, the District is operating with only one Canal Operator, who is necessarily working extended days and hours, which inhibits his ability to use accrued vacation time. Absent the waiver, Azhderian said, the result will be the avoidable loss of his vacation accrual; therefore, he recommended the Board authorize a temporary waiver of the vacation accrual cap for the Canal Operator for the current fiscal-year, March 1, 2021, through February 28, 2022, or until conditions return that will facilitate his use of accrued vacation. After consideration, on a motion by Director Redfern-West, seconded by Director Linneman, the Board authorized the temporary waiver.

The vote on the matter was as follows:

Ayes: Bennett, Redfern-West, Stearns, Linneman, Koda  
 Nays: None  
 Abstain: None  
 Absent: None

**THE BOARD TO REVIEW AND CONSIDER APPROVING PAYMENT OF BILLS.**

Controller Otollo presented the Board the monthly accounts payable for review. After consideration, on a motion by Director Stearns, seconded by Director Linneman, the Board unanimously approved payment of the bills.

The vote on the matter was as follows:

Ayes: Bennett, Redfern-West, Stearns, Linneman, Koda  
 Nays: None  
 Abstain: None  
 Absent: None

**CONTROLLER’S REPORT**

Controller Otollo presented the Board the monthly FY 2020-21 Budget-to-Actual Report.

**REPORTS UNDER DISTRICT POLICES**

General Manager Azhderian briefly reported on his attendance, and that of Water Resources Manager Cadena and Drainage Specialist Mike Gonzalez, at meetings of the San Luis & Delta-Mendota Water Authority Grassland Basin Drainage Steering Committee, the Central Delta-Mendota Groundwater Sustainability Agency, and the Grassland Basin Authority.

**GENERAL MANAGER’S REPORT**

General Manager Azhderian updated the Board on the District’s water supplies and deliveries, supplemental water, and water quality.

**PANOCHÉ WATER DISTRICT-ONLY CLOSED SESSION**

General Counsel Williams announced that the Panoche Water District Board would meet in closed session for a conference with legal counsel pursuant to Government Code Section 54956.9, subdivision (d), paragraphs (2) and/or (3).

*At approximately 10:15 a.m., President Bennett called the closed session to order.*



*At approximately 10:51 a.m., President Bennett adjourned the closed session.*

**PANOCHÉ WATER DISTRICT-ONLY CLOSED SESSION REPORT**

General Counsel Williams reported the Board met with legal counsel in closed session and took no reportable action.

*At approximately 10:52 a.m., President Bennett resumed the Panoche Drainage District Board meeting for a JOINT session.*

**JOINT CLOSED SESSION**

General Counsel Williams announced that the Panoche Water and Drainage Districts Boards would meet jointly in closed session for a conference with legal counsel pursuant to Government Code Section 54956.9, subdivision (d), paragraphs (1), (2), and/or (3).

*At approximately 10:52 a.m., President Bennett called the joint closed session to order.*

*At approximately 11:14 a.m., President Bennett adjourned the joint closed session.*

**JOINT CLOSED SESSION REPORT**

General Counsel Williams reported the Board met with legal counsel in closed session and took no reportable action.

*At approximately 9:11 a.m., President Bennett suspended the Panoche Drainage District meeting and continued the Panoche Water District-ONLY meeting.*

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

There was no report.

**FUTURE MEETING DATES**

A special meeting of the Board was scheduled for June 22<sup>nd</sup> at 10:00 a.m. The next regular meeting of the Board was scheduled for July 13, 2021, at 9:00 a.m.

**ADJOURNMENT**

With no further business on the agenda, President Bennett adjourned the meeting at 11:15 a.m.

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JOHN BENNETT, President

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MIKE STEARNS, Secretary



**PANOCHÉ WATER DISTRICT MEETING MINUTES  
SPECIAL MEETING OF THE BOARD OF DIRECTORS  
June 22, 2021, at 10:00 A.M.**

A special meeting of the Board of Directors was held in accordance with Governor Newsom’s Executive Orders N-25-20 and N-29-20 issued in response to the COVID-19 Pandemic, which allows local and state legislative bodies to hold meetings by web and teleconference, and to make meetings accessible to the public electronically. Those present at the meeting were:

- Directors Present: John Bennett, President  
Mike Stearns, Secretary  
Ross Koda, Director
- Directors Absent: Sue Redfern-West, Vice-President  
Michael Linneman, Director
- District Staff Present: Ara Azhderian, General Manager
- Others Present: Philip Williams, General Counsel  
Diane Rathmann, Of Counsel  
Doug Brown, Bond Counsel  
Jonathan Guz, Bond Counsel  
Robert Porr, Municipal Advisor  
Lora Carpenter, Municipal Advisor  
Steve Smith, Turlock Fruit Company

**ANNOUNCEMENT PURSUANT TO GOVERNMENT CODE SECTION 54952.3**

Pursuant to the Brown Act, let it be known that Directors do not receive compensation or a stipend for simultaneous or serial order meetings of Panoche Water District, Panoche Drainage District, the Panoche Financing Authority, and/or the Panoche Resource Conservation District.

**CALL TO ORDER**

President Bennett called the meeting to order at 10:05 a.m.

**ROLL CALL**

A quorum of the Board and presence of the District’s Officers were confirmed.

**POTENTIAL CONFLICTS OF INTEREST**

No conflicts were reported.

*At approximately 10:06 a.m., President Bennett suspended the Panoche Water District meeting and continued the Panoche Financing Authority-ONLY meeting.*

*At approximately 10:54 a.m., President Bennett adjourned the Panoche Financing Authority meeting and continued the Panoche Water District-ONLY meeting.*

**REVIEW OF AGENDA**

General Manager Azhderian reported the District had received an urgent message late Monday afternoon, June 21<sup>st</sup>, from LAT Farming Trust requesting an emergency transfer of 100 acre-feet of water to Pacheco Water District, where they were out of water and at risk of irreversible crop damage. Azhderian requested the Board take action to add the matter to the Agenda. After consideration, on a motion by Director Stearns, seconded by Director Koda, the Board added the matter as Agenda Item #8 for further consideration.

The vote on the matter was as follows:

Ayes:	Bennett, Stearns, Koda
Nays:	None
Abstain:	None
Absent:	Redfern-West, Linneman

**PUBLIC COMMENT**

Mr. Steve Smith with Turlock Fruit expressed his concern over boron levels coming from groundwater being pumped from a number of wells using the District’s Main Canal. He stated petiole sampling performed by Turlock Fruit indicated high levels of boron in the plant tissue and he was concerned about the potential effect upon his crop production and marketability. He requested the District cease all groundwater conveyance in the Main Canal for a week and sample the water quality after to determine the difference. This would also give him a chance to apply fresher water to his crop. General Manager Azhderian reported the District has been working to balance growers’ interest in increasing water supply with growers’ interest in better water quality and that he and Water Resources Manager Juan Cadena had met with Mr. Smith to discuss his water quality concerns and potential modifications to the District’s conveyance system to provide Turlock Fruit with fresher sources of water. Azhderian noted that the wells using the District’s system were not likely the only sources of Boron, that water coming in from the Central California Irrigation District’s Outside Canal and drainage seeping into the lower sections of the Main Canal may also be carrying it. He recommended the District pull samples at a number of locations along the Main Canal now, shut down the wells currently using it, and then pull another set of samples at the same locations in a week to measure the difference. The Board concurred with the recommendation and Mr. Smith offered his appreciation for their consideration and responsiveness.

**THE BOARD TO REVIEW AND CONSIDER ADOPTING A RESOLUTION APPROVING THE DISTRICT’S PORTION OF A PRELIMINARY OFFICIAL STATEMENT IN CONNECTION WITH BONDS TO BE ISSUED BY THE PANOCHÉ FINANCING AUTHORITY, AND AUTHORIZING CERTAIN OTHER MATTERS**

General Manager Azhderian presented the Board a draft Resolution and explained this consideration was related to the report and action taken earlier by the Panoche Financing Authority, though focused more so on the Water District’s portion of the Preliminary Official Statement. Azhderian reintroduced Bond Counsel Doug Brown who reviewed the Resolution in detail with the Board. After consideration, on a motion by Director Koda, seconded by Director Stearns, the Board adopted the Resolution as presented.

The vote on the matter was as follows:

Ayes:	Bennett, Stearns, Koda
Nays:	None
Abstain:	None
Absent:	Redfern-West, Linneman

**THE BOARD TO REVIEW AND CONSIDER APPROVING REQUEST FROM EMPRESAS DEL BOSQUE INC., TO TRANSFER UP-TO 15 ACRE-FEET TO PACHECO WATER DISTRICT**

General Manager Azhderian presented the Board a request from Empresas Del Bosque Inc., to transfer up-to 15 acre-feet of water to Pacheco Water District. He explained that supplemental water was not currently available in Pacheco and that in order to protect their melon crop in Pacheco, they were abandoning their asparagus crop in Panoche and requesting the transfer. Azhderian noted that consistent with the District’s Water Transfer Policy, District Operations & Maintenance costs would be applied to the transfer. After consideration, on a motion by Director Stearns, seconded by Director Koda, the Board approved the transfer request.

The vote on the matter was as follows:

Ayes: Bennett, Stearns, Koda  
 Nays: None  
 Abstain: None  
 Absent: Redfern-West, Linneman

**THE BOARD TO REVIEW AND CONSIDER APPROVING REQUEST FROM LAT FARMING TRUST TO TRANSFER 100 ACRE-FEET TO PACHECO WATER DISTRICT**

General Manager Azhderian reported to the Board that he had received an email late on June 21<sup>st</sup> from LAT Farming Trust requesting the emergency transfer. He said LAT stated they were out of water in Pacheco, that they did not have access to well water at that ranch, and that Pacheco did not have any supplemental sources available. LAT explained their crop needed irrigation immediately to avoid irreparable damage. Azhderian noted that LAT had transferred more water into Panoche this year than they were requesting to transfer out and recommended the request be approved. After consideration, on a motion by Director Koda, seconded by Director Stearns, the Board approved the transfer request.

The vote on the matter was as follows:

Ayes: Bennett, Stearns, Koda  
 Nays: None  
 Abstain: None  
 Absent: Redfern-West, Linneman

**CLOSED SESSION**

General Counsel Williams announced that the Panoche Water District Board would meet in closed session for a conference with legal counsel on anticipated litigation pursuant to Government Code Section 54956.9(d), paragraphs (2) or (3).

