



March 6, 2017

TO: San Luis & Delta-Mendota Water Authority Board of Directors, Alternates, and Interested Parties

FROM: Jason Peltier, Secretary (by Cheri Worthy)

RE: **Thursday, March 9, 2017, 9:30 a.m.
Board of Directors' Regular Meeting**

Attached are for your review in preparation of the **March 9, 2017**, Board of Directors' regular meeting are:

- 1) Notice & Agenda
- 2) *Draft* February 6, 2017 Meeting Minutes
- 3) Financial & Expenditures Reports
- 4) Treasurer's Report for the Quarter Ending 12/31/16
- 5) Supplemental Salary Adjustments for Critical Positions Memo with Attachments
- 6) Material Related to State Assembly Bill No. 313
- 7) Final Draft of the Board of Directors' Policies and Procedures Manual
- 8) Operations Update

Thank you, and please give us a call if you have any questions or concerns regarding this information.



**Notice of San Luis & Delta-Mendota Water Authority
Board of Directors Regular Meeting Thursday,
March 9, 2017, 9:30 a.m.
842 6th Street, Los Banos**

AGENDA

- 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. There will be no separate discussion unless there is a request that a specific item be removed from the Consent Calendar during consideration of Agenda Item 2. If such a request is made, the item may be heard as an action item at this meeting.
- Any member of the public may address the Board concerning any item on the agenda before or during its consideration of that matter. For each item, public comment is limited to no more than three minutes per person. For good cause, the Board President may waive this limitation.

1. Call to Order/Roll Call
2. Board to Consider Corrections or Additions to the Agenda of Items, as authorized by Government Code Section 54950 et seq.
3. Opportunity for Public Comment – Any member of the public may address the Board concerning any matter not on the agenda, but within the Board's jurisdiction. Public comment is limited to no more than three minutes per person. For good cause, the Board Chair may waive this limitation.

Consent Calendar

4. Board to Consider Approval of Minutes from February 9, 2017 Meeting of the Board of Directors
5. Board to Consider Approval of Financial & Expenditures Reports
6. Board to Consider Recommendation by the Finance & Administration Committee to Accept the Treasurer's Report for the Quarter Ending 12/31/16

Action Items

7. Board to Consider Selection/Appointment of 2017 SLDMWA Officer Positions, Peltier
8. Board to Consider Resolution Recognizing the Contributions of Chairman Mike Stearns, Peltier
9. Board to Consider Recommendation from the Finance & Administration Committee to Approve Special Salary Adjustments for Critical Positions, and Amended O&M Budget of \$21,921,270, Mizuno
10. Board to Consider Recommendation from the Water Resources Committee to Adopt a Support Position on Assembly Bill No. 313, Azhderian

Report Items

11. State Water Resources Control Board Bay-Delta Water Quality Control Plan Update, Rubin
12. Review of Final Draft of Board of Directors Policies and Procedures Manual, Peltier/Mizuno/Rubin
13. Committee Reports
 - a. Water Resources Committee Activities, Birmingham
 - b. Finance & Administration Committee Activities, Pucheu
 - c. O & M Technical Committee Activities, White
14. Operations Update, Boardman
15. Executive Director's Monthly Staff Reports, Peltier
 - a. Self-Funding, Mederios
 - b. Operations & Maintenance, Mizuno
 - c. SGMA, Mizuno
 - d. Drainage Activity, Rathmann
 - e. Water Policy Administrator, Azhderian
 - f. Executive Director's Report, Peltier
16. **CLOSED SESSION**

Conference with Legal Counsel -- Anticipated Litigation: Initiation of Litigation Pursuant to paragraph (4) of Subdivision (d) of Government Code Section 54956.9 – 2 potential cases

Conference with Legal Counsel – Anticipated Litigation: Significant Exposure to Litigation Pursuant to Paragraph (2) or (3) of Subdivision (d) of Government Code Section 54956.9 – 2 potential cases

Conference with Legal Counsel: Existing Litigation Pursuant to paragraph (1) of Subdivision (d) of Section 54956.9

 - A. Natural Resources Defense Council, et al. v. Salazar et al., U.S. Court of Appeals, 9th Cir., Appeal Case No. 09-17661; Natural Resources Defense Council et al. v. Jewell et al., U.S. District Court, E.D. Cal., Case No. 1:05-cv-01207, LJO-BAM (Old FWS – OCAP BO/Contracts)
 - B. Central Delta Water Agency and South Delta Water Agency v. California Department of Water Resources, et al., Sacramento County Superior Court Case No. 34-2009-80000229 (Field Studies)
 - C. Central Delta Water Agency v. State Water Resources Control Board et al., Sacramento County Superior Court Case No. 34-2010-80000520 (Petition to Prohibit CDO proceedings)
 - D. Young, et al. v. State Water Resources Control Board et al., Case No. 39-2012-00286485-CU-WM-STK (Young)
 - E. Modesto Irrigation District, et al. v. State Water Resources Control Board & Woods Irrigation Company, Sacramento County Superior Court Case No. 34-2011-80000803 (Complaint for Declaratory Relief re Woods Irrigation Company)
 - F. San Luis & Delta-Mendota Water Authority et al. v. State Water Resources Control Board, et al., Sacramento County Superior Court Case No. 34-2013-800001486 (Dunkel Order)
 - G. SWRCB Water Rights Complaints: Modesto Irrigation District, State Water Contractors, San Luis & Delta-Mendota Water Authority, Interested Persons in SWRCB CDO Enforcement Proceedings and/or Petitions for Reconsideration: Woods Irrigation Company; Pak & Young; Mussi et al; George Speckman Testamentary Trust (Water Rights Complaints)
 - H. Pacific Coast Federation of Fishermen's Associations, California Sportfishing Protection Alliance, Friends of the River, San Francisco Crab Boat Owners Association, Inc., The Institute for Fisheries Resources, and Felix Smith v. Donald R. Glaser and San Luis & Delta-Mendota Water Authority, U.S. District Court, E.D. Cal., Case No. 2:11-CV-02980-KJM-CKD ("PCFFA v Glaser" or "GBP Citizens Suit")
 - I. San Luis & Delta-Mendota Water Authority and Westlands Water District v. Delta Stewardship Council, et al., Sacramento County Superior Court Case No. 34-2013-80001500 (Delta Plan Litigation)
 - J. San Luis & Delta-Mendota Water Authority and Westlands Water District v Jewell, et al., U.S. Court of Appeals, 9th Cir., Appeal Case Nos. 14-17493, 14-17506, 14-17515 and 14-17539; San Luis & Delta-Mendota Water Authority and Westlands Water District v Jewell, et al., U.S. District Court, E.D. Cal., No 1:13-CV-01232-LJO-GSA (Trinity Releases I)
 - K. AquAlliance, et. al., v. U.S. Bureau of Reclamation, et. al., U.S. District Court, E.D. Cal., Case No. 1:15- CV-00754 LJO BAM (Challenge to Long-Term Transfer EIR/EIS)
 - L. San Luis & Delta-Mendota Water Authority and Westlands Water District v Jewell, et al., U.S. District Court, E.D. Cal., No 1:15-CV-01290-LJO-GSA (Trinity Releases II)

- M. California Sportfishing Protection Alliance, et al. vs. California State Water Resources Control Board, et al., Alameda County Superior Court Case No. RG15780498 (State WQCP/TUCP)
 - N. In re State Water Resources Control Board Petition Requesting Changes in Water Rights of the Department of Water Resources and U.S. Bureau of Reclamation for the California Waterfix Project (Waterfix Change Petition)
 - O. San Luis & Delta-Mendota Water Authority, et al. v. State Water Resources Control Board, et al., Sacramento County Superior Court Case No. 34-2016-80002075 (TUCP Extension)
 - P. Oakdale Groundwater Alliance et al. v. Oakdale Irrigation District et al., Stanislaus County Superior Court, Case No. 2019380 (OID On Farm Conservation-Transfer)
 - Q. Yuba County Water Agency v. Cordua Irrigation District, et al., Yuba County Superior Court, Case No. YCSCCVPT 16-0000324 (Cordua Transfer)
 - R. Natural Resources Defense Council, et al. v. McCarthy, et al., U.S. District Court, N.D. Cal., Case No. 16-CV-02184-JST ("USEPA CWA Compliance Suit")
 - S. San Luis & Delta-Mendota Water Authority, et al. v. Sally Jewell, et al., U.S. District Court, E.D. Cal., Case No. 1:16-CV-983 ("EIS on OCAP BiOps Suit")
- 17. Return to Open Session
 - 18. Report from Closed Session, if any Required by Government Code Section 54957.1
 - 19. Reports Pursuant to Government Code Section 54954.2(a)(2)
 - 20. ADJOURNMENT

Persons with a disability may request disability-related modification or accommodation by contacting Cheri Worthy or Felicia Luna at the San Luis & Delta-Mendota Water Authority Office, 842 6th Street, P O Box 2157, Los Banos, California, telephone: 209/826-9696 at least 3 for regular or 1 for special day(s) before the meeting date.

**SAN LUIS & DELTA-MENDOTA WATER AUTHORITY
BOARD OF DIRECTORS REGULAR MEETING
MINUTES FOR FEBRUARY 9, 2017**

The Board of Directors of the San Luis & Delta-Mendota Water Authority convened at approximately 9:00 a.m. at 842 6th Street, in Los Banos, California for a regular meeting, with Chairperson Mike Stearns presiding.

Directors and Alternate Directors in Attendance

Division 1

Jim McLeod, Director - David Weisenberger, Alternate
Bobby Pierce, Director
Anthea Hansen, Director - Earl Perez, Alternate
Rick Gilmore, Director - Marc Vanden, Alternate

Division 2

Dan Pope, Alternate for Don Peracchi
Sarah Woolf, Director
John Bennett, Alternate for William Bourdeau
William Diedrich, Director

Division 3

Mike Stearns, Director/Chairman - Jeff Bryant, Alternate
Chris White, Alternate for James O'Banion
Cannon Michael, Director - Randy Houk, Alternate (arrived after Item 9 before item 10)
Ric Ortega, Director

Division 4

Richard Santos, Director - Garth Hall, Alternate
Gary Kremen, Director - John Varela, Alternate
Jeff Cattaneo, Alternate for John Tobias
Joseph Tonascia, Director

Division 5

Bill Pucheu, Director
Jose Gutierrez, Alternate for Thomas Birmingham
Steve Stadler, Director - Thomas W. Chaney, Alternate

Authority Representatives Present

Diane Rathmann, Legal Counsel
Gabriel Delgado, Legal Counsel
Jason Peltier, Executive Director
Jon Rubin, General Counsel
Tona Mederios, Director of Finance
Ara Azhderian, Water Policy Administrator
Tom Boardman, Water Resources Engineer
Frances Mizuno, Assistant Executive Director
Guy Wamocha, Supervisor of Accounting
Darlene Neves, Accountant II

Others in Attendance

Don Wright

Larry Freeman, San Joaquin River Exchange Contractors Water Authority

Steve Prevostini, Patterson Irrigation District

John Beam, Consultant – Grasslands Water District

Matt Hurley, Fresno Slough Water District

Jarrett Martin, Central California Irrigation District

1. Call to Order/Roll Call

Chairperson Michael Stearns called the meeting to order.

2. Board to Consider Corrections or Additions to the Agenda of Items, as authorized by Government Code Section 54950 et seq.

There were no additions or corrections to the agenda.

3. Opportunity for Public Comment

There was no public comment.

4. Closed Session Report

Chairman Stearns adjourned the open session to address the items listed on the Closed Session Agenda at approximately 9:00 a.m. Upon return to open session at approximately 10:30 a.m., Legal Counsel Diane Rathmann reported that the Board met in closed session on the items listed on the agenda regarding personnel evaluations, but no action was taken. General Counsel Jon Rubin reported that the Board took action, upon Motion by Director Pucheu, second by Director Kremen, authorizing the Water Authority to initiate or intervene in litigation, the details of which will be disclosed at a later time. The vote on the motion was as follows:

AYES:	McLeod, Pierce, Hansen, Gilmore, Pope, Woolf, Bennett, Diedrich, Stearns, Ortega, Santos, Kremen, Tonascia, Cattaneo, Pucheu, Gutierrez, Stadler
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NAYS:	None
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ABSTENTIONS:	None
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Rubin reported no further actions from the closed session.

5. Reports Pursuant to Government Code Section 54954.2

There were no reports given.

CONSENT ITEMS

6. Board to Consider a) Approval of January 12, 2017 Meeting Minutes, b) Acceptance of the Financial & Expenditures Report

On motion of Director Richard Santos, seconded by Director Kremen, the Board approved the items on the consent calendar. The vote on the motion was as follows:

AYES:	McLeod, Pierce, Hansen, Gilmore, Pope, Woolf, Bennett, Diedrich, Stearns, White, Ortega, Kremen, Santos, Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler
NAYS:	None
ABSTENTIONS:	None

ACTION ITEMS

7. Board of Directors to Consider Recommendation of Finance & Administration Committee to Adjust Executive Compensation, including Executive Director, Assistant Executive Director, and General Counsel.

Director Bill Pucheu reported on the Finance & Administration Committee (FAC) recommendation on executive compensation, summarizing the information reflected in the table title "SLDMWA Executive Salary and Benefits" and included in the Board packet.

On motion of Director Bill Pucheu, seconded by Director Gilmore, the Board unanimously approved the executive compensation presented in the table. The vote on the motion was as follows:

AYES:	McLeod, Hansen, Gilmore, Pierce, Pope, Bennett, Woolf, Diedrich, Stearns, White, Ortega, Kremen, Santos, Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler
NAYS:	None
ABSTENTIONS:	None

8. Board of Directors to Consider Recommendation of Finance Administration Committee to Approve the FY18 O&M Budget, Preliminary FY19 O&M Rates

Assistant Executive Director Frances Mizuno presented the revised O&M, EO&M budgets noting that the budgets were reviewed extensively with and recommendations of approval were made by both the Operation and Maintenance Technical and the Finance & Administration committees. The Proposed FY18 total O&M Budget is \$21,664,586. The major increase is due to the addition of the Unit 6 Rewind Project, which will be a Reclamation funded project. Total self-funded portion paid by the water users is \$15,449,225. Mizuno informed the

Board that, although the Finance & Administration Committee recommended approval, the Friant Water Authority representative on the Committee voted against the motion.

Mizuno also discussed the inclusion in the budget of 6.2% weighted average salary increases remaining from the 2016 salary survey. Mizuno informed the Board that the Water Authority was lagging behind the market especially in the following crafts: Electrical Plant Engineer, Accountant and Electrician where the Authority was unsuccessful in recruiting qualified candidates. Director Rick Gilmore recommended that staff analyze the specific positions that were lagging behind the market and recommend additional adjustments to the Finance and Administration Committee and Board of Directors, including new positions.

Mizuno also discussed the WY17 O&M rates and recommended that the Authority retain the current WY16 rates until reliable supply assumptions are determined and then establish the rates retroactively to March 1, 2017.

Director Bill Pucheu made a motion that the Board of Directors approve the revised FY18 O&M and Preliminary FY19 O&M Budgets and Initial WY17 O&M Rates, which included the executive compensation previously recommended. The motion was seconded by Alternate Pope and unanimously approved. The vote on the motion was as follows:

AYES:	McLeod, Hansen, Gilmore, Pierce, Pope, Bennett, Woolf, Diedrich, Stearns, White, Michael, Ortega, Kremen, Santos, Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler
NAYS:	None
ABSTENTIONS:	None

9. Board of Directors to Consider Recommendations of Water Resources Committee and Finance & Administration Committee to Approve the Activity Budget for FY18.

Executive Director Jason Peltier briefly explained the Activity Budgets Assessment and FY2018 Issues Summary. Peltier then presented Draft #3 of the Activity Agreement Budget for FY18. Peltier reviewed the executive summary page (1-4) of the budget. Peltier, along with other staff, explained changes that were made after the January workshop in the areas of legal, technical, and public outreach, and responded to questions by the Finance & Administration Committee, Water Resources Committee, and the Board.

After an in-depth discussion, which included consideration of specific line items for legislative activities, SFCWA, and cost allocation, a motion was made by Director Santos and seconded by Director Pucheu that the Board of Directors approve the Activity Agreement Budget

for FY18. The vote on the motion was as follows:

AYES: McLeod, Hansen, Gilmore, Pierce, Pope, Bennett, Woolf,
Diedrich, Stearns, Michael, Ortega, Kremen, Santos,
Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler

NAYS: None

ABSTENTIONS: None

10. Board of Directors to Consider Recommendation of Finance & Administration Committee to Approve the Use of \$280,000 of \$394,752.56 Due from Santa Clara Valley Water District for Water Delivery To and From Semi-Tropic Bank in 2005-2015 to Fund Unit 6 Rewind Pre-Construction Work.

Assistant Executive Director Frances Mizuno gave a brief background on this item. After a brief discussion, the Board of Directors approved the use of \$280,000.00 of the \$394,752.56 due from Santa Clara Valley Water District for Water Delivery To and From Semi-Tropic Bank in 2005-2015 to Fund Unit 6 Rewind Pre-Construction Work. A motion was made by Director Santos and seconded by Alternate Gutierrez, which passed unanimously. The vote on the motion was as follows:

AYES: McLeod, Hansen, Gilmore, Pierce, Pope, Bennett, Woolf,
Diedrich, Stearns, Michael, Ortega, Kremen, Santos,
Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler

NAYS: None

ABSTENTIONS: None

11. Board of Directors to Consider Recommendation of Finance & Administration Committee to Approve Resolution Authorizing Award of Sole Source Contract with Pacific Power Engineers to Provide Engineering Services for the Unit 6 Rewind Project.

Assistant Executive Director Frances Mizuno presented this item noting the specialized knowledge and skills possessed by Pacific Power Engineers as basis for the Water Authority to award the Sole Source Contractor for the engineering services. After a brief discussion, Director Santos made a motion that the Board of Directors approve the resolution authorizing award of soles source contract with Pacific Power Engineers to provide engineering services for the Unit 6 Rewind Project. The motion was seconded by Alternate Pope, and the Board unanimously approved. The vote on the motion was as follows:

AYES: McLeod, Hansen, Gilmore, Pierce, Pope, Bennett, Woolf,
Diedrich, Stearns, Michael, Ortega, Kremen, Santos,
Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler

NAYS: None

ABSTENTIONS: None

12. Board of Directors to Consider Adopting Resolution Amending Signature Requirements for Central Valley Community Bank.

The Authority is seeking to update the signatures required to write checks from a general checking and payroll accounts. Checks written on the Authority's general checking account at Central Valley Community Bank shall be issued on two original signatures, being any two of the following: the Chairman of the Board, Vice Chairman of the Board, the Executive Director, the Assistant Executive Director, the Treasurer/Auditor, Director of Finance, or the Director of Human Resources. On motion of Director Santos seconded by Director Pucheu, the Board unanimously adopted the Resolution Amending Signature Requirements for Central Valley Community Bank. The vote on the motion was as follows:

AYES: McLeod, Hansen, Gilmore, Pierce, Pope, Bennett, Woolf,
Diedrich, Stearns, Michael, Ortega, Kremen, Santos,
Cattaneo, Tonascia, Pucheu, Gutierrez, Stadler

NAYS: None

ABSTENTIONS: None

REPORT ITEMS

13. FY18 SLDMWA Officers – Schedule to (1) Select Board Chair and Vice Chair, and (2) Appoint Secretary, and (3) Appointing/Confirm Appointment of Treasurer/Auditor.

General Counsel Jon Rubin reported that the JPA identifies a term for the officers. The Authority proposes that official action be taken and the Board adopt a slate of officers. Chairman Mike Stearns announced that he intends to step down from his position as Board Chair and informed the Board that he had asked staff to convene a nomination group to consider the officer positions before the next board meeting.

14. Update on Proposed In-Delta Pilot Following Program

Assistant Executive Director Frances Mizuno reported that the Authority continues to work with the State Water Contractors to implement a 2017 In-Delta Pilot Following Program. The aim of the pilot program is to use field data to determine Evapotranspiration (ET) rates in

the Delta to help quantify an amount of water that may be made available for transfer through a land fallowing program. Mizuno explained that the proposal for the 2017 program is not a transfer and instead it will be a cooperative effort with State Water Contractors and Delta growers to do a Pilot Fallowing Program where they would fallow 1200 to 2000 acres of land. This proposal would cost around \$424,000 for monitoring. This cost estimate for this work plan includes all Land IQ, UC Davis labor, and expenses associated with instrument acquisition, installation monitoring and analysis. The Authority's share of those cost would be \$212,000.

15. Update on Water Quality Control Plan

Legal Counsel Jon Rubin reported that Phase I written comments are due March 17, 2017. Rubin also reported that on Phase II the Independent Science Board of the Delta Stewardship Counsel has been reviewing the scientific basis, and its comments should be finalized this month.

16. Committee Reports

a. Water Resources Committee Activities

No report provided

b. Finance & Administration Committee Activities

No report provided

c. O&M Technical Committee Activities

No report provided

17. Self-Funding Report

Director of Finance Tona Mederios provided an update on the WY14 Project Use Energy True-Up. Mederios reported that this has been wrapped up with the Bureau of Reclamation, except for one caveat. Staff identified \$120,000 in charges to our meters that were incorrect. But, on further review by Reclamation, a portion of that amount should be allocated to Authority meters. The Authority has requested that Reclamation accept the Authority's reconciliation as is, and the Authority taking the full \$120,000 in credit so the Authority can move forward and True-Up WY14 and Reclamation could make necessary adjustments in its subsequent PUE True-Up.

18. Operations & Maintenance Report

No Report Provided

19. Operations Update

Water Resources Engineer Tom Boardman reported that C.W. “Bill” Jones Pumping Plant and Harvey O. Banks Pumping Plant continue to pump at capacity. Banks has pumped continuously at 10,300 cfs for an unprecedented 30 days. The SWP is expected to fill its share of San Luis Reservoir by the end of the week and then will begin storing water in unused CVP storage space. Joint point of diversion pumping will begin at 1,500 cfs by mid next week to help the CVP fill its share of San Luis Reservoir. Boardman stated the rescheduled water could begin converting to 2017 Project once Jones pumping reduces due to a full CVP share of San Luis Reservoir; expected to occur by late February.

There was a brief discussion of Oroville operations and its spillway lining failure. The remainder of Boardman’s report related to San Luis Reservoir refill projection charts which showed that CVP San Luis could remain full into April and possibly May with sustained high San Joaquin flows and Exchange Contractor demands being met by flood flows into the Mendota Pool. The Ag allocation could be 55% or higher if CVP San Luis remains full into at least May.

20. Water Policy Administrator Report

Water Policy Administrator Ara Azhderian reported that despite high pumping rated and high turbidity, Delta Smelt salvage has remained low with only 2 actual adult fish being salvaged. There has been a higher rate of salvage of surrogate hatchery salmon used as an indicator of potential spring-run risk that we continue to watch, but no action has been taken as of yet. All indications are good that regulatory related impacts to operations should remain minimal for the next week or two.

Azhderian also reported that the Governor’s proposed 2017-2018 state budget is out. Azhderian closed stating that the Governor’s office released a list of key infrastructure projects it aims to secure federal funding support for as part of the anticipated Trump administration focus on Infrastructure improvement. Assistant Executive Director Frances Mizuno added that the Governor does call for low interest loans for “for water users funding California Water Fix”, and funding to improve San Luis Reservoir Dam.

21. Executive Director's Report

Executive Director Jason Peltier reported that he has a meeting February 13, 2017 with the Collaborative Science & Adapted Management Program. Peltier briefly described who participates and agenda items.

22. Drainage Activity

a. Grassland Basin Drainage Activity Report

No report was provided

b. Westside Regional Drainage Plan Report

No report was provided.

c. San Joaquin Valley Drainage Authority

No report provided

23. Adjournment

The next regularly scheduled meeting is March 9, 2017. The meeting was adjourned at approximately 1:10 p.m.



MEMO

TO: Frances Mizuno, Assistant Executive Director

FROM: Guy Wamocha, Supervisor of Accounting

SUBJECT: March 2017 BOD Meeting Report - Finance
March 1, 2016 through February 28, 2017

DATE: March 9, 2017

Receivable Activity Report: (Period Ending February 20, 2017).

The prior receivable balance as of January 20, 2017 was \$2,652,304.91.

Billings for the period ending February 20, 2017 were \$3,560,821.80 (\$9,461.84 for ACWA/JPIA 2009 Ford F-150 Vehicle Loss; \$2,008.85 for various employees - cobra; \$2,609,576.49 for DWR - SB 104 Grant; \$487.92 for miscellaneous employees - Employee retirement loan payoffs; \$811.25 for Various Vendors - miscellaneous Vendor Reimbursements; \$349.62 for Panoche Water District - PG&E Power Costs - Tile Drain Pumps; \$394,752.56 for Santa Clara Water District - CY2005-2015 Deliveries to/from Water Bank; \$51.00 for Kaljian Investments - office repairs; \$20,646.59 for USBR - Emergency Services Contract #R15PC00029 10/1/16-12/31/16; \$211,293.50 for Various Districts - Volta Groundwater Wells (PG&E Power Costs); \$306,777.49 for Yuba County Water Agency Transfers (YCWAT) 2013; \$4,604.69 for SJVDA - December 2016 expenses).

Collections for the period ending February 20, 2017 were \$5,420,925.03 (\$9,461.84 from ACWA/JPIA - 2009 Ford F-150 Vehicle Loss; \$2,013.65 from various employees - Cobra; \$304,915.28 from Various Districts - DHCCP 2013A 3/1/17 Principal/Interest Debt Service; \$2,479,097.67 from DWR - SB104 Grant; \$1,454.00 from Various Districts - Membership Assessments FY17; \$2,811.50 from Various Districts - Milepost/Metering Service 10/1/16 - 12/31/16; \$487.92 from various employees - Employee retirement loan payoffs; \$800.00 from Various vendors - miscellaneous Vendor Reimbursements; \$1,975,236.81 from Various Districts - OID/SSJID 2016 Water Purchase; \$4,195.71 from SJVDA - November 2016 expenses; \$394,752.56 from Santa Clara Valley Water District - CY2005-2015 Deliveries to/from Water Bank; \$245,698.09 from Various Districts - YCWAT 2013).

