

Kings River East Groundwater Sustainability Agency
Regular Board Meeting
Agenda

City of Dinuba – Council Chambers
405 East El Monte Way, Dinuba, CA 93618
August 16, 2018
2:00 p.m.

1. **Call to Order**
2. **Pledge of Allegiance**
3. **Potential Conflicts of Interest**
 - 3.1. Any Director who has potential conflict of interest may now identify the Agenda item and recuse himself or herself from discussing and voting on the matter (FPPC § 87105).
4. **Public Comment**
 - 4.1. Public will be given up to three minutes (3 min) to address the Board of Directors on any item not on the agenda but within the subject matter of the Board's jurisdiction. Board of Directors is prohibited from taking action on public comments and as appropriate, matters raised during this period may be referred to appropriate parties or added to the agenda of an upcoming Board meeting (Gov. Code § 54954.3(a)).
5. **Review/Approval of Board Meeting Minutes**
 - 5.1. Review and approve minutes of July 19, 2018 regular Board meeting
6. **Communications – Review and Consider for Action**
7. **Board of Director Reports – Discuss and Consider for Action**
 - 7.1. Report(s) by Director(s) on event(s) attended during the prior month
8. **Consent Calendar Items – Take Action**
9. **Other Board Items – Take Action**
 - 9.1. Payables – Review and approve payment of July 2018 invoices (see Insert 9.1)
 - 9.2. Treasurer's Statement – Review and approve (see Insert 9.2)
 - 9.3. Alta Irrigation District Repayment – Review and approve a repayment plan for funds extended by Alta Irrigation District to Kings River East GSA for initial operating costs and expenses (see Insert 9.3)
 - 9.4. Postpone Kings River East GSA Audit– Consider and approve postponing Audit until Fiscal Year Ending 9/30/2019
10. **Groundwater Sustainability Activities – Review for Possible Action**
 - 10.1. Sustainable Groundwater Management Act (SGMA) Update

**Kings River East Groundwater Sustainability Agency
Regular Board Meeting
Agenda**

10.2. Provost & Pritchard Task 5-7 Contract – Review and approve contract with Provost & Pritchard for Tasks 5-7

10.3. Prop 26 Invoice – Provide an update collections and typical questions from landowners

10.4. DWR Best Management Practices – Update on status of BMPs

10.5. Grant Funding – Provide update on current and potential grants

11. Legal Issues – Review for Possible Action

11.1. Attorney Legal Update

12. Future Agenda Item(s) – No Action

13. Adjournment

Notes:

1. In compliance with the Americans with Disabilities Act of 1990, requests for special assistance to attend or participate in this meeting should be made to the City of Dinuba (559-315-5137) at least 48 hours in advance of the public meeting to enable the City to make reasonable accommodations.
2. Public records relating to an agenda item are available for public review, after posting of the agenda, at 289 North L Street, Dinuba, CA 93618 during regular business hours.

AFFIDAVIT OF POSITING

I, Marc Limas, on behalf of the Kings River East Groundwater Sustainability Agency, hereby certify that I posted a copy of the foregoing agenda in the lobby of the City of Dinuba at 405 East El Monte Way, Dinuba, CA 93618, at least seventy-two (72) hours prior to the meeting, in accordance with Govt. Code § 54954.2(a).

Marc Limas

August 13, 2018

Kings River East Group Water Sustainability Agency

Regular Board Meeting Minutes

City of Dinuba – Council Chambers
405 East El Monte Way, Dinuba, CA 93618
July 19, 2018

1. **Call to Order:** The meeting was called to order by Chair Steve Worthley at 2:01 p.m. and the following directors were present: Alta Irrigation District, Jack Brandt, Cities, Mary Fast, Irrigation/Water Districts Alternate, Jack Paxton, Ag Production, Steve Boos, Fresno County, Ernest "Buddy" Mendes. Director(s) not present at this meeting: Drinking Water Districts, Fernie Rubalcaba. Also, in attendance: Alta Irrigation District, General Manager Chad Wegley, Controller Marc Limas, and Attorney Lauren D. Layne.
2. **Pledge of Allegiance:** Chair Steve Worthley commenced with the Pledge of Allegiance.
3. **Potential Conflicts of Interest:** None.
4. **Public Comment:** None.
5. **Review/Approval of Board Meeting Minutes:** It was M/S/C unanimously by Fast / Paxton to approve, as written, minutes from the June 21, 2018 regular Board meeting.
6. **Communications:** None.
7. **Board of Director Reports:** None.
8. **Consent Calendar Items:** None.
9. **Other Board Items – Take Action**
 - 9.1. Payables – Board of Directors reviewed the payables and then it was M/S/C unanimously by Mendes / Brandt to approve payment of the June 2018 warrants in the amount of \$9,487.49 (see Insert 9.1).
 - 9.2. Treasurer's Statement – Board of Directors reviewed the Treasurer's statement for period ending 6/30/2018 and then it was M/S/C unanimously by Brandt / Mendes to approve financial statements (see Insert 9.2).
 - 9.3. Establish LAIF Account – It was M/S/C unanimously by Paxton / Fast to establish a LAIF account to invest Kings River East GSA funds (see Insert 9.3; R2018-07-01)
 - 9.4. Alta Irrigation District Repayment – It was M/S/C unanimously by Paxton / Mendes to table this item until the August 16, 2018 Board meeting.
 - 9.5. Letter of Support to Self-Help Enterprises – It was M/S/C unanimously by Mendes / Paxton to send a letter of support to Self – Help Enterprises regarding the disbursement of grant money from DWR for projects within the Kings River East GSA.