*At approximately 11:20 a.m., President Bennett called the closed session to order.*

*At approximately 11:40 a.m., President Bennett adjourned the closed session.*

**CLOSED SESSION REPORT**

General Counsel Williams reported the Board met with legal counsel in closed session and took no reportable action.

**FUTURE MEETING DATES**

A special meeting of the Board was scheduled for July 16<sup>th</sup> at 9:00 a.m. The next regular meeting of the Board was scheduled for July 13, 2021, at 9:00 a.m.

**ADJOURNMENT**

With no further business on the agenda, President Bennett adjourned the meeting at 11:40 a.m.

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JOHN BENNETT, President

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MIKE STEARNS, Secretary

DRAFT

**PANOCHÉ WATER DISTRICT MEETING MINUTES  
SPECIAL MEETING OF THE BOARD OF DIRECTORS  
July 16, 2021, at 9:00 A.M.**

A special meeting of the Board of Directors was held in accordance with Governor Newsom’s Executive Order N-09-21, issued in response to the COVID-19 Pandemic, which allows local and state legislative bodies to hold meetings by web and teleconference, and to make meetings accessible to the public electronically. Those present at the meeting were:

Directors Present: Sue Redfern-West, Vice-President  
Mike Stearns, Secretary  
Michael Linneman, Director  
Ross Koda, Director

Directors Absent: John Bennett, President

District Staff Present: Ara Azhderian, General Manager

Others Present: Philip Williams, General Counsel  
Doug Brown, Bond Counsel  
Jonathan Guz, Bond Counsel  
Lora Carpenter, Municipal Advisor

**ANNOUNCEMENT PURSUANT TO GOVERNMENT CODE SECTION 54952.3**

Pursuant to the Brown Act, let it be known that Directors do not receive compensation or a stipend for simultaneous or serial order meetings of Panoche Water District, Panoche Drainage District, the Panoche Financing Authority, and/or the Panoche Resource Conservation District.

**CALL TO ORDER**

Secretary Stearns called the meeting to order at 9:03 a.m.

**ROLL CALL**

A quorum of the Board was present. In the absence of President Bennett, Secretary Stearns presided over the meeting.

**POTENTIAL CONFLICTS OF INTEREST**

There was no conflict reported.

**PUBLIC COMMENT**

There was no public comment.

**CLOSED SESSION**

General Counsel Williams announced that the Panoche Water District Board would meet in closed session for a conference with legal counsel on anticipated litigation pursuant to Government Code Section 54956.9(d), paragraphs (1), (2), and/or (3).

*At approximately 9:04 a.m., Secretary Stearns called the closed session to order.*

*At approximately 9:27 a.m., Secretary Stearns adjourned the closed session.*

### **CLOSED SESSION REPORT**

General Counsel Williams reported that the Board met in closed session to review and accept the terms of a Settlement Agreement with the San Luis & Delta-Mendota Water Authority, and to provide direction to execute the Authority Settlement Agreement as presented.

The vote on the matter was as follows:

Ayes:	Redfern-West, Stearns, Linneman, Koda
Nays:	None
Abstain:	None
Absent:	Bennett

The key terms of the Authority Settlement Agreement are:

Panoche agreed that the Water Authority sustained damages as a result of unauthorized diversions of water by Panoche during the period from January 1, 2009, through April 30, 2015, from a diversion located at mile marker 95.58 on the Delta Mendota Canal, a second diversion at mile marker 91.71 of the Delta Mendota Canal, and a third diversion at turnout 97.51 of the San Luis Canal, in a total quantity of approximately 53,388 acre-feet.

Panoche agreed to pay the Water Authority: (1) unpaid OM&R costs associated with the Released Conduct in the amount of \$798,653; (2) interest thereon at the long-term Applicable Federal Rates (“AFR”) up through the date of payment by Panoche, which as of July 31, 2021, is \$172,253; (3) the Water Authority’s actual costs of sealing the two DMC diversion sites in the amount of \$17,766; and the costs of Water Authority staff and outside counsel work related to the mediation and negotiation of the Settlement Agreement, which is estimated to be around \$60,000. The total is referred to as the Settlement Amount and is due to be paid in one lump sum to the Water Authority no later than August 31, 2021, and final calculation of interest and the Water Authority’s costs for staff and outside counsel work shall be calculated for the expected actual date of payment.

In exchange for payment of the Settlement Amount, the Water Authority has provided the following limited release: the Water Authority has released Panoche and the United States from liability for unpaid OM&R related to the Released Conduct, interest thereon, closure expenses for the two sites, and the costs of Water Authority staff and outside counsel work related to the mediation and negotiation of the Settlement Agreement. Only liability for these specifically listed items will be released. Without limitation, the release will not encompass any claims by individual member agencies of the Water Authority, any claims against the United States regarding how it allocates the funds it recovers from Panoche, or any claims related to diversions outside the acre-foot, time frame, and geographic limitations of the Released Conduct.

### **FUTURE MEETING DATES**

The next regular meeting of the Board was scheduled for August 10, 2021, at 9:00 a.m.

### **ADJOURNMENT**

With no further business on the agenda, Secretary Stearns adjourned the meeting at 9:31 a.m.

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SUE REDFERN-WEST, Vice-President

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MIKE STEARNS, Secretary



<b>PANOCHÉ WATER DISTRICT</b>		
<b>TREASURER'S MONTHLY FINANCIAL REPORT</b>		
<b>BALANCE SHEET-CURRENT ASSETS &amp; LIABILITIES</b>		
<b>DATE AS OF</b>	<b><u>July 31, 2021</u></b>	<b><u>June 30, 2021</u></b>
<b><u>CURRENT LIABILITIES</u></b>		
ACCOUNTS PAYABLE	\$2,632,602	\$579,283
PREPAYMENTS/CREDIT ACCOUNTS	\$24,293	\$54,507
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$2,656,895</b>	<b>\$633,790</b>
<b><u>CASH AND INVESTMENT ACCOUNTS</u></b>		
O&M CHECKING	\$244,862	\$394,631
PAYROLL CHECKING	\$17,035	\$125,182
2021 BOND ACQUISITION FUND	\$100	-
LAIF	\$3,218,738	\$3,715,377
<b>TOTAL CASH AND INVESTMENTS</b>	<b>\$3,480,736</b>	<b>\$4,235,190</b>
<b><u>ACCOUNTS RECEIVABLES</u></b>		
WATER	\$1,484,939	\$909,555
GROUNDWATER MANAGEMENT FEE	\$759	\$759
DELINQUENT ACCOUNT CHARGES	\$33	\$23
OTHER	\$121,131	\$58,549
PDD SJRIP CASH ADVANCE	\$117,057	\$133,682
PDD CASH ADVANCE	\$81,354	\$92,860
CASH ADVANCE - PROP 84	\$900,000	\$900,000
<b>TOTAL ACCOUNTS RECEIVABLES</b>	<b>\$2,705,273</b>	<b>\$2,095,429</b>
<b>TOTAL CURRENT ASSETS</b>	<b>\$6,186,009</b>	<b>\$6,330,619</b>
<b>NET CURRENT ASSETS (NET CASH POSITION)</b>	<b>\$3,529,114</b>	<b>\$5,696,829</b>

**General Ledger Detail Report  
Summary Report for Period 01 Thru 05 Ending 7/31/2021**




**PANOCHE WATER DISTRICT (PWD)**

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
13112-000					
MECHANIC CKNG #*****8566	1,193,993.19	13,497,004.08	14,446,134.89	949,130.81-	244,862.38
13412-000					
MECHANIC PR#*****7895	49,471.87	878,622.94	911,059.68	32,436.74-	17,035.13
13470-000					
2021 BOND ACQUISITION FUND #9745	0.00	100.00	0.00	100.00	100.00
13520-000					
LOCAL AGENCY INVESTMENT FD	2,369,849.38	4,848,889.03	4,000,000.00	848,889.03	3,218,738.41
<b>Report Total:</b>	4,455,150.57	19,724,716.05	20,699,130.70	974,414.65-	3,480,735.92

RETURN SERVICE REQUESTED

PANOCHE WATER DISTRICT  
 O & M ACCOUNT  
 52027 W ALTHEA AVE  
 FIREBAUGH CA 93622-9401

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**Summary of Accounts**

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXXX8566	\$270,835.23

**PUBLIC CHECKING-XXXXXXXX8566**

**Account Summary**

Date	Description	Amount
07/01/2021	Beginning Balance	\$466,204.56
	19 Credit(s) This Period	\$1,657,431.29
	82 Debit(s) This Period	\$1,852,800.62
07/30/2021	Ending Balance	\$270,835.23

**Electronic Credits**

Date	Description	Amount
07/01/2021	Wire/In/113010547/BBVA/NC2985982/PACIFIC CROWN PARTNERS LLC	\$2,880.00
07/01/2021	Remote Deposit	\$11,775.00
07/02/2021	Remote Deposit	\$124,371.07
07/07/2021	Remote Deposit	\$12,319.47
07/08/2021	Remote Deposit	\$14,673.62
07/09/2021	Wire/In/113010547/BBVA/NC3015274/PACIFIC CROWN PARTNERS LLC	\$486.90
07/09/2021	Remote Deposit	\$99.78
07/12/2021	Infinisource0706 PC Jun21 729296	\$1,850.84
07/12/2021	GRASSLAND BASIN ACH Pmt 5291319759	\$17,419.00
07/12/2021	Remote Deposit	\$422,152.42
07/13/2021	Remote Deposit	\$10,000.00
07/14/2021	PAY INV 7/21 & PARTIAL PYMT 37795	\$112,810.00
07/15/2021	Wire/In/121140218/WESTAMERICA BANK//STATE OF CALIFORNIA	\$500,000.00
07/15/2021	TAKEN OUT OF THE WRONG ACCT - SLDMWA PAID BY WRONG DISTRICT	\$95,248.17
07/16/2021	Remote Deposit	\$73,311.11
07/19/2021	Remote Deposit	\$58,994.87
07/22/2021	Remote Deposit	\$44,589.67
07/27/2021	Remote Deposit	\$39,919.46
07/29/2021	Remote Deposit	\$114,529.91




**Electronic Debits**

Date	Description	Amount
07/09/2021	FUNDS SHOULD HAVE BEEN PUT IN PR ACCT	\$13,548.82
07/13/2021	PAI Services PAI07.13 2383739	\$137.87
07/14/2021	Wire/Out/121137726//SAN LUIS DELTA MENDOTA WATER AUTHOR/CNTRL VAL COM BK	\$95,248.17