Total Receivables balance ending February 20, 2017 was **\$792,201.68.**

Cash Activity Report: (Period Ending February 20, 2017).

Total Cash balance for all accounts on January 20, 2017 was \$23,351,827.72.

Cash on Hand account balance as of January 20, 2017 was \$0. Total increase in this account was \$0. Total decrease in this account was \$0. Cash balance on February 20, 2017 was **\$0.**

Central Valley Community Bank - Checking balance as of January 20, 2017 was (\$151,581.30). Total increase in this account was \$3,391,743.19 (All transfer from Transactional Account). Total decrease in this account was \$3,556,749.96 (\$3,309,993.02 for check disbursements; \$84,055.94 Wire to IRS (Payroll tax deposit); \$34,104.82 Wire to EDD (payroll tax deposit); \$128,392.86 Wire to ICMA – retirement funds deposit; \$203.32 Bank Service fees).

Total balance in the Checking account as of February 20, 2017 was **(\$316,588.07)**.

Central Valley Community Bank – Payroll Checking balance as of January 20, 2017 was \$10.00. Total increase in this account was \$367,236.41 (All transfer from Transactional Account). Total decrease in this account was \$367,236.41 (All issue payroll). Total balance in the Payroll Checking account as of February 20, 2017 was **\$10.00**.

Central Valley Community Bank - Transactional Account balance as of January 20, 2017 was \$3,182,947.52. Total increase in this account was \$8,658,406.41 (\$2,689,224.56 O&M Collections; \$1,454.00 Membership Assessments; \$5,419,471.03 Other Collections; \$546,941.28 wire from USBR – O&M Self-Funding; \$1,315.54 from Interest).

Total decrease in this account was \$6,413,688.30 (\$367,236.41 Transfer to Payroll; \$1,078,195.33 Wire to USBR – O&M Joint Use of Facilities plus Power Bill; \$445,313.39 wire to DWR – Intertie Conveyance October-December 2016; \$828,312.74 wire to Friant WA 2016 WY Refund SF O&M; \$302,847.24 Transfer to DHCCP; \$3,391,743.19 Transfer to Checking; \$40.00 Wire fees).

Total balance in the Transactional Account as of February 20, 2017 was **\$5,427,665.63**.

Central Valley Community Bank – Muni Account balance as of January 20, 2017 was \$1,063,775.34. Total increase in this account was \$542.09 (all from interest).

Total decrease in this account was \$0.

Total balance in the Muni account as of February 20, 2017 was **\$1,064,317.43**.

Cal Trust – Investment Account balance as of January 20, 2017 was \$18,121,523.73. Total increase in this account was \$16,543.73 (All from interest). The decrease in this account was \$3,000.00 (All from adjustment in change in market share).

Total balance in the Investment account as of February 20, 2017 was **\$18,135,067.46**.

LAIF account balance as of January 20, 2017 was \$1,134,452.43. Total increase in this account was \$0. Total decrease in this account was \$0. Total cash balance on February 20, 2017 was **\$1,134,452.43**.

Petty Cash account balance as of January 20, 2017 was \$700.00. Total increase was \$0.

Total decrease was \$0. Total Petty Cash balance on February 20, 2017 was **\$700.00**.

Total Cash balance for all accounts as of February 20, 2017 was **\$25,445,624.88**.

Budget to Actual Comparison: Funds 03 through 56: (Baseline for measurement is 11 months).

Note that year-to-date actual expenditures comparison to budget is an estimate only. Invoicing may not be uniform all year round. A true reflection of expenses is done at year-end after all accruals are booked and all necessary reconciliations are completed.

Member Funded Activities (March 1, 2016 through January 31, 2017). Baseline measurement is 91.67% (11 months). YTD spending is trending positive (in total) with an actual spending of 68.43% of the FY17 amended budget when compared to 91.67% of the amended budget.

DMC Budget to Actual Comparison Summary: (March 1, 2016 through January 31, 2017).

Baseline measurement is 91.67% (11 months).

YTD spending reflects a positive trend with actual spending of 81.97% of the approved budget when compared to 91.67% as budgeted.

San Luis & Delta-Mendota Water Authority

Cash Activity Report

Period Ending February 20, 2017

	Cash On Hand	CVCB Checking 0.00%	CVCB Payroll 0.00%	CVCB Transactional 0.60%	CVCB Muni 0.60%	CalTrust ST 0.94% MT 1.16%	LAIF 0.78%	Petty Cash	Total Cash
CASH BALANCE January 20, 2017	\$0.00	(\$151,581.30)	\$10.00	\$3,182,947.52	\$1,063,775.34	\$18,121,523.73	\$1,134,452.43	\$700.00	\$23,351,827.72
Increases									
O & M Collections				2,689,224.56					2,689,224.56
Membership Assessments				1,454.00					1,454.00
Other Receivables				5,419,471.03					5,419,471.03
Wire from USBR - O&M Self Funding				546,941.28					546,941.28
Transfer from Transactional Account		3,391,743.19	367,236.41						3,758,979.60
Interest				1,315.54	542.09	16,543.73			18,401.36
TOTAL INCREASES	0.00	3,391,743.19	367,236.41	8,658,406.41	542.09	16,543.73	0.00	0.00	12,434,471.83
Decreases									
Check Disbursements (Attached)		3,309,993.02							3,309,993.02
Issue Payroll			367,236.41	367,236.41					367,236.41
Transfer to Payroll									367,236.41
Wire to USBR - O&M Joint Use Facilities + Power				1,078,195.33					1,078,195.33
Wire to DWR Interlie Conveyance Oct-Dec 2016				445,313.39					445,313.39
Wire to Friant WA 2016 WY Refund SF O&M				828,312.74					828,312.74
Wire to IRS (Payroll Tax Deposit)		84,055.94							84,055.94
Wire to EDD (Payroll Tax Deposit)		34,104.82							34,104.82
Wire to ICMA (Retirement Deposit)		128,392.86							128,392.86
Transfer to DHCCP				302,847.24					302,847.24
Transfer to Checking				3,391,743.19					3,391,743.19
Adjustment in change in market share						3,000.00			3,000.00
Bank Service Charge/Wire Fees		203.32		40.00					243.32
TOTAL DECREASES	0.00	3,556,749.96	367,236.41	6,413,688.30	0.00	3,000.00	0.00	0.00	10,340,674.67
CASH BALANCE February 20, 2017	\$0.00	(\$316,588.07)	\$10.00	\$5,427,655.63	\$1,064,317.43	\$18,135,067.46	\$1,134,452.43	\$700.00	\$25,445,624.88
Unreconciled, bank statements expected by 3/10/17									
Daily Interest rates through 2/20/17									
Net Increase (Decrease)		(\$165,006.77)	\$0.00	\$2,244,718.11	\$542.09	\$13,543.73	\$0.00	\$0.00	\$2,093,797.16
		Accounts Payable		Transfer from to Other Accounts: Collections & Payable	Interest	Interest & adjustment in change in market price			

San Luis & Delta-Mendota Water Authority
Receivable Activity Report (Does Not Include Water Payment Transactions)
Period Ending February 20, 2017

	SELF-FUNDING DIST/OTHERS	MEMBERS	USBR EMERGENCY	USBR GRANTS	USBR MISC.	OTHER	TOTAL RECEIVABLE
RECEIVABLE BALANCE JANUARY 20, 2017	\$ -	\$ 321,102.34	\$ -	\$ -	\$ -	\$ 2,331,202.57	\$ 2,652,304.91
Billings:							
ACWA/JPIA - 2009 Ford F-150 Vehicle Loss						9,461.84	9,461.84
Cobra - Various Employees						2,008.85	2,008.85
Department of Water Resources - SB104 Grant						2,609,576.49	2,609,576.49
Miscellaneous - Employee Retirement Loan Payoff						487.92	487.92
Miscellaneous - Vendor/District Reimbursements						811.25	811.25
Panoche Water District (PG&E Power Costs) - Tile Drain Pumps						349.62	349.62
San Joaquin Valley Drainage Authority - December 2016 Expenses						4,604.69	4,604.69
Santa Clara Valley Water District - CY2005-2015 Deliveries to/from Water Bank						394,752.56	394,752.56
T. Kallian Investments - Office repairs						51.00	51.00
USBR - Emergency Services Contract #R15PC00029 - 10/1/16-12/31/16			20,646.59				20,646.59
Volta Groundwater Wells (PG&E Power Costs) - various Districts						211,293.50	211,293.50
YCWAT 2013 - Various Districts						306,777.49	306,777.49
TOTAL BILLINGS	\$ -	\$ -	\$ 20,646.59	\$ -	\$ -	\$ 3,540,176.21	\$ 3,660,821.80
Collections:							
ACWA/JPIA - 2009 Ford F-150 Vehicle Loss						9,461.84	9,461.84
Cobra - Various Employees						2,013.65	2,013.65
DHCCP 2013A - 3/1/17 Principal/Interest Debt Service - Various Districts						304,915.28	304,915.28
Department of Water Resources - SB104 Grant						2,479,097.67	2,479,097.67
Membership Assessments FY16/17 - First & Second Installment		1,454.00					1,454.00
Milepost/Metering Services - 10/01/16-12/31/16 - Various Districts						2,811.50	2,811.50
Miscellaneous - Employee Retirement Loan Payoff						487.92	487.92
Miscellaneous - Vendor Reimbursements						800.00	800.00
OID/SSJID 2016 Water Purchase - Various Districts						1,975,236.81	1,975,236.81
San Joaquin Valley Drainage Authority - November 2016 Expenses						4,195.71	4,195.71
Santa Clara Valley Water District - CY2005-2015 Deliveries to/from Water Bank						394,752.56	394,752.56
YCWAT 2013 - Various Districts						245,698.09	245,698.09
TOTAL COLLECTIONS	\$ -	\$ 1,454.00	\$ -	\$ -	\$ -	\$ 5,419,471.03	\$ 5,420,926.03
RECEIVABLE BALANCE AS OF PERIOD ENDING FEBRUARY 20, 2017	\$ -	\$ 319,648.34	\$ 20,646.59	\$ -	\$ -	\$ 451,906.75	\$ 792,201.68

San Luis & Delta-Mendota Water Authority

Cash Activity Detail Report - Operational

For Period January 21, 2017 through February 20, 2017

Daily Interest Rates:		0.00%	0.00%	0.60%	0.60%	ST 0.94% MT 1.16%	0.78%	Total
Type of Account:	Account #:	CVCB Checking 0471	CVCB Payroll 0489	CVCB Transactional 0463	CVCB Muni 4858	Cal Trust 25-10 Short/Medium Term	LAIF 4-005	
Cash on Hand		0.00	10.00	3,182,947.52	1,063,775.34	18,121,523.73	1,134,452.43	23,351,827.72
Receipts - Remote Deposit								
1/23/2017	Deposit	0.00	0.00	74.56	0.00	0.00	0.00	74.56
1/24/2017	Deposit	0.00	0.00	83.16	0.00	0.00	0.00	83.16
1/25/2017	Deposit	0.00	0.00	293,115.78	0.00	0.00	0.00	293,115.78
1/26/2017	Deposit	0.00	0.00	2,479,097.67	0.00	0.00	0.00	2,479,097.67
1/27/2017	Deposit	0.00	0.00	1,847.87	0.00	0.00	0.00	1,847.87
1/30/2017	Deposit	0.00	0.00	320,335.39	0.00	0.00	0.00	320,335.39
2/1/2017	Deposit	0.00	0.00	71.29	0.00	0.00	0.00	71.29
2/2/2017	Deposit	0.00	0.00	12,446.71	0.00	0.00	0.00	12,446.71
2/3/2017	Deposit	0.00	0.00	1,692,239.91	0.00	0.00	0.00	1,692,239.91
2/6/2017	Deposit	0.00	0.00	10,436.02	0.00	0.00	0.00	10,436.02
2/9/2017	Deposit	0.00	0.00	188,226.56	0.00	0.00	0.00	188,226.56
2/13/2017	Deposit	0.00	0.00	425,828.18	0.00	0.00	0.00	425,828.18
2/15/2017	Deposit	0.00	0.00	8,727.46	0.00	0.00	0.00	8,727.46
2/17/2017	Deposit	0.00	0.00	33,511.04	0.00	0.00	0.00	33,511.04
Wired Receipts - Direct Deposit								
2/15/2017	San Luis WD - SF O&M	0.00	0.00	241,035.59	0.00	0.00	0.00	241,035.59
2/15/2017	Westlands WD - SF O&M	0.00	0.00	2,403,073.40	0.00	0.00	0.00	2,403,073.40
To/From CAR - DHCCP								
1/25/2017	Transfer to DHCCP	0.00	0.00	(138,376.22)	0.00	0.00	0.00	(138,376.22)
1/27/2017	Transfer to DHCCP	0.00	0.00	(885.00)	0.00	0.00	0.00	(885.00)
1/30/2017	Transfer to DHCCP	0.00	0.00	(103,992.36)	0.00	0.00	0.00	(103,992.36)
2/2/2017	Transfer to DHCCP	0.00	0.00	(3,144.11)	0.00	0.00	0.00	(3,144.11)
2/3/2017	Transfer to DHCCP	0.00	0.00	(28,626.12)	0.00	0.00	0.00	(28,626.12)
2/13/2017	Transfer to DHCCP	0.00	0.00	(5,033.67)	0.00	0.00	0.00	(5,033.67)
2/17/2017	Transfer to DHCCP	0.00	0.00	(22,789.76)	0.00	0.00	0.00	(22,789.76)
Checks Written								
1/24/2017	Accounts Payable	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1/24/2017	Void Check #020948	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1/25/2017	Void Check #020521	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1/31/2017	Accounts Payable	0.00	0.00	(94,510.53)	0.00	0.00	0.00	(94,510.53)
1/31/2017	Void Check #022164	0.00	0.00	358.00	0.00	0.00	0.00	358.00
2/1/2017	Accounts Payable	0.00	0.00	(2,669,546.31)	0.00	0.00	0.00	(2,669,546.31)
2/1/2017	Payroll	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2/3/2017	Payroll	0.00	0.00	(10,816.81)	0.00	0.00	0.00	(10,816.81)
2/7/2017	Accounts Payable	0.00	0.00	(178,224.62)	0.00	0.00	0.00	(178,224.62)
2/14/2017	Accounts Payable	0.00	0.00	(244,386.63)	0.00	0.00	0.00	(244,386.63)
2/17/2017	Payroll	0.00	0.00	(264,722.65)	0.00	0.00	0.00	(264,722.65)
Wires for ICMA Contributions & Payroll Taxes								
1/23/2017	ICMA 12/31/16 - 1/13/17	0.00	0.00	(3,309,993.02)	0.00	0.00	0.00	(3,309,993.02)
1/25/2017	EDD 12/31/16 - 1/13/17 SDI & SWT	0.00	0.00	(62,784.98)	0.00	0.00	0.00	(62,784.98)
1/25/2017	EDD 12/31/16 - 1/13/17 UI & ETT	0.00	0.00	(11,978.23)	0.00	0.00	0.00	(11,978.23)
1/25/2017	IRS 12/31/16 - 1/13/17	0.00	0.00	(38,406.72)	0.00	0.00	0.00	(38,406.72)
2/6/2017	ICMA 1/14/17 - 1/27/17	0.00	0.00	(3,719.96)	0.00	0.00	0.00	(3,719.96)
2/6/2017	EDD 1/14/17 - 1/27/17 SDI & SWT	0.00	0.00	(61,887.92)	0.00	0.00	0.00	(61,887.92)
2/6/2017	EDD 1/14/17 - 1/27/17 UI & ETT	0.00	0.00	(2,218.89)	0.00	0.00	0.00	(2,218.89)
2/6/2017	EDD 1/14/17 - 1/27/17 SDI & SWT	0.00	0.00	(12,362.86)	0.00	0.00	0.00	(12,362.86)
2/6/2017	EDD 1/14/17 - 1/27/17 UI & ETT	0.00	0.00	(2,448.97)	0.00	0.00	0.00	(2,448.97)
2/6/2017	IRS 1/14/17 - 1/27/17	0.00	0.00	(6,566.98)	0.00	0.00	0.00	(6,566.98)
2/6/2017	IRS 1/14/17 - 1/27/17	0.00	0.00	(39,082.24)	0.00	0.00	0.00	(39,082.24)
Wires in from LAIF / CalTrust								
2/13/2017	January 2017 Self Funding O&M	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2/13/2017	February 2017 Self Funding O&M	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Direct Deposit in from USBR								
2/13/2017	January 2017 Self Funding O&M	0.00	0.00	230,811.57	0.00	0.00	0.00	230,811.57
2/13/2017	February 2017 Self Funding O&M	0.00	0.00	316,129.71	0.00	0.00	0.00	316,129.71
Total		0.00	0.00	546,941.28	0.00	0.00	0.00	546,941.28

San Luis & Delta-Mendota Water Authority

Cash Activity Detail Report - Operational

For Period January 21, 2017 through February 20, 2017

1/01/2017 through January 20, 2017										
Daily Interest Rates: Type of Account: Account #:	Cash on Hand	0.00% CVCB Checking 0471	0.00% CVCB Payroll 0489	0.60% CVCB Transactional 0483	0.60% CVCB Muni 4858	ST 0.94% MT 1.16% Cal Trust 25-10	0.78% LAIF 4-006	Petty Cash	Total	
Cash Balance as of 1/20/17										
Transfers From TransMuni/Muni										
Date										
1/30/2017	Funding for 2/1/17 Payroll	0.00	10,711.41	(10,711.41)	0.00	0.00	0.00	0.00	0.00	
1/31/2017	Funding for revised 2/1/17 Payroll	0.00	105.40	(105.40)	0.00	0.00	0.00	0.00	0.00	
2/1/2017	Funding for Payroll	0.00	178,224.62	(178,224.62)	0.00	0.00	0.00	0.00	0.00	
2/15/2017	Funding for Payroll	0.00	178,194.98	(178,194.98)	0.00	0.00	0.00	0.00	0.00	
Wires Out to Treasury										
Date										
2/1/2017	O&M Costs Joint Use Facilities February 2017	0.00	367,235.41	(367,235.41)	0.00	0.00	0.00	0.00	0.00	
2/1/2017	Power Bill - January 2017	0.00	0.00	(4,265.00)	0.00	0.00	0.00	0.00	(4,265.00)	
2/1/2017		0.00	0.00	(1,073,930.33)	0.00	0.00	0.00	0.00	(1,073,930.33)	
Wires Out										
Date										
2/9/2017	DWR Interline Conveyance Oct, Nov, Dec 2016	0.00	0.00	(445,313.39)	0.00	0.00	0.00	0.00	(445,313.39)	
2/17/2017	Frant WA 2016 WY Refund SF O&M	0.00	0.00	(828,312.74)	0.00	0.00	0.00	0.00	(828,312.74)	
Transfers Out - To LAIF / Cal Trust										
Date										
2/1/2017		0.00	0.00	(1,273,626.13)	0.00	0.00	0.00	0.00	(1,273,626.13)	
CVCB Sweep Checking/Trans Muni										
Date										
1/23/2017	Sweep from Transactional Account	0.00	137,289.89	(137,289.89)	0.00	0.00	0.00	0.00	0.00	
1/24/2017	Sweep from Transactional Account	0.00	1,533.63	(1,533.63)	0.00	0.00	0.00	0.00	0.00	
1/25/2017	Sweep from Transactional Account	0.00	60,505.96	(60,505.96)	0.00	0.00	0.00	0.00	0.00	
1/26/2017	Sweep from Transactional Account	0.00	20,507.40	(20,507.40)	0.00	0.00	0.00	0.00	0.00	
1/27/2017	Sweep from Transactional Account	0.00	9,020.58	(9,020.58)	0.00	0.00	0.00	0.00	0.00	
1/30/2017	Sweep from Transactional Account	0.00	10,913.54	(10,913.54)	0.00	0.00	0.00	0.00	0.00	
1/31/2017	Sweep from Transactional Account	0.00	15,147.64	(15,147.64)	0.00	0.00	0.00	0.00	0.00	
2/1/2017	Sweep from Transactional Account	0.00	4,660.01	(4,660.01)	0.00	0.00	0.00	0.00	0.00	
2/2/2017	Sweep from Transactional Account	0.00	19,673.23	(19,673.23)	0.00	0.00	0.00	0.00	0.00	
2/3/2017	Sweep from Transactional Account	0.00	37,611.62	(37,611.62)	0.00	0.00	0.00	0.00	0.00	
2/6/2017	Sweep from Transactional Account	0.00	1,809,178.52	(1,809,178.52)	0.00	0.00	0.00	0.00	0.00	
2/7/2017	Sweep from Transactional Account	0.00	379,704.93	(379,704.93)	0.00	0.00	0.00	0.00	0.00	
2/8/2017	Sweep from Transactional Account	0.00	64,156.66	(64,156.66)	0.00	0.00	0.00	0.00	0.00	
2/9/2017	Sweep from Transactional Account	0.00	1,279.65	(1,279.65)	0.00	0.00	0.00	0.00	0.00	
2/10/2017	Sweep from Transactional Account	0.00	6,327.77	(6,327.77)	0.00	0.00	0.00	0.00	0.00	
2/13/2017	Sweep from Transactional Account	0.00	599,169.56	(599,169.56)	0.00	0.00	0.00	0.00	0.00	
2/14/2017	Sweep from Transactional Account	0.00	5,117.00	(5,117.00)	0.00	0.00	0.00	0.00	0.00	
2/15/2017	Sweep from Transactional Account	0.00	24,321.39	(24,321.39)	0.00	0.00	0.00	0.00	0.00	
2/16/2017	Sweep from Transactional Account	0.00	42,109.99	(42,109.99)	0.00	0.00	0.00	0.00	0.00	
2/17/2017	Sweep from Transactional Account	0.00	143,514.22	(143,514.22)	0.00	0.00	0.00	0.00	0.00	
Bank Fee/Bank Error/Adjustments										
Date										
2/8/2017	Change in Market Share Adjustment	0.00	3,391,743.19	(3,391,743.19)	0.00	0.00	0.00	0.00	0.00	
2/15/2017	Incoming Wire Fees	0.00	0.00	(40.00)	0.00	18,076.11	0.00	0.00	18,076.11	
2/15/2017	Service Charge (Analysis Stmt)	0.00	(203.32)	0.00	0.00	0.00	0.00	0.00	(203.32)	
2/16/2017	Change in Market Share Adjustment	0.00	0.00	0.00	0.00	(30,974.08)	0.00	0.00	(30,974.08)	
2/17/2017	Change in Market Share Adjustment	0.00	0.00	0.00	0.00	9,897.97	0.00	0.00	9,897.97	
Interest Earned										
Date										
1/31/2017	Interest	0.00	0.00	1,315.54	542.09	0.00	0.00	0.00	1,857.63	
2/1/2017	January 2017 Interest	0.00	0.00	0.00	0.00	16,543.73	0.00	0.00	16,543.73	
Cash Balance as of 2/20/17										
		0.00	(316,568.07)	10,000.00	5,427,665.63	1,064,317.43	1,134,452.43	700.00	25,445,624.88	

Note: Daily Interest Rates are through 2/20/17

Percentage in Investment Accounts	5%	89%	6%
Target Percentage in Investment Accounts	10%	75%	15%

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San Luis & Delta-Mendota Water Authority

Amended Budget to Actual Comparison Summary

March 1, 2016 through January 31, 2017

	Budget Type	FY Budget 3/1/16 - 2/28/17	Amended FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Amended Budget	Notes	Amount Remaining
03	General Membership (Administrative Agreement)	192,576 32,994	177,414 67,875	155,726 80,826	87.78% 119.08%	1	21,688 (12,951)
07	Leg/CVP Operations #1 (All Members)	3,078,355 88,508	2,971,314 145,504	2,189,501 141,764	73.69% 97.43%		781,813 3,741
12	Delta Issues Participation (DIPS)	774,871 89,556	979,888 36,494	353,417 21,252	36.07% 58.23%		626,471 15,242
08	Leg/CVP Operations #2	1,059,566 50,102	885,571 50,454	734,581 36,792	82.95% 72.92%		150,989 13,663
06	Reallocation Agreement	548 873	759 53	726 42	95.60% 80.38%		33 10
35	Contract Renewal Coordinator	219,755 1,920	131,852 211	38,289 170	29.04% 80.28%		93,563 42
09	Leg/CVP Operations #3	641 5,761	833 793	726 1,256	87.11% 158.52%	2	107 (464)
28	Yuba County Water Transfers	1,106 3,666	2,794 2,076	2,134 972	76.38% 46.83%		660 1,104
22	Grassland Basin Drainage #3A (General Participation)	2,323,541 24,265	2,343,568 4,238	1,411,693 3,122	60.24% 73.67%		931,875 1,116
17	Southern Groundwater Mngmt.	202,496 1,047	188,469 3,066	55,903 2,359	29.66% 76.93%		132,567 707
18	Northern Groundwater Mngmt	152,496 1,047	137,382 1,585	26,107 1,521	19.00% 95.92%		111,275 65

San Luis & Delta-Mendota Water Authority

Amended Budget to Actual Comparison Summary

March 1, 2016 through January 31, 2017

	Budget Type	FY Budget 3/1/16 - 2/28/17	Amended FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Amended Budget	Notes	Amount Remaining
44	Exchange Contractors - 5 Year Transfer	1,079	1,852	1,411	76.18%		441
	Administration	3,666	1,921	1,845	96.06%		76
56	Long-Term North to South Water Transfer Program	179,628	355,474	290,050	81.60%		65,424
	Administration	4,015	528	424	80.27%		104
16	DHCCP	119,157	91,028	119,732	131.53%	3	(28,704)
	Administration	56,387	53,703	42,728	79.56%		10,975
34	State and Federal Contractors Water Agency	800,112	799,579	730,011	91.30%		69,568
	Administration	35,438	29,243	26,701	91.30%		2,543
37	SB104 Drought Grant	24,066	25,488	22,856	89.67%		2,632
	Administration	7,334	6,164	4,183	67.86%		1,981
TOTAL		9,536,571	9,497,173	6,498,820	68.43%		2,998,353

