

Meeting: **Phase 1 Reservoir Project Agreement** **2017 June 16**

Subject: **Reservoir Committee Meeting** **9:30 – 11:30 PM**

Location: Westside WD 5005 Hwy 20, Williams CA 95987 Call in: 1 310.372.7549
Code: 895389 (no #)

Chair: Thad Bettner (Glenn-Colusa Irrigation District)

Vice Chair: Doug Headrick (San Bernardino Valley Municipal Water District)

Treasurer: Jamie Traynham (Davis Water District)

Draft MEETING MINUTES

ROLL CALL & QUORUM: Roll was called. A total of 12 eligible representatives were in attendance. This number exceeds 55%, which is greater than the 50% needed for a quorum of the Reservoir Committee. By 10 am, three more participants had joined the meeting, for a total of 62%. At 10:30, there were 16 total participants, or 68%.

ATTENDANCE: See attached list.

CALL TO ORDER: Chairman Bettner called the meeting to order at 9:30 AM. Pledge of Allegiance was recited.

AGENDA APPROVAL: It was moved by Doug Headrick and seconded by Jamie Traynham to approve the June 16, 2017 Sites Reservoir Committee Agenda. The motion approved unanimously.

MEETING MINUTES APPROVAL: Jamie Traynham provided comments to wording and corrections of typos. Approval of May 18, 2017 minutes as corrected was moved by Jamie Traynham and seconded by Shelley Murphy. The motion carried unanimously.

INTRODUCTIONS

1. Chairperson's Report: Bettner & Headrick

1.1 May Status Report (Informational) (Attachment 1-1)

May Status Report was distributed. Website usage numbers were provided. There were 687 visitors last month, for a total of 1,000.

1.2 Maxwell Office: An informational report on activities to reoccupy the office.

The Maxwell office is ready for flooring and we expect occupation before the Authority's July 31st meeting and it could be as early as July 10th.

1.3 Phase 1 Staffing: Status of plans to add resources to support the day-to-day management and operation of the project for discussion and possible direction to staff.

The position description for a Project Administrator has been reviewed by the Coordination Work Group and is ready to be finalized. It will be posted with a minimum 2-week response period; followed by the evaluation and selection process.

2. Finance & Economics Work Group: Traynham

- 2.1 Review Treasurer’s report (informational).

The Authority meeting is Monday, so there is no Treasurer’s report yet. It will be posted on the website on Monday.

- 2.2 Provide a status of invoicing & revenue received to date.

Three districts were invoiced to bring them current with other agencies and revenue is coming in as planned.

- 2.3 Onboarding Status: Consider the Work Group’s recommendation regarding Westlands’ response to the May 31 deadline.

The Reservoir Committee accepted, by consensus, the recommendation from the Ad Hoc Finance and Economics Work Group to limit any future participation to Class 2 and their 6,285 acre-ft. of Class 1 be reallocated to current participants; both of which are in accordance with the processes approved by the Reservoir Committee on April 21, 2017. General Manager Watson outlined the changes in the resulting participation based on the revised amount of Class 1 and stated the associated change in revenue due from the affected participant will occur after July and be a part of the invoice true-up process.

The result of this change is there is no Class 1 and only 15,589 acre-ft. of Class 2 available before we reach the self-imposed and combined limit of 430,000 acre-ft.

3. Reservoir Operations Work Group: Kunde & Ruiz

- 3.1 Consider the Work Groups’ recommendation to accept (Attachment 3-1) the process used to produce modeling results using CalSim (and its inter-related suite of models) to advance the preparation of the EIR/S and WSIP Application.

The Reservoir Committee accepted, by consensus, the recommendation from the Ad Hoc Reservoir Operations Work Group; which is summarized as follows:

- a. The CalSim modeling process developed to provide results for inclusion into the administrative draft EIS/EIR is satisfactory given the Ad Hoc Document Review Work Group’s agreement there is sufficiently flexibility included in the administrative draft EIS/EIR to allow for future changes and re-allocations to water supplies among the Reservoir Committee’s participants through Phase 2.

- b. The CalSim modeling process developed to provide results for the years 2030 and 2070 climate change scenarios that are needed for inclusion into the WSIP Application is sufficient.
- 3.2 The need to perform additional CalSim modeling to support the phase 1 rebalancing process for discussion and possible direction to staff.

General discussion was held regarding the need to better understand the water supply benefits in a manner that is similar to what is being done to develop a range of Proposition 1-eligible public benefits. There is consensus that (a) such modeling and analysis will be needed by Reservoir Committee members to evaluate their participation as part of the planned Phase 1 Rebalancing process that, in turn, will result in requests to fund their proportionate share of the Project’s Phase 2 work, and (b) the scope definition and budgetary requirements should be developed after the WSIP Application has been submitted.