RETURN SERVICE REQUESTED

PANOCHE WATER DISTRICT  
 PAYROLL ACCOUNT  
 52027 W ALTHEA AVE  
 FIREBAUGH CA 93622-9401

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**Summary of Accounts**

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXXXX7895	\$23,386.85

**PUBLIC CHECKING-XXXXXXXXXX7895**

**Account Summary**

Date	Description	Amount
07/01/2021	Beginning Balance	\$129,871.98
	3 Credit(s) This Period	\$54,567.31
	16 Debit(s) This Period	\$161,052.44
07/30/2021	Ending Balance	\$23,386.85

**Electronic Credits**

Date	Description	Amount
07/09/2021	FUNDS SHOULD HAVE BEEN PUT IN PR ACCT	\$13,548.82
07/19/2021	JE-124 TRANSFER FUNDS FOR PAYROLL	\$40,000.00
07/22/2021	EDD refund needs to be deposited into the correct act	\$1,018.49

**Electronic Debits**

Date	Description	Amount
07/02/2021	EMPLOYMENT DEVEL EDD EFTPMT 266051872	\$3,140.50
07/02/2021	IRS USATAXPYMT 270158301892952	\$17,362.28
07/02/2021	PANOCHEWATERDIST PE06/30/21 XXXXX2036	\$41,791.39
07/06/2021	JOHN HANCOCK ACH DEBIT 0046568	\$9,821.21
07/20/2021	EMPLOYMENT DEVEL EDD EFTPMT 44921120	\$4,037.71
07/20/2021	IRS USATAXPYMT 270160111383844	\$20,326.91
07/20/2021	PANOCHEWATERDIST PE07/15/21 XXXXX2036	\$42,323.15
07/21/2021	JOHN HANCOCK ACH DEBIT 0046568	\$10,138.08

**Checks Cleared**

Check Nbr	Date	Amount	Check Nbr	Date	Amount	Check Nbr	Date	Amount
2967	07/06/2021	\$1,811.22	2971	07/06/2021	\$1,848.50	2975	07/26/2021	\$1,730.42
2969*	07/07/2021	\$1,133.76	2973*	07/28/2021	\$284.00	2978*	07/28/2021	\$1,776.42
2970	07/22/2021	\$1,801.62	2974	07/22/2021	\$1,725.27			

\* Indicates skipped check number

<b>PANOCHÉ WATER DISTRICT</b>			
<b>Account Receivable Report</b>			
<b>Fiscal Year 03/01/2021 - 02/28/2022</b>			
<b>Report Period 7/31/21 - 8/09/21</b>			
Report Date: 8/10/21			
	<b>Total</b>	<b>Water</b>	<b>Others</b>
Receivable Balance as of July 31, 2021	\$ 1,606,862	\$ 1,485,731	\$ 121,131
Billings:	\$ -	\$ -	\$ -
<b>Total Billings:</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Payments received:</b>			
Payments received:	\$ 159,165	\$ 159,165	\$ -
<b>Total Payments Received:</b>	<b>\$ 159,165</b>	<b>\$ 159,165</b>	<b>\$ -</b>
<b>Receivable Balance as of August 9, 2021</b>	<b>\$ 1,447,697</b>	<b>\$ 1,326,566</b>	<b>\$ 121,131</b>
<b>Outstanding Accounts:</b>			
Total current accounts receivables	\$ 1,420,786	\$ 1,324,459	\$ 96,327
Delinquent accounts receivables	\$ 26,911	\$ 2,107	\$ 24,804
	<b>\$ 1,447,697</b>	<b>\$ 1,326,566</b>	<b>\$ 121,131</b>
<b>Non current receivables - Prior Years</b>	<b>\$ 4,806,020</b>	<b>\$ 1,085,548</b>	<b>\$ 3,720,471</b>



<b>PANOCHÉ WATER DISTRICT</b>				
<b>AGED ACCOUNTS RECEIVABLE, BY DUE DATE</b>				
<b>As Of 7/31/2021, Sorted by Account #</b>				
<b>Name</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>Over 90 Days</b>	<b>Total A/R</b>
1 Hugh Bennett Ranch, Inc.,	1,563.20	-	-	1,563.20
2 Olam West Coast, Inc. (OSVI)	7.66	7.66	525.74	541.06
3 B & C Farms c/o Francisco & Romelia Nunez	2.84	-	-	2.84
	1,573.70	7.66	525.74	2,107.10
<u>Other</u>				
1 Grassland Basin Authority	2,849.44	2,969.39	8,126.08	13,944.91
2 Camp 13 Drainage District	-	-	3,302.63	3,302.63
3 TNT Industrial Contractors, Inc.	-	7,556.34	-	7,556.34
	2,849.44	10,525.73	11,428.71	24,803.88
<b>Total Current Accounts</b>	<b>4,423.14</b>	<b>10,533.39</b>	<b>11,954.45</b>	<b>26,910.98</b>

BACK





Michael Linneman

June 30, 2021

Review period: 05/07/2021- 06/04/2021

Statement and documentation made available: 06/30/2021

I have reviewed the credit card documentation for the Westamerica Community VISA Account (-8512).

Included in the packet were credit card statement detail and supporting documentation. Activity for this time period include charges from the following cardholders:

Mr. Ara Azhderian – General Manager

Mr. Juan Cadena – Director of Operations

Mr. John P. Otollo – Director of Finance and Administration

All charges examined appear valid employer related expenses with complete supporting documents.

Sincerely,



Michael Linneman

BACK



# *PANOCHÉ WATER DISTRICT*

52027 WEST ALTHEA AVE, FIREBAUGH, CA 93622  
TELEPHONE (209) 364-6136 • FAX (209) 364-6122



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## **AUGUST 10, 2021, REGULAR BOARD MEETING MEMORANDUM**

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**TO:** BOARD OF DIRECTORS

**FROM:** ARA AZHDERIAN, GENERAL MANAGER

**SUBJECT:** AGENDA ITEM 8  
DIRECTOR APPOINTMENT

**DATE:** AUGUST 9, 2021

**CC:** LORENA CHAGOYA, ETHICS & COMPLIANCE OFFICER

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**BACKGROUND:** At the July 13, 2021, meeting of the Board of Directors, Vice-President Suzanne Redfern-West announced her retirement from the District's Board effective August 11, 2021. On or before July 23<sup>rd</sup>, the District mailed to all landowners and posted at 3 physical locations within the District's boundary, as well as on the District's web site, a Notice of Appointment stating the Board of Directors will consider appointing a new Director at their next regular meeting scheduled for August 10, 2021. The Notice also explained that should the Board make such an appointment, the new Director will be up for election in November, 2022.

BACK



# *PANOACHE WATER DISTRICT*

52027 WEST ALTHEA AVE, FIREBAUGH, CA 93622  
TELEPHONE (209) 364-6136 • FAX (209) 364-6122



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## **AUGUST 10, 2021, REGULAR BOARD MEETING MEMORANDUM**

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**TO:** BOARD OF DIRECTORS

**FROM:** ARA AZHDERIAN, GENERAL MANAGER

**SUBJECT:** AGENDA ITEM 9  
DELGADO FARMING ADLP LOANS

**DATE:** AUGUST 9, 2021

**CC:** JP OTOLLO, CONTROLLER

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**BACKGROUND:** In 2014 and 2016, the District issued two Agricultural Drainage Loan Program Contracts to Delgado Farming. Since 2018, the accounts have fallen in arrears. The District has met with Delgado Farming to determine a mutually acceptable resolution of the outstanding debt. Delgado Farming is proposing a 7-year repayment schedule to clear the outstanding balance by September 1, 2027.

**RECOMMENDATION:** Approve execution of a loan agreement to restructure Delgado Farming's outstanding ADLP debt so as to achieve repayment by September 1, 2027.

Delgado Farming, Inc.

P. O. Box 663

Firebaugh, Calif. 93622

RE: Panoche Water District- ADLP Loans

Date: July 25, 2021

Proposal for repayment of ADLP Loans:

Consider combining the two loans-

Field 408 Loan- \$ 59, 249.86

Field 416-418 Loan \$ 232, 701.48

Total Loan- \$291, 951.34 7 Year Loan

1<sup>st</sup> Payment due Sept. 1, 2021- \$41, 707.33

2<sup>nd</sup> Payment due Sept. 1, 2022- \$41, 707.33

3<sup>rd</sup> Payment due Sept. 1, 2023 \$41, 707.33

4<sup>th</sup> Payment due Sept. 1, 2024 \$41, 707.33

5<sup>th</sup> Payment due Sept. 1, 2025 \$41, 707.33

6<sup>th</sup> Payment due Sept. 1, 2026 \$41, 707.33

7<sup>th</sup> Payment due Sept. 1, 2027 \$41, 707.33

Sincerely,



George Delgado

Delgado Farming, Inc.

## Panoche Water District Promissory Note and Settlement Agreement

\$[\_\_\_\_\_]

Date: [\_\_\_\_\_]

Firebaugh, California

FOR VALUE RECEIVED, [\_\_\_\_\_] a California [\_\_\_\_\_] with its principal office in [\_\_\_\_\_] California and its mailing address at [\_\_\_\_\_] (hereafter referred to as “Debtor”), hereby unconditionally promises to pay to the order of **PANOCHÉ WATER DISTRICT**, a public agency duly formed under Section 34000 et seq. of the California Water Code, having an office at 52027 W. Althea Avenue, Firebaugh, California 93622 (hereafter referred to as “Panoche”), the principal sum of [\_\_\_\_\_] (the “Settlement Amount”) at Panoche’s office, or at such other place as Panoche may from time to time designate in writing, in lawful money of the United States, together with all accrued interest thereon as provided in this Promissory Note and Settlement Agreement (the “Note”), as it may be amended, restated, supplemented, or otherwise modified from time to time in accordance with its terms.