11 / 12 X 9,497,173 \$ 8,705,742

Amended Budget vs. Actual

2,206,922

Notes:

1. General Membership (Fund 03) trending over amended budget due to administrative expenses
2. Leg/CVP Operations #3 (Fund 9) trending over amended budget due to administrative expenses
3. DHCCP (Fund 16) trending over amended amended budget due to Linneman and Kronick legal services

San Luis & Delta-Mendota Water Authority

DMC without E O&M

Budget to Actual Comparison Summary

March 1, 2016 through January 31, 2017

		FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Budget	Budget Amount Remaining
Operate & Maintain DMC	S/F 02	4,193,424.94	3,459,090.91	82.49%	734,334.03
Operate & Maintain Wasteways	S/F 04	184,700.41	80,782.40	43.74%	103,918.01
Mendota Pool	S/F 05	131,184.53	104,474.93	79.64%	26,709.60
Columbia Mowery Meters	USBR 06	-	-	0.00%	-
Operate & Maintain JPP	S/F 11	2,138,753.16	2,076,837.81	97.11%	61,915.35
Intertie Maintenance	S/F 12	185,076.62	76,931.48	41.57%	108,145.14
Volta Wells Pumping	S/F 13	131,342.73	54,827.15	41.74%	76,515.58
Operate & Maintain O'Neill	S/F 19	1,387,734.23	1,229,353.40	88.59%	158,380.83
Maintain Tracy Fish Facility	USBR 30	274,492.32	113,109.00	41.21%	161,383.31
Maintain Fish Release Site	USBR 32	5,708.76	144.71	2.53%	5,564.05
Operate & Maintain Tracy USBR	USBR 33	4,262.94	40,832.34	957.84%	(36,569.40)
Operate & Maintain San Luis Drain	S/F 41	72,392.02	85,584.76	118.22%	(13,192.74)
Maintain Delta Cross Channel	USBR 44	70,555.02	17,776.25	25.19%	52,778.76
WAPA	USBR 45	1,789.75	-	0.00%	1,789.75
Warehousing	52	137,636.71	127,496.17	92.63%	10,140.54
Tracy Field Office Expense	54	536,810.91	286,600.30	53.39%	250,210.61
Direct Administrative/General Expense	56	898,223.47	859,512.33	95.69%	38,711.14
Indirect Administrative/General Expense	57	272,548.30	78,996.31	28.98%	193,551.99
Indirect O & M LBAO Admin.	58	1,406,896.25	1,170,986.87	83.23%	235,909.38
TOTAL		12,033,533.07	\$9,863,337.11	81.97%	2,170,195.96
Total from Self-Funding - page 2		11,540,119	9,647,051	83.60%	1,893,068
Total from USBR - page 3		493,414	197,816	40.09%	295,598
Total from Special Projects - page 4		-	18,470		(18,470)
Totals		12,033,533	9,863,337		2,170,196
YTD %		91.67%			

A. Does NOT include DWR Wheeling

B. Includes \$112,000 Volta Wells Project Monitoring

- NOTES
1. Generators and fuel for building 15 outage; reimbursable by USBR
 2. Chemical Weed Control

San Luis & Delta-Mendota Water Authority

Self-Funding Portion of DMC

Budget to Actual Comparison Summary

March 1, 2016 through January 31, 2017

	FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Budget	Budget Amount Remaining
Operate & Maintain DMC	4,193,424.94	\$3,459,090.91	82.49%	734,334.03
Operate & Maintain Wasteways	184,700.41	\$80,782.40	43.74%	103,918.01
Mendota Pool	131,184.53	\$104,474.93	79.64%	26,709.60
Operate & Maintain TPP	2,138,753.16	\$2,076,837.81	97.11%	61,915.35
Intertie Maintenance	185,076.62	\$76,931.48	41.57%	108,145.14
Volta Wells Pumping	131,342.73	\$54,827.15	41.74%	76,515.58
Operate & Maintain O'Neill	1,387,734.23	\$1,229,353.40	88.59%	158,380.83
Operate & Maintain San Luis Drain	72,392.02	\$85,584.76	118.22%	(13,192.74)
Total Direct O & M	8,424,608.64	7,167,882.84	85.08%	1,256,725.80
Warehousing	131,855.28	125,251.79	94.99%	6,603.49
Tracy Field Office Expense	514,262.16	281,555.15	54.75%	232,707.01
Direct Administrative/General Expense	860,493.58	844,381.94	98.13%	16,111.64
Indirect Administrative/General Expense	261,099.90	77,605.70	29.72%	183,494.20
Indirect O & M LBAO Admin.	1,347,799.54	1,150,373.45	85.35%	197,426.09
Total Indirect Allocated to O & M	3,115,510.46	2,479,168.03	79.58%	636,342.43
Total SLDMWA O&M	11,540,119.10	9,647,050.87	83.60%	1,893,068.23

San Luis & Delta-Mendota Water Authority USBR Service Agreement portion of DMC Budget to Actual Comparison Summary

March 1, 2016 through January 31, 2017

	FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Budget	Budget Amount Remaining
Columbia Mowery Meters 06	-	\$0.00	0.00%	-
Maintain Tracy Fish Facility 30	274,492.32	\$113,109.00	41.21%	161,383.31
Maintain Fish Release Site 32	5,708.76	\$144.71	2.53%	5,564.05
Operate & Maintain Tracy USBR 33	4,262.94	\$40,832.34	957.84%	(36,569.40)
Maintain Delta Cross Channel 44	70,555.02	\$17,776.25	25.19%	52,778.76
WAPA 45	1,789.75	\$0.00	0.00%	1,789.75
Total Direct USBR Facilities	356,808.79	171,862.30	48.17%	184,946.48
Warehousing 52	5,781.43	1,311.22	22.68%	4,470.21
Tracy Field Office Expense 54	22,548.75	2,947.52	13.07%	19,601.23
Direct Administrative/General Expense 56	37,729.89	8,839.59	23.43%	28,890.30
Indirect Administrative/General Expens 57	11,448.40	812.43	7.10%	10,635.97
Indirect O & M LBAO Admin. 58	59,096.71	12,042.93	20.38%	47,053.78
Total Indirect Allocated USBR Facilities	136,605.18	25,953.69	19.00%	110,651.49
TOTAL USBR FACILITIES	493,413.97	197,815.99	40.09%	295,597.97

March 1, 2016 through January 31, 2017

TOTAL INDIRECT ALLOCATED TO SPECIAL PROJECTS

San Luis & Delta-Mendota Water Authority

CIP / EO&M / PAT Grants

Budget to Actual Comparison Summary

March 1, 2016 through January 31, 2017

	FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Budget	Budget Amount Remaining
ONP-Siphon System Upgrades	A0	\$44,744.92	0.00%	(44,744.92)
TPP-Replace Cooling WaterLines	A1	\$0.00	0.00%	-
JPP-Trashrack Replacement 1of2	A2	\$78,593.80	0.00%	(78,593.80)
JPP-Replace Unit 1 Impeller	A3	\$36,673.00	0.00%	(36,673.00)
DMC-Radial Gate Repainting Check 20	A4	\$16,150.79	0.00%	(16,150.79)
Upper DMC SCADA System Improvement	A5	\$1,893.19	0.00%	(1,893.19)
Flow Measurement-Mendota Pool	A6	\$16,296.12	0.00%	(16,296.12)
ONP-Communication Line Replacement	A7	\$11,075.15	0.00%	(11,075.15)
Unit Rewind Phase 1	A8	\$22,935.00	0.00%	(22,935.00)
Replace Computer/Network Comm Equipment	D0	\$57,243.96	46.24%	66,556.04
Vehicle Replacement	D1	\$128,473.11	85.99%	20,926.89
Heavy Equipment Replacement	D2	\$274,838.60	92.66%	21,761.40
Facilities Infrastructure	D3	\$27,219.80	63.30%	15,780.20
Canal Embankment Erosion Project	E0	\$40,756.44	16.94%	199,855.44
Fault Study & Equipment Rating	E1	\$16,280.00	53.31%	14,256.31
Rehabilitate Pump Assemblies #2	E2	\$455,243.56	116.92%	(65,873.52)
WECC Testing by USBR	E3	\$56,461.76	87.37%	8,162.99
Rehabilitate Penstock Interior	E4	\$399,648.98	171.60%	(166,758.69)
O&M Road Maintenance Program Phase 7 of 10	E6	\$1,222.24	1.11%	109,355.96
DMC Turnout Flow Measurement Phase 1	E7	\$3,731.57	20.32%	14,634.57
Participatory Grants	45	\$0.00	0.00%	-
Total Direct CIP/EO&M/PAT		1,689,481.99	99.39%	10,295.62
Warehousing	52	11,763.72	77.44%	2,653.41
Tracy Field Office Expense	54	45,880.89	44.64%	25,401.71
Direct Administrative/General Expense	56	76,770.60	80.00%	15,353.67
Indirect Administrative/General Expense	57	23,294.53	24.23%	17,649.81
Indirect O & M LBAO Admin.	58	120,246.54	69.58%	36,573.03
Total Indirect Allocated to CIP/EO&M/PAT		180,324.65	64.88%	97,631.63
Total CIP / EO&M / PAT		1,869,806.65	94.54%	107,927.24

NOTES 1. Prior years reserves to be used for funding

San Luis & Delta-Mendota Water Authority
DMC WITH E O & M
Budget to Actual Comparison Summary
March 1, 2016 through January 31, 2017

	FY Budget 3/1/16 - 2/28/17	Actual To Date 3/1/16 - 1/31/17	% of Budget	Budget Amount Remaining
Extra Ordinary O&M	1,699,777.61	\$1,689,481.99	99.39%	10,295.62
Participatory Grants			0.00%	-
Operate & Maintain DMC	4,193,424.94	3,459,090.91	82.49%	734,334.03
Operate & Maintain Wasteways	184,700.41	80,782.40	43.74%	103,918.01
Mendota Pool	131,184.53	104,474.93	79.64%	26,709.60
Columbia Mowery Meters			0.00%	-
Operate & Maintain JPP	2,138,753.16	2,076,837.81	97.11%	61,915.35
Intertie Maintenance	185,076.62	76,931.48	41.57%	108,145.14
Volta Wells Pumping	131,342.73	54,827.15	41.74%	76,515.58
Operate & Maintain O'Neill	1,387,734.23	1,229,353.40	88.59%	158,380.83
Maintain Tracy Fish Facility	274,492.32	113,109.00	41.21%	161,383.31
Maintain Fish Release Site	5,708.76	144.71	2.53%	5,564.05
Operate & Maintain Tracy USBR	4,262.94	40,832.34	957.84%	(36,569.40)
Operate & Maintain San Luis Drain	72,392.02	85,584.76	118.22%	(13,192.74)
Maintain Delta Cross Channel	70,555.02	17,776.25	25.19%	52,778.76
WAPA	1,789.75	\$0.00	0.00%	1,789.75
Warehousing	149,400.43	136,606.47	91.44%	12,793.96
Tracy Field Office Expense	582,691.80	307,079.48	52.70%	275,612.32
Direct Administrative/General Expense	974,994.07	920,929.25	94.45%	54,064.82
Indirect Administrative/General Expense	295,842.83	84,641.03	28.61%	211,201.80
Indirect O & M LBAO Admin.	1,527,142.79	1,254,660.38	82.16%	272,482.41
TOTAL	14,011,266.96	11,733,143.76	83.74%	2,278,123.20
Total from Self-Funding - page 2 Total from USBR - page 3 Total from Special Projects - page 4 Total from EO&M - page 5 Totals				
	11,540,119	9,547,051	83.60%	1,893,068
	493,414	197,816	40.09%	295,598
		18,470		(18,470)
	1,977,734	1,869,807	94.54%	107,927
	14,011,267	11,733,144		2,278,123
YTD %				91.67%

A. Does NOT include DWR Wheeling
B. Includes \$112,000 Volta Wells Project Monitoring

NOTES

- Generators and fuel for building 15 outage; reimbursable by USBR
- Chemical Weed Control

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SAN LUIS DELTA-MENDOTA WATER AUTHORITY
CHECK REGISTER
3/1/16 THROUGH 2/28/17
CENTRAL VALLEY COMMUNITY BANK

Page 84		Balance Forward:			(523,714.36)	
Check No.	Date	Check Issued to:	Description	Amount of Check	Amount of Deposit	Balance
022388	2/14/2017	WEX Inc.	Fuel Charges	660.29		(524,374.65)
022389	2/14/2017	Yancy Home Center	Lumber	7,072.70		(531,447.35)
	2/14/2017	Transfer From Transactional Muni Account			5,117.00	(526,330.35)
	2/15/2017	Transfer From Transactional Muni Account			24,321.39	(502,008.96)
	2/15/2017	Jan Service Charge (Analysis Statement)	Service Charge	203.32		(502,212.28)
	2/16/2017	Transfer From Transactional Muni Account			42,109.99	(460,102.29)
	2/17/2017	Transfer From Transactional Muni Account			143,514.22	(316,588.07)

SAN LUIS DELTA-MENDOTA WATER AUTHORITY
CHECK REGISTER
3/1/16 THROUGH 2/28/17
CENTRAL VALLEY COMMUNITY BANK

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Check No.	Date	Check Issued to:	Description	Balance Forward:	
				Amount of Check	Amount of Deposit
022343	2/14/2017	Julie Bowers	Travel	53.50	(267,441.18)
022344	2/14/2017	California Farm Water Coalition	Outreach Services	17,500.00	(284,941.18)
022345	2/14/2017	CDW Government	Computer Software	297.78	(285,238.96)
022346	2/14/2017	Charleston Drainage District	O&M Above the Line	33,147.82	(318,386.78)
022347	2/14/2017	Aaron Cockriel	Travel	385.20	(318,771.98)
022348	2/14/2017	Del Puerto Water District	Travel	349.45	(319,121.43)
022349	2/14/2017	DK Enterprise, Inc dba Kings Roofing	Outside Services	434.00	(319,555.43)
022350	2/14/2017	Knife River Construction	Concrete & Paving Materials	135.95	(319,691.38)
022351	2/14/2017	Eastern Reverse Osmosis	Replacement WTP Nanofilters	13,530.00	(333,221.38)
022352	2/14/2017	Espana's Restaurant	2/6/17 Fac & WRC Meeting	227.07	(333,448.45)
022353	2/14/2017	Foley & Lardner LLP	2/17 Prof Serv-State & 2/11/17-2/28/17 Retainer	22,000.00	(355,448.45)
022354	2/14/2017	Gilton Solid Waste Management, Inc.	Waste Removal 2/3/17	97.08	(355,545.53)
022355	2/14/2017	Grainger, Inc.	Small Tools, Wire Labels, Timer Pkg Lot Lights & Fan Motor	2,302.81	(357,848.34)
022356	2/14/2017	Hanson Environmental, Inc.	11/1/16-12/31/16 Professional Services	13,159.30	(371,007.64)
022357	2/14/2017	Holt of California	Parts & Materials	522.86	(371,530.50)
022358	2/14/2017	Home Depot Credit Service	Parts & Materials	860.82	(372,391.32)
022359	2/14/2017	Bruce's Tire, Inc.	Outside Services Veh#8105	278.16	(372,669.48)
022360	2/14/2017	Industrial Scientific Corp.	Outside Services	683.69	(373,353.17)
022361	2/14/2017	Industry Packing & Seal, Inc.	Piston Cups Siphon Breakers	562.62	(373,915.79)
022362	2/14/2017	KP Public Affairs	2/11/17-2/28/17 Retainer	10,075.00	(383,990.79)
022363	2/14/2017	Kronick, Moskovitz, et al	2/11/17-2/28/17 Retainer	100,000.00	(483,990.79)
022364	2/14/2017	Les Schwab Tires	Tires for Trailer #8066	370.19	(484,360.98)
022365	2/14/2017	Linneman et al	2/11/17-2/28/17 Retainer	4,425.00	(488,785.98)
022366	2/14/2017	Luhdorff & Scalmanini	1/17 Professional Services	13,333.85	(502,119.83)
022367	2/14/2017	Marfab, Inc.	Parts & Materials	391.74	(502,511.57)
022368	2/14/2017	McMaster-Carr Supply Co.	Parts & Materials	285.62	(502,797.19)
022369	2/14/2017	Napa Auto Parts-Tracy	Parts & Materials	72.52	(502,869.71)
022370	2/14/2017	Napa Auto Parts-Los Banos	Parts & Materials	234.37	(503,104.08)
022371	2/14/2017	Nelson Consulting	1/17 Consulting Services	6,268.80	(509,372.88)
022372	2/14/2017	O'Reilly Auto Parts	Parts & Materials	249.20	(509,622.08)
022373	2/14/2017	Petty Cash-TFO	12/16 & 1/17 Petty Cash	383.26	(510,005.34)
022374	2/14/2017	Pioneer Law Group LLP	1/17 Long Term Water Transfer & 2/11/17-2/28/17 Retainer	4,072.50	(514,077.84)
022375	2/14/2017	Premier Automotive HCDJ of CA LLC	Parts & Materials	52.37	(514,130.21)
022376	2/14/2017	Jon Rubin	2/17 Mileage	256.80	(514,387.01)
022377	2/14/2017	San Joaquin County	Permits, License & Fees	90.00	(514,477.01)
022378	2/14/2017	SaveMart Supermarkets	2/6/17 WRC/FAC Mtg	79.53	(514,556.54)
022379	2/14/2017	Sherwin-Williams	Paint	439.34	(514,995.88)
022380	2/14/2017	Sorensen's True Value	Parts & Materials	22.25	(515,018.13)
022381	2/14/2017	State Board of Equalization	Fees, License & Permits	220.00	(515,238.13)
022382	2/14/2017	Stockton Pipe & Supply, Inc.	Flex Joint & Check Valve TFF	1,282.76	(516,520.89)
022383	2/14/2017	TelePacific Communications	2/17 Data Lines	2,444.67	(518,965.56)
022384	2/14/2017	TF Tire & Service	Tires Veh#8036	823.88	(519,789.44)
022385	2/14/2017	Tracy Delta Disposal Service, Inc.	Disposal Service	3,134.34	(522,923.78)
022386	2/14/2017	Valley Rubber & Gasket Co., Inc.	Parts & Materials	339.35	(523,263.13)
022387	2/14/2017	West Unified Communications Serv., Inc.	1/17 Conference Calls	451.23	(523,714.36)

SAN LUIS DELTA-MENDOTA WATER AUTHORITY
CHECK REGISTER
3/1/16 THROUGH 2/28/17
CENTRAL VALLEY COMMUNITY BANK

Page 82	Check No.	Date	Check Issued to:	Description	Amount of Check	Balance Forward:	
						Amount of Deposit	Balance
	022307	2/7/2017	FGL Environmental, Inc.	Outside Services	119.00		(1,026,584.05)
	022308	2/7/2017	Grainger, Inc.	Containment for Oil Tanks & Inventory Replenishment	1,122.07		(1,027,706.12)
	022309	2/7/2017	HIXCO	Inventory Replenishment	156.33		(1,027,862.45)
	022310	2/7/2017	Home Depot Credit Service	Parts & Materials	493.28		(1,028,355.73)
	022311	2/7/2017	Marfab, Inc.	Parts & Materials	125.42		(1,028,481.15)
	022312	2/7/2017	McMaster-Carr Supply Co.	Inventory Replenishment	234.06		(1,028,715.21)
	022313	2/7/2017	Mello Truck Repair Co., Inc.	Outside Services	465.00		(1,029,180.21)
	022314	2/7/2017	Merced County Reg. Waste Management Authority	Disposal Expense	19.00		(1,029,199.21)
	022315	2/7/2017	Merced County Sheriff	Garnishment	75.00		(1,029,274.21)
	022316	2/7/2017	Merced Truck & Trailer Inc.	Parts & Materials	148.48		(1,029,422.69)
	022317	2/7/2017	Jim Moore Enterprises	Parts & Materials	457.61		(1,029,880.30)
	022318	2/7/2017	Motion Industries, Inc.	Parts & Materials	524.91		(1,030,405.21)
	022319	2/7/2017	Napa Auto Parts-Tracy	Parts & Materials	4.17		(1,030,409.38)
	022320	2/7/2017	New York Life Insurance	1/17 EE Life Ins Premiums	455.25		(1,030,864.63)
	022321	2/7/2017	Jacob Oxenrider	Safety Equipment/ Other Services & Expenses	48.17		(1,030,912.80)
	022322	2/7/2017	Pacific Eco-Risk Lab Inc.	10/16-12/16 Bio Monitoring	14,809.41		(1,045,722.21)
	022323	2/7/2017	Jason Peltier	R/B Out of Pocket Expense	21.14		(1,045,743.35)
	022324	2/7/2017	Principal Financial	2/17 EE Disability Premiums	3,429.34		(1,049,172.69)
	022325	2/7/2017	Jon Rubin	1/17 Mileage Expense	339.73		(1,049,512.42)
	022326	2/7/2017	S.J. Valley Unified Air	Fees	600.00		(1,050,112.42)
	022327	2/7/2017	Safe-T-Lite	Inventory Replenishment	562.11		(1,050,674.53)
	022328	2/7/2017	Deborah Soares	Travel Expense-1/30/17 JPIA DOT Training	40.38		(1,050,714.91)
	022329	2/7/2017	State & Federal Contractors Water Agency	12/11/16-2/28/17 Service (4th Qtr)	198,125.00		(1,248,839.91)
	022330	2/7/2017	TF Tire & Service	Tires Veh#8092 & Veh#8058	1,176.38		(1,250,016.29)
	022331	2/7/2017	Tracy Ford	Parts & Materials	167.12		(1,250,183.41)
	022332	2/7/2017	Triangle Rock Products Inc.	Sand, Backfill & Rock	746.59		(1,250,930.00)
	022333	2/7/2017	Turlock Irrigation District	12/28/16-1/28/17 Service	96.79		(1,251,026.79)
	022334	2/7/2017	United Parcel Service	Mailing Cost January 2017	32.94		(1,251,059.73)
	022335	2/7/2017	Verizon Wireless	1/22/17-2/21/17 Service	546.96		(1,251,606.69)
	022336	2/7/2017	Warden's	Inventory Replenishment	1,108.44		(1,252,715.13)
	022337	2/7/2017	Windecker, Inc.	Petroleum, Oil & Lubricants	1,480.28		(1,254,195.41)
	022338	2/7/2017	Cheri' Worthy	401 Loan Refund	439.42		(1,254,634.83)
	022339	2/7/2017	Eric Isaacson	401 Loan Refund	48.50		(1,254,683.33)
			Transfer From Transactional Muni Account			379,704.93	(874,978.40)
		2/7/2017	Wire to EDD	Payroll Taxes PR 1/14/17-1/27/17 SDI & SWT	2,218.89		(877,197.29)
		2/8/2017	Wire to EDD	Payroll Taxes PR 1/14/17-1/27/17 SDI & SWT	12,362.86		(889,560.15)
		2/8/2017	Wire to EDD	Payroll Taxes PR 1/14/17-1/27/17 UI & ETT	2,448.97		(892,009.12)
		2/8/2017	Wire to IRS	Payroll Taxes for P/R 1/14/17-1/27/17	6,566.98		(898,576.10)
		2/8/2017	Wire to IRS	Payroll Taxes for P/R 1/14/17-1/27/17	39,082.24		(937,658.34)
		2/8/2017	Transfer From Transactional Muni Account			64,156.66	(873,501.68)
		2/9/2017	Transfer From Transactional Muni Account			1,279.65	(872,222.03)
		2/10/2017	Transfer From Transactional Muni Account			6,327.77	(865,894.26)
		2/13/2017	Transfer From Transactional Muni Account			599,169.56	(266,724.70)
	022340	2/14/2017	Alhambra Sparklets Water	1/17 Bottled Water Service	285.53		(267,010.23)
	022341	2/14/2017	Ara Azhderian	Reimburse Out of Pocket Expense	361.65		(267,371.88)
	022342	2/14/2017	Bill's Mower & Saw	Parts & Materials	15.80		(267,387.68)