- 3.2 Report on the status of the development of operational principles of agreement between the Sites Reservoir Project, Reclamation, and Department of Water Resources.

The status of meetings with Reclamation and the Department of Water Resources was provided by General Manager Watson and EPP Manager Thomson. Additional meetings are planned to continue to clarify each organization’s expectations and needs as well as to advance the concepts into more-specific details; most of which will eventually require SWRCB approval through their public process. However, the current discussions are focused on meeting the WSIP application requirements of Section 6001(a)(1)(P).

4. Joint Site Works Work Group: Azevedo

A brief status report of activities since the last Reservoir Committee meeting was provided; which included an update on the routing and management of reservoir releases and alternative powerline alignment to the proposed Delevan intake/outlet facility.

5. Joint Power Facilities Work Group: Vanderwaal

A brief status report of activities since the last Reservoir Committee meeting was provided; which included the need to schedule meetings with the electric utilities who are likely to provide interconnection services.

6. Water Facilities Work Group: Vacant

- 6.1 Discussion and possible direction to staff regarding the draft work group chartering document. (Attachment 6)

No changes were proposed to the draft work group chartering document and there is interest in standing up this work group.

- 6.2 Discussion and possible direction to staff regarding candidates to chair this work group and others who should participate.

7. Document Review Work Group: Bettner

7.1 Process and Schedule Thomson

A brief status report of activities since the last Reservoir Committee meeting was provided; which focused on completing reviews in advance of the Reservoir Committee’s July 20th meeting.

7.2 Administrative Draft Environmental Impact Report and Environmental Impact Statement (EIR/S) Thomson & Oliver

A brief status report of activities since the last Reservoir Committee meeting was provided; which included an overview of work in progress and how comments are being addressed.

SGPWA Representative Davis proposed a motion to recommend, to the Authority Board that (a) Alternative D be the preferred alternative for purposes of CEQA and (b) the EIR/EIS, with conditions, be released as a Draft EIR/S coincident with submitting the WSIP application to the Water Commission. SBVMWD Representative Headrick seconded the motion. Based on a verbal vote, the motion passed unanimously.

7.3 Feasibility Studies

7.3.1 WSIP Application’s Feasibility requirements Watson & Herrin

A brief status report of activities since the last Reservoir Committee meeting was provided; which acknowledged the inputs to the WSIP application are in progress to begin to provide answers to the questions. An initial draft for internal review is expected in the first week of July.

7.3.2 Reclamation’s draft Feasibility Report Watson & Dietl

A brief status report of activities since the last Reservoir Committee meeting was provided. It is expected to demonstrate a federal interest in the project and supports the project is feasible based on Reclamation’s procedures. No action was taken.

Procedurally, the Reservoir Committee needs to determine whether the Authority should accept Reclamation’s draft Feasibility Report or not. It was agreed to form of an ad hoc sub-work group to the Document Review Work Group to review key chapters of Reclamation’s draft feasibility report for acceptance and its potential inclusion as part of the WSIP application.

7.4 Water Storage Investment Program (WSIP) Application to the Water Commission: Watson & Herrin

7.4.1 Consider and modify as appropriate, staff’s proposed “Project Value Statement” and recommend its adoption by the Authority (Attachment 7-4)

The draft Project Value Statement was modified based on comments received. The amended Project Value Statement was approved by consensus to be recommended to the Authority at the June 19 Board meeting for inclusion into the WSIP Application’s 20-age Executive Summary.

- 7.4.2 Consider the formation of an ad hoc sub-work group to review the economics and monetized benefits sections to ensure adequacy for inclusion into the WSIP Application.

NOTE: The Finance and Economics Work Group will review the financial section of the WSIP Application.

Based on the discussions, it was the concensus that the participants to the newly formed sub-working group to review Reclamation’s Draft Feasibility Report will also review the detailed inserts to the WSIP Application

8. Recap & Adjourn Watson

- 8.1 Next meeting:

Thursday, July 20, 2017 starting at 1:30 pm in Sacramento, (Tsakopoulos Library Galleria: 828 I Street)

- 8.2 Any agenda topics for next meeting?