1. Interest. Except as otherwise provided in this Note, the outstanding Settlement Amount shall accrue interest at a rate per annum equal to **2.50%** (the “Interest Rate”) from the date of this Note until the entire Settlement Amount, all accrued and unpaid interest thereon, and all other amounts and indebtedness payable under this Note are paid in full, whether at maturity, upon acceleration, by prepayment, or otherwise.
2. Computation of Interest. All computations of interest shall be made on the basis of the actual number of days elapsed in a year of 365 days. Interest shall commence to accrue on the Settlement Amount on the date of this Note, and shall not accrue on the Settlement Amount on the day on which it is paid.
3. Payments. Payments shall be made annual on [\_\_\_\_\_] of each year of the term commencing on [\_\_\_\_\_] and ending on [\_\_\_\_\_] (the “Maturity Date”). Payments shall be divided in [\_\_\_\_\_] (\_\_\_\_\_) equal installments of principal and interest in the amount of [\_\_\_\_\_] (the “Payment Amount”). A payment schedule is attached as **EXHIBIT “A”**. For purposes of making payments hereunder, but not for purposes of calculating interest accrual periods, if the day on which such payment is due is not a Business Day, then amounts due on such date shall be due on the immediately following Business Day. As used herein, “Business Day” means a day other than a Saturday, Sunday, or other day on which commercial banks in Firebaugh, California are authorized or required by law to close.
4. Final Payment Date. On the Maturity Date, a final payment in the aggregate amount of the then outstanding and unpaid Settlement Amount, together with all accrued and unpaid interest thereon, shall become immediately due and payable in full.

5. Prepayment. Debtor shall have the right to prepay all or any portion of the Settlement Amount at any time during the term of this Note without penalty, and prepayments shall be applied in accordance to Section 6. After application of any partial prepayments, Debtor will remain obligated for paying the Payment Amount when due according to the payment schedule (Exhibit “A”). Panoche, at its own discretion, may recalculate the Payment Amount and revise Exhibit “A” to reflect the reduced principal amount.
6. Application of Payment. All payments, including prepayments, made hereunder shall be applied first, to the payment of any fees or charges outstanding hereunder as determined by Panoche in its sole discretion; second, to accrued interest at the Interest Rate, as applicable; and third, to the payment of the principal amount outstanding under the Note. However, after an Event of Default, all payments made hereunder may be applied by Panoche in such order, priority and in such proportion as Panoche shall elect in its sole discretion.
7. Late Charge. If any payment of interest or principal, any payment of an installment, or any payment of any other sum due under this Note is not paid within **thirty (30)** days of the due date, Panoche shall have the option to charge Debtor an amount equal to 1.5% per month of the amount that is overdue (the “Late Charge”) as liquidated damages. The Late Charge is for the purpose of defraying the expenses incurred in connection with handling and processing and the loss of use of such delinquent payments, which expenses would be impracticable to quantify, and Debtor acknowledges that the Late Charge is a reasonable estimate of such expenses. Unpaid Late Charges shall be added to any subsequent payments due under the Note.
8. Savings Clause. The agreement made by Debtor with respect to this Note are expressly limited so that in no event shall the amount of interest received, charged, or contracted for by Panoche exceed the highest lawful amount of interest permissible under the laws applicable to the Note. If at any time performance of any provision of this Note results in the highest lawful rate of interest permissible under applicable laws being exceeded, then the amount of interest received, charged, or contracted for by Panoche shall automatically and without further action by any party be deemed to have been reduced to the highest lawful amount of interest then permissible under applicable laws. If Panoche shall ever receive, charge, or contract for, as interest, an amount which is unlawful, at Panoche’s election, the amount of unlawful interest shall be refunded to Debtor or applied to reduce the then unpaid Settlement Amount. To the fullest extent permitted by applicable laws, any amounts contracted for, charged, or received under this Note included for the purpose of determining whether the Interest Rate would exceed the highest lawful rate shall be calculated by allocating and spreading such interest to and over the full stated term of this Note.
9. Events of Default. The occurrence of any of the following events shall constitute an event of default (an “Event of Default”) under this Note:



- a. Failure to Pay. Debtor fails to pay any principal or interest when due under the terms of this Note.
  - b. Default for District Account Delinquency. An Event of Default shall occur if Debtor's account ([\_\_\_\_]) becomes delinquent at any time and is in violation of the Panoche's Billing and Collections Policy.
  - c. Insolvency/Bankruptcy. Debtor becomes insolvent or bankrupt or being unable or admitting in writing its inability to pay its debts as they mature.
10. Remedies. Upon the occurrence of an Event of Default and at any time thereafter, Panoche may at its discretion: (a) declare the entire principal amount of this Note, together with all accrued interest thereon, immediately due and payable; and (b) exercise any or all of its rights, powers, or remedies under this Note or applicable law or available in equity. The remedies of Panoche, as provided in this Note, may be exercised as often as occasion therefore shall occur; and the failure to exercise any such right or remedy shall in no event be construed as a waiver or release thereof.
- a. Fees and Costs. If this Note is placed with an attorney for collection, for suit, or bankruptcy proceedings, Debtor agrees to pay all collection costs, court costs, and the expenses incurred, including reasonable attorneys' fees at trial, on appeal and in bankruptcy proceedings.
11. No Waiver. No failure to exercise and no delay in exercising on the part of Panoche, of any right, remedy, power, or privilege hereunder shall operate as a waiver thereof; nor shall any single or partial exercise of any right, remedy, power, or privilege hereunder preclude any other or further exercise thereof or the exercise of any other right, remedy, power, or privilege. No waiver by Panoche of any of its rights or of any such breach, default, or failure of condition shall be effective, unless the waiver is expressly stated in a writing signed by Panoche.
12. Waivers. Debtor hereby waives presentment, demand for payment, protest, notice of dishonor, notice of protest or nonpayment, notice of intent to accelerate, notice of acceleration of maturity, and diligence in connection with the enforcement of this Note or the taking of any action to collect sums owing hereunder. Debtor hereby further waives and renounces, to the fullest extent permitted by law, all rights to the benefits of any statute of limitations and any moratorium, reinstatement, marshaling, forbearance, valuation, stay, extension, redemption, appraisal, exemption, and homestead now or hereafter provided by the laws of the United States of America and of each state thereof, both as to itself and in and to all of its property, real and personal, against the enforcement and collection of the obligations evidenced by this Note. Debtor hereby further waives any rights pursuant to California Civil Code Sections 1479 and 2822 (and any amendments or successors thereto), to designate how payments will be applied, and acknowledges and agrees that Panoche shall have the right in its sole discretion to determine the order and method of the application of payments on this Note.

13. Notices. All notices which Panoche or Debtor may be required or permitted to give hereunder shall be made in writing, and may be delivered personally, by United States mail, by electronic mail, or by fax with written confirmation to the parties as follows:

DISTRICT:

DEBTOR:

Panoche Water District  
Ara Azhderian, General Manager  
52027 W. Althea Avenue  
Firebaugh, CA 93622  
Phone: 209-364-6136  
Fax: 209-364-6122  
Email: [azhderian@panochewd.org](mailto:azhderian@panochewd.org)

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14. Governing Law. This Note and any claim, controversy, dispute, or cause of action based upon, arising out of, or relating to this Note and the transactions contemplated hereby shall be governed by the laws of the State of California without giving effect to its principles of choice of law or conflicts of law.

15. WAIVER OF JURY TRIAL. TO THE MAXIMUM EXTENT PERMITTED BY APPLICABLE LAW, BORROWER HEREBY IRREVOCABLY WAIVES ANY RIGHT IT MAY HAVE TO A TRIAL BY JURY IN ANY LEGAL PROCEEDING DIRECTLY OR INDIRECTLY RELATING TO THIS NOTE OR THE TRANSACTIONS CONTEMPLATED HEREBY OR THEREBY WHETHER BASED ON CONTRACT, EQUITY, TORT, OR ANY OTHER THEORY. THIS WAIVER OF RIGHT TO TRIAL BY JURY IS GIVEN BY BORROWER, KNOWINGLY AND VOLUNTARILY WITH THE BENEFIT OF COMPETENT LEGAL COUNSEL.

16. Miscellaneous.

- a. Time of Essence. Time shall be of the essence with respect to all of Debtor’s obligations under this Note.
- b. Entire Agreement. This Note and the documents described herein constitute the entire understanding of Debtor and Panoche with respect to the matters discussed herein, and supersede all prior and contemporaneous discussions, agreements and representations, whether oral or written. This Note may only be modified in a writing signed by Panoche and Debtor.
- c. Severability. If any term or provision of this Note is invalid, illegal, or unenforceable in any jurisdiction, such invalidity, illegality, or unenforceability shall not affect any other term or provision of this Note or invalidate or render unenforceable such term or provision in any other jurisdiction.

- d. Successors and Assigns. This Note may be assigned or transferred, in whole or in part, by Panoche to any person at any time without notice to or the consent of Debtor. Debtor may not assign or transfer this Note or any of its rights hereunder without the prior written consent of Panoche. This Note shall inure to the benefit of and be binding upon the parties hereto and their permitted assigns.
- e. Headings. The titles of the sections of this Note are for convenience only, and no presumption or implication of the intent of the parties as to the construction of this Note shall be drawn therefrom.

IN WITNESS WHEREOF, the Debtor has executed this Note as of the date set forth on the first page hereof.

DEBTOR:

PANOCHÉ WATER DISTRICT:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_  
John F. Bennett, President of the Board of Directors

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

BACK





## Disposal of Surplus Property Policy

Board Adopted – \_\_\_\_\_

### District Objectives

Through this Disposal of Surplus Property Policy (the “Policy”), the District intends to provide District staff with an efficient and lawful framework for disposing of that property which the General Manager has determined to be surplus to the District’s needs. The Board intends that the General Manager have discretion to dispose of certain equipment below a defined value without pre-approval from the Board and that the Controller provide a report to the Board on any and all Property disposed of in accordance with this Policy.

### Scope

This Policy applies to all property belonging to the District, and includes equipment, supplies, vehicles, furniture, and tools (“Property”), which is surplus to the District’s needs. An item of Property is considered surplus if the General Manager, together with the Controller and the Ethics & Compliance Officer, determines that an item of Property is no longer necessary to meet the needs of the District.

### Disposal of Surplus Property Policy

The General Manager, after reasonable notice to District landowners and water users, acting with respect to the best interest of the District, may dispose of Property of the District subject to the conditions set below. Such Property may be disposed of in any single sale, at a private sale, public auction, by sealed bid, or in any other manner that is determined to be in the best interests of the District and which is in accordance with law.

The Ethics and Compliance Officer shall keep a list of Property available for disposal and which has been disposed of in accordance with this Policy. Such a list and any information on that list shall not be automatically assumed to be a public record. The list shall be provided to the Board upon request.

The Controller shall provide a report to the Board, at its next regular meeting following the disposal, on the status of Property disposed of in accordance with this Policy, which report shall include a description of the item(s) of Property disposed of, how it was disposed of, and any sale price it was sold for.

The General Manager’s authority under this Policy shall be subject to Property whose value does not exceed \$25,000.

The disposal and the manner and price of disposal of Property whose value exceeds \$25,000 shall be determined by the General Manager after consultation with the Board President. In such event, all other provisions of this Policy remain in effect.