Kings River East Groundwater Sustainability Agency Regular Board Meeting Minutes

10. Groundwater Sustainability Activities – Review for Possible Action

- 10.1. Sustainable Groundwater Management Act (SGMA) Update: Provost & Pritchard Consulting Group is nearing completion on an analysis estimating total overdraft within the Kings subbasin and prorating that value among the seven (7) GSAs in the Kings subbasin.
- 10.2. Data Sharing Agreement: GSAs in Kings subbasin are reviewing a draft copy of a data sharing agreement; it is anticipated that a final version may be available at the August Board meeting.
- 10.3. Prop 26 Invoice: Payments received to date total \$380,894 and of that amount the breakdown by year for 2018 through 2020 is: 2018, \$252,122; 2019, \$64,386; and 2020, \$64,386
- 10.4. DWR Best Management Practices: No Update.
- 10.5. SWRCB Prop1 Groundwater Grant Program Round 2: No Update.

11. Legal Issues – Review for Possible Action

- 11.1. Attorney Legal Update: Attorney Layne reported on the Bay Delta unimpaired flows proposal that will divert additional water, up to 40%, from Tuolumne, Stanislaus, and Merced Rivers, the comment period closes at the end of this month. It was M/S/C unanimously by Mendes / Paxton to add an emergency item to the agenda, for the Kings River East GSA to sign on to a letter of support against the flow proposal. It was M/S/C unanimously by Mendes / Paxton to sign onto a letter of support, prepared by another agency/organization, before the comment period closes.

12. Future Agenda Item(s): None.

- 13. Adjournment: There being no further items to discuss, the meeting was adjourned by Chair Steve Worthley at 2:32 p.m., until the next regular scheduled meeting on August 16, 2018.

Kings River East – GSA

Signed: _____

Jack Brandt, Secretary of the Board

JB:ml



Kings River East GS Agency

Insert 9.1

BILL PAYMENT LIST

August 16, 2018

DATE	NUM	VENDOR	AMOUNT
Bank of the Sierra Checking			
08/16/2018	1014	Alta Irrigation District	-4,472.26
08/16/2018	1015	Baker, Manock & Jensen	-2,101.38
08/16/2018	1016	4-Creeks Engineering	-410.00
08/16/2018	1017	T-Mobile	-29.28
08/16/2018	1018	Provost & Prichard Engineering	-3,222.50
Total for Bank of the Sierra Checking			\$ -10,235.42



Kings River East GS Agency

Insert 9.2

BALANCE SHEET

As of July 31, 2018

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
Bank of the Sierra Checking	419,054.36
Bank of the Sierra Money Market	62.50
Total Bank Accounts	\$419,116.86
Accounts Receivable	
Accounts Receivable (A/R)	114,541.84
Total Accounts Receivable	\$114,541.84
Total Current Assets	\$533,658.70
TOTAL ASSETS	\$533,658.70
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable (A/P)	231,586.50
Total Accounts Payable	\$231,586.50
Total Current Liabilities	\$231,586.50
Total Liabilities	\$231,586.50
Equity	
Retained Earnings	-71,900.85
Net Income	373,973.05
Total Equity	\$302,072.20
TOTAL LIABILITIES AND EQUITY	\$533,658.70



Kings River East GS Agency

PROFIT AND LOSS

October 2017 - July 2018

	TOTAL
Income	
GSA Prop 26 Fee	-0.01
Prop 26 Fee Adjustment	3.83
Prop 26 Fee Billed	552,344.29
Total GSA Prop 26 Fee	552,348.11
Total Income	\$552,348.11
GROSS PROFIT	\$552,348.11
Expenses	
Administrative	132.13
Administrative Services	35,227.61
Material	3,079.09
Mileage	570.86
Postage	1,445.55
Total Administrative Services	40,323.11
Bank Charges	0.00
Engineering Services	90,752.97
Insurance	-150.50
Legal	18,185.61
Telephone	29.28
Total Administrative	149,272.60
Checks & Deposit Slips	279.29
Grants/Outreach	
Grower/Landowner Outreach	270.00
Total Grants/Outreach	270.00
Groundwater Sustainability	
Hydrogeology	27,383.17
Report Compilation	1,170.00
Total Groundwater Sustainability	28,553.17
Total Expenses	\$178,375.06
NET OPERATING INCOME	\$373,973.05
NET INCOME	\$373,973.05