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Check No.	Date	Check Issued to:	Description	Amount of Check	Amount of Deposit	Balance
022270	1/31/2017	Panoche Drainage District	12/16 O&M San Luis Drain & Grassland	24,409.79		(126,210.49)
022271	1/31/2017	Ramos Oil Co. Inc.	Petroleum, Oil & Lubricants	1,353.31		(127,563.59)
022272	1/31/2017	Sherwin-Williams	Paint for JPP Piping	79.74		(127,643.33)
022273	1/31/2017	Brandon Soares	R/B Class A Driving Class & Licenses	423.00		(128,066.33)
022274	1/31/2017	Sorensen's True Value	Parts & Materials	140.72		(128,207.05)
022275	1/31/2017	South Dakota Agricultural Lab	12/16 Selenium Sample Chgs	835.50		(129,042.55)
022276	1/31/2017	Summers Engineering, Inc.	12/16 Engineering Services	18,561.37		(147,603.92)
022277	1/31/2017	The Wildlife Project	Professional Services	1,162.74		(148,766.66)
022278	1/31/2017	Tracy Ford	Outside Services	150.00		(148,916.66)
022279	1/31/2017	U C Extension	Conference/Training	5,610.00		(154,526.66)
022280	1/31/2017	United Equipment Co.	Rental-Excavator	3,597.07		(158,123.73)
022281	1/31/2017	Warden's	Inventory Replenishment	548.60		(158,672.33)
022282	1/31/2017	Windecker, Inc.	Petroleum, Oil & Lubricants	3,099.20		(161,771.53)
	1/31/2017	VOID Check #022164	VOID		358.00	(161,413.53)
	1/31/2017	Transfer From Transactional Muni Account			15,147.64	(146,265.89)
022283	2/1/2017	ACWA/IPIA	2/17 Medical, Vision, Dental & EAP Premiums	179,395.35		(325,661.24)
022284	2/1/2017	City of Patterson	SB104 Grant (95%)	360,634.25		(686,295.49)
022285	2/1/2017	Jeannie Collins	1/17 Janitorial Services	3,562.25		(689,857.74)
022286	2/1/2017	Del Puerto Water District	SB104 Grant (95%)	1,536,305.32		(2,226,163.06)
022287	2/1/2017	Patterson Irrigation District	SB104 Grant (95%)	582,158.10		(2,808,321.16)
022288	2/1/2017	Deborah Soares	1/17 Travel JPIA Training	154.85		(2,808,476.01)
022289	2/1/2017	T.Kaljian Investment	2/17 Rent LBAO	7,280.00		(2,815,756.01)
022290	2/1/2017	Eric Isaacson	12/1/16-1/27/17 Cell Phone Allowance	56.19		(2,815,812.20)
	2/1/2017	Wire to ICMA Retirement Trust	Contributions 401/401x/457 Plan 1/14/17-1/27/17	3,719.96		(2,819,532.16)
	2/1/2017	Transfer From Transactional Muni Account			4,660.01	(2,814,872.15)
	2/2/2017	Transfer From Transactional Muni Account			19,673.23	(2,795,198.92)
	2/3/2017	Transfer From Transactional Muni Account			37,611.62	(2,757,587.30)
	2/6/2017	Wire to ICMA Retirement Trust	Contributions 401/401x/457 Plan 1/14/17-1/27/17	61,887.92		(2,819,475.22)
	2/6/2017	Transfer From Transactional Muni Account			1,809,178.52	(1,010,296.70)
022291	2/7/2017	A T & T	1/17 Services	625.22		(1,010,921.92)
022292	2/7/2017	A T & T	1/17 Services	676.20		(1,011,598.12)
022293	2/7/2017	AFLAC	1/17 AFLAC Premiums	582.84		(1,012,180.96)
022294	2/7/2017	All Industrial Electric Supply, Inc.	Inventory Replenishment	541.73		(1,012,722.69)
022295	2/7/2017	Applied Industrial Technologies, Inc.	Inventory Replenishment	438.67		(1,013,161.36)
022296	2/7/2017	Automation Products Group, Inc.	Inventory Replenishment	2,958.66		(1,016,120.02)
022297	2/7/2017	Cheryl Bertao	Garnishment	529.85		(1,016,649.87)
022298	2/7/2017	California State Disbursement Unit	Garnishment	44.30		(1,016,694.17)
022299	2/7/2017	California State Disbursement Unit	Garnishment	113.53		(1,016,807.70)
022300	2/7/2017	California State Disbursement Unit	Garnishment	105.23		(1,016,912.93)
022301	2/7/2017	Caltronics Business Systems	Copier Replacement	7,613.92		(1,024,526.85)
022302	2/7/2017	CDW Government	Computer Equipment	135.85		(1,024,662.70)
022303	2/7/2017	Cotchett, Pire & McCarthy LLP	12/16 Professional Services	83.33		(1,024,746.03)
022304	2/7/2017	Discount Ag Parts Manteca	Parts & Materials	11.78		(1,024,757.81)
022305	2/7/2017	DK Enterprises, Inc. Kings Roofing	Outside Services	489.50		(1,025,247.31)
022306	2/7/2017	Fastenal Company	Small Tools	1,217.74		(1,026,465.05)

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Check No.	Date	Check Issued to:	Description	Amount of Check	Amount of Deposit	Balance
022234	1/24/2017	Warden's	Inventory Replenishment	242.88		(114,315.66)
022235	1/24/2017	Westside Truck Repair	Outside Services	479.17		(114,794.83)
022236	1/24/2017	Windecker, Inc.	Petroleum, Oil & Lubricants	339.38		(115,134.21)
022237	1/24/2017	Zoom Imaging Solutions Inc.	Contract Copy Machine LBAO	297.22		(115,431.43)
	1/24/2017	VOID Check#020948	VOID		1,165.80	(114,265.63)
	1/24/2017	Transfer From Transactional Muni Account	VOID		1,533.63	(112,732.00)
	1/25/2017	VOID Check#020521	VOID		4.34	(112,727.66)
	1/25/2017	Wire to EDD	Payroll Taxes PR 12/31/16-1/13/17 SDI & SWT	11,978.23		(124,705.89)
	1/25/2017	Wire to EDD	Payroll Taxes PR 12/31/16-1/13/17 SUI & ETT	5,095.87		(129,801.76)
	1/25/2017	Wire to IRS	Payroll Taxes for P/R 12/31/16-1/13/17	38,406.72		(168,208.48)
	1/25/2017	Transfer From Transactional Muni Account			60,505.96	(107,702.52)
	1/26/2017	Transfer From Transactional Muni Account			20,507.40	(87,195.12)
	1/27/2017	Transfer From Transactional Muni Account			9,020.58	(78,174.54)
	1/30/2017	Transfer From Transactional Muni Account			10,913.54	(67,261.00)
022238	1/31/2017	Valin Corporation	Inventory Replenishment	347.78		(67,608.78)
022239	1/31/2017	A T & T Mobility	1/10/17-2/9/17 Service	555.54		(68,164.32)
022240	1/31/2017	Airgas USA LLC	Replace Fan Blade Ventilation	111.38		(68,275.70)
022241	1/31/2017	Allied Electronics Inc.	Network Switch	181.31		(68,457.01)
022242	1/31/2017	Jarred Amaya	R/B Federal Tax Withholding	4.34		(68,461.35)
022243	1/31/2017	Applied Industrial Technologies, Inc.	Parts & Materials	187.59		(68,648.94)
022244	1/31/2017	Caltronics Business Systems	Office Supplies	428.52		(69,077.46)
022245	1/31/2017	CDW Government	Telephone Server Replacement	1,134.02		(70,211.48)
022246	1/31/2017	Aaron Cockriel	Travel-Mileage	299.60		(70,511.08)
022247	1/31/2017	Consolidated Electrical Inc.	Parts & Materials	229.22		(70,740.30)
022248	1/31/2017	Costco/HSBC Business Solutions	Inventory Replenishment	491.67		(71,231.97)
022249	1/31/2017	County of Alameda	Fees, License & Permits	90.00		(71,321.97)
022250	1/31/2017	County of Fresno	Fees, License & Permits	27.00		(71,348.97)
022251	1/31/2017	County of Stanislaus	Disposal Expense	310.20		(71,659.17)
022252	1/31/2017	Creative Outdoor Environments, Inc.	1/17 Landscaping Tracy	740.00		(72,399.17)
022253	1/31/2017	D & C Roadrunner Glass Co.	Parts & Materials	1,021.81		(73,420.98)
022254	1/31/2017	Espana's Restaurant	1/24/17 Special Joint Workshop	346.03		(73,767.01)
022255	1/31/2017	Grainger, Inc.	Small Tools, Janitorial Supplies & Parts	1,174.29		(74,941.30)
022256	1/31/2017	HIXCO	Inventory Replenishment	1,727.49		(76,668.79)
022257	1/31/2017	Holt of California	Outside Services	3,027.97		(79,696.76)
022258	1/31/2017	Home Depot Credit Service	Parts & Materials	196.54		(79,893.30)
022259	1/31/2017	Homewood Suites	Travel	560.25		(80,453.55)
022260	1/31/2017	Kronick, Moskovitz, et al	1/17 Office Space & Parking	2,330.00		(82,783.55)
022261	1/31/2017	Marfab, Inc.	Parts & Materials	207.45		(82,991.00)
022262	1/31/2017	McMaster-Carr Supply Co.	Parts & Materials	166.10		(83,157.10)
022263	1/31/2017	Merced County	Fees & License	791.00		(83,948.10)
022264	1/31/2017	Mosaic Associates LLC	12/16 Professional Service	2,633.40		(86,581.50)
022265	1/31/2017	Napa Auto Parts-Tracy	Parts & Materials	385.28		(86,966.78)
022266	1/31/2017	Napa Auto Parts-Los Banos	Parts & Materials	403.49		(87,370.27)
022267	1/31/2017	O'Reilly Auto Parts	Parts & Materials	362.32		(87,732.59)
022268	1/31/2017	P G & E	12/6/16-1/20/17 Services	13,992.10		(101,724.69)
022269	1/31/2017	Pacific Valley Coffee	1/17 Chgs	75.80		(101,800.49)

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Check No.	Date	Check issued to:	Description	Amount of Check	Amount of Deposit	Balance Forward:
		Wire to ICMA Retirement Trust	Contributions 401/401x/457 Plan 12/31/16-1/13/17	62,784.98		(151,581.30)
		Transfer From Transactional Muni Account			137,289.89	
022193	1/23/2017	A & A Portables	Other Services & Expenses	45.90		(214,366.28)
022194	1/24/2017	A T & T	1/17 Services	1,071.36		(77,076.39)
022195	1/24/2017	All Industrial Electric Supply, Inc.	Inventory Replenishment	804.86		(78,193.65)
022196	1/24/2017	Automation Direct, Inc.	Interface Pane/Screen	1,999.00		(78,998.51)
022197	1/24/2017	Bay Area Air Quality Mgmt District	Fees & Services	617.00		(80,997.51)
022198	1/24/2017	Cheryl Bertao	Garnishment	529.85		(81,614.51)
022199	1/24/2017	California State Disbursement Unit	Garnishment	44.30		(82,144.36)
022200	1/24/2017	California State Disbursement Unit	Garnishment	113.53		(82,188.66)
022201	1/24/2017	California State Disbursement Unit	Garnishment	105.23		(82,302.19)
022202	1/24/2017	California Surveying & Drafting Supply	Office Supplies	170.28		(82,407.42)
022203	1/24/2017	CEMEX	Concrete & Paving Material	935.61		(82,577.70)
022204	1/24/2017	Fastlane Company	Parts & Materials	202.61		(83,513.31)
022205	1/24/2017	Firestone Inc/Bridgestone Americas	Parts & Materials	248.57		(83,715.92)
022206	1/24/2017	Andrew Garcia	Travel	395.90		(83,964.49)
022207	1/24/2017	Grainger, Inc.	Small Tools & Wire	56.34		(84,360.39)
022208	1/24/2017	H.T. Harvey & Associates	12/1-12/31/16 Bio Monitoring	3,581.50		(84,416.73)
022209	1/24/2017	Holt of California	Parts & Materials	103.17		(87,998.23)
022210	1/24/2017	Susan Hookins	Parts & Materials	190.00		(88,101.40)
022211	1/24/2017	Hy-Tec Environmental	10/1/16-12/31/16 Professional Services	608.57		(88,291.40)
022212	1/24/2017	Luhdorff & Scalmanini	Inventory Replenishment	12,722.00		(88,899.97)
022213	1/24/2017	Marfab, Inc.	12/16 Professional Services	45.20		(101,621.97)
022214	1/24/2017	McMaster-Carr Supply Co.	Parts & Materials	502.86		(101,667.17)
022215	1/24/2017	Merced College Community Services	Parts & Materials	129.00		(102,170.03)
022216	1/24/2017	Merced County Sheriff	Microsoft Excel 2016	75.00		(102,299.03)
022217	1/24/2017	Modesto Welding Products, Inc.	Garnishment	64.32		(102,374.03)
022218	1/24/2017	Napa Auto Parts-Tracy	Parts & Materials	88.82		(102,438.35)
022219	1/24/2017	O'Reilly Auto Parts	Parts & Materials	158.42		(102,527.17)
022220	1/24/2017	Occu-Med, Ltd	Hearing Tests	92.00		(102,685.59)
022221	1/24/2017	P G & E	12/15-1/16/17 Service	198.16		(102,777.59)
022222	1/24/2017	Pape Trucks, Inc.	Parts & Materials	40.79		(102,975.75)
022223	1/24/2017	Pearson's Jewelers	Retirement Gift/Mike Keyes	729.00		(103,016.54)
022224	1/24/2017	Quincy Compressor LLC	Outside Services	1,751.00		(103,745.54)
022225	1/24/2017	Ramos Oil Co., Inc.	Petroleum, Oil & Lubricants	3,792.05		(105,496.54)
022226	1/24/2017	A T & T Long Distance	1/17 Long Distance	13.94		(109,288.59)
022227	1/24/2017	Stockton Pipe & Supply, Inc.	Parts & Materials	63.87		(109,302.53)
022228	1/24/2017	Stockton Industrial Company	Parts & Materials	141.88		(109,366.40)
022229	1/24/2017	Swann & Assoc Instrumentation Sales Inc.	Probes for OPP	1,808.72		(109,508.28)
022230	1/24/2017	T.Kaljian Investment	12/16 Disposal/Water 11/21/16-12/20/16	227.28		(111,317.00)
022231	1/24/2017	T.H.E. Office City	Office Supplies-LBAO	1,038.29		(111,544.28)
022232	1/24/2017	Tracy Chevrolet	Mirrors Velt#8107	648.01		(112,582.57)
022233	1/24/2017	Valley Pacific Petroleum Services Inc.	Petroleum, Oil & Lubricants	842.20		(113,230.58)
						(114,072.78)



MEMO

TO: Jason Peltier, Executive Director
FROM: Tona Mederios, Director of Finance
SUBJECT: March 2017 BOD Meeting – Feb. 20, 2017 Finance Report -DHCCP
DATE: March 9, 2017

Included:

2. Period Ending 2/20/17 Receivable Activity Report - DHCCP Only.
3. Period Ending 2/20/17 Cash Activity Report: *Notes, Bonds, Direct & Financing Participants.*
4. DHCCP: SLDMWA Cost Share Due to DWR / Processed Payments to DWR through 2/20/17. Last wire to DWR 2/15/13.
5. Note Proceeds Draw / DHCCP Payments Through 2/20/17, Other Amounts Paid through 2/20/17, Fund Balance at 2/20/17.
6. Allocation of Note Principal at 3/30/09, Allocation of Use of Proceeds and Allocation of Remaining Proceeds.

NOTE: DWR Payment Receipt Confirmations are on file and available upon request.

Period Ending February 20, 2017

I:\FIN_Reports\Finance_SS\Accounts Receivable\FYE2017\FYE17BOD_AR.xls| Feb 20 DHCCP

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San Luis & Delta-Mendota Water Authority
Cash Activity Report - DHCCP - Notes, Bonds, Direct & Financing Participants
Period Ending February 20, 2017

	CVCB Direct Participants	CVCB Financing Participants / Other	SLDMWA CatTrust Construction Fund Series, 2009A Notes Short/Medium Term	Union Bank, Trustee Series, 2009A Notes/Bonds	Union Bank, Trustee Series, 2013A Bonds/Notes Escrow	Union Bank, Trustee Series, 2013A Bonds Interest & Principal	Total
CASH BALANCE January 20, 2017	\$ -	\$ -	\$ 4,262,274.91	\$ -	\$ -	\$ 2.90	\$ 4,262,277.81
Increases							
January 2017 Interest paid in February 2017			3,706.03				3,706.03
Collections 2013A, 3/1/17 Debt Service - Prin/Int & UBOC Administration		304,915.28	2,085.35				304,915.28
Unrealized Gain							2,085.35
TOTAL INCREASES	-	304,915.28	5,791.38	-	-	-	310,706.66
Decreases							
Adjustment - UBOC Administration paid from SLDMWA Operating Funds		2,068.04					2,068.04
TOTAL DECREASES	-	2,068.04	-	-	-	-	2,068.04
CASH BALANCE February 20, 2017	\$ -	\$ 302,847.24	\$ 4,268,066.29	\$ -	\$ -	\$ 2.90	\$ 4,570,916.43
Net Increase (Decrease)	\$ -	302,847.24	5,791.38	-	-	-	308,638.62

Prepared By: Tona Medeiros, Treasurer

Date: 2/27/2017

BOD: 3/6/2017

SLDMDWA Cost Share Due to DWR	
FFY 08	\$ 622,058.00
FFY 09	\$ 11,556,276.00
FFY10	\$ 22,410,703.00
FFY11	\$ -
FFY12	\$ 4,764,120.00
FFY13	\$ 7,717,010.95

Total Due to DWR Through 9/30/13
(Per DWR letters dtd. 4/7/09, 6/27/12, 10/2/12,
3/13/13, 4/12/13 and 7/19/13)

Source of Funds for DHCCP Payments to DWR

Requisition No.	Total Paid to DWR	Advance from WWID for DWR Payment Due 3/27/09 (WWID reimbursed with note proceeds 4/1/09)	Construction Fund Draw	BCID - direct	CCID - direct	FCWD - direct	HMRD #2131 - direct	CCC - direct
Wired Payments to DWR								
Wired to DWR 3/27/2009	\$ 622,058.00	\$ 622,058	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Wired to DWR 4/27/09	\$ 1,926,046.00	\$ 1,926,046.00	\$ 1,869,403.00	\$ -	\$ 50,994	\$ -	\$ -	\$ 5,649
Wired to DWR 5/15/09	\$ 1,926,046.00	\$ 1,926,046.00	\$ 1,841,417.00	\$ -	\$ 38,546	\$ 14,296	\$ 27,514	\$ 4,273
Wired to DWR 6/15/09	\$ 1,926,046.00	\$ 1,926,046.00	\$ 1,800,618.00	\$ 64,611	\$ 38,546	\$ 6,154	\$ 11,845	\$ 4,272
Wired to DWR 7/15/09	\$ 1,926,046.00	\$ 1,926,046.00	\$ 1,846,000.00	\$ 19,229	\$ 38,546	\$ 6,154	\$ 11,845	\$ 4,272
Wired to DWR 8/14/09	\$ 1,926,046.00	\$ 1,926,046.00	\$ 1,846,000.00	\$ 19,229	\$ 38,546	\$ 6,154	\$ 11,845	\$ 4,272
Wired to DWR 9/15/09	\$ 1,926,046.00	\$ 1,926,046.00	\$ 1,846,000.00	\$ 19,229	\$ 38,546	\$ 6,154	\$ 11,845	\$ 4,272
Wired to DWR 10/15/09	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,812,000.00	\$ 642	\$ 34,800	\$ 5,559	\$ 10,699	\$ 3,859
Wired to DWR 11/13/09	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,775,000.00	\$ 37,790	\$ 34,652	\$ 5,559	\$ 10,699	\$ 3,859
Wired to DWR 12/15/09	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,793,546.00	\$ 18,895	\$ 35,002	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 1/15/10	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,793,730.00	\$ 18,895	\$ 34,818	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 2/16/10	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,793,732.00	\$ 18,895	\$ 34,817	\$ 5,558	\$ 10,699	\$ 3,858
Wired to DWR 3/15/10	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,793,730.00	\$ 18,895	\$ 34,818	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 4/15/10	\$ 1,867,559.00	\$ 1,867,559.00	\$ 1,793,730.00	\$ 18,895	\$ 34,818	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 5/14/10	\$ 1,867,558.00	\$ 1,867,558.00	\$ 1,793,730.00	\$ 18,895	\$ 34,817	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 6/15/10	\$ 1,867,558.00	\$ 1,867,558.00	\$ 1,793,728.00	\$ 18,895	\$ 34,819	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 7/15/10	\$ 1,867,558.00	\$ 1,867,558.00	\$ 1,793,729.00	\$ 18,895	\$ 34,818	\$ 5,559	\$ 10,699	\$ 3,858
Wired to DWR 8/13/10	\$ 1,867,558.00	\$ 1,867,558.00	\$ 1,793,728.00	\$ 18,895	\$ 34,816	\$ 5,558	\$ 10,701	\$ 3,860
Wired to DWR 9/15/10	\$ 1,867,558.00	\$ 1,867,558.00	\$ 1,793,729.00	\$ 18,895	\$ 34,816	\$ 5,558	\$ 10,700	\$ 3,860
Wired to DWR 7/6/12	\$ 1,588,040.00	\$ 1,588,040.00	\$ 1,276,747.00	\$ -	\$ 197,301	\$ 31,500	\$ 60,627	\$ 21,865
Wired to DWR 8/15/12	\$ 1,588,040.00	\$ 1,588,040.00	\$ 1,276,747.00	\$ -	\$ 197,301	\$ 31,500	\$ 60,627	\$ 21,865
Wired to DWR 9/14/12	\$ 1,588,040.00	\$ 1,588,040.00	\$ 1,276,745.00	\$ -	\$ 197,302	\$ 31,501	\$ 60,628	\$ 21,864
Wired to DWR 10/12/12	\$ 1,543,402.19	\$ 1,543,402.19	\$ 1,543,402.19	\$ -	\$ -	\$ -	\$ -	\$ -
Wired to DWR 11/13/12	\$ 1,543,402.19	\$ 1,543,402.19	\$ 1,543,402.19	\$ -	\$ -	\$ -	\$ -	\$ -
Wired to DWR 12/14/12	\$ 1,543,402.19	\$ 1,543,402.19	\$ 1,543,402.19	\$ -	\$ -	\$ -	\$ -	\$ -
Wired to DWR 1/15/13	\$ 1,543,402.19	\$ 1,543,402.19	\$ 1,543,402.19	\$ -	\$ -	\$ -	\$ -	\$ -
Wired to DWR 2/15/13	\$ 1,543,402.19	\$ 1,543,402.19	\$ 1,543,402.19	\$ -	\$ -	\$ -	\$ -	\$ -
Total Paid to DWR Through 2/20/17	\$ 47,070,167.95	\$ 622,058	\$ 44,120,799.95	\$ 349,680	\$ 1,253,439	\$ 200,118	\$ 385,167	\$ 138,906

4

\$ 2,327,310

San Luis & Delta-Mendota Water Authority

Note Proceeds Draw / DHCCP Payments Through 2/20/17 / Other Amounts Paid through 2/20/17 / Fund Balance at 2/20/17

Prepared By: Tona Medeiros

Date: 2/27/2017

BOD: 3/9/2017

4/1/09 Note Proceeds	\$	50,000,000.00	1
Less Underwriter Discount	\$	(391,019.00)	2
Net Proceeds to Union Bank	\$	49,608,981.00	

Capitalized Interest held by Trustee to Pay 9/1/09 & 3/1/10 Debt Service	\$	(2,034,421.95)	2
Cost of Issuance Expense-Trustee	\$	(228,208.00)	2
Reimburse WWD for 3/27/09 DHCCP Payment to DWR	\$	(622,058.00)	2
Net Proceeds to Construction Fund and available for DHCCP	\$	46,724,293.05	3

Construction Fund Draw - SLDMWA - DHCCP Actual Finance Payments to DWR thru 2/20/17	\$	(44,120,799.95)	4
Close Cost of Issuance Fund Remainder to Construction Fund	\$	68,087.18	5
Cost of Issuance Fund Refund received 3/27/13	\$	500.00	5a
Construction Fund Interest Paid Through 2/20/17	\$	1,147,045.50	6
Construction Fund Unrealized Gain Through 2/20/17	\$	606,883.27	6
Distribution of Interest/Gain to Withdrawn Participants on 6/9/14	\$	(157,942.76)	7

Balance of (Financing Participants) Construction Funds for DHCCP Payments to DWR @ 2/20/17	\$	4,268,066.29
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Balance of (Financing Participants) Construction Funds for DHCCP Payments to DWR excluding any additional interest or gains	\$	4,268,066.29	8
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Note Proceeds	\$	50,000,000.00	1
Deductions to Proceeds at closing	\$	(3,275,706.95)	2
Amount to SLDMWA Construction Fund	\$	46,724,293.05	3
Draws from Construction Fund through 2/20/17	\$	(44,120,799.95)	4
Close COI Fund and transfer remaining amount to Construction Fund	\$	68,587.18	5, 5a
Construction Fund Interest & Unrealized Gains through 2/20/17	\$	1,753,928.77	6
Distribution of Int/Gain refunded to Withdrawing Financing Participants on 6/9/14	\$	(157,942.76)	7
Balance of (Financing Participants) Construction Funds for DHCCP Payments to DWR excluding any additional interest or gains	\$	4,268,066.29	8

This Section is SUMMARY OF ABOVE

EXHIBIT E (Illustration ONLY)
DHCCP Activity Agreement
Allocation of Note Principal, BOD 3/9/17