BACK





# Commitment to Excellence

## Panoche Water District

and the ACWA JPIA in mutual support for ensuring the most consistent, cost effective and broadest possible affordable insurance coverage and related services, and in partnership with all JPIA members, and in the interest of reducing **Panoche Water District's** insurance costs, commit to a program of excellence that through the implementation of "best practices" reduces the potential and frequency of:

- **Vehicle Losses**
- **Infrastructure Related Losses**
- **Construction Related Losses**
- **Employment Practices Claims**
- **Ergonomic (Musculoskeletal) and Fall Injuries**
- **Wildfire Prevention**

and fully support the goal of implementing effective preventative measures that work to achieve these loss reductions.

BACK

Walt "Andy" Sells (CEO, ACWA JPIA)  
Signature

\_\_\_\_ (General Manager)  
Signature

\_\_\_\_ (Board Member)  
Signature

\_\_\_\_ (Board Member)  
Signature

\_\_\_\_ (Board Member)  
Signature

\_\_\_\_ (Board Member)  
Signature

\_\_\_\_ (Board Member)  
Signature





**PANOCHÉ WATER DISTRICT**

2021 Quarterly Investment Report  
 For Quarter Ending June 30, 2021

DATE: August 10, 2021  
 TO: Board of Directors  
 FROM: JP Otollo

In accordance with Government Code Section 53646 and the Panoche Water District Investment Policy, the following shall constitute the quarterly report of investment on behalf of the Panoche Water District:

	MECHANICS BANK (2 ACCTS)	LAIF	TOTAL
INVESTMENT BALANCES June 30, 2021	\$ 519,813.02	\$ 3,718,738.41*	\$ 4,238,551.43

1. As of the date of the report, the majority\* of District funds are invested in the State of California Local Agency Investment Fund (LAIF) in accordance with Section 16429.1 of the Government Code. Attached is the most recent statement(s) received by the District.
2. As of the date of the report, the remaining District funds are deposited in Federal Deposit Insurance Corporation (FDIC) insured accounts Mechanics Bank. Therefore, as provided by Government Code Section 53646 (e), attached are the most recent statements received by the District.
3. The portfolio of the District is in compliance with the District’s Statement of Investment Policy.
4. It is expected the District will be able to meet its expenditure requirements for the next six months based on projected revenue from water sales and reimbursements from other agencies.

**General Ledger Detail Report  
Summary Report for Period 01 Thru 04 Ending 6/30/2021**

**PANOCHE WATER DISTRICT (PWD)**

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
13112-000					
MECHANICS BANK CKNG #*****8566	1,193,993.19	11,945,450.75	12,744,812.89	799,362.14-	394,631.05
13412-000					
MECHANICS BANK PR#*****7895	49,471.87	822,279.21	746,569.11	75,710.10	125,181.97
13520-000					
LOCAL AGENCY INVESTMENT FD	2,369,849.38	4,007,052.90	3,500,000.00	507,052.90	2,876,902.28
13521-000					
LAIF-RESTRICTED	841,836.13	0.00	0.00	0.00	841,836.13
<b>Report Total:</b>	<u>4,455,150.57</u>	<u>16,774,782.86</u>	<u>16,991,382.00</u>	<u>216,599.14-</u>	<u>4,238,551.43</u>



BETTY T. YEE

California State Controller

LOCAL AGENCY INVESTMENT FUND  
REMITTANCE ADVICE

Agency Name PANOCHÉ WATER DISTRICT

Account Number 90-10-005

As of 07/15/2021, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 06/30/2021.




Earnings Ratio		.00000897371743018
Interest Rate		0.33%
Dollar Day Total	\$	374,547,651.55
Quarter End Principal Balance	\$	3,715,377.33
Quarterly Interest Earned	\$	3,361.08



RETURN SERVICE REQUESTED

PANOCHÉ WATER DISTRICT  
 O & M ACCOUNT  
 52027 W ALTHEA AVE  
 FIREBAUGH CA 93622-9401

**Managing Your Accounts**

-  Client Services 800.797.6324
-  Online www.mechanicsbank.com
-  Mobile Download Our Mobile Apps



**Important Notice Regarding Your Account Alerts**

Improved security features and dozens of new alert options are coming soon when we update the Business Online Banking alert system.

Your current online banking alerts will expire on Tuesday, July 6, 2021.  
**You must recreate your online banking alerts in the new system on Wednesday, July 7, 2021.**

Visit [www.MechanicsBank.com/SecureAlerts](http://www.MechanicsBank.com/SecureAlerts) to learn more.

**Summary of Accounts**

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXXX8566	\$466,204.56

**PUBLIC CHECKING-XXXXXXXXX8566**

**Account Summary**

Date	Description	Amount
05/29/2021	Beginning Balance	\$797,566.75
	22 Credit(s) This Period	\$7,627,159.62
	104 Debit(s) This Period	\$7,958,521.81
06/30/2021	Ending Balance	\$466,204.56

**Deposits**

Date	Description	Amount
06/03/2021	DEPOSIT	\$2,861,077.68




**Electronic Credits**

Date	Description	Amount
06/01/2021	Remote Deposit	\$93,057.13
06/03/2021	Remote Deposit	\$655,538.99
06/08/2021	Remote Deposit	\$124,507.01
06/09/2021	WIRE TRANSFER STATE OF CALIFORNIA 12114021858FT03	\$3,000,000.00
06/11/2021	LINCOLN G FARMS LINCOLN GR PADRDI	\$5,081.26

RETURN SERVICE REQUESTED

PANOCHÉ WATER DISTRICT  
 PAYROLL ACCOUNT  
 52027 W ALTHEA AVE  
 FIREBAUGH CA 93622-9401

**Managing Your Accounts**

-  Client Services 800.797.6324
-  Online www.mechanicsbank.com
-  Mobile Download Our Mobile Apps



**Important Notice Regarding Your Account Alerts**

Improved security features and dozens of new alert options are coming soon when we update the Business Online Banking alert system.

Your current online banking alerts will expire on Tuesday, July 6, 2021.  
**You must recreate your online banking alerts in the new system on Wednesday, July 7, 2021.**

Visit [www.MechanicsBank.com/SecureAlerts](http://www.MechanicsBank.com/SecureAlerts) to learn more.

**Summary of Accounts**

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXXX7895	<b>\$129,871.98</b>

**PUBLIC CHECKING-XXXXXXXXX7895**

**Account Summary**

Date	Description	Amount
05/29/2021	<b>Beginning Balance</b>	<b>\$21,718.86</b>
	5 Credit(s) This Period	\$294,755.47
	33 Debit(s) This Period	\$186,602.35
06/30/2021	<b>Ending Balance</b>	<b>\$129,871.98</b>

**Electronic Credits**

Date	Description	Amount
06/03/2021	EDD PR TAX REFUND DEPOSITED INTO THE WRONG ACCOUNT	\$64.74
06/03/2021	IRS PR TAX REFUND DEPOSITED INTO THE WRONG ACCOUNT	\$4,690.73
06/03/2021	JE-86 TRANSFER FUNDS FOR PAYROLL	\$90,000.00
06/16/2021	JE-102 TRANSFER FUNDS FOR PAYROLL	\$100,000.00
06/30/2021	TRANSFER MONEY FOR PAYROLL	\$100,000.00

**Electronic Debits**

Date	Description	Amount
06/04/2021	EMPLOYMENT DEVEL EDD EFTPMT 249941536	\$354.90

<b>PANOCHÉ WATER DISTRICT QUARTERLY FINANCIAL STATUS</b>	
<b>CASH BOOK ACCOUNTS AS OF 06/30/2021</b>	
<b>PANOCHÉ WATER DISTRICT</b>	
Balance as per bank statement	\$466,205
<u>Reconciling Items</u>	
Add: Outstanding deposits	-
Deduct: Outstanding checks	\$71,574
Balance as reported in the general ledger account	394,631
<b>PANOCHÉ WATER DISTRICT PAYROLL</b>	
Balance as per bank statement	\$129,872
<u>Reconciling Items</u>	
Add: Outstanding deposits	-
Deduct: Outstanding checks	\$4,690
Balance as reported in the general ledger account	\$125,182
<b>PANOCHÉ WATER DISTRICT LAIF ACCOUNT</b>	
LAIF Account balance as of 6/30/2021	\$3,718,738
<b>TOTAL OF GENERAL LEDGER ACCOUNT BALANCES AND LAIF</b>	
	\$4,238,551