Kings River East GS Agency

STATEMENT OF CASH FLOWS

October 2017 - July 2018

	TOTAL
OPERATING ACTIVITIES	
Net Income	373,973.05
Adjustments to reconcile Net Income to Net Cash provided by operations:	
Accounts Receivable (A/R)	-114,541.84
Accounts Payable (A/P)	159,685.65
Total Adjustments to reconcile Net Income to Net Cash provided by operations:	45,143.81
Net cash provided by operating activities	\$419,116.86
NET CASH INCREASE FOR PERIOD	\$419,116.86
CASH AT END OF PERIOD	\$419,116.86

Kings River East GS Agency

Bank of the Sierra Money Market, Period Ending 07/31/2018

RECONCILIATION REPORT

Reconciled on: 08/06/2018

Reconciled by: Marc Limas

Any changes made to transactions after this date aren't included in this report.

Summary

USD

Statement beginning balance.....	62.50
Checks and payments cleared (0).....	0.00
Deposits and other credits cleared (0).....	0.00
Statement ending balance.....	<u>62.50</u>
Register balance as of 07/31/2018.....	62.50

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Kings River East Groundwater
 Sustainability Agency
 PO BOX 695
 Dinuba CA 93618

Date 7/31/18 Page 1

Checking Account

Sierra Public Money Market		Number of Enclosures	0
Account Number	XXXXXX8230	Statement Dates	7/02/18 thru 7/31/18
Previous Balance	62.50	Days in the statement period	30
Deposits/Credits	.00	Average Ledger	62.50
Checks/Debits	.00	Average Collected	62.50
Service Charge	.00		
Interest Paid	.00		
Ending Balance	62.50		

Daily Balance Information

Date	Balance
7/02	62.50

Keep Climbing

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Kings River East GS Agency

Bank of the Sierra Checking, Period Ending 07/31/2018

RECONCILIATION REPORT

Reconciled on: 08/06/2018

Reconciled by: Marc Limas

Any changes made to transactions after this date aren't included in this report.

Summary

USD

Statement beginning balance.....	295,562.08
Checks and payments cleared (8).....	-12,863.08
Deposits and other credits cleared (346).....	140,897.36
Statement ending balance.....	<u>423,596.36</u>
Uncleared transactions as of 07/31/2018.....	-4,542.00
Register balance as of 07/31/2018.....	419,054.36
Cleared transactions after 07/31/2018.....	0.00
Uncleared transactions after 07/31/2018.....	3,334.92
Register balance as of 08/06/2018.....	<u>422,389.28</u>

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Kings River East Groundwater
 Sustainability Agency
 PO BOX 695
 Dinuba CA 93618

Checking Account

Public Demand		Number of Enclosures	5
Account Number	XXXXXX8222	Statement Dates	7/02/18 thru 7/31/18
Previous Balance	295,562.08	Days in the statement period	30
13 Deposits/Credits	140,964.35	Average Ledger	365,282.56
10 Checks/Debits	12,930.07	Average Collected	358,682.58
Service Charge	.00		
Interest Paid	.00		
Ending Balance	423,596.36		

Deposits and Credits

Date	Description	Amount
7/02	Business Deposit	20,515.02
7/05	Business Deposit	12,081.79
7/09	Business Deposit	11,790.98
7/13	Business Deposit	8,054.16
7/13	Business Deposit	20,580.40
7/16	Business Deposit	6,556.87
7/18	Business Deposit	3,422.12
7/20	Business Deposit	956.41
7/23	Business Deposit	32,327.52
7/26	Business Deposit	7,069.31
7/26	Business Deposit	11,146.08
7/27	Business Deposit	4,198.75
7/31	Business Deposit	2,264.94

Other Debits

Date	Description	Amount
7/02	Debit Correction	62.35-
7/16	Debit Correction	49.35-
7/20	Debit Correction	17.64-
7/31	Chargeback Fee	5.00-
7/31	Chargeback 7094	697.74-

Inputs

As of Date: 8/13/2018
 GSA Expenses Commenced: 2/1/2017
 Length of Time in Days: 558
 Balance of Note to Alta: \$ 221,734
 Repayment Term: 12 Months
 Repayment Term: 18 Months
 Repayment Term: 24 Months
 Payment Start: 9/1/2018
 Cash in Bank: \$ 413,541
 GSA Paid Warrants: \$ 25,722
 Average Monthly Expenditures: \$ 13,304
 Projected 1/2019 Billing: \$ 340,000
 Projected 1/2020 Billing: \$ 340,000

Assumptions

1. GSA receives no additional revenue until 1/2019
2. Average monthly expenditures remain constant
3. GSA pays current Alta administration fee monthly
4. GSA pays all warrants monthly

Repayment Months	Monthly Payment to Alta	GSA Estimated Expenses	Yearly Total	GSA Remaining Cash w/o Projected Billing	Projected Billing	GSA Remaining Cash w/ Projected Billing
18	\$ 12,319	\$ 239,473	\$ 387,296	\$ 26,245	\$ 340,000	\$ 366,245