			Original Note Principal				Use of Proceeds				Use of Proceeds	Balance	
			DHCCP DEBT Allocation of Note Principal Original @ 3/30/09				DHCCP DEBT Allocation of Note Principal Based on Use of Proceeds Prior to all Withdrawals				DHCCP DWR Draws 7/1/12 through 2/20/17	DHCCP DEBT Allocation of Remaining Note Principal Subsequent to all Withdrawals, DHCCP DWR Draws	
			Cost Allocated Acre Feet %				Cost Allocated Acre Feet %				Cost Allocated Acre Feet %		
			\$ 50,000,000				\$ 35,780,670				\$ 11,547,250	\$ 2,672,080	
DIVISION 1													
1. Santa-Carbona Irrigation District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	
2. City of Tracy	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	
3. Del Puerto Water District	140,210	7.38481%	\$ 3,602,408	140,210	7.38481%	\$ 2,842,335	0	0.00000%	\$ -	0	0.00000%	\$ -	
4. Patterson Irrigation District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	
5. Byron Bethany Irrigation District	20,600	1.08499%	\$ 542,497	20,600	1.08499%	\$ 388,218	20,600	1.22039%	\$ 140,922	0	0.00000%	\$ 32,610	
6. West Side Irrigation District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -	
7. West Stanislaus Irrigation District	50,000	2.63348%	\$ 1,316,741	50,000	2.63348%	\$ 942,278	0	0.00000%	\$ -	0	0.00000%	\$ -	
Total Division 1	210,810		\$ 5,551,644	210,810		\$ 3,972,831	20,600		\$ 140,922		\$ 32,610		
DIVISION 2													
1. Panoche Water District	94,000	4.95095%	\$ 2,475,474	94,000	4.95095%	\$ 1,771,482	94,000	5.58877%	\$ 643,039		\$ 148,802		
2. San Luis Water District	125,080	6.58792%	\$ 3,293,960	125,080	6.58792%	\$ 2,357,202	125,080	7.41002%	\$ 855,654		\$ 198,002		
3. Westlands Water District	1,168,383	61.53833%	\$ 30,769,166	1,168,383	61.53833%	\$ 22,018,825	1,168,383	69.21771%	\$ 7,992,743		\$ 1,849,553		
4. Charleston Drainage District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
5. Panoche Drainage District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
6. Pleasant Valley	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
Total Division 2	1,387,463		\$ 36,838,600	1,387,463		\$ 26,147,509	1,387,463		\$ 9,491,436		\$ 2,196,356		
DIVISION 3													
1. Central California Irrigation District**	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
2. Firebaugh Canal Water District**	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
3. Grassland Water District**	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
4. HMRD #2131**	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
5. Columbia Canal Company (Friend Member)**	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
6. Camp 13 Drainers	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
Total Division 3	0		\$ -	0		\$ -	0		\$ -		\$ -		
DIVISION 4													
1. San Benito County Water District	43,800	2.30693%	\$ 1,153,465	43,800	2.30693%	\$ 825,435	43,800	2.59481%	\$ 299,629		\$ 69,335		
2. Santa Clara Valley Water District	154,065	8.11455%	\$ 4,057,275	154,065	8.11455%	\$ 2,903,440	154,065	9.12718%	\$ 1,053,936		\$ 243,885		
3. Pajaro Valley	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
Total Division 4	197,865		\$ 5,210,740	197,865		\$ 3,728,876	197,865		\$ 1,353,565		\$ 313,220		
DIVISION 5													
1. Broadview Water District	27,000	1.42208%	\$ 711,040	27,000	1.42208%	\$ 508,830	27,000	1.59954%	\$ 184,703		\$ 42,741		
2. Eagle Field Water District	4,550	0.23965%	\$ 119,823	4,550	0.23965%	\$ 85,747	4,550	0.26955%	\$ 31,126		\$ 7,203		
3. Fresno Slough Water District	4,108	0.21638%	\$ 108,190	4,108	0.21638%	\$ 77,422	0	0.00000%	\$ -		\$ -		
4. James Irrigation District	36,513	1.92310%	\$ 961,550	36,513	1.92310%	\$ 688,098	36,513	2.16308%	\$ 249,777		\$ 57,799		
5. Laguna Water District	800	0.04214%	\$ 21,068	800	0.04214%	\$ 15,076	800	0.04739%	\$ 5,473		\$ 1,266		
6. Mercy Springs Water District	2,842	0.14969%	\$ 74,844	2,842	0.14969%	\$ 53,559	2,842	0.16837%	\$ 19,442		\$ 4,499		
7. Oro Loma Water District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
8. Pacheco Water District	10,080	0.53091%	\$ 265,455	10,080	0.53091%	\$ 189,963	10,080	0.59718%	\$ 68,956		\$ 15,957		
9. Reclamation District 1808	271	0.01426%	\$ 7,130	271	0.01426%	\$ 5,102	271	0.01804%	\$ 1,852		\$ 429		
10. Tranquility Irrigation District	16,325	0.85983%	\$ 429,916	16,325	0.85983%	\$ 307,854	0	0.00000%	\$ -		\$ -		
11. Turner Island Water District	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
Total Division 5	102,489		\$ 2,899,016	102,489		\$ 1,931,453	82,056		\$ 561,328		\$ 129,694		
OTHER													
1. FT Land LLC	0	0.00000%	\$ -	0	0.00000%	\$ -	0	0.00000%	\$ -		\$ -		
			1,898,627 100.00000%				1,898,627 100.00000%				1,687,964 100.00000%	\$ 2,672,080	
			Original Allocation of Notes \$ 50,000,000				Allocation - Use of Note Proceeds \$ 36,780,670				Allocation of Remaining Available Note Proceeds Subsequent to all Withdrawals Listed Below, & DHCCP DWR Draws \$ 2,672,080		
							Underwriter Discount \$ 391,019						
							Net Cost of Issuance Exp \$ 159,621						
							Capitalized Interest 9/1/09 & 3/1/10 Debt Service \$ 2,034,422						
							Reimburse WWD for Advance to DWR \$ 622,058						
							Financing Participant Pay'mts to DWR thru 9/30/10 \$ 32,573,550						

San Luis & Delta-Mendota Water Authority

Treasurer's Report

Quarter Ended December 31, 2016

Report Completed: February 24, 2017

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This report is prepared in accordance with the Investment Policy of the San Luis & Delta-Mendota Water Authority and California Government Code Sec. 53646. The portfolio is in compliance with the San Luis & Delta-Mendota Investment Policy. The Water Authority has the ability to meet its expenditure requirements for the next six months.

HOLDINGS REPORT BY INVESTMENT TYPE

CASH

	Maturity	Positions Value	Market Price	Market* Value	Unrealized Gain/(Loss) 4	Average Quarter Yield @ 12/31/16	Yield 12/31/2016	Yield 11/30/2016	Yield 10/31/2016
CVCB - Checking - Internal Bank Sweep	Daily	\$ 1,312.30	100.00	\$ 1,312.30		0.000%	0.000%	0.000%	0.000%
CVCB - Payroll	Daily	\$ 1,145,406.47	100.00	\$ 1,145,406.47		0.000%	0.000%	0.000%	0.000%
CVCB - Transactional	Daily	\$ 1,063,775.34	100.00	\$ 1,063,775.34		0.577%	0.590%	0.590%	0.550%
CVCB - Muni	Daily	\$ 8,113,524.15	100.00	\$ 8,113,524.15		0.600%	0.600%	0.600%	0.600%
LOCAL AGENCY INVESTMENT FUND (LAIF)	Daily	\$ 5,185,695.19	100.00	\$ 5,185,695.19		0.680%	0.719%	0.678%	0.654%
INVESTMENT TRUST OF CALIF. (CalTRUST - ST)	Next Day	\$ 13,002,043.03	10.02	\$ 12,912,019.32	\$ (5,166.48)	0.890%	0.920%	0.880%	0.870%
INVESTMENT TRUST OF CALIF. (CalTRUST - MT)	Monthly	\$ 28,511,756.48	10.03	\$ 28,416,566.29	\$ (90,023.71)	1.070%	1.110%	1.070%	1.030%
				\$ 28,416,566.29	\$ (95,190.19)				
SUB-TOTAL									

OTHER CASH

DHCCP Note Proceeds: 2009A									
CalTrust - ST - Construction Fund - 2009A	Next Day	\$ 2,171,171.91	10.02	\$ 2,169,008.78	\$ (2,163.13)	0.890%	0.920%	0.880%	0.870%
CalTrust - MT - Construction Fund - 2009A	Monthly	\$ 2,104,209.69	10.03	\$ 2,089,640.54	\$ (14,569.15)	1.070%	1.110%	1.070%	1.030%
		\$ 4,275,381.60		\$ 4,258,649.32	\$ (16,732.28)				
SUB-TOTAL DHCCP - 2009A									
Union Bank - Series - 2013A	Next Day	\$ 2.90	100.00	\$ 2.90	\$				
		\$ 32,787,140.98		\$ 32,675,218.51	\$ (111,922.47)				
GRAND TOTAL - ALL CASH									

Notes:

The year-to-date weighted average yield on all funds invested or maintained in financial institutions/Federal Securities is 0.78% (this considers the interest rates trend since January).

1. LAIF: Average Life of Portfolio (Average Maturity in days) is 171 days or 0.47 years.
2. CalTrust: Average Life of Portfolio is 0.97 years for short term (ST) and 2.07 years for medium term (MT).
3. Quarter Ending 12/31/16 LAIF Apportionment Rate.
4. For the Quarter ending 12/31/16.

*Quarter ending 12/31/16 support available upon request

San Luis & Delta-Mendota Water Authority

Treasurer's Report

Quarter Ended December 31, 2016
Report Completed: February 24, 2017

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The ability of the San Luis & Delta-Mendota Water Authority to meet expenditure requirements for the next six months is as follows:

DMC

Water User Funding:

Effective March 1, 1998 the Authority became Self-Funded for the OM&R of the facilities formerly included in the Conveyance, Conveyance Pumping, and Drainage components of the USBR O&M Rate. Since the initial start up period of self-funding, water users are paying for estimated deliveries on a monthly basis. Required payments are being received timely, with few exceptions.

USBR/Other Funding:

Additional USBR modifications, Service Contract, Construction Contract, Sole Source Purchase Orders, Grants, and other amounts expected. Outstanding Funding Requests include:

\$0 USBR Facilities O&M.

San Luis & Delta-Mendota Water Authority

Treasurer's Report

Quarter Ended December 31, 2016

Report Completed: February 24, 2017

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OTHER ACTIVITIES

It is anticipated that sufficient funds shall be available to meet budgeted expenditures of all other activities. Amounts to cover such expenditures will be collected from membership billings. (See below).

FY17:

\$ 1,884,923.90 Balance forward as of October 1, 2016

\$(1,279,459.72) Amount Collected (2nd Installment invoiced 8/1/2016)

\$ 605,464.18 Amount uncollected as of December 31, 2016. We have since collected \$317,277.68 as of February 23, 2017 leaving a balance of \$288,186.50. The following districts have elected to pay in more than two installments: Westlands WD, Panoche DD, Del Puerto WD and Grasslands WD.

The 1st Installment of the FY2018 membership Billing will be mailed out on March 24, 2017.

March 6, 2017

To: Finance Committee Members

From: Frances Mizuno, Assistant Executive Director

Subject: Special Salary Adjustment for Critical Positions and Amended FY 18 O&M Budget

At the February 9, 2016 Board meeting, upon approving the FY 18 O&M Budget, the Board directed staff to conduct a special salary survey on critical positions that are currently vacant for which the Authority will be recruiting in the next few months. These positions include the following:

Electrician- Recent retirement, recent recruitment did not result in any qualified applicant

Electrician Foreman- Recent resignation to work at PG&E

C & I Technician- Recent resignation to work at Contra Costa Water District

Mechanical Engineer (Engineering Series include Civil and Electrical) - Retiring in June

Electrical Engineer- Vacant

Supervisor of Accounting- new position

Human Resources Analyst II – new position

A salary survey was conducted for the classifications listed above and included the SCADA Technician position to ensure internal equity. The result of the salary survey shows the variance between the salaries that was approved effective March 1 and the average of salaries of the agencies surveyed range between \$5,178 to 16,035 annually. See attached salary survey result for each classification.

It is recommended that a special salary adjustment be approved for FY 18 for the positions listed on the attached salary survey as show in the Recommended Salary Adjustment column. If these adjustments are approved, the total FY 18 O&M budget will increase by \$256,684 and the self-funded budget will increase by \$238,002. See attached FY 18 O&M Budget comparison analysis for special salary adjustment. Also attached is an illustration of the O&M rate impact analysis which shows an increase of \$0.18/AF as a result of the increase of \$238,002.

It is critically important that the Authority has the ability to hire and retain experienced and qualified employees to continue to ensure the reliability of the water delivery facilities. It is with strong recommendation that the Board approve the special salary adjustment as presented and the revised total O&M Budget of \$21,921,270 to reflect the special salary adjustment. No WY 17 O&M rate change is recommended at this time. Once WY 17 water supply allocation is firmed up, new rates will be determined using the amended budget and will be provided to the Board for consideration.

Salary Survey

Hydro-electric Plant Electrician/Mechanic Hydroelectric Plant electrical/mechanical Foreman C&I Technician SCADA Tech Engineers- Civil/Mechanical/Electrical/Safety	\$95,208	3728	\$97,032		\$107,844	Elec Tech	\$105,264	Hydro Pt Mech	\$101,628	Plt Main Mech II	\$91,350		\$98,093	Generation Tech	\$107,500	Hydro Maint Tech	\$102,856	Hydro Plt Elec/Mech	\$108,098	Electrician			\$102,614	\$94,643	\$7,971	Elec/Mech		
	\$104,688	3729	\$115,440				\$125,148	Plant elect maint supv	\$112,188	Sr Plt Mnt Mech	\$101,310		\$119,508	Project Supv Ops	\$113,621	Lead PH Tech			\$123,718	Hyd Elect Frmn/WM/LT			\$116,330	\$111,152	\$5,178	Elec/Mech Foreman		
	\$104,688	3729	\$105,394		\$107,844	Inst Tech	\$102,708	Inst Tech	\$109,464	Cont Sys Tech II	\$96,695		\$103,068	Inst Cont Tech	\$96,578	Comm Tech			\$112,778	I&C Tech			\$105,315	\$99,332	\$5,983	C&I Tech		
	\$115,188	3730	\$109,907		\$139,044	Inst Eng			\$126,732	Asst cont Sys Eng	\$96,696		\$108,285	Systems Progrmr Sr	\$91,838	SCADA Specialist							\$116,217	\$100,182	\$16,035	SCADA Tech		
	\$106,968	3613	\$108,034		\$132,036	Assc Eng	\$131,496	Assc Eng	\$139,836	Assoc civil	\$120,192	Assoc Civ	\$125,568	Assoc Civil	\$91,838	Assoc Eng			\$103,199	Assoc Civil			\$117,685	\$107,335	\$10,350	Assoc Civil/Mech/Elec/Safety Engineer		
													From 2016 Salary Survey															
													\$109,464	Ind Elect II							\$138,600	Sr Elect Eng						
Supervisor of Accounting HR Analyst	DWR-2016		USBR-2015		CCWD -2016		EBMUD- 2016		SCVWD- 2106		Turlock ID- 2016		Modesto ID- 2016						City of Turlock		Westlands Water District							
	Salary	Class Code	Salary	Job Title	Salary	Job Title	Salary	Job Title	Salary	Job Title	Salary	Job Title	Salary	Job Title					Salary	Job Title	Salary	Job Title						
	\$79,176	4549	\$90,129						\$93,120	Acct Div Mgr	\$93,360	Accountant Senior	\$91,838	Financial Anaylst	\$115,779	Accounting Officer	\$125,004	Sr Accountant	\$ 101,304	Accting Supv			\$98,714	\$93,504	\$5,210	Accounting Supv		
									\$102,660	HR Analy II	\$93,360	HR Analyst II	\$76,200	HR Analyst	\$95,989	HR Analyst II	\$87,168	HR Analyst SR		no match	\$91,075	\$80,000	\$11,075	HR Analyst II				

SAN LUIS & DELTA-MENDOTA WATER AUTHORITY

FY2017 APPROVED, PROPOSED FY2018 & PRELIMINARY FY2019 TOTAL BUDGET SUMMARY

O&M Budget Summary	Approved FY17 Budget	Presented to BOD 2/9/17 FY18 Budget	With Sal Adj Proposed FY18 Budget	BOD 2/9/17 % Change vs - 18	Presented to BOD 2/9/17 FY19 Budget	With Sal Adj Preliminary FY19 Budget	BOD 2/9/17 % Change vs - 19
<u>Routine O&M (Water Users)</u>	\$ 11,428,119	\$ 11,632,175	\$ 11,863,783	1.99%	\$ 11,982,656	\$ 12,218,965	1.97%
<u>USBR Funded O&M (Service Contract)</u>	\$ 493,414	\$ 504,661	\$ 519,915	3.02%	\$ 503,751	\$ 519,775	3.18%
<u>TOTAL</u>	\$ 11,921,533	\$ 12,136,835	\$ 12,383,699	2.03%	\$ 12,486,407	\$ 12,738,740	2.02%
<u>Extraordinary O&M (Water Users)</u>	\$ 1,977,734	\$ 3,817,050	\$ 3,823,444	0.17%	\$ 4,039,061	\$ 4,047,377	0.21%
<u>Capital Improvements Projects (RAX Funding-USBR Reimbursed)</u>	\$ -	\$ 5,710,700	\$ 5,714,128	0.06%	\$ 5,588,901	\$ 5,591,573	0.05%
<u>CALFED Water Efficiency Grant Funds (USBR Reimbursed)/ Participatory Grants</u>	\$ -	\$ -	\$ -	0.00%	\$ -	\$ -	0.00%
<u>TOTAL</u>	\$ 13,899,267	\$ 21,664,586	\$ 21,921,270	1.18%	\$ 22,114,369	\$ 22,377,690	1.19%
<u>Total Self Funded Budget (Water Users)</u>	\$ 13,405,853	\$ 15,449,225	\$ 15,687,227	1.54%	\$ 16,021,717	\$ 16,266,341	1.53%

Note: The salary adjustments include Assistant Executive Director, General Counsel and Special Skilled Crafts Analysis adjustments.



San Luis & Delta-Mendota Water Authority

Illustrated - WY17 O&M Rates (Approved 2/9/17 Budget with Salary Adjustments and WY16 Delivery Assumptions) Compared to

Illustrated - WY17 O&M Rates (Approved 2/9/17 Budget and WY16 Delivery Assumptions)

SLDMWA Components ONLY

FAC 3/9/17

	<u>Illustrated - WY 2017 Rate</u> 3/1/17-2/28/18 <u>SLDMWA Components Only</u> WY2017 <u>Based on 2/9/17 Approved Budget</u> <u>with Salary Adjustments & WY16</u> <u>Water Supply Assumptions</u>	<u>Illustrated - WY 2017 Rate</u> 3/1/17-2/28/18 <u>SLDMWA Components Only</u> WY2017 <u>Based on 2/9/17 Approved Budget</u> <u>with WY16 Water Supply</u> <u>Assumptions</u>	Variance
WATER SUPPLY			
Irrigation	Same as WY 2016	Same as WY 2016	
M&I			
Refuge			
Exchange/Water Rights			
RATES			
Upper DMC	\$8.70	\$8.52	\$0.18
Upper DMC - Exchange/Wtr Rts	\$8.26	\$8.08	\$0.18
Lower DMC/Pool	\$11.25	\$11.07	\$0.18
Lower DMC/Pool - Exchange/Wtr Rts	\$10.81	\$10.63	\$0.18
San Felipe	\$11.69	\$11.51	\$0.18
SLC Above Dos Amigos	\$11.69	\$11.51	\$0.18
SLC Below Dos Amigos	\$11.69	\$11.51	\$0.18
Volta Wells	\$4.09	\$4.09	\$0.00
San Luis Drain	\$0.44	\$0.43	\$0.01

Budget Assumptions

Approved by BOD 2/9/17 - WY17 - SLD MWA Self Funded O&M Budget =	\$	11,632,175
<u>Salary Adjustment Increase</u> - WY17 - SLD MWA Self Funded O&M Budget =	\$	231,608
WY17 Total	\$	11,863,783

Approved by BOD 2/9/17 - WY17 SLD MWA Reserve Obligation / Budget, excludes Unit Rewind =	\$	3,817,050
<u>Salary Adjustment Increase</u> - WY17 SLD MWA Reserve Obligation / Budget, excludes Unit Rewind =	\$	6,394
WY17 Total	\$	3,823,444

ASSEMBLY BILL

No. 313

Introduced by Assembly Member Gray

February 6, 2017

An act to add Article 2.5 (commencing with Section 11375) to Chapter 4 of Part 1 of Division 3 of Title 2 of the Government Code, and to amend, repeal, and add Sections 174, 175, 275, 1055, 1525, and 1552 of, to add Section 123.5 to, to add Article 5 (commencing with Section 191) to Chapter 2 of Division 1 of, to add Article 6 (commencing with Section 1110) to Chapter 3 of Part 1 of Division 2 of, to add Article 4 (commencing with Section 1130) to Chapter 4 of Part 1 of Division 2 of, and to repeal Chapter 3 (commencing with Section 1075) and Chapter 4 (commencing with Section 1120) of Part 1 of Division 2 of, the Water Code, relating to water.

LEGISLATIVE COUNSEL'S DIGEST

AB 313, as introduced, Gray. Water.

(1) Existing law establishes the State Water Resources Control Board in the California Environmental Protection Agency consisting of 5 members appointed by the Governor, including one member required to be an attorney admitted to practice law in this state who is qualified in the fields of water supply and water rights and one registered civil engineer under the laws of this state qualified in the fields of water supply and water rights.

This bill would revise the qualifications for the membership to the board by eliminating those requirements for qualification in the field of water rights.

(2) Under existing law, the State Water Resources Control Board administers a water rights program pursuant to which the board grants

permits and licenses to appropriate water. Existing law requires a person who holds a permit or license to appropriate water, leases water pursuant to specified provisions of law, or files a specified application, registration, petition, or request relating to water use to pay fees imposed by the board. The board is required to adopt a fee schedule so that the total amount of fees collected equals that amount necessary to recover costs incurred in connection with the issuance, administration, review, monitoring, and enforcement of permits, licenses, certificates, and registrations to appropriate water, water leases, and orders approving changes in points of discharge, place of use, or purpose of use of treated wastewater. The board is required to set the amount of total revenue collected each year through the fees at an amount equal to the amount appropriated by the Legislature from the Water Rights Fund in the annual Budget Act for this activity. The revenue generated by those fees is required to be deposited in the Water Rights Fund.

This bill would transfer authority over water rights matters from the board to the Department of Water Resources, as specified. The bill would require the department to base the above-described fee schedule solely upon a ratable share of the average total actual diversion of water as reported by each water right holder in the 2 years prior. The bill would require the department to set the amount of total revenue collected each year through these fees at an amount equal to 50% of the amount appropriated by the Legislature for expenditure for support of water rights fund program activities from the Water Rights Fund.

(3) Existing law requires the Department of Water Resources and the State Water Resources Control Board to take all appropriate proceedings or actions to prevent waste, unreasonable use, unreasonable method of use, or unreasonable method of diversion of water in this state.

This bill would eliminate this duty for the board.

(4) Existing law declares that the diversion or use of water other than as authorized by specified provisions of law is a trespass. Existing law authorizes the executive director of the State Water Resources Control Board to issue a complaint to a person who violates certain use and diversion of water provisions and subjects the violator to administrative civil liability. Existing law authorizes the board to adopt an order setting administrative civil liability based on the allegations set forth in the complaint without a hearing, unless a written request for a hearing signed by, or on behalf of, the party served with the complaint is

delivered to or received by mail by the board within 20 days after receipt of the complaint.

This bill would establish a Water Rights Division within the Office of Administrative Hearings, as prescribed. The bill would authorize the Director of Water Resources rather than the executive director of the board to issue the complaint to a person who violates these use and diversion of water provisions and would require a hearing to set the above-described administrative civil liability to be held before the division in accordance with the Administrative Procedure Act. The bill would deem a decision made by an administrative law judge in the division to be a recommendation and not final until accepted by the director, as prescribed. The bill would authorize an appeal of the director's decision on the recommendation or of the adoption of the recommendation due to the failure to act to a superior court. The bill would add expenditures of the division to the purposes for which the moneys in the Water Rights Fund are available for expenditure, upon appropriation by the Legislature.

(5) Under existing law the Department of Water Resources operates the State Water Resources Development System, known as the State Water Project, in accordance with the California Water Resources Development Bond Act to supply water to persons and entities in the state. Under existing law, the State Water Project is comprised of the State Water Facilities, as defined in the bond act, and additions determined by the department to be necessary and desirable.

This bill would establish within the Natural Resources Agency the State Water Project Commission, consisting of 9 members appointed by the Governor and subject to confirmation by the Senate. The bill would transfer authority over and relating to the State Water Project from the department to the commission, as specified.

(6) Existing law, the Sustainable Groundwater Management Act, requires all groundwater basins designated as high- or medium-priority basins by the Department of Water Resources that are designated as basins subject to critical conditions of overdraft to be managed under a groundwater sustainability plan or coordinated groundwater sustainability plans by January 31, 2020, and requires all other groundwater basins designated as high- or medium-priority basins to be managed under a groundwater sustainability plan or coordinated groundwater sustainability plans by January 31, 2022, except as specified. The act authorizes the State Water Resources Control Board to designate a high- or medium-priority basin as a probationary basin

if the state board makes a certain determination and to develop an interim plan for the probationary basin.

This bill would transfer the board's authority relating to the act to the department.

(7) The provisions of this bill would become operative on July 1, 2018.

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Article 2.5 (commencing with Section 11375) is
2 added to Chapter 4 of Part 1 of Division 3 of Title 2 of the
3 Government Code, to read:

4
5 Article 2.5. Water Rights Division
6

7 11375. (a) There is within the Office of Administrative
8 Hearings a Water Rights Division, consisting of no fewer than
9 four full-time administrative law judges. An administrative law
10 judge of the division shall have the same qualifications as other
11 administrative law judges and have no less than eight years
12 experience as an attorney dealing with water rights matters.

13 (b) The director shall select an administrative law judge as the
14 supervisor of the division. The director and the supervisor shall
15 assign at least three other administrative law judges to the division.
16 The supervisor shall supervise the administrative law judges'
17 training and coordinate the publication of the division's decisions.
18 The division shall include only those administrative law judges
19 specifically qualified and shall at no time constitute more than 25
20 percent of the total number of administrative law judges within
21 the Office of Administrative Hearings. If the members of the
22 division do not have a full water rights-related case workload, they
23 may be assigned other work by the director. When the water
24 rights-related case workload exceeds the capacity of the members
25 of the division, the supervisor shall request the director to assign
26 additional judges as appropriate. When this workload overflow
27 occurs on a temporary basis, the director shall supply judges from
28 the office to adjudicate the cases.

1 (c) The administrative law judges of the division shall have
2 experts available. The director, with the advice of the supervisor,
3 shall appoint experts. The administrative law judges of the division
4 may call on these experts to testify on the record about any matter
5 relevant to a proceeding and these experts shall be subject to
6 cross-examination by all parties. The administrative law judge
7 may award reasonable expert witness fees to any person serving
8 as an expert, which shall be paid from the Water Rights Fund upon
9 appropriation by the Legislature.

10 (d) Section 11430.30 does not apply in a proceeding under this
11 section.

12 11375.5. An administrative law judge shall conduct an
13 adjudicative hearing relating to water rights pursuant to the
14 Administrative Procedure Act.

15 11376. The office shall provide facilities and support personnel
16 for the division.

17 11376.5. A decision made by an administrative law judge in
18 the division shall be deemed a recommendation and is not final
19 until accepted by the Director of Water Resources. The Director
20 of Water Resources may review materials from the hearing record,
21 as necessary, and has the authority to accept, modify, or reject the
22 recommendation. The Director of Water Resources shall make a
23 final decision accepting, modifying, or rejecting the division's
24 recommendation within 30 days of the issuance of that
25 recommendation. If the Director of Water Resources does not act
26 on a recommendation within 30 days, the recommendation shall
27 be deemed adopted. The Director of Water Resource's decision
28 on the recommendation, or the adoption of the recommendation
29 due to the failure to act, is a final agency action that may be
30 appealed to a superior court of the State of California.