BACK





PANOCHÉ WATER DISTRICT				
ACCOUNTS PAYABLE LIST				
PAYMENTS RUN FROM 7/14/2021 TO 8/10/2021				
	MECHANICS O & M CHECKING # 8566			
	CHECK		CHECK	
DATE	NUMBER	NAME	AMOUNT	MEMO
7/14/2021	39588	WELTY WEAVER & CURRIE	\$ 10,906.25	MAY 2021 LEGAL SERVICES
7/14/2021	39589	BAKER MANOCK & JENSEN	\$ 4,151.07	JUNE 2021 LEGAL SERVICES
7/14/2021	39590	CRAMER FISH SCIENCE	\$ 235.00	GRASSLAND BYPASS SE SPLITTAIL FISH BIOLOGIST
7/14/2021	39591	LIGHTHOUSE DOCUMENT TECHNOLOGIES, INC.	\$ 597.00	MAY & JUNE 2021 LEGAL SUPPORT
7/14/2021	39592	FENNEMORE DOWLING AARON	\$ 585.00	APRIL 2021 LEGAL SERVICES
7/14/2021	39593	DANIEL J. EDELMAN, INC	\$ 4,757.50	MAY 2021 LEGAL SERVICES
7/14/2021	39594	LAW OFFICE OF WILLIAM C. HAHESY	\$ 840.00	JUNE 2021 LEGAL SERVICES
7/14/2021	39595	MCCORMICK BARSTOW LLP	\$ 2,412.90	MAY 2021 LEGAL SERVICES
7/14/2021	39596	PIONEER LAW GROUP, LLP	\$ 7,496.00	MAY & JUNE 2021 LEGAL SERVICES
7/14/2021	39597	THE SAQUI LAW GROUP	\$ 2,195.00	APRIL 2021 LEGAL SERVICES
7/14/2021	39598	SOMACH SIMMONS & DUNN	\$ 5,352.00	APRIL 2021 LEGAL SERVICES
7/14/2021	39599	TALLEY TRANSPORTATION INC	\$ 12,156.00	SPOIL PILE REMOVAL - CCID BREAK
7/14/2021	39600	WINDECKER INC.	\$ 3,844.12	1,090 GAS UNLEADED @ \$ 3.53
7/14/2021	39601	LIEBERT CASSIDY WHITMORE	\$ 494.00	MAY 2021 LEGAL SERVICES
7/23/2021	39602/39622	VOID CHECKS	\$ -	VOID CHECKS
7/23/2021	39623	AMAZON/SYNCH	\$ 2,461.64	DISTRICT SUPPLIES
7/23/2021	39624	DARRELL ARENA	\$ 150.00	REMOVE BURNED OUTLET IN BATHROOM
7/23/2021	39625	ALL AMERICAN PLUMBING	\$ 733.25	REPAIR HOUSE # 5
7/23/2021	39626	ARA AZHDERIAN	\$ 295.20	SERVICE # 18A
7/23/2021	39627	BRYANT L. JOLLEY	\$ 4,125.00	AUDIT PREP 2.28.21 AUDIT
7/23/2021	39628	LIGHTHOUSE DOCUMENT TECHNOLOGIES, INC.	\$ 474.00	MAY 2021 LEGAL SUPPORT
7/23/2021	39629	VOID	\$ -	VOID CHECK
7/23/2021	39630	CORELOGIC INFORMATION SOLUTION	\$ 213.97	APN RESEARCH JUNE 2021
7/23/2021	39631	F. S. ROD, INC.	\$ 2,050.00	HAULING RUBBLE FROM CONTOUR CANAL TO SLD
7/23/2021	39632	GUTHRIE PETROLEUM	\$ 4,094.80	1,100 GALS UNLEADED @ \$ 3.72
7/23/2021	39633	HCL MACHINE WORKS INC.	\$ 999.31	REPAIR # 70
7/23/2021	39634	HOFFMAN SECURITY	\$ 341.40	OFFICE/SHOP SECURITY
7/23/2021	39635	HOLT OF CALIFORNIA	\$ 6,149.82	ONE WEEK EXCAVATOR RENTAL
7/23/2021	39636	HOME DEPOT CREDIT SERVICES	\$ 123.39	MISC. SUPPLIES
7/23/2021	39637	NAPA AUTO PARTS	\$ 531.32	PARTS FOR # 34A, # SJ14B, # SJ33 & # 62B
7/23/2021	39638	OFFICE CITY	\$ 228.86	COPIER PAPER
7/23/2021	39639	SAVEMART SUPERMARKET	\$ 600.71	OFFICE SNACKS
7/23/2021	39640	STREAMLINE	\$ 50.00	WEBSITE MAINTENANCE PFA
7/23/2021	39641	THARP'S FARM SUPPLY	\$ 337.76	DISTRICT SUPPLIES
7/23/2021	39642	THOMASON TRACTOR	\$ 39.67	PART FOR # SJ59
7/23/2021	39643	WATER RECLAMATION	\$ 3,039.79	CONNECTION TO MP9860R PIPELINE, PARTS FOR # 75D, REINSTALL COVERS ON DECKS STA #3, FIX LEAK RUSSELL LIFT PUMP #1 & PDD WELL #4 DMC WELLS
7/23/2021	39644	WINDECKER INC.	\$ 77.01	5 GALS HYDRAULIC OIL
7/23/2021	39645	ZOOM IMAGING SOLUTIONS	\$ 625.11	COPIER MAINTENANCE

	CHECK		CHECK	
DATE	NUMBER	NAME	AMOUNT	MEMO
7/23/2021	39646	HOLT OF CALIFORNIA	\$ 5,782.19	REPAIR RENTED EXCAVATOR(INSURANCE REIMBURSED US AFTER \$ 2,500.00 DEDUCTIBLE)
7/23/2021	39647	MIGUEL GONZALEZ	\$ 7.98	ICE FOR SAMPLES - GBP
7/23/2021	39648	STOCKING & COZZI INSURANCE	\$ 851.00	FIDELITY & SURETY BOND
7/30/2021	39649	DANIEL MILLER	\$ 62.52	PARTS REIMBURSEMENT
8/10/2021	39650	ACWA/JPIA-CB&T HEALTH INSURANCE	\$ 56,886.23	SEPT 2021 INSURANCE - HEALTH \$ 52,778.15, DENTAL \$ 3,398.92, VISION \$ 556.80 & LIFE \$ 152.36
8/10/2021	39651	APPL. INC.	\$ 1,752.00	WATER SAMPLES - DMC WELLS, IRRIGATION WATER & GBP
8/10/2021	39652	BOB'S TIRE	\$ 2,190.68	REPAIR # 30, # SJ65A, # 62B & # 12B
8/10/2021	39653	BUTTONWILLOW WAREHOUSE CO.	\$ 585.76	10 GALS CAPSTONE
8/10/2021	39654	FEDERAL EXPRESS	\$ 647.00	SHIPPING - GBP & DISTRICT
8/10/2021	39655	FIREBAUGH CANAL WAER DISTRICT	\$ 646,876.00	1463.7 AF WELL WATER @ \$ 404.27 & 91 AF @ \$ 606.00
8/10/2021	39656	FRESNO COUNTY TAX COLLECTOR	\$ 519.99	PROPERTY TAX - HOUSE # 2 & # 4
8/10/2021	39657	FRESNO INTERPRETING & TRANSLATING	\$ 180.00	TRANSLATE VACATION ADJUSTMENT DOCUMENT
8/10/2021	39658	FRONTIER COMMUNICATION	\$ 428.08	TELEPHONES
8/10/2021	39659	HALLMARK GROUP	\$ 1,050.00	APRIL - JUNE 2021 CONSULTING
8/10/2021	39660	HOLT AG SOLUTIONS	\$ 2,124.52	REPAIR # 70
8/10/2021	39661	HOLT OF CALIFORNIA	\$ 603.55	REPAIR # 28
8/10/2021	39662	INTRADO ENTERPRISE COLLABORATION, INC.	\$ 463.56	CONFERENCE CALLS
8/10/2021	39663	MC REGIONAL WASTE MANAGEMENT AUTHORITY	\$ 141.81	WASTE DISPOSAL - DISTRICT & SLD
8/10/2021	39664	MERCY SPRINGS WATER DISTRICT	\$ 13,305.85	REIMBURSE YUBA WATER EXPENSE & O&M BUDGET WY 21-22
8/10/2021	39665	MOORE TWINING	\$ 845.00	WATER SAMPLES - DOMESTIC WATER PLANT
8/10/2021	39666	MYRON L. COMPANY	\$ 591.93	REPAIR TDS METERS
8/10/2021	39667	NAPA AUTO PARTS	\$ 49.90	PARTS FOR # 28 & # 25
8/10/2021	39668	PACIFIC GAS & ELECTRIC	\$ 229,201.92	ELECTRICAL POWER
8/10/2021	39669	PROVOST & PRITCHARD	\$ 10,608.55	5 YEAR WATER MANAGEMENT PLAN & JUNE 21 SUMMER SUBSIDENCE MONITORING
8/10/2021	39670	SL & DM WATER AUTHORITY	\$ 1,604,311.77	LOS VAQUEROS EXPANSION PROJECT \$ 54,303.25, DHCCP PROJECT \$ 22,696.00 & 2021 NOD WATER TRANSFER \$ 1,527,312.52
8/10/2021	39671	SAN LUIS CANAL COMPANY	\$ 37,161.00	412.9 AF \$ 90.00 ESC TRANSFER/EXCHANGE FEE
8/10/2021	39672	SUMMERS ENGINEERING INC.	\$ 700.10	NEW SWTP REVIEW & CONSTRUCTION
8/10/2021	39673	THARP'S FARM SUPPLY	\$ 315.26	PARTS FOR DRAGLINE FORK
8/10/2021	39674	TORO PETROLEUM COPORATION	\$ 497.57	PUMP OIL
8/10/2021	39675	UNWIRED BROADBAND, INC.	\$ 549.99	INTERNET SERVICE
8/10/2021	39676	VERIZON WIRELESS	\$ 1,689.32	CELL PHONES & GPS
8/10/2021	39677	WATER RECLAMATION	\$ 68.74	MATERIALS FOR OIL JUG, MATERIALS FOR DMC WELLS & MATERIALS FOR SHOP WATER TANK
8/10/2021	39678	WELTY WEAVER & CURRIE	\$ 12,601.79	JUNE 2021 LEGAL SERVICE
8/10/2021	39679	WESTSIDE WATER	\$ 4,851.22	REPAIRED LEAK ON PUMPS, WEEKLY SYSTEM CHECKS & POLYMERS
8/10/2021	39680	XIO, INC.	\$ 94.00	CLOUD BASED MONITORING SERVICE
8/10/2021	39681	YOUNG'S AIR CONDITIONING	\$ 919.00	BIANNUAL SERVICE FOR DISTRICT HOUSES & OFFICE
8/10/2021	39682	ALEX AUTO & SMOG	\$ 100.00	DIAGNOSTIC FEE FOR # 12
7/13/2021	W00710	PAI SERVICES LLC	\$ 137.87	JUNE 2021 SAGE SUPPORT
7/14/2021	W00711	SL & DM WATER AUTHORITY	\$ 372,810.61	2021 NORTH OF DELTA WATER TRANSFER
7/15/2021	W00712	SLDM WATER AUTHORITY	\$ 336,815.81	JUNE 2021 SLC \$ 333,402.40 & DMC \$ 3,413.41 SLDMA CONVEYANCE COSTS
7/15/2021	W00713	U.S. BUREAU OF RECLAMATION	\$ 11,925.68	JUNE 2021 USBR WATER COSTS \$ 8,530.20, JUNE 2021 RESTORATION WATER COSTS SLC \$ 760.92 & DMC \$ 2,634.56
7/19/2021	JE-124	TRANSFER FUNDS FOR PAYROLL	\$ 40,000.00	PAYROLL 7/20/2021
8/3/2021	JE-137	TRANSFER FUNDS FOR PAYROLL	\$ 70,000.00	PAYROLL 8/5/2021
		<b>TOTAL</b>	<b>\$ 3,555,069.60</b>	