- WSIP Application Cost Allocation and Finance Plan
- Reclamation’s Feasibility Report, process and results

- 8.3 Recap of action/follow-up items

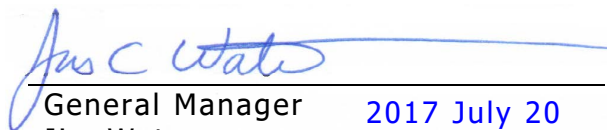
Yesterday’s workshop recommended a workshop on July 13th to go through cost allocation and financial planning and public benefit cost ratio (PBR) calculations that would flow into the July 20th reservoir meeting.

The anticipated date is July 13th, 9 am, in Sacramento at the CH2MHill office or AECOM office.

There has been an outstanding request to have a presentation of the outreach efforts. That will be scheduled as time permits and priority of other agenda items.

Meeting adjourned at 11:22 AM.


 Chairperson
 Doug Headrick


 General Manager 2017 July 20
 Jim Watson

Attachment to Meeting Minutes - Roll Call

Current Voting Committee Participants (27):

<input checked="" type="checkbox"/>	Pct	Participant	<input checked="" type="checkbox"/>	Pct	Participant
<input type="checkbox"/>	1.93	4M Water District	<input checked="" type="checkbox"/>	5.15	Glenn-Colusa ID
<input type="checkbox"/>	2.31	American Canyon, City	<input checked="" type="checkbox"/>	4.96	Metropolitan WD
<input checked="" type="checkbox"/>	2.11	Antelope Valley-East Kern WA	<input checked="" type="checkbox"/>	5.15	Orland-Artois WD
<input checked="" type="checkbox"/>	4.03	Cal Water Service	P	3.10	Pacific Resources MWC
<input type="checkbox"/>	1.91	Carter MWC	<input type="checkbox"/>	2.35	Proberta WD
<input checked="" type="checkbox"/>	2.51	Castaic Lake WA	<input type="checkbox"/>	5.15	Reclamation District 108
<input checked="" type="checkbox"/>	5.32	Coachella Valley WD	<input type="checkbox"/>	7.78	San Bernardino Valley MWD
<input checked="" type="checkbox"/>	3.50	Colusa County	<input checked="" type="checkbox"/>	3.69	San Geronio Pass WA
<input type="checkbox"/>	7.14	Colusa Co. WD	<input checked="" type="checkbox"/>	5.00	Santa Clara Valley WD
<input type="checkbox"/>	1.90	Cortina WD	<input checked="" type="checkbox"/>	2.43	Western Canal WD
<input checked="" type="checkbox"/>	2.18	Davis WD	<input checked="" type="checkbox"/>	5.97	Westside WD
<input checked="" type="checkbox"/>	2.70	Desert WA	<input type="checkbox"/>	4.47	Wheeler Ridge-Maricopa WSD
<input type="checkbox"/>	2.68	Dunnigan WD	P	4.47	Zone 7 WA
<input type="checkbox"/>	2.10	Garden Highway MWC			

13. **Total Present at meeting's start** (See Note 1)

55. % **Percentage in Attendance**

16 **Present before 10:00 AM** (See Note 1)

68. % **Percentage in Attendance**

NOTE 1: Participation by phone are not counted in quorum or voting.

NOTE 2: Additional participants were on the phone, but did not identify themselves.

Attachment to Meeting Minutes - Attendance

Current Voting Committee Participants (27):

<i>Participant</i>	✓ <i>Representative</i>	✓ <i>Alternate</i>	<i>Others</i>
4M Water District	<input type="checkbox"/> Wade Mathis		
American Canyon, City	<input type="checkbox"/> Steve Hartwig	<input type="checkbox"/> Jason Holley	
AVEK WA	<input type="checkbox"/> Dwayne Chisam	<input checked="" type="checkbox"/> Dan Flory	
Cal Water Service	<input type="checkbox"/> Mike Hurley	<input type="checkbox"/> Rob Kuta	<input checked="" type="checkbox"/> Dan Flory
Carter MWC	<input type="checkbox"/> Ben Carter		
Castaic Lake WA	<input type="checkbox"/> Dirk Marks	<input checked="" type="checkbox"/> Rick Viergutz	
Coachella Valley WD	<input checked="" type="checkbox"/> Robert Cheng	<input type="checkbox"/> Dan Charlton	
Colusa County.	<input checked="" type="checkbox"/> Azevedo, Mike	<input type="checkbox"/> Gary Evans <input type="checkbox"/> Kim Vann	
Colusa Co. WD	<input checked="" type="checkbox"/> Shelley Murphy	<input type="checkbox"/> Joe Marsh	
Cortina WD	<input type="checkbox"/> Glenn Kelley	<input type="checkbox"/>	
Davis WD	<input checked="" type="checkbox"/> Jamie Traynham	<input type="checkbox"/> Tom Charter	
Desert WA	<input checked="" type="checkbox"/> Mark Krause	<input type="checkbox"/>	
Dunnigan WD	<input type="checkbox"/> Donita Hendrix	<input type="checkbox"/>	
Garden Highway MWC	<input type="checkbox"/> Nicole Van Vleck	<input type="checkbox"/> Jon Munger	
Glenn-Colusa ID	<input checked="" type="checkbox"/> Thad Bettner	<input type="checkbox"/> Don Bransford	
Metropolitan WD	<input checked="" type="checkbox"/> Randall Neudeck	<input type="checkbox"/> Delaine Shane <input type="checkbox"/> Sergio Valles	
Orland-Artois WD	<input checked="" type="checkbox"/> John Erickson	<input checked="" type="checkbox"/> Emil Cavagnolo	
Pacific Resources MWC	P Preston Brittian	<input type="checkbox"/>	
Proberta WD	<input type="checkbox"/> Dan Jones	<input type="checkbox"/>	