31 11377. This article shall become operative on July 1, 2018.

32 SEC. 2. Section 123.5 is added to the Water Code, to read:

33 123.5. (a) The department succeeds to and is vested with all
34 of the authority, duties, powers, purposes, functions,
35 responsibilities, and jurisdiction of the board and its predecessors
36 for purposes of all of the following:

37 (1) Water rights authority provided in Chapter 1 (commencing
38 with Section 1000), Chapter 1.5 (commencing with Section 1020),
39 and Chapter 2 (commencing with Section 1050) of Part 1, Part 2
40 (commencing with Section 1200), Part 3 (commencing with Section

1 2000), and Part 5 (commencing with Section 4999), of Division
2 2.

3 (2) The Sustainable Groundwater Management Act (Part 2.74
4 (commencing with Section 10720) of Division 6), Section 1529.5,
5 and Article 6 (commencing with Section 65350) of Chapter 3 of
6 Division 1 of Title 7 of the Government Code.

7 (3) Section 348, and Part 5.1 (commencing with Section 5100)
8 and Part 5.2 (commencing with Section 5200) of Division 2.

9 (4) Part 2 (commencing with Section 10500) of Division 6.

10 (b) The department shall maintain authority over California's
11 water rights matters and carry out the duties, responsibilities, and
12 functions described in this section. A statutory reference to "board"
13 or "state board" regarding a function transferred to the department
14 shall refer to the department.

15 (c) Regulations adopted, orders issued, and all other actions
16 taken by the board or its predecessors pursuant to the authorities
17 vested in the department and in effect immediately preceding the
18 operative date of this section shall remain in effect and are fully
19 enforceable until they expire by their own terms unless readopted,
20 amended, or repealed. Regulations in the process of adoption
21 pursuant to the authorities vested in the department shall continue
22 under the authority of the department unless the department
23 determines otherwise. Any other action adopted, prescribed, taken,
24 or performed by, or on behalf of, the board in the administration
25 or performance of a duty, responsibility, or authorization
26 transferred to the department shall remain in effect and shall be
27 deemed to be an action of the department unless the department
28 determines otherwise.

29 (d) Permits, licenses, and other formal approvals and
30 authorizations issued by the board or any of its predecessors
31 pursuant to authorities vested in the department pursuant to this
32 section are not affected by the transfer and remain in effect, in
33 accordance with all applicable laws and regulations, unless
34 renewed, reissued, revised, amended, suspended, or revoked by
35 the department.

36 (e) Any decision or order by the board pursuant to authorities
37 vested in the department pursuant to this section remains in effect,
38 in accordance with all applicable laws and regulations, and the
39 department shall implement the decision or order and treat it as

1 administrative precedent unless it is renewed, reissued, revised,
2 amended, suspended, or revoked by the department.

3 (f) Any action or proceeding by or against the board, including
4 any officer or employee of the board named in an official capacity,
5 or any of its predecessors, pertaining to matters vested in the
6 department by this section shall not abate, but shall continue in
7 the name of the department. The department shall be substituted
8 for the board, including any officer or employee of the board named
9 in an official capacity, and any of its predecessors, by the court or
10 agency where the action or proceeding is pending. The substitution
11 shall not in any way affect the rights of the parties to the action or
12 proceeding.

13 (g) On and after July 1, 2018 the unexpended balance of all
14 funds available for use by the board or any of its predecessors in
15 carrying out any functions transferred to the department are
16 available for use by the department.

17 (h) The board shall transfer to the department books, documents,
18 data, records, and property of the board pertaining to functions
19 transferred to the department.

20 (i) A contract, lease, license, or any other agreement to which
21 the board or any of its predecessors is a party is not void or
22 voidable by reason of this section, but shall continue in full force
23 and effect, with the department assuming all of the rights,
24 obligations, liabilities, and duties of the board and any of its
25 predecessors as it relates to the duties, powers, purposes,
26 responsibilities, and jurisdiction vested in the department pursuant
27 to this section. This assumption does not affect the rights of the
28 parties to the contract, lease, license, or agreement.

29 (j) This section shall become operative on July 1, 2018.

30 SEC. 3. Section 174 of the Water Code is amended to read:

31 174. (a) The Legislature hereby finds and declares that in order
32 to provide for the orderly and efficient administration of the water
33 resources of the state, it is necessary to establish a control board
34 that shall exercise the adjudicatory and regulatory functions of the
35 state in the field of water resources.

36 (b) It is also the intention of the Legislature to combine the
37 water rights, water quality, and drinking water functions of the
38 state government to provide for coordinated consideration of water
39 rights, water quality, and safe and reliable drinking water.

40 (c) This section shall become operative on July 1, 2014.

1 (d) *This section shall become inoperative on July 1, 2018, and,*
2 *as of January 1, 2019, is repealed.*

3 SEC. 4. Section 174 is added to the Water Code, to read:

4 174. (a) The Legislature hereby finds and declares that in order
5 to provide for orderly and efficient administration of the water
6 resources of the state it is the intention of the Legislature to
7 combine the water quality and drinking water functions of the state
8 government to provide for coordinated consideration of water
9 quality, and safe and reliable drinking water.

10 (b) This section shall become operative on July 1, 2018.

11 SEC. 5. Section 175 of the Water Code is amended to read:

12 175. (a) There is in the California Environmental Protection
13 Agency the State Water Resources Control Board consisting of
14 five members appointed by the Governor. One of the members
15 appointed shall be an attorney admitted to practice law in this state
16 who is qualified in the fields of water supply and water rights, one
17 shall be a registered civil engineer under the laws of this state who
18 is qualified in the fields of water supply and water rights, one shall
19 be a registered professional engineer under the laws of this state
20 who is experienced in sanitary engineering and who is qualified
21 in the field of water quality, and one shall be qualified in the field
22 of water quality. One of the above-appointed persons, in addition
23 to having the specified qualifications, shall be qualified in the field
24 of water supply and water quality relating to irrigated agriculture.
25 One member shall not be required to have specialized experience.

26 (b) Each member shall represent the state at large and not any
27 particular portion thereof and shall serve full time. The board shall,
28 to the extent possible, be composed of members from different
29 regions of the state. The appointments made by the Governor shall
30 be subject to confirmation by the Senate in accordance with Article
31 2 (commencing with Section 1770) of Chapter 4 of Division 4 of
32 Title 1 of the Government Code.

33 (c) *This section shall become inoperative on July 1, 2018, and,*
34 *as of January 1, 2019, is repealed.*

35 SEC. 6. Section 175 is added to the Water Code, to read:

36 175. (a) There is in the California Environmental Protection
37 Agency the State Water Resources Control Board consisting of
38 five members appointed by the Governor. One of the members
39 appointed shall be an attorney admitted to practice law in this state
40 who is qualified in the field of water supply, one shall be a

1 registered civil engineer under the laws of this state who is
2 qualified in the field of water supply, one shall be a registered
3 professional engineer under the laws of this state who is
4 experienced in sanitary engineering and who is qualified in the
5 field of water quality, and one shall be qualified in the field of
6 water quality. One of the above-appointed persons, in addition to
7 having the specified qualifications, shall be qualified in the field
8 of water supply and water quality relating to irrigated agriculture.
9 One member shall not be required to have specialized experience.

10 (b) Each member shall represent the state at large and not any
11 particular portion thereof and shall serve full time. The board shall,
12 to the extent possible, be composed of members from different
13 regions of the state. The appointments made by the Governor shall
14 be subject to confirmation by the Senate in accordance with Article
15 2 (commencing with Section 1770) of Chapter 4 of Division 4 of
16 Title 1 of the Government Code.

17 (c) This section shall become operative on July 1, 2018.

18 SEC. 7. Article 5 (commencing with Section 191) is added to
19 Chapter 2 of Division 1 of the Water Code, to read:

20
21 Article 5. State Water Project Commission
22

23 191. (a) The State Water Project Commission is hereby
24 established within the Natural Resources Agency.

25 (b) The commission shall consist of nine members. Each
26 member shall represent the state at large and not any particular
27 portion of the state. To the extent possible, the commission shall
28 be composed of members from different regions of the state. The
29 members of the commission shall be appointed by the Governor
30 and subject to confirmation by the Senate, as follows:

31 (1) Three members shall be registered engineers with experience
32 in civil or hydrological engineering.

33 (2) Three members shall be attorneys admitted to practice in
34 California and qualified in the fields of water rights, water
35 conveyance, or water storage.

36 (3) Three shall be public members, one representing each of the
37 following:

38 (A) Agricultural interests.

39 (B) The environment.

40 (C) Municipal water users.

(c) Refusal by or failure of the Senate to confirm an appointment to the commission shall create a vacancy in the office to which the appointment was made. Any vacancy shall be immediately filled by the Governor, subject to confirmation by the Senate, for the unexpired portion of the term in which the vacancy occurs.

(d) (1) The Governor shall determine the expiration of each member's term at the time of appointment in accordance with the following:

(A) The initial term of one of the members of the commission shall expire on January 15, 2019.

(B) The initial term of two of the members of the commission shall expire on January 15, 2020.

(C) The initial term of two of the members of the commission shall expire on January 15, 2021.

(D) The initial term of two of the members of the commission shall expire on January 15, 2022.

(E) The initial term of two of the members of the commission shall expire on January 15, 2023.

(2) Upon the expiration of each term described in paragraph (1), the term of each succeeding member shall be four years.

(e) The Legislature may remove a member of the commission from office for dereliction of duty, corruption, or incompetency by concurrent resolution adopted by a majority vote of the membership in each house of the Legislature.

192. (a) The headquarters of the commission shall be in Sacramento.

(b) The commission shall determine the times and places for its meetings.

(c) All meetings of the commission shall be conducted in accordance with the Bagley-Keene Open Meeting Act (Article 9 (commencing with Section 11120) of Chapter 1 of Part 1 of Division 3 of Title 2 of the Government Code).

(d) The members of the commission shall select a chairperson from among their members, who shall serve as chairperson at the pleasure of the members of the commission.

(e) (1) Notwithstanding Section 11009 of the Government Code, a member of the commission shall receive one hundred dollars (\$100) for each day of actual service performed in carrying out the member's duties. The amount of compensation shall not

1 exceed the sum of five hundred dollars (\$500) per member for any
2 calendar month.

3 (2) In addition to the compensation provided in paragraph (1),
4 a member of the commission shall receive his or her actual and
5 necessary expenses incurred in the performance of the member's
6 duties.

7 (3) Compensation and expenses provided in this subdivision
8 shall be paid from the rates, charges, and revenues assessed for
9 the State Water Project.

10 193. (a) The commission may employ an executive officer
11 who shall serve at the pleasure of the commission.

12 (b) The executive officer shall hire employees necessary to carry
13 out commission functions.

14 (c) The executive officer may purchase or rent necessary
15 supplies, instruments, tools, equipment, and conveniences.

16 (d) The department shall furnish to the commission, at its
17 request, assistance, including, but not limited to, legal and clerical
18 services, as may be required.

19 194. (a) The commission succeeds to and is vested with all of
20 the authority, duties, powers, purposes, functions, responsibilities,
21 and jurisdiction of the department, its predecessors, and its director
22 for purposes of all of the following:

23 (1) Chapter 8 (commencing with Section 12930) of Part 6 of
24 Division 6.

25 (2) Chapter 3 (commencing with Section 11419), Chapter 10
26 (commencing with Section 11900), and Article 3 (commencing
27 with Section 11970) of Chapter 11 of Part 3 of Division 6.

28 (3) Section 138.10.

29 (4) Part 2 (commencing with Section 10500) of Division 6.

30 (5) Section 11260.

31 (6) Section 147.5.

32 (b) The commission shall administer the State Water Project,
33 have full charge and control of the construction, operation, and
34 maintenance of the State Water Project, and shall set all rates,
35 charges, and revenues associated with the State Water Project. The
36 commission shall carry out the duties, responsibilities, and
37 functions described in this section. Statutory reference to
38 "department" or "director" regarding a function transferred to the
39 commission shall refer to the commission.

1 (c) Regulations adopted, orders issued, and all other
2 administrative actions taken by the department, any of its
3 predecessors, or its director, pursuant to the authorities vested in
4 the commission and in effect immediately preceding the operative
5 date of this section shall remain in effect and are fully enforceable
6 until they expire by their own terms, unless readopted, amended,
7 or repealed Regulations in the process of adoption pursuant to the
8 authorities vested in the commission shall continue under the
9 authority of the commission unless the commission determines
10 otherwise. Any other administrative action adopted, prescribed,
11 taken, or performed by, or on behalf of, the department, or its
12 director, in the administration of a program or the performance of
13 a duty, responsibility, or authorization transferred to the
14 commission shall remain in effect and shall be deemed to be an
15 action of the commission unless the commission determines
16 otherwise.

17 (d) Permits, licenses, accreditations, certificates, and other
18 formal approvals and authorizations issued by the department or
19 its director pursuant to authorities vested in the commission
20 pursuant to this section or permits, licenses, accreditations,
21 certificates, and other formal approvals and authorizations that the
22 department or its director are subject to pursuant to authorities
23 vested in the commission pursuant to this section, including State
24 Water Resources Control Board Decision No. 1641, are not affected
25 by the transfer and remain in effect, subject to all applicable laws
26 and regulations, unless renewed, reissued, revised, amended,
27 suspended, or revoked.

28 (e) Any action or proceeding by or against the department,
29 including any officer or employee of the department named in an
30 official capacity, pertaining to matters vested in the commission
31 by this section shall not abate, but shall continue in the name of
32 the commission. The commission shall be substituted for the
33 department, including any officer or employee of the department
34 named in an official capacity, by the court or agency where the
35 action or proceeding is pending. The substitution shall not in any
36 way affect the rights of the parties to the action or proceeding.

37 (f) On and after July 1, 2018, the unexpended balance of all
38 funds available for use by the department in carrying out any
39 functions transferred to the commission are available for use by
40 the commission.

1 (g) Books, documents, data, records, and property of the
2 department pertaining to functions transferred to the commission
3 shall be transferred to the commission.

4 (h) A contract, lease, license, or any other agreement, to which
5 the department, its director, or their agents, is a party, is not void
6 or voidable by reason of this section, but shall continue in full
7 force and effect, with the commission assuming all of the rights,
8 obligations, liabilities, and duties of the department as it relates to
9 the duties, powers, purposes, responsibilities, and jurisdiction
10 vested in the commission pursuant to this section. This assumption
11 does not affect the rights of the parties to the contract, lease,
12 license, or agreement.

13 195. (a) The commission may hold any hearings and conduct
14 any investigations in any part of the state necessary to carry out
15 the powers vested in it. For the purposes of this subdivision, the
16 commission shall have the powers of a head of a department as
17 set forth in Article 2 (commencing with Section 11180) of Chapter
18 2 of Part 1 of Division 3 of Title 2 of the Government Code.

19 (b) Except as provided in subdivision (c), any hearing or
20 investigation by the commission may be conducted by any member
21 of the commission or representative authorized by the commission
22 to exercise the powers of this section.

23 (c) Any final action in a hearing or investigation shall be taken
24 by a majority of the members of the commission at a meeting duly
25 called and held.

26 196. The commission shall conduct an annual review of the
27 progress of construction and operation of the State Water Project.
28 The commission shall report annually its findings and any
29 recommendations it deems appropriate to the department and to
30 the Legislature. A report submitted to the Legislature pursuant to
31 this section shall be submitted in compliance with Section 9795
32 of the Government Code.

33 197. The commission shall hold public hearings on all
34 additional facilities proposed to be added to the State Water Project
35 pursuant to the authority in Sections 12931 and 12938.

36 198. This article shall become operative on July 1, 2018.

37 SEC. 8. Section 275 of the Water Code is amended to read:

38 275. (a) The department and board shall take all appropriate
39 proceedings or actions before executive, legislative, or judicial

1 agencies to prevent waste, unreasonable use, unreasonable method
2 of use, or unreasonable method of diversion of water in this state.

3 *(b) This section shall become inoperative on July 1, 2018, and,*
4 *as of January 1, 2019, is repealed.*

5 SEC. 9. Section 275 is added to the Water Code, to read:

6 275. (a) The department shall take all appropriate proceedings
7 or actions before executive, legislative, or judicial agencies to
8 prevent waste, unreasonable use, unreasonable method of use, or
9 unreasonable method of diversion of water in this state.

10 (b) This section shall become operative on July 1, 2018.

11 SEC. 10. Section 1055 of the Water Code is amended to read:

12 1055. (a) The executive director of the board may issue a
13 complaint to any person or entity on which administrative civil
14 liability may be imposed pursuant to Section 1052, Article 4
15 (commencing with Section 1845) of Chapter 12 of Part 2 of
16 Division 2, or Section 5107. The complaint shall allege the act or
17 failure to act that constitutes a trespass or violation, the provision
18 of law authorizing civil liability to be imposed, and the proposed
19 civil liability.

20 (b) The complaint shall be served by personal notice or certified
21 mail. The complaint shall inform the party served that the party
22 may request a hearing not later than 20 days from the date the party
23 was served and that the board may adopt an order setting
24 administrative civil liability based on the allegations set forth in
25 the complaint without a hearing if the party does not sign a written
26 request for a hearing that is delivered to, or received by mail by,
27 the board within 20 days after the date the party was served. The
28 hearing shall be before the board or a member of the board, in
29 accordance with Section 183.

30 (c) The board, after any necessary hearing, may adopt an order
31 setting administrative civil liability, or determining that a liability
32 shall not be imposed.

33 (d) Orders setting administrative civil liability shall become
34 effective and final upon issuance thereof and payment shall be
35 made.

36 *(e) This section shall become inoperative on July 1, 2018, and,*
37 *as of January 1, 2019, is repealed.*

38 SEC. 11. Section 1055 is added to the Water Code, to read:

39 1055. (a) The director of the department may issue a complaint
40 to any person or entity on which administrative civil liability may

1 be imposed pursuant to Section 1052, Article 4 (commencing with
2 Section 1845) of Chapter 12 of Part 2 of Division 2, or Section
3 5107. The complaint shall allege the act or failure to act that
4 constitutes a trespass or violation, the provision of law authorizing
5 civil liability to be imposed, and the proposed civil liability.

6 (b) The complaint shall be served by personal notice or certified
7 mail. The complaint shall inform the party served that the party
8 may request a hearing conducted by the Water Rights Division of
9 the Office of Administrative Hearings not later than 20 days from
10 the date the party was served and that the department may adopt
11 an order setting administrative civil liability based on the
12 allegations set forth in the complaint without a hearing if the party
13 does not sign a written request for a hearing that is delivered to,
14 or received by mail by, the department within 20 days after the
15 date the party was served. The hearing shall be before an
16 administrative law judge of the Water Rights Division of the Office
17 of Administrative Hearings in accordance with Article 2.5
18 (commencing with Section 11375) of Chapter 4 of Part 1 of
19 Division 3 of Title 2 of the Government Code.

20 (c) The director, after any necessary hearing, may adopt an order
21 setting administrative civil liability, or determining that a liability
22 shall not be imposed.

23 (d) Orders setting administrative civil liability shall become
24 effective and final upon issuance thereof and payment shall be
25 made.

26 (e) This section shall become operative on July 1, 2018.

27 SEC. 12. Article 6 (commencing with Section 1110) is added
28 to Chapter 3 of Part 1 of Division 2 of the Water Code, to read:

29
30 Article 6. Repeal

31
32 1110. This chapter shall become inoperative on July 1, 2018,
33 and, as of January 1, 2019, is repealed.

34 SEC. 13. Article 4 (commencing with Section 1130) is added
35 to Chapter 4 of Part 1 of Division 2 of the Water Code, to read:

36
37 Article 4. Repeal

38
39 1130. This chapter shall become inoperative on July 1, 2018,
40 and, as of January 1, 2019, is repealed.

1 SEC. 14. Section 1525 of the Water Code is amended to read:

2 1525. (a) Each person or entity who holds a permit or license
3 to appropriate water, and each lessor of water leased under Chapter
4 1.5 (commencing with Section 1020) of Part 1, shall pay an annual
5 fee according to a fee schedule established by the board.

6 (b) Each person or entity who files any of the following shall
7 pay a fee according to a fee schedule established by the board:

8 (1) An application for a permit to appropriate water.

9 (2) A registration of appropriation for a small domestic use,
10 small irrigation use, or livestock stockpond use.

11 (3) A petition for an extension of time within which to begin
12 construction, to complete construction, or to apply the water to
13 full beneficial use under a permit.

14 (4) A petition to change the point of diversion, place of use, or
15 purpose of use, under a permit, license, or registration.

16 (5) A petition to change the conditions of a permit or license,
17 requested by the permittee or licensee, that is not otherwise subject
18 to paragraph (3) or (4).

19 (6) A petition to change the point of discharge, place of use, or
20 purpose of use, of treated wastewater, requested pursuant to Section
21 1211.

22 (7) An application for approval of a water lease agreement.

23 (8) A request for release from priority pursuant to Section 10504.

24 (9) An application for an assignment of a state-filed application
25 pursuant to Section 10504.

26 (10) A statement of water diversion and use pursuant to Part
27 5.1 (commencing with Section 5100) that reports that water was
28 used for cannabis cultivation.

29 (c) The board shall set the fee schedule authorized by this section
30 so that the total amount of fees collected pursuant to this section
31 equals that amount necessary to recover costs incurred in
32 connection with the issuance, administration, review, monitoring,
33 and enforcement of permits, licenses, certificates, and registrations
34 to appropriate water, water leases, statements of water diversion
35 and use for cannabis cultivation, and orders approving changes in
36 point of discharge, place of use, or purpose of use of treated
37 wastewater. The board may ~~include~~, *include* as recoverable costs,
38 but is not limited to including, the costs incurred in reviewing
39 applications, registrations, statements of water diversion and use
40 for cannabis cultivation, petitions and requests, prescribing terms

1 of permits, licenses, registrations, and change orders, enforcing
2 and evaluating compliance with permits, licenses, certificates,
3 registrations, change orders, and water leases, inspection,
4 monitoring, planning, modeling, reviewing documents prepared
5 for the purpose of regulating the diversion and use of water,
6 applying and enforcing the prohibition set forth in Section 1052
7 against the unauthorized diversion or use of water subject to this
8 division and the water diversion related provisions of Article 6
9 (commencing with Section 19331) of Chapter 3.5 of Division 8
10 of the Business and Professions Code, and the administrative costs
11 incurred in connection with carrying out these actions.

12 (d) (1) The board shall adopt the schedule of fees authorized
13 under this section as emergency regulations in accordance with
14 Section 1530.

15 (2) For filings subject to subdivision (b), the schedule may
16 provide for a single filing fee or for an initial filing fee followed
17 by an annual fee, as appropriate to the type of filing involved, and
18 may include supplemental fees for filings that have already been
19 made but have not yet been acted upon by the board at the time
20 the schedule of fees takes effect.

21 (3) The board shall set the amount of total revenue collected
22 each year through the fees authorized by this section at an amount
23 equal to the amounts appropriated by the Legislature for
24 expenditure for support of water rights program activities from
25 the Water Rights Fund established under Section 1550, taking into
26 account the reserves in the Water Rights Fund. The board shall
27 review and revise the fees each fiscal year as necessary to conform
28 with the amounts appropriated. If the board determines that the
29 revenue collected during the preceding year was greater than, or
30 less than, the amounts appropriated, the board may further adjust
31 the annual fees to compensate for the over or under collection of
32 revenue.

33 (e) Annual fees imposed pursuant to this section for the 2003–04
34 fiscal year shall be assessed for the entire 2003–04 fiscal year.

35 (f) *This section shall become inoperative on July 1, 2018, and,*
36 *as of January 1, 2019, is repealed.*

37 SEC. 15. Section 1525 is added to the Water Code, to read:

38 1525. (a) Each person or entity who holds a permit or license
39 to appropriate water, and each lessor of water leased under Chapter
40 1.5 (commencing with Section 1020) of Part 1, shall pay an annual

1 fee according to a fee schedule established by the department. The
2 department shall base the fee schedule solely upon a ratable share
3 of the average total actual diversion of water as reported by each
4 water right holder in the two years prior.

5 (b) Each person or entity who files any of the following shall
6 pay a fee according to a fee schedule established by the department:

7 (1) An application for a permit to appropriate water.

8 (2) A registration of appropriation for a small domestic use,
9 small irrigation use, or livestock stockpond use.

10 (3) A petition for an extension of time within which to begin
11 construction, to complete construction, or to apply the water to
12 full beneficial use under a permit.

13 (4) A petition to change the point of diversion, place of use, or
14 purpose of use, under a permit, license, or registration.

15 (5) A petition to change the conditions of a permit or license,
16 requested by the permittee or licensee, that is not otherwise subject
17 to paragraph (3) or (4).

18 (6) A petition to change the point of discharge, place of use, or
19 purpose of use, of treated wastewater, requested pursuant to Section
20 1211.

21 (7) An application for approval of a water lease agreement.

22 (8) A request for release from priority pursuant to Section 10504.

23 (9) An application for an assignment of a state-filed application
24 pursuant to Section 10504.

25 (10) A statement of water diversion and use pursuant to Part
26 5.1 (commencing with Section 5100) that reports that water was
27 used for cannabis cultivation.

28 (c) The department shall set the fee schedule authorized by this
29 section so that the total amount of fees collected pursuant to this
30 section equals 50 percent of that amount necessary to recover costs
31 incurred in connection with the issuance, administration, review,
32 monitoring, and enforcement of permits, licenses, certificates, and
33 registrations to appropriate water, water leases, statements of water
34 diversion and use for cannabis cultivation, and orders approving
35 changes in point of discharge, place of use, or purpose of use of
36 treated wastewater. The department may include as recoverable
37 costs, but is not limited to including, the costs incurred in reviewing
38 applications, registrations, statements of water diversion and use
39 for cannabis cultivation, petitions and requests, prescribing terms
40 of permits, licenses, registrations, and change orders, enforcing

1 and evaluating compliance with permits, licenses, certificates,
2 registrations, change orders, and water leases, inspection,
3 monitoring, planning, modeling, reviewing documents prepared
4 for the purpose of regulating the diversion and use of water,
5 applying and enforcing the prohibition set forth in Section 1052
6 against the unauthorized diversion or use of water subject to this
7 division and the water diversion related provisions of Article 6
8 (commencing with Section 19331) of Chapter 3.5 of Division 8
9 of the Business and Professions Code, and the administrative costs
10 incurred in connection with carrying out these actions.