<b>MECHANICS PAYROLL CHECKING # 7895</b>				
	<b>CHECK</b>		<b>CHECK</b>	
<b>DATE</b>	<b>NUMBER</b>	<b>NAME</b>	<b>AMOUNT</b>	<b>MEMO</b>
7/19/2021	PR-1405	NET PAYROLL	\$ 49,360.80	PAYROLL 7/20/2021
7/20/2021	CD-2434	NET PAYROLL	\$ 284.00	VACATION INCONVENIENCE FEE
7/20/2021	JE-126	EMPLOYMENT DEVELOPMENT DEPARTMENT	\$ 4,037.71	STATE PAYROLL TAX DEPOSIT
7/20/2021	JE-127	INTERNAL REVENUE SERVICE	\$ 20,326.91	FEDERAL PAYROLL TAX DEPOSIT
7/20/2021	JE-128	JOHN HANCOCK	\$ 10,138.08	401K RETIREMENT
7/26/2021	2979	PRINCIPAL LIFE INSURANCE CO.	\$ 995.60	EMPLOYEE PAID LIFE, CRITICAL CARE & DISABILITY INSURANCE
8/4/2021	PR-1408	NET PAYROLL	\$ 49,637.72	PAYROLL 8/5/2021
8/5/2021	JE-141	EMPLOYMENT DEVELOPMENT DEPARTMENT	\$ 3,478.25	STATE PAYROLL TAX DEPOSIT
8/5/2021	JE-142	INTERNAL REVENUE SERVICE	\$ 18,602.87	FEDERAL PAYROLL TAX DEPOSIT
8/5/2021	JE143	JOHN HANCOCK	\$ 10,572.57	401K RETIREMENT
8/5/2021	PR-1409	NET PAYROLL	\$ 336.59	PAYROLL 8/5/2021
8/5/2021	PR-1410	NET PAYROLL	\$ 714.77	PAYROLL 8/5/2021
8/5/2021	JE-144	EMPLOYMENT DEVELOPMENT DEPARTMENT	\$ 27.20	STATE PAYROLL TAX DEPOSIT
8/5/2021	JE-145	INTERNAL REVENUE SERVICE	\$ 305.77	FEDERAL PAYROLL TAX DEPOSIT
8/5/2021	JE-146	JOHN HANCOCK	\$ 146.91	401K RETIREMENT
		<b>TOTAL</b>	<b>\$ 168,965.75</b>	

BACK



<b>PANOCHE WATER DISTRICT (PWD)</b>						
<b>BUDGET to ACTUAL - Revenue and Expenses Report for the 5 Months ending July 31, 2021</b>						
	<b>FY 2022</b>		<b>Budget Vs Actual FY2022</b>		<b>FYE 2021</b>	<b>FYE 2020</b>
<b>Operating Revenues</b>	<b>ACTUAL</b>	<b>BUDGET</b>	<b>%ages</b>		<b>ACTUAL</b>	<b>ACTUAL</b>
	<b>(5 Months)</b>	<b>(12 Months)</b>				
Water Revenue	\$ 4,597,143	\$ 9,873,471	47%		\$ 15,243,903	\$ 11,015,394
O & M Revenue	2,490,275	6,400,000	39%		5,134,747	7,545,928
Other Revenue	151,815	304,151	50%		378,853	772,783
Reimbursements From Other Districts	280,546	475,000	59%		1,723,342	3,741,628
<b>Total Revenue</b>	<b>\$ 7,519,778</b>	<b>\$ 17,052,622</b>	<b>44%</b>		<b>\$ 22,480,845</b>	<b>\$ 23,075,732</b>
<b>Operating Expenses</b>						
Water Purchases Costs	\$ 7,119,913	\$ 10,117,622	70%		\$ 14,284,863	\$ 11,845,298
Operation & Maintenance Costs	\$ 2,790,519	\$ 6,924,173	40%		\$ 9,532,555	\$ 9,350,331
<b>Total Expenses</b>	<b>\$ 9,910,432</b>	<b>\$ 17,041,795</b>	<b>58%</b>		<b>\$ 23,817,418</b>	<b>\$ 21,195,629</b>
<b>Net Revenue/(Deficit)</b>	<b>\$ (2,390,654)</b>	<b>\$ 10,827</b>			<b>\$ (1,336,573)</b>	<b>\$ 1,880,104</b>

<b>PANOCHÉ WATER DISTRICT (PWD)</b> <b>BUDGET to ACTUAL - Revenue and Expenses Report for the 5 Months ending July 31, 2021</b>							
		FY 2022		Budget Vs Actual	FYE 2021	FYE 2020	
Operating Revenues		ACTUAL	BUDGET	%ages	ACTUAL	ACTUAL	
		( 5 Months)	(12 Months)				
	CVP AG Water Contract	3,509,278	2,003,406	175%	5,552,297	7,419,044	
	Supplemental Water	1,087,865	7,870,065	14%	9,691,606	3,596,350	
	O & M Revenue	2,490,275	6,400,000	39%	5,134,747	7,545,928	
	SLDMWA-SGMA Revenue	-	54,151	0%	69,384		
	Other Revenue	151,815	250,000	61%	309,469	772,783	
	Labor Reimbursements	136,544	275,000	50%	1,332,749	2,632,602	
	Other Reimbursements	144,002	200,000	72%	390,593	1,109,026	
<b>Total Revenue</b>		<b>\$ 7,519,778</b>	<b>\$ 17,052,622</b>	<b>44%</b>	<b>\$ 22,480,845</b>	<b>\$ 23,075,732</b>	

<b>PANOCHÉ WATER DISTRICT (PWD)</b>						
<b>BUDGET to ACTUAL - Revenue and Expenses Report for the 5 Months ending July 31, 2021</b>						
		<b>FY 2021 - 2022</b>		<b>Budget Vs Actual 2022</b>	<b>FYE 2021</b>	<b>FYE 2020</b>
<b>Water Costs</b>		<b>ACTUAL</b>	<b>BUDGET</b>	<b>%ages</b>	<b>ACTUAL</b>	<b>ACTUAL</b>
		<b>( 5 Months)</b>	<b>(12 Months)</b>			
	CVP AG Water Contract	3,289,395	2,003,406	164%	3,931,650	6,886,495
	Supplemental Water	3,691,545	7,870,065	47%	10,040,717	4,743,070
	SLDMWA -SGMA	27,076	54,151	50%	69,381	-
	Other Water costs	111,898	190,000	59%	243,115	102,427
	<b>Total Water Purchases Costs</b>	<b>\$ 7,119,913</b>	<b>\$ 10,117,622</b>	<b>70%</b>	<b>\$ 14,284,863</b>	<b>\$ 11,731,992</b>

<b>PANOCHÉ WATER DISTRICT (PWD)</b>						
<b>BUDGET to ACTUAL - Revenue and Expenses Report for the 5 Months ending July 31, 2021</b>						
	<b>FY 2021 - 2022</b>		<b>Budget Vs Actual 2022</b>	<b>FYE 2021</b>	<b>FYE 2020</b>	
	<b>ACTUAL ( 5 Months)</b>	<b>BUDGET (12 Months)</b>	<b>%ages</b>	<b>ACTUAL</b>	<b>ACTUAL</b>	
<b>Operation &amp; Maintenance Costs</b>						
Salaries and Wages	\$ 763,144	\$ 1,753,010	44%	\$ 2,864,442	\$ 2,846,115	
Payroll Taxes	61,988	138,453	45%	226,730	385,252	
Employee Benefits	395,779	760,766	52%	1,386,172	1,579,358	
Interest Expenses - DHCCP	133,244	110,548	121%	112,452	113,306	
Water rights	-	110,000	0%	105,217	-	
Legal Costs	105,847	600,000	18%	945,288	828,367	
Annual Audits	7,425	75,000	10%	104,285	94,258	
Professional Services	25,150	85,000	30%	168,785	58,810	
Utilities	10,356	35,000	30%	35,121	69,613	
Communication Costs	22,765	80,000	28%	80,649	85,882	
Conferences and Training Costs	42,603	45,000	95%	40,962	189,292	
Insurance Costs	81,886	125,000	66%	120,237	53,386	
Other Supplies & Services	70,475	120,000	59%	150,555	136,787	
SLDMWA-Membership & assessments	83,541	166,382	50%	169,269	79,582	
Energy Costs	381,577	1,703,069	22%	1,446,122	1,694,734	
Chemical Application	87,670	170,000	52%	228,078	205,773	
Domestic water plant maintenance	96,477	140,000	69%	148,827	93,102	
Laboratory - Water Testing	7,471	17,134	44%	13,153	21,115	
Other Districts overhead costs	91,389	154,811	59%	243,439	408,752	
Equipment Repairs & Maintenance Costs	321,732	535,000	60%	942,772	520,154	
<b>Total Operation &amp; Maintenance Costs</b>	<b>\$ 2,790,519</b>	<b>\$ 6,924,173</b>	<b>40%</b>	<b>\$ 9,532,555</b>	<b>\$ 9,463,636</b>	



<b>PANOCHÉ WATER DISTRICT (PWD)</b> <b>BUDGET to ACTUAL - Revenue and Expenses Report for the 5 Months ending July 31, 2021</b>							
		<b>FY 2022</b> <b>(5 Months)</b>		<b>Budget Vs</b> <b>Actual 2022</b>		<b>FYE 2021</b>	<b>FYE 2020</b>
<b>Equipment Repairs &amp; Maintenance Costs</b>		<b>ACTUAL</b> <b>( 5 Months)</b>	<b>BUDGET</b> <b>(12 Months)</b>	<b>%ages</b>		<b>ACTUAL</b>	<b>ACTUAL</b>
	Equipment repairs	19,746	50,000	39%		51,441	28,972
	Pumps & Structures Repairs	228,279	250,000	91%		453,555	236,015
	Fuel & Oil Costs	25,727	60,000	43%		59,632	123,688
	Vehicle repairs & Maintenance	30,607	65,000	47%		193,093	47,157
	Office, Houses, Shops Repairs & Maintenance	17,373	35,000	50%		35,050	84,323
	Capital Cost - Depreciation	-	75,000	0%		150,000	-
<b>Total Equipment Repairs &amp; Maintenance Costs</b>		<b>\$ 321,732</b>	<b>\$ 535,000</b>	<b>60%</b>		<b>\$ 942,772</b>	<b>\$ 520,154</b>