NOTE 1: Participation by phone are not counted in quorum or voting.

Status: Issued for use

Version: **A**

Purpose:

Date: **2017 June 11**

NOTE 2: Additional participants were on the phone, but did not identify themselves.

Caveat 1

Ref/File #: **12.228-200**

Caveat 2

Subject to revision

Page: **1** of **3**

<i>Participant</i>	<input checked="" type="checkbox"/> <i>Representative</i>	<input checked="" type="checkbox"/> <i>Alternate</i>	<i>Others</i>
RD 108	<input type="checkbox"/> Bill Vanderwaal	<input type="checkbox"/>	
San Bernardino V MWD	<input checked="" type="checkbox"/> Doug Headrick	<input type="checkbox"/> Bob Tincher	
San Geronio Pass WA	<input checked="" type="checkbox"/> Jeff Davis	<input type="checkbox"/>	
Santa Clara Valley WD	<input type="checkbox"/> Cindy Kao	<input checked="" type="checkbox"/> Eric Leitterman	
Western Canal WD	<input checked="" type="checkbox"/> Ted Trimble	<input type="checkbox"/> Greg Johnson	
Westside WD	<input checked="" type="checkbox"/> Allan Myers	<input checked="" type="checkbox"/> Dan Ruiz <input type="checkbox"/> Blake Vann	
Wheeler Ridge-Maricopa	<input type="checkbox"/> Rob Kunde	<input type="checkbox"/>	
Zone 7 WA	P Amparo Flores	<input type="checkbox"/> Jarnail Chahal	

Non-Voting Committee Participants (2):

<i>Participant</i>	<input checked="" type="checkbox"/> <i>Representative/Other</i>	<input checked="" type="checkbox"/> <i>Alternate/Other</i>	
Dept of Water Resources	<input checked="" type="checkbox"/> Rob Cooke	<input type="checkbox"/> David Sandino	
	<input type="checkbox"/> Ajay Goyal	<input checked="" type="checkbox"/> Alex Volovichenko for Jim Wieking	<input type="checkbox"/> Dave Arrate
Bureau of Reclamation	<input type="checkbox"/> Richard Welsh	<input type="checkbox"/> Don Bader	
	<input checked="" type="checkbox"/> Mike Dietl	<input checked="" type="checkbox"/> John Menniti	<input type="checkbox"/> Mike Mosley

Pending Committee Participants (2):

<i>Participant</i>	<input checked="" type="checkbox"/> <i>Representative</i>	<input checked="" type="checkbox"/> <i>Alternate</i>
LaGrande WD	<input type="checkbox"/> Matt LaGrande	<input type="checkbox"/> Dennis Zachary
Westlands WD	<input type="checkbox"/> Russ Freeman	<input type="checkbox"/> Jose Gutierrez

Others, Non-Signatory (6):

<i>Participant</i>	<input checked="" type="checkbox"/> <i>Representative</i>	<input checked="" type="checkbox"/> <i>Alternate</i>
Glenn County	<input type="checkbox"/>	<input type="checkbox"/>
Maxwell ID	<input type="checkbox"/>	<input type="checkbox"/>
PCWA	<input type="checkbox"/> Ed Horton	<input checked="" type="checkbox"/> Ben Barker <input type="checkbox"/> Darin Reintjes
Roseville	<input type="checkbox"/> Sean Bigley	<input type="checkbox"/>
State Water Contractors	<input type="checkbox"/> Eric Chapman	<input type="checkbox"/> Allison Febbo
Tehama-Colusa Canal Authority	<input type="checkbox"/> Jeff Sutton	<input type="checkbox"/>