11 (d) (1) The department shall adopt the schedule of fees
12 authorized under this section as emergency regulations in
13 accordance with Section 1530.

14 (2) For filings subject to subdivision (b), the schedule may
15 provide for a single filing fee or for an initial filing fee followed
16 by an annual fee, as appropriate to the type of filing involved, and
17 may include supplemental fees for filings that have already been
18 made but have not yet been acted upon by the department at the
19 time the schedule of fees takes effect.

20 (3) The department shall set the amount of total revenue
21 collected each year through the fees authorized by this section at
22 an amount equal to 50 percent of the amounts appropriated by the
23 Legislature for expenditure for support of water rights program
24 activities from the Water Rights Fund established under Section
25 1550, taking into account the reserves in the Water Rights Fund.
26 The department shall review and revise the fees each fiscal year
27 as necessary to conform with the amounts appropriated. If the
28 department determines that the revenue collected during the
29 preceding year was greater than, or less than, the amounts
30 appropriated, the department may further adjust the annual fees to
31 compensate for the over or under collection of revenue.

32 (e) This section shall become operative on July 1, 2018.

33 SEC. 16. Section 1552 of the Water Code is amended to read:
34 1552. (a) Except as provided in subdivision (e) of Section
35 1058.5, moneys in the Water Rights Fund are available for
36 expenditure, upon appropriation by the Legislature, for the
37 following purposes:

38 (a)

39 (1) For expenditure by the State Board of Equalization in the
40 administration of this chapter and the Fee Collection Procedures

1 Law (Part 30 (commencing with Section 55001) of Division 2 of
2 the Revenue and Taxation Code) in connection with any fee or
3 expense subject to this chapter.

4 ~~(b)~~

5 (2) For the payment of refunds, pursuant to Part 30 (commencing
6 with Section 55001) of Division 2 of the Revenue and Taxation
7 Code, of fees or expenses collected pursuant to this chapter.

8 ~~(e)~~

9 (3) For expenditure by the board for the purposes of carrying
10 out this division, Division 1 (commencing with Section 100), Part
11 2 (commencing with Section 10500) and Chapter 11 (commencing
12 with Section 10735) of Part 2.74 of Division 6, Article 7
13 (commencing with Section 13550) of Chapter 7 of Division 7, and
14 the water diversion related provisions of Article 6 (commencing
15 with Section 19331) of Chapter 3.5 of Division 8 of the Business
16 and Professions Code.

17 ~~(d)~~

18 (4) For expenditures by the board for the purposes of carrying
19 out Sections 13160 and 13160.1 in connection with activities
20 involving hydroelectric power projects subject to licensing by the
21 Federal Energy Regulatory Commission.

22 ~~(e)~~

23 (5) For expenditures by the board for the purposes of carrying
24 out Sections 13140 and 13170 in connection with plans and policies
25 that address the diversion or use of water.

26 *(b) This section shall become inoperative on July 1, 2018, and,*
27 *as of January 1, 2019, is repealed.*

28 SEC. 17. Section 1552 is added to the Water Code, to read:

29 1552. (a) Except as provided in subdivision (e) of Section
30 1058.5, moneys in the Water Rights Fund are available for
31 expenditure, upon appropriation by the Legislature, for the
32 following purposes:

33 (1) For expenditure by the State Board of Equalization in the
34 administration of this chapter and the Fee Collection Procedures
35 Law (Part 30 (commencing with Section 55001) of Division 2 of
36 the Revenue and Taxation Code) in connection with any fee or
37 expense subject to this chapter.

38 (2) For the payment of refunds, pursuant to Part 30 (commencing
39 with Section 55001) of Division 2 of the Revenue and Taxation
40 Code, of fees or expenses collected pursuant to this chapter.

1 (3) For expenditure by the department for the purposes of
2 carrying out this division, Division 1 (commencing with Section
3 100), Part 2 (commencing with Section 10500) and Chapter 11
4 (commencing with Section 10735) of Part 2.74 of Division 6,
5 Article 7 (commencing with Section 13550) of Chapter 7 of
6 Division 7, and the water diversion related provisions of Article
7 6 (commencing with Section 19331) of Chapter 3.5 of Division 8
8 of the Business and Professions Code.

9 (4) For expenditures by the department for the purposes of
10 carrying out Sections 13160 and 13160.1 in connection with
11 activities involving hydroelectric power projects subject to
12 licensing by the Federal Energy Regulatory Commission.

13 (5) For expenditures by the department for the purposes of
14 carrying out Sections 13140 and 13170 in connection with plans
15 and policies that address the diversion or use of water.

16 (6) For expenditures by the Water Rights Division of the Office
17 of Administrative Hearings for the purposes of carrying out Article
18 2.5 (commencing with Section 11375) of Chapter 4 of Part 1 of
19 Division 3 of Title 2 of the Government Code.

20 (b) This section shall become operative on July 1, 2018.

21 SEC. 18. The provisions of this act are severable. If any
22 provision of this act or its application is held invalid, that invalidity
23 shall not affect other provisions or applications that can be given
24 effect without the invalid provision or application.

PROPOSED CHANGES TO THE ADMINISTRATION AND MANAGEMENT OF CALIFORNIA WATER

STATE WATER RESOURCES CONTROL BOARD (SWRCB)

MISSION: To preserve, enhance, and restore the quality of California's water resources and drinking water for the protection of the environment, public health, and all beneficial uses, ~~and to ensure proper water resource allocation and efficient use~~, for the benefit of present and future generations.

PRIMARY ROLES:

- ◆ Drinking Water
- ◆ Regional Water Quality Control Boards (RWQCB)
- ◆ Surface and groundwater water quality
- ◆ **(REMOVE ROLE)** ~~Water rights administration~~
- ◆ **(REMOVE ROLE)** ~~Water rights hearings~~
- ◆ **(REMOVE ROLE)** ~~Sustainable Groundwater Management Act (SGMA) Implementation/Oversight~~

Move
Roles

Move Role

(NEW) WATER RIGHTS DIVISION

(Within State Office of Administrative Hearings)

OAH EXISTING MISSION: To provide a neutral forum for fair and independent resolution of administrative matters, ensuring due process and respecting the dignity of all.

DIVISION MISSION: **(NEW)** To ensure water resource allocation and use comply with statutory requirements and state constitutional directives, in a fair and neutral manner.

PRIMARY ROLES:

- ◆ **(NEW ROLE)** Conduct water rights hearings and provide recommendations
- ◆ **(NEW ROLE)** Conduct SGMA compliance and enforcement proceedings

DEPARTMENT OF WATER RESOURCES (DWR)

MISSION: To manage the water resources of California in cooperation with other agencies, to benefit the State's people and to protect, restore and enhance the natural and human environments.

PRIMARY ROLES:

- ◆ Water resource planning
- ◆ Dam safety
- ◆ Flood management
- ◆ **(EXPANDED ROLE)** Water data collection, measurement, monitoring
- ◆ **(EXPANDED ROLE)** Water availability tracking/reporting
- ◆ **(NEW ROLE)** Water rights administration
- ◆ **(NEW ROLE)** Sustainable Groundwater Management Act (SGMA) Implementation/Oversight
- ◆ **(REMOVE ROLE)** ~~State Water Project (SWP) Ownership and Operation~~

Move Role

(NEW) STATE WATER PROJECT AUTHORITY (SWPA)

MISSION: **(NEW)** To administer policies and procedures to ensure that the State Water Project delivers water to contractors.

PRIMARY ROLES:

- ◆ **(NEW ROLE)** Manage facilities and operations
- ◆ **(NEW ROLE)** SWP contract management

"California's current water governance structure leaves the state ill-positioned for the challenge of managing its water resources..."

- Little Hoover Commission report, August 2010

COMMON SENSE SOLUTIONS FOR CALIFORNIA WATER

Historic drought revealed significant challenges in California water administration that require immediate action:



Inappropriate areas of responsibility



Conflicts of interest and bias



Lack of fairness to water right holders and water users

A new bill presents solutions to these mounting problems.

WATER RIGHTS AUTHORITY

The Problem: California's State Water Resources Control Board (SWRCB) has authority over water rights within its limited jurisdiction. The SWRCB used the recent drought as a means to expand its jurisdiction and authority to control water rights not previously within its jurisdiction. Without properly seeking legislative authorization, the SWRCB's appointed board members are attempting to position the SWRCB as sole arbiter for all major California water rights and water quality issues, giving the agency undue influence.

The Solution: *Transfer the SWRCB's existing authority over water rights to the Department of Water Resources (DWR), which has superior expertise and is better structured to handle water rights matters. The SWRCB will maintain its authority over water quality matter, and will focus on this important policy area. This change will divide decision-making authority over water quality and water rights issues between two agencies.*

WATER RIGHTS HEARINGS

The Problem: The SWRCB exercises quasi-judicial authority to hold water rights hearings, where the SWRCB acts as the prosecution, judge and jury. In these enforcement hearings, SWRCB staff present evidence to SWRCB Board Members, who act as the judge. This inherent conflict of interest creates bias that frequently results in multi-million dollar penalties levied against local water agencies and other water right holders.

The Solution: *Create a Water Rights Division in the Office of Administrative Hearings (OAH), staffed by administrative law judges who are objective and will develop increasing expertise in water right matters. The new Division will conduct hearings and make a recommendation to the Director of DWR that the Director can accept, reject or modify. This change will ensure objectivity and fairness for water right holders, while still allowing state water agency experts to give input.*

Assemblymember Adam Gray, District 21

Capitol Office: State Capitol P.O. Box 942849, Sacramento, CA 94249-0021

Tel: (916) 319-2021

STATE WATER PROJECT ←

The Problem: DWR currently owns and operates the State Water Project (SWP), and also holds the water rights underlying the SWP. However, if water rights authority is transferred to DWR as proposed above, it will create a conflict for DWR because it will hold the water rights for the SWP while simultaneously administering those water rights and competing water rights.

The Solution: *A new SWP Commission will be created to manage the SWP. DWR's existing authority to construct, operate and maintain the SWP will be transferred to this new SWP Commission. This will eliminate the inherent conflict and enable DWR to focus on exercising its new authority over water rights of users across the state.*

SUSTAINABLE GROUNDWATER MANAGEMENT ACT (SGMA) ←

The Problem: SGMA, an important new component of California water law and policy intended to ensure the sustainable management of groundwater basins throughout the state, currently authorizes the SWRCB and DWR to intervene in groundwater management. If the SWRCB no longer has water rights authority as proposed above, it should not have authority over groundwater rights under SGMA.

The Solution: *All authority granted to the SWRCB to regulate groundwater planning and use under SGMA will be transferred to DWR. This change will consolidate water rights authority in DWR, while completely preserving the important policy objectives and implementation of SGMA.*

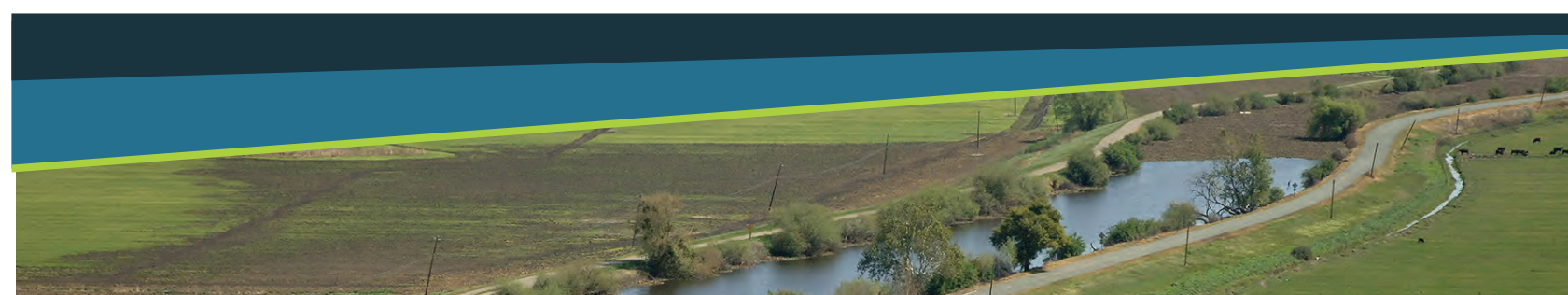
AN IDEAL TIME FOR SOLUTIONS

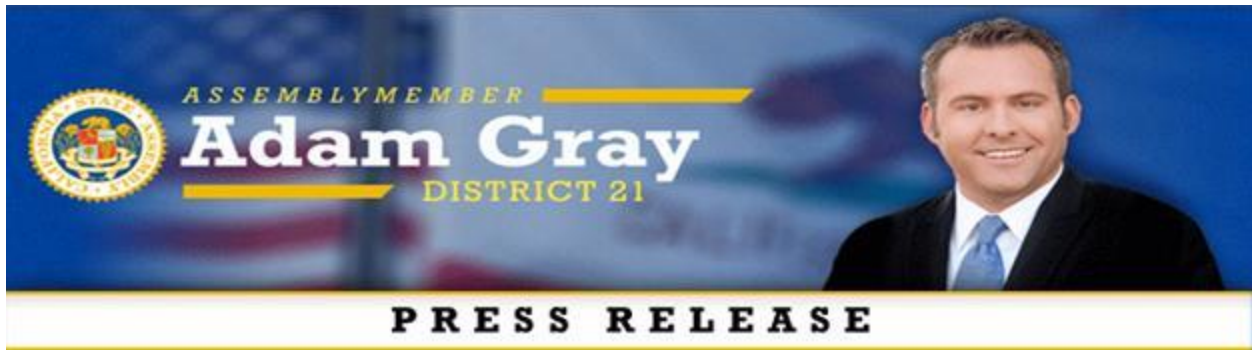
As the water law and policy faces unprecedented challenges, legislators must address the pressing concerns to ensure the efficient management of California water. As a Little Hoover Commission report concluded: "California's leaders must modernize the state's water governance to meet the needs of the future."

Assemblymember Adam Gray, District 21

Capitol Office: State Capitol P.O. Box 942849, Sacramento, CA 94249-0021

Tel: (916) 319-2021





ASSEMBLYMEMBER ADAM C. GRAY
21ST ASSEMBLY DISTRICT

For Immediate Release: February 6, 2017

Contact: Adam Capper – (916) 319-2021

Assemblyman Gray Announces Overhaul of State Water Management

SACRAMENTO – Assemblyman Adam C. Gray (D-Merced) today announced the introduction of new legislation, Assembly Bill 313, to overhaul California’s water management structure.

“Water management at the state level is broken,” said Gray. “Anyone who has tried to work with the state on water knows that the left hand doesn’t know what the right hand is doing, conflicts of interest are the norm, and state agencies act as their own prosecution, judge, and jury. The net effect is an ineffective bureaucratic maze which leaves us unable to capitalize on vital opportunities and prioritizes special interests working behind the scenes over good public policy.”

AB 313 proposes to restructure the administration and enforcement of water rights and the State Water Project. Authority and enforcement over water rights would be moved from the State Water Resources Control Board and housed under the Department of Water Resources (DWR) with enforcement proceedings conducted separately by the Office of Administrative Hearings. DWR’s current authority and water rights underlying the State Water Project would be transferred to a new State Water Project Authority to eliminate the conflict of DWR both administering and enforcing water rights while simultaneously possessing water rights of its own.

“The way the state enforces water rights is like letting a pitcher call his own strikes and balls,” continued Gray. “The State Water Board writes the regulations, initiates enforcement actions, and put folks on trial in a court they run themselves. Where is the umpire? Where are the checks and balances?”

California’s water management structure has gone largely unchanged since the current model was adopted in 1969. Emphasizing the need to tackle the issue now, Gray cited a 2010 report

from the Little Hoover Commission, titled *Managing for Change: Modernizing California's Water Governance*, which urged the Governor and the Legislature to modernize and restructure this antiquated system to improve transparency, oversight, and accountability.

“These changes have been a long time coming,” said Gray. “California has failed to manage and plan for the future, because responsibilities are dispersed throughout different departments of government and no one talks to each other. To meet the challenges of climate change, a growing population, and an ever expanding economy, we need to integrate water governance in a way that allows progress instead of gridlock.”

More information is available at www.asmdc.org/gray.

#

Assemblymember Adam C. Gray represents the 21st Assembly District which includes all of Merced County and portions of Stanislaus County.



FOR IMMEDIATE RELEASE

Solutions Proposed to Fix State Water Management

New bill ensures fairness for state's water rights holders

Sacramento, CA (February 6, 2017) – New legislation introduced Monday by Assemblyman Adam C. Gray (D-Merced) would make sweeping, necessary changes to California's water management. Assembly Bill 313 seeks to fix the state's broken water rights system, removing critical conflicts of interest that improperly allow state agencies to act as prosecution, judge and jury.

"BBID is proud to stand with Assemblyman Gray in support of AB 313," said BBID GM Rick Gilmore. "The solutions outlined in the bill address some of the most pressing issues in California water, which the District faced first-hand."

For the better part of a year, BBID fought to protect its pre-1914 water rights, on behalf of the district's farmers and senior water rights holders across the state. A \$5-million complaint brought by the State Water Resources Control Board (SWRCB) alleged BBID diverted water when none was available. The case was dismissed by the SWRCB last June, citing lack of evidence. Following the case dismissal, BBID pledged to take an active leadership role in a collaborative effort to help solve the state's water issues and bring clarity to California's water rights.

AB 313 would revamp the state's water rights administration and enforcement, as well as the State Water Project. It would transfer the existing authority of the SWRCB over water rights to the Department of Water Resources (DWR), which has expertise and is better structured to handle water rights matters.

"The current system allows the State Water Board to conduct water rights hearings in which Board staff act as prosecutors, presenting a case to Board members who act as the judge, in a court the Board runs themselves," Gilmore said. "This unchecked power prevents water right holders across the state from being fairly treated."

Under AB 313, enforcement proceedings would be conducted by a neutral third party, in the form of a newly-created Water Rights Division under the Office of Administrative Hearings (OAH). A new State Water Project Authority would assume DWR's current authority and water rights for the State Water project, eliminating the potential conflict of DWR administering and enforcing water rights, while possessing water rights of its own.

Though the current model of California water governance has gone largely unchanged since 1969, experts warn improvements are necessary to meet the needs of the future. A 2010 report from the Little Hoover Commission, *Managing for Change: Modernizing California's Water Governance*, urged legislators in no uncertain terms to restructure the system that "...leaves the state ill-positioned for the

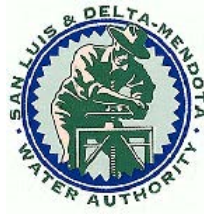
challenge of managing its water resources.”

“Tackling the complex water issues facing our state requires not only collaboration, but constructive leadership,” Gilmore said. “AB 313 takes a step in the right direction for California water, toward the fairness, efficiency and sustainability required to meet the needs of a growing population.”

Byron-Bethany Irrigation District (BBID) is a multi-county special district serving parts of Alameda, Contra Costa, and San Joaquin Counties across 47 square miles and 30,000 acres. The district serves 160 agricultural customers and approximately 12,000 residents of the Mountain House community. For additional media information, contact Nick Janes at 630.915.6493, or via email at nick@cvstrat.com.

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SAN LUIS & DELTA-MENDOTA WATER AUTHORITY



BOARD OF DIRECTORS' POLICIES AND PROCEDURES MANUAL

**ADOPTED _____, 2017
RESOLUTION NO. __**

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1. MISSION STATEMENT

The San Luis & Delta-Mendota Water Authority (Authority) is dedicated to providing water to its customers in an efficient manner and at a reasonable cost, to ensure long term reliability of the water management systems for which it is responsible, and to work on behalf of its Members and with other governmental and public agencies to promote the common welfare of and water users served by the member agencies of the Authority.

Further, the Authority is committed to providing its employees with a working atmosphere of mutual respect and appreciation. The Water Authority will continue with its policies of promoting a superior work force, encouraging career opportunities, and individual professional growth.

2. GOVERNING LAWS

The Authority was formed pursuant to Article 1, Chapter 5, Division 7, Title 1 of the Government Code (commencing with section 6500). The powers of the Authority are established by a joint powers agreement (SLDMWA JPA), a copy of which, as restated and amended, is attached hereto as Attachment .

3. PURPOSE AND SCOPE OF POLICIES AND PROCEDURES MANUAL

The Authority is committed to being accessible, transparent and accountable with regard to its operations and business practices. In furtherance of that commitment, this Policies and Procedures Manual consolidates the policies and procedures of greatest concern to the Board of Directors and to the operations and business practices of the Authority.

The SLDMWA JPA and resolutions previously adopted by the Board of Directors continue to establish the Board of Directors' policies and procedures. To the extent information in the manual conflicts with the agreement or a resolution, the agreement or resolution controls. Further, this Policies and Procedures Manual is meant to be supportive of, supplementary to, but not exclusive of, all applicable federal, state and local laws.

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4. BOARD OF DIRECTORS

a. Structure. Members of the Authority (referred to herein individually as “Member” or collectively as “Members”) are separated into five divisions, which are known as Division 1, Division 2, Division 3, Division 4 and Division 5.

DIVISION 1 (Upper DMC)

Banta-Carbona Irrigation District
Byron Bethany Irrigation District
City of Tracy
Del Puerto Water District
Patterson Irrigation District
The West Side Irrigation District
West Stanislaus Irrigation District

DIVISION 2 (San Luis Unit)

Panoche Water District
Pleasant Valley Water District
San Luis Water District
Westlands Water District

DIVISION 3 (Ex. Contractors & Grasslands)

Central California Irrigation District
Firebaugh Canal Water District
Grassland Water District
Henry Miller Reclamation District 2131

DIVISION 4 (San Felipe Division)

Santa Clara Valley Water District
San Benito County Water District

DIVISION 5 (Lower DMC)

Broadview Water District
Eagle Field Water District
Fresno Slough Water District
James Irrigation District
Laguna Water District
Mercy Springs Water District
Oro Loma Water District
Pacheco Water District
Reclamation District 1606
Tranquillity Irrigation District
Turner Island Water District

Each Division is represented by four Directors and Alternate Directors, except Division 5, which is represented by three Directors and Alternate Directors. In total, there are 19 Directors and 19 Alternate Directors, which are collectively referred to herein as the “Board of Directors”.

b. Appointments.

i. Officers. The process to appoint and qualification for the officers of the Water Authority is established by the SLDMWA JPA.

ii. Board of Directors. The procedures to fill vacancies in positions on the Board of Directors is established by Resolution No. 1993-49 and Resolution 1996-136, copies of which are attached hereto as Attachments [REDACTED] and [REDACTED].

c. Quorum and Voting. The Board of Directors may act only at regular, regularly adjourned, special or emergency meeting, as provided by State Law. Directors, and Alternate Directors present in the absence of their respective Directors, representing at least a majority of the Board of Directors constitute a quorum for the purposes of transacting the Authority's business. A vote of a majority present is required for the Authority to take action, except when supporting legislation or seeking to participate in a lawsuit or administrative proceeding or other similar proceedings (except to defend the Authority), in which case a vote of 85% is required. The Board of Directors has delegated specific authorities to the Executive Director, as described in section [REDACTED] below.

d. Qualification. Each Director and Alternate Director must be (1) a member of a governing body of a Member, (2) a staff of or a consultant of the Member, or (3) otherwise formally appointed by the governing body of the Member. Directors and Alternate Directors serve until he/she resigns or the Division selects a successor.

e. Compensation. While the JPA authorizes compensation of Directors as fixed from time to time, the Authority does not compensate Directors or Alternate Directors for time incurred in the conduct of the Authority's business.

5. EXECUTIVE DIRECTOR/GENERAL COUNSEL

a. Executive Director.

The Executive Director is the chief administrative officer of the Authority, is appointed by and reports directly to the Board, and is responsible for the proper and efficient organization and administration of the Authority. Principal powers include:

- Plan, organize and direct all Authority activities, including organizing in consultation, with the Board President, Board of Director meetings which involves development of the agenda and support packages.

- Appointing and removing all Authority employees, with the exception of the General Counsel;
- Authorizing expenditures within the designations and limitations of the approved Budget; and
- Making recommendations to and requests of the Board concerning all of the matters and responsibilities which are to be performed, done or carried out by said Board.

The Board may delegate to the Executive Director by motion, resolution or ordinance any power or authority of the Authority (other than those powers that require a supermajority vote of the Board to exercise) and has delegated to the Executive Officer the following powers:

- Those certain powers governing purchases of supplies, equipment and services through Resolution 2009-317, a copy of which, as restated and amended, is attached hereto as Attachment .
- Those actions considered in each approved Budget.

The Board conducts a performance appraisal of the Executive Director annually, pursuant to the process presented in and based on the form attached hereto as Attachment .

b. General Counsel.

The General Counsel is the chief legal officer of the Authority, operates under general direction of the Executive Director, but is appointed by and reports directly to the Board, and is responsible for the proper and efficient administration of the legal affairs of the Authority. Principal responsibilities include:

- Performing a broad range of legal work, including providing advice on compliance with the Brown Act, conducting legal research, providing advice or opinions, researching, studying, interpreting, and applying laws, regulations, and court decisions; and providing expert advice in the specialized area of water law which may be exceptionally difficult and sensitive;
- Coordinating outside counsel work and budgets; and
- Representing the Board's policies and programs before a variety of public and governmental agencies.

The Board with the Executive Director conducts a performance appraisal of the General Counsel annually, pursuant to the process presented in and based on the form attached hereto as Attachment .