BACK



Water Supply																		
District Water	Annual	2021	2021	2021	2021	2021	2021	2021	2021	2021	2021	2021	2022	2022	YTD	Transfers	Not	Remaining
March, 2021 - Feb, 2022	AF	March	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Usage	Out	Pumped	Balance	
Transfer 1 - DC	2,343		230	543	1,128	442								2,343			0	
Transfer 3 - DC	210					210								210			0	
Panoche DD Wells	0													0			0	
SJRIP Lease Agreement	374	10	103	122	102	36								374			0	
Grower Transfer Ins	2,247			215	755	1,277								2,247			0	
CCID Grower Wells f/Crdt	0													0			0	
PWD Grower Wells f/Crdt	3,338	189	370	370	1,092	1,318								3,338			0	
Gains or Losses	1,811	(102)	(123)	811	976	249								1,811			0	
<b>District Water Total</b>	<b>10,323</b>	<b>97</b>	<b>580</b>	<b>2,061</b>	<b>4,053</b>	<b>3,532</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10,323</b>	<b>0</b>		<b>0</b>	
Bureau Water																		
Bureau Water	Annual	2021	2021	2021	2021	2021	2021	2021	2021	2021	2021	2022	2022	YTD	Transfers	Loss	Remaining	
March, 2021 - Feb, 2022	AF	March	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Usage	Out		Balance	
2020-2021 Rescheduled	9,231	11	34	33	36	51								165	1,613	(344)	7,109	
2021-2022 0% USBR	0													0			0	
Grower Transfer Ins	4,099		1,092	2,031	934	42								4,099			0	
CCID Grower Wells f/Crdt	729		105	338	286									729			0	
Transfer 1	657				657									657			0	
Transfer 2	1,032			619	413									1,032			0	
Transfer 3	419				419									419			0	
Transfer 4	73				73									73			0	
Transfer 5	2,000					317								317			1,683	
CVP 3F Wtr - Rescheduled	4,980	1,502	962			1,959								4,423		(109)	448	
CVP 3F Wtr - 2021-22	2,297					350								350		(985)	962	
<b>Bureau Water Total</b>	<b>25,517</b>	<b>1,513</b>	<b>2,193</b>	<b>3,021</b>	<b>2,818</b>	<b>2,719</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,264</b>	<b>1,613</b>	<b>(1,438)</b>	<b>10,202</b>	
<b>Total Water Supply</b>	<b>35,840</b>	<b>1,610</b>	<b>2,773</b>	<b>5,082</b>	<b>6,871</b>	<b>6,251</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>22,587</b>	<b>1,613</b>	<b>(1,438)</b>	<b>10,202</b>	
Usage																		
Growers		1,610	2,773	5,082	6,871	6,251								22,587				
Transfers Out/Sales			307	300	230	776								1,613				
<b>Total Usage/Transfers</b>		<b>1,610</b>	<b>3,080</b>	<b>5,382</b>	<b>7,101</b>	<b>7,027</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24,200</b>				
<b>Diff/Losses: % of Supply</b>	<b>%</b>	<b>-6%</b>	<b>-5%</b>	<b>16%</b>	<b>15%</b>	<b>4%</b>								<b>9%</b>				
<b>Budget to Actual - AF</b>	<b>40,000</b>	<b>1,501</b>	<b>2,714</b>	<b>4,338</b>	<b>5,926</b>	<b>4,974</b>								<b>19,453</b>			<b>20,547</b>	

\* Water Supply Numbers are estimates of known Transfers at this time - Deliveries are Actual \*

\* Transfer 2 has changed from a total of 5,000 AF to 1,032 AF - remote possibility for more. \*





## Westlands Water District

### MEMORANDUM

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**TO:** SLDMWA BOARD OF DIRECTORS  
**FROM:** TOM BOARDMAN, WATER RESOURCES ENGINEER  
**SUBJECT:** AUGUST OPERATIONS UPDATE  
**DATE:** JULY 30, 2021

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#### Project Operations

- Jones pumping averaged at about 665 cfs during July which included an increase to 800 cfs by mid-month for the export of transfer water from the Yuba County Water Agency. Transfer wheeling was scheduled to begin on July 1 but was delayed because Project operators could not meet relaxed water quality standards until Delta salinity conditions improved. CVP pumping is expected to remain low during August and September under a possible plan by Reclamations to back up scheduled transfer water into Shasta to increase carryover storage.
- The SWP pumped about 24 TAF during July which included about 5 TAF pumped at Jones early in July when CVP and SWP exports were consolidated at Jones to avoid cycling a single unit at the pumping plant. DWR's latest operations forecast shows minimum pumping persisting into the fall months due to limited Oroville storage and expected delta requirements per D-1641.
- Although the State Water Resources Control Board (SWRCB) relaxed the Delta outflow requirement and some of the salinity standards through July, limited upstream releases and an unexpected high tide caused an exceedance of a salinity standard in the Sacramento and San Joaquin rivers during the first half of the month. Project operations are now back in compliance with D-1641 standards. No compliance issues are expected during the coming weeks.
- Reclamation's latest conservative operations forecast estimates that the account balance for the Coordinated Operations Agreement is about 55 TAF in favor of the CVP. The forecast projects that the SWP will owe the CVP about 200 TAF by the end of September with full payback not until March.
- Shasta storage is slightly less than 1.48 MAF, down 267 TAF from a month ago. Reservoir releases were recently decreased from 9,250 cfs to 9,000 cfs to conserve storage. The storage drawdown is trending about 20 TAF higher than Reclamation's conservative operations forecast which projects about 1.1 MAF by the end of September. Carry over storage may increase to 1.2 MAF if YCWA and PCWA transfers are backed up into the reservoir during August and September.
- Folsom storage is at 245 TAF and trending about 15 TAF less than Reclamation's conservative operations forecast. Releases were reduced from 1,850 cfs to 1,000 cfs early in July in an effort to reach a targeted carry over storage of 208 TAF.

- CVP demands were about 191 TAF during July; about 50% of the 15-year average.

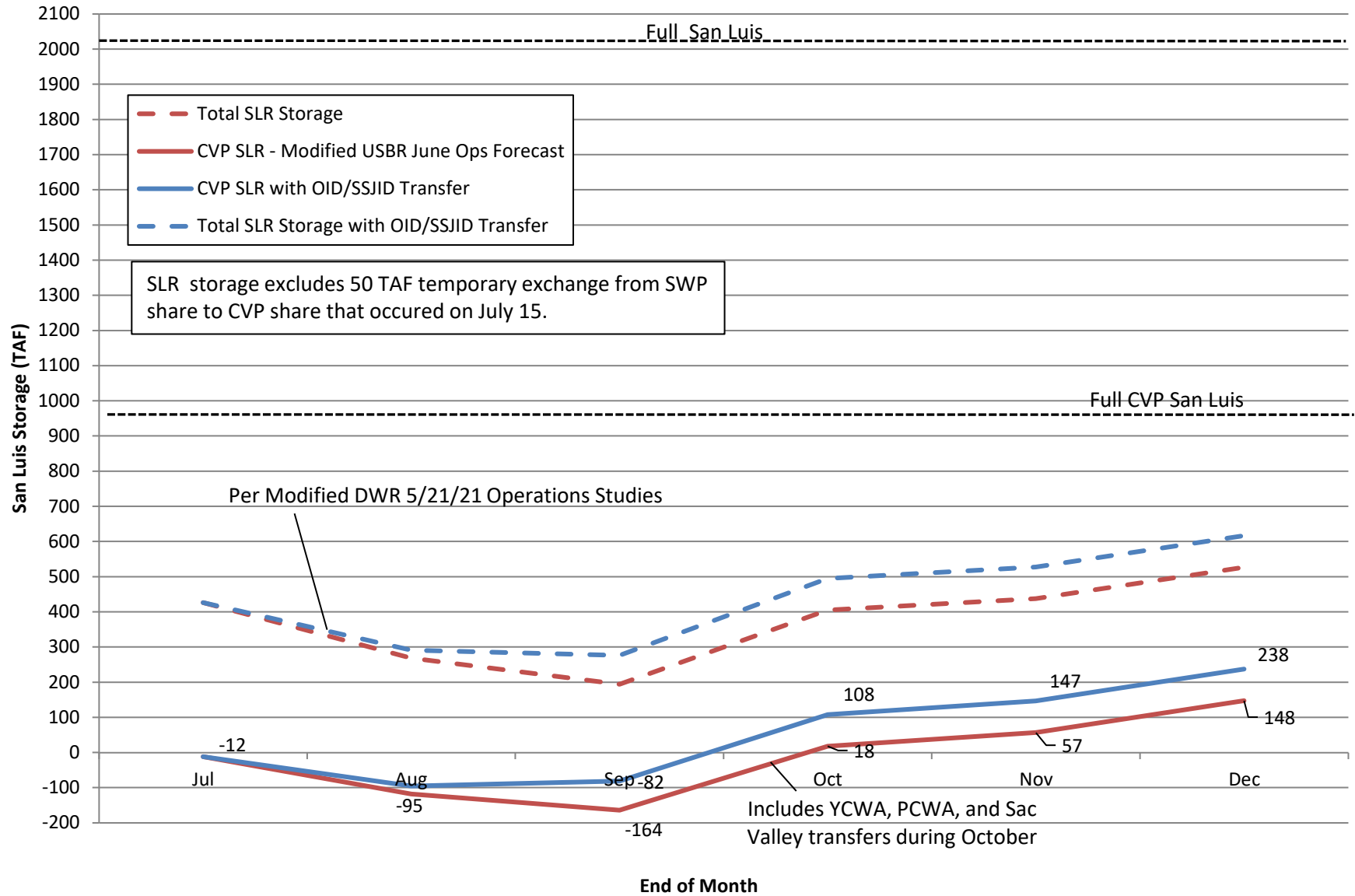
## **2021 San Luis Reservoir Operations**

Reclamation's reported storage in the CVP share of San Luis storage (SLR) is 45 TAF. However, the reported storage amount includes a 50 TAF storage exchange from the State Water Project (SWP) share to the CVP share that occurred on July 15<sup>th</sup> which was intended to conserve upstream CVP storage. The storage exchange will be replaced in the SWP share of SLR when the CVP managed share of SLR is sufficiently above its share of deadpool, or roughly 38 TAF.

The attached SLR projection chart under 90% exceedance conditions shows that the CVP share of SLR may drop to about -164 TAF by the end August absent an OID/SSJID transfer that may be wheeled during August and September. The chart also reflects the delayed wheeling of YCWA, PCWA, and Sac Valley transfer water until October. As such, CVP storage may refill to above its share of deadpool storage during mid-October to mid-November, depending on if or when the OID/SSJID transfer pumping occurs.

Although the delayed wheeling of CVP transfer will lower CVP SLR storage in August and September, the projected SWP share of SLR will be such that total SLR storage will be at least 200 TAF at the end of September.

## 2020-21 San Luis Storage Projection 90% Exceedance Hydrology



## 2020-21 San Luis Storage Projection 50% Exceedance Hydrology