6. COMMITTEES/SUBCOMMITTEES

a. Water Resources Committee. The Water Resources Committee advises the Board of Directors and staff by making recommendations on policy matters concerning water supply and water supply operations issues and on the implementation of policy established by the Board of Directors on these matters. The Water Resources Committee role is advisory to the Board and neither the documents establishing the committee nor the information in this section of the Policies and Procedures Manual shall be deemed to alter the authority of the Board to take actions on these matters, whether or not the Committee has provided advice on such action.

b. Finance and Administration Committee.

The Finance and Administration Committee advises the Board of Directors and staff by making recommendations concerning the Authority's budget and administration matters, including personnel, and on the implementation of policy established by the Board of Directors on these matters. The Finance and Administration Committee role is advisory to the Board and neither the documents establishing the committee nor the information in this section of the Policies and Procedures Manual shall be deemed to alter the authority of the Board to take actions on these matters, whether or not the Committee has provided advice on such action. The Finance and Administration Committee is the committee that considers all financial matters, including the Authority's investment policy, manner of allocating costs among Members, and the issuance of Authority financing instruments.

The Finance and Administration Committee has two subcommittees.

i. Operations, Maintenance and Technical Committee.

As a subcommittee of the Finance and Administration Committee and an advisor to the Finance and Administration Committee and the Board of Directors, the O&M Technical Committee works with the Authority's staff in the development of OM&R programs and budgets, making recommendations to the Finance and Administration Committee for ultimate approval by the Board of OM&R budgets and to reconsider any budget or budgetary issue which are remanded back to it from the Finance and Administration Committee. The O&M Technical Committee role is advisory to the Finance and Administration Committee and Board and neither the documents establishing the committee nor the information in this subsection of the Policies and

Procedures Manual shall be deemed to alter the authority of the Board or any Committee to take actions on these matters, whether or not the subcommittee has provided advice on such action.

ii. Personnel Subcommittee.

The Personnel Subcommittee advises the Finance and Administration Committee on personnel matters. Committee role is advisory to the Finance and Administration Committee and neither the documents establishing the committee nor the information in this section of the Policies and Procedures Manual shall be deemed to alter the authority of the Board or any Committee to take actions on these matters, whether or not the subcommittee has provided advice on such action.

c. Ad-hoc Committees.

The Board of Directors or the Chairperson of the Board may establish ad hoc committees as needed to further the mission of the Authority.

d. Additional Information on Committees and Subcommittees.

Details on the structure, process to appoint, qualifications for, meetings, quorum and voting, and presiding officer for the committees and subcommittees is presented in Resolution 2001-191 and Resolution 2016-405, copies of which are attached hereto as Attachment [redacted] and [redacted].

Additional details on the relationship between the Authority and the Friant Water Authority are presented in First Amended and Restated Memorandum of Understanding between Friant Water Users Authority and San Luis & Delta-Mendota Water Authority relating to Allocation, Collection and Payment of Operation, Maintenance & Replacement Costs for Water Delivered Through Certain Central Valley Project Facilities, dated September 1, 2002, as amended by the Agreement for Assignment of Memorandum of Understanding between the San Luis & Delta-Mendota Water Authority and the Friant Water Users Authority, dated July [redacted], 2004 (assigning the rights and obligations from the Friant Water Users Authority to the Friant Water Authority). Copies of the First Amended and Restated Memorandum of Understanding and Agreement for Assignment are attached hereto as Attachment [redacted].

7. DIRECTORS & MEMBERS, GENERALLY

a. Reimbursement for Expenses. The Authority adheres to California Government Code sections 53232 through 53232.4 when dealing with issues of

expenditure reimbursements for Directors, committee members, subcommittee members or their alternates. Directors, committee members, subcommittee members or their alternates may be reimbursed for out-of-pocket expenditure(s) relative to actual, reasonable and necessary costs associated with appropriate Authority business. Eligible expenses include costs due to travel, meals, lodging, and other reasonable and necessary expenses associated with approved Authority business. The Board of Directors must provide approval for said business at a public meeting prior to the individual seeking reimbursement incurring any costs.

b. Meals and Incidental Expenses. The Authority shall follow the Internal Revenue Service (IRS) Guidelines and reimburse meal and incidental expenses up to the US General Service Administration (GSA) per diem allowance rates for the location of the event, net of any event provided meals, while traveling on Authority business. Notwithstanding, for Authority sponsored events, directors, committee members, subcommittee members or their alternates may incur expenses in excess of the per diem allowance rates and any such expense in excess of \$1000.00 shall require prior Board of Directors approval. Expenditures of less \$1000.00 or less require prior written authorization from the Executive Director.

c. Lodging Expenses. Unless there is a reasonable basis to do otherwise, lodging shall be (i) arranged through the Authority, and (ii) the lesser of the government or group rates or rates that do not exceed the maximum group rate published by the event sponsor, or if neither of those are available at a rate not to exceed GSA per diem allowances for lodging.

d. Prohibited Expenses. The Authority will not pay for the following expenses:

- i. Movie rentals
- ii. Spouse/companion meals or travel
- iii. Any other expenditures not directly related to the Authority's business.

e. Booking of Spouse or Companion. Authority on occasion books reservations for the spouse or companion of a Director, committee member, subcommittee member or an alternate who is travelling on Authority business, for convenience. All costs associated with any such booking for a spouse or companion shall be assumed by the Director, committee member, subcommittee member or alternate.

f. Code of Conduct. The conduct of the Authority's Directors, committee members, subcommittee members and their alternates should enhance the integrity and goals of the Authority and in furtherance thereof they are expected to maintain the highest ethical standards, to follow these policies and procedures, to follow the joint powers agreement that formed the Authority, to follow resolutions the Board of Directors adopted, and to abide by all applicable local, state and federal laws. To assist in the governing of behavior between and among them, the following rules shall be observed:

- The primary responsibility of the Board of Directors is the formulation and evaluation of policy for the common good of all its members; routine matters concerning the operational aspects of the Authority have been delegated to its staff.
- The work of the Authority is a team effort which requires support by staff of the Authority and its member agencies.
- The Directors, committee members, subcommittee members and their alternates shall support the maintenance of a positive and constructive work environment for Authority employees.
- The needs of the Members shall be the priority of the Directors, committee members, subcommittee members, and their alternates.
- The dignity, style, values and opinions of each of the Directors, committee members, subcommittee members and their alternates shall be respected.
- Deliberation will be fair, open and thorough, but also timely, orderly and kept to the point.
- Differing viewpoints are healthy in the decision-making process.
- As required by and to the extent authorized by law, Directors, committee members, subcommittee members and their alternates will respect the confidentiality appropriate to issues of a sensitive nature, including the legal obligation to maintain confidential closed session discussion and attorney-client privileged communication.

As set forth in more detail below in section , Directors, committee members, subcommittee members and their alternates must avoid conflicts of interest and are obligated by virtue of their office to discharge their responsibilities with integrity and fidelity and are prohibited from placing themselves in a position where their private,

personal interest may conflict with their official duties.

g. Ethics Training. In their capacity as directors or staff for Members, the Authority's Directors, committee members, subcommittee members and their alternates shall receive training in general ethics principles and ethics laws relevant to public service, to the extent required by law. This requirement may be satisfied by ethics training received through their position with a Member.

8. MEETINGS GENERALLY

a. Telephonic Participation. Teleconferencing may be used for all purposes in connection with any meeting. Pursuant to the Ralph M. Brown Act (Government Code section 54953, or as amended), if the Board of Directors, a committee, or subcommittee elects to use teleconferencing, each teleconference location must be: (1) specifically identified in the notice and agenda of the meeting, (2) a notice and agenda must be posted at each teleconference location, (3) each teleconference location must be accessible to the public and have technology to enable the public to participate, (4) the agenda must provide the opportunity for the public to address the legislative body directly from each teleconference location, and (5) at least a quorum must participate from locations within the Authority's jurisdiction. To be counted towards the quorum and to participate in the meeting as a Director or member, the Director or member (or alternate in the absence of Director or member) must be present at a properly noticed location.

b. Absence of Quorum. If there is no quorum of the Board of Directors, a committee, or a subcommittee, those present may decide to: (1) adjourn the meeting, (2) cancel the meeting, or (3) proceed as a "committee of the whole", although in that event no action may be taken or decisions made.

c. Role of Alternates. In the absence of a Director or committee member or in the event that a Director or committee member has a conflict of interest which precludes participation in any decision-making process, his/her alternate assumes all rights of the Director or committee member and has the authority to act.

If both the Director or committee member and the alternate is present, the alternate may attend the open session of a meeting but he/she must participate as a member of the public, unless precluded by law; generally, alternates may not attend closed sessions except in the absence of the Director/committee member represented by the alternate.

d. Role of the Public. The Authority encourages public participation at the meetings of its Board of Directors, committees, and subcommittees. However, to

allow for orderly administration of the meetings, for each item of an agenda and for the public comment period, public comment is limited to no more than 3 minutes per person on each agenda item, although the meeting Chair may waive this limitation for good cause. In addition, members of the public speaking through a translator shall be given twice the otherwise allotted time.

e. Minutes. The Board of Directors, each committee, and each subcommittee will adopt minutes for the open session of each of their meetings. There will be no minutes for the closed session portion of any meeting. The Authority records the audio for the open session portions of meetings; however, those records are destroyed upon adoption of the meeting minutes.

9. CONFLICT OF INTEREST

Pursuant to provision of California Government Code section 81,000 *et seq.*, the Authority adopted and maintains a Conflict of Interest Code. The Authority's Conflict of Interest Code, as may be amended from time to time, and a copy of which is attached hereto as Attachment , incorporates by reference the terms of title 2, section 18730 to the California Code of Regulations.

10. PUBLIC RECORDS REQUEST POLICY

The Public Records Act provides the public with the right to inspect or obtain a copy of any identifiable public record, except those records that are legally exempt from disclosure. Public Record Act requests may be made in person or by one of the following methods:

Regular Mail: San Luis & Delta-Mendota Water Authority
Attn: Public Records Act Coordinator
P.O. Box 2157
Los Banos, CA 9363

E-Mail: PRA.Coordinator@SLDMWA.Org

Phone: (XXX) XXX-XXXX

11. INVESTMENT POLICY

The Authority has committed to the establishment of formal policies relative to the prudent investment of the Authority's unexpended cash. The Board of Directors, through advice from the Financial and Administration Committee, has established written guidelines for the investment of all Authority funds or funds in the custody

of the Authority, in a manner that conforms to all state and local statutes governing the investment of public funds. The guidelines are provided in its “Investment Policy”. The Board of Directors adopted the Investment Policy in 2013, a copy of which is attached hereto as Attachment [REDACTED].

12. WHISTLEBLOWER POLICY

Negative or adverse action is not to be taken against anyone on the Board of Directors, a committee, a subcommittee, or a member of the staff for making a good-faith report of a possible violation of this Policies and Procedures Manual, any of the Authority’s regulations or any applicable laws, even if the report is mistaken. Retaliation in any form will not be tolerated. Any act of alleged retaliation should be reported immediately to either the Executive Director, Assistant Executive Director or the Director of Human Resources and will be promptly investigated. This policy is intended to encourage and enable individuals to raise serious concerns within Authority.

13. OTHER POLICIES, HANDBOOK, PLAN

The following policies and handbook, as maybe amended, are incorporated herein by this reference:

- Employee Handbook
- Record Retention Policy
- Equal Opportunity Plan

Copies of the handbook, policy and plan are available upon request.

14. GENERAL PROVISIONS

a. Nothing in this Policies and Procedures Manual shall permit the conduct of business in violation of the law, including but not limited to Ralph M. Brown Act.

b. The Authority is committed to creating and maintaining a work environment free of objectionable and disrespectful conduct and/or communication of a sexual nature and prohibits sexual harassment by all staff, the Board of Directors, the members of its committees and the members of its subcommittees. Additional information is provided in the Employee Handbook.

c. Conduct which creates an intimidating, hostile or offensive work environment will not be tolerated. Verbal behavior, physical behavior, gestures and other non-verbal behavior which create said environment will not be tolerated.

Anyone who feels that they have been or are being harassed by a person on the Board of Directors, a committee, a subcommittee, or by a member of the staff is strongly encouraged to immediately report such incident to the Executive Director, Assistant Executive Director, or Director of Human Resources. Additional information is provided in the Employee Handbook.

d. The Board of Directors, the committees, subcommittees, and the Authority's staff shall not unlawfully discriminate on the basis of age, sex, race, color, creed, religion, national origin, ancestry, marital status, sexual orientation, physical or mental disability, veteran status, or status with regard to public assistance. Equal opportunity shall be provided. Additional information is provided in the Employee Handbook.

e. Any provision of this Policies and Procedures Manual not required by law may be altered, amended, or repealed at a duly noticed meeting of the Board of Directors.

15. ANNUAL REVIEW/ADOPTION/AMENDMENT OF POLICIES

This Board of Directors Policy Manual shall be reviewed and, if needed, supplemented, amended and/or ratified, at least once every five (5) years by the Board of Directors.



MEMORANDUM

TO: JASON PELTIER, EXECUTIVE DIRECTOR
FROM: TOM BOARDMAN, WATER RESOURCES ENGINEER
SUBJECT: MARCH PROJECT OPERATIONS UPDATE
DATE: MARCH 1, 2017

Project Operations

- The Jones pumping plant operated at capacity during most of February. However, pumping was reduced by about 600 cfs over the past 10 days due to low demands and limited pumping capacity into San Luis. Further reductions in CVP pumping will occur when the federal share of San Luis fills during the first week of March.
- Banks reduced its pumping by mid February when the SWP filled its share of San Luis. The export reduction concluded an unprecedented 27 consecutive days of capacity pumping at Banks. Upon filling the SWP share of San Luis, Banks began wheeling about CVP water (JPOD) to expedite filling the CVP share. JPOD was suspended after 5 days due to pumping capacity limitations into San Luis.
- Current export impacts related to the BiOps are about 240 TAF. No restrictions have controlled exports since January 20 because of high San Joaquin flows. San Joaquin flows are expected to remain sufficiently high such that additional BiOp impacts are not expected through at least April.
- Millerton continues to release about 9,000 cfs to the San Joaquin River with about 1,900 cfs and 2,600 cfs flowing into the Mendota Pool from the San Joaquin and Kings Rivers, respectively. Most of the Pool inflow is being passed through as demand is only about 500 cfs. Conservative estimates of SJR and Kings River flows into the Pool show that will be sufficient to meet Pool demands through at least mid May.
- The northern sierra 8 station precipitation index of 76.5 inches exceeds the wettest year on record, 1982-83 by more than 19 inches. The February snow survey (DWR's Bulletin 120) results show the Sacramento watershed at 120% of its seasonal average. The March update is expected to show significant increases.
- The San Joaquin 5 station precipitation index of 60.7 inches surpasses the wettest year on record (1982-83) by about 10 inches with the February B120 report showing 150% of its seasonal average.
- Shasta storage is at 3,869 TAF and releasing about 70,000 cfs to move out of flood space encroachment by about 600 TAF. The latest B120 report estimates the range of cumulative full natural inflow to be 6.5-10 MAF.

- Folsom storage is encroached in flood control space by about 34 TAF with a current storage of 434 TAF. The existing 550 TAF storage space available will certainly be utilized this spring to capture a portion of an anticipated 2,400 TAF projected inflow.
- CVP demands during February were about 20% of the 15 year average.

2017 Operations Outlook

Rescheduled Water

Reclamation's accounting shows that CVP contractors will request to reschedule about 420 TAF stored in CVP San Luis. Per the Rescheduling Guidelines, rescheduled water will be converted to Project water at the rate of impeded CVP pumping (foregone pumping) caused by insufficient storage space in San Luis. The tallying of foregone pumping will begin when the CVP share fills in early March. However, Reclamation will not impute foregone pumping against rescheduled water amounts until a sustained drawdown occurs in the CVP share of San Luis. As such, the actual amount of converted rescheduled water will depend on the Jones pumping rate, CVP demands, and the amount of Mendota Pool demands met by incoming flood flows. Under 90% exceedance conditions, about 145 TAF of rescheduled water could be converted to Project storage by the end March. That estimate could nearly double under average and wetter conditions.

Project Allocation

The following factors could affect Ag and Urban allocations:

1. Amount of converted CVP contractor water to Project supply.
2. Amount of Project water in CVP San Luis at sustained drawdown. Under this year's conditions, the salmon BiOp requires that exports be limited to 25% of the flow at Vernalis during April and May (Inflow/Export ratio); thus, Jones pumping could be limited to about 2-3 unit operations during May under a dry hydrology. While Pool demands are met with flood flows, limited export pumping due to the I/E ratio may be sufficient to meet the remainder of CVP demand and keep CVP San Luis full until late May or June.
3. San Joaquin flows during April and May. The salmon BiOp allows for exports to be unrestricted by the I/E ratio when Vernalis flows exceed 21,750 cfs. The occurrence of such high flows could boost allocations by up to 10%. Based on the latest B120 report, the projected San Joaquin flows have a good chance of exceeding the flow threshold for the I/E ratio during at least April.
4. CVP demands prior to sustained drawdown. Low demands will result in CVP San Luis filling faster and increased conversion of CVP contractor water to Project supply. A higher conversion rate may translate to a higher allocation.
5. Amount of Mendota Pool demands met by flood flows. Prior to sustained drawdown, flood flows to the Pool contribute to faster CVP San Luis refill. Post drawdown, flood flows to the Pool slow the draw on Project supply in CVP San Luis – making more water available for summer demands.
6. Potential OMR restriction during June. With sustained high San Joaquin flows, the earliest threat of an OMR restriction will not occur until June. If San Joaquin flows

recede to less than about 15,000 cfs in June, OMR could constrain pumping if juvenile delta smelt are near the pumps.

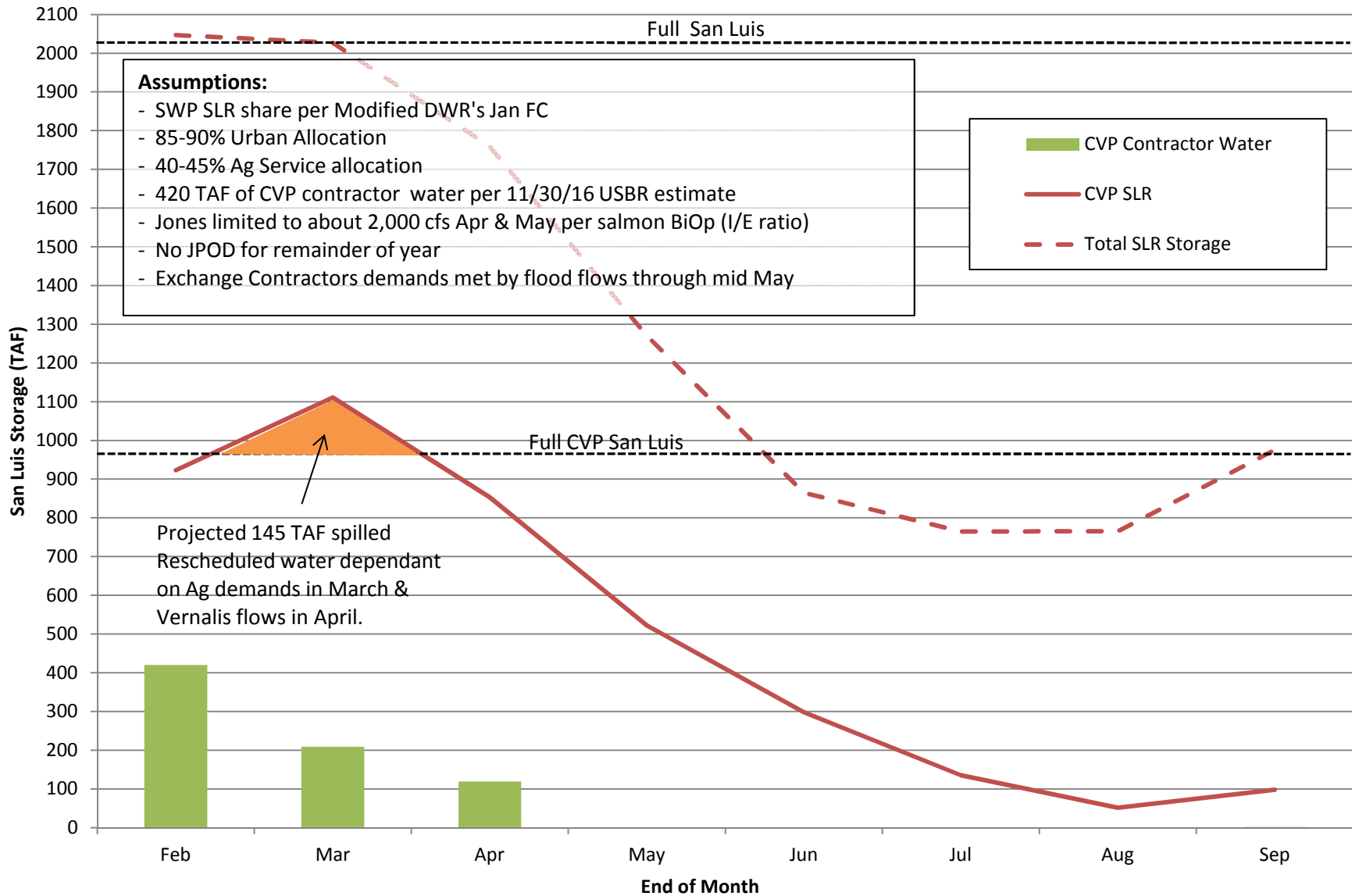
7. Temperature operations for Shasta. Wet conditions have decreased the potential of a restrictive Temperature Operations Plan this year, but the specifics of the Plan remain undetermined.

Attached are three charts showing San Luis storage projection under dry, average, and wet hydrologic conditions. The charts show a CVP San Luis draw down occurring no sooner than April and possibly delayed into June.

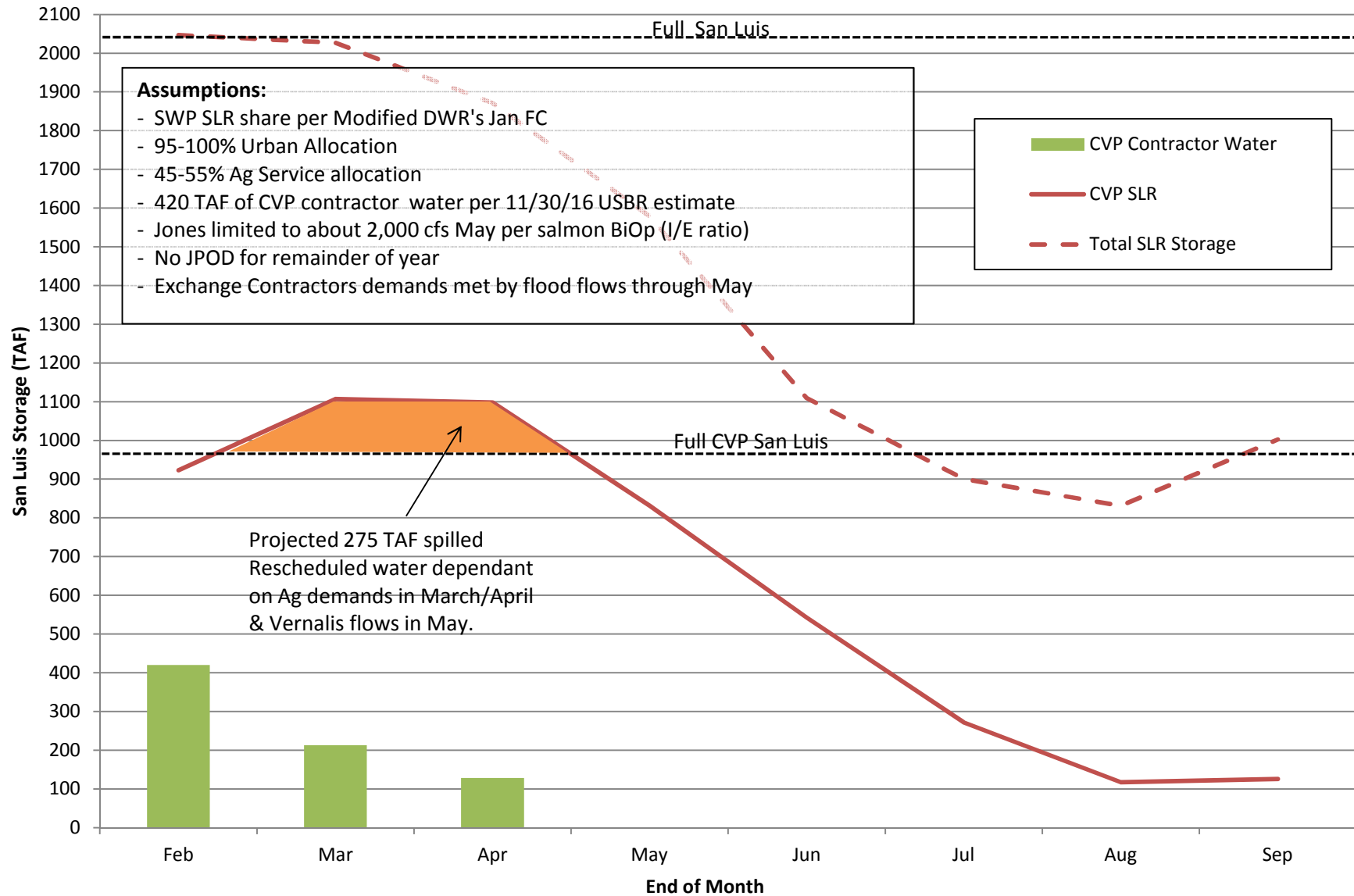
Projected Allocations

Hydrology	Ag Service (%)	Urban (%)	Water Rights & Refuges(%)
Dry Year (90% Exc.)	40-45	90-95	100
Average Year (50% Exc.)	45-55	95-100	100
Wet Year (25% Exc.)	55-70	100	100

2017 San Luis Storage Refill Projection 90% Exceedance Hydrology



2017 San Luis Storage Refill Projection 50% Exceedance Hydrology



2017 San Luis Storage Refill Projection 25% Exceedance Hydrology

