Kings River East Groundwater Sustainability Agency
Regular Board Meeting
Agenda

City of Dinuba – Council Chambers
405 East El Monte Way, Dinuba, CA 93618
March 21, 2019
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. **Communications – Review and Consider for Action**

6. **Audit Presentation –** Fiscal year end 2017 and 2018 audit presentation by Mike Cuttone, Cuttone & Mastro Certified Public Accountants.

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 –** All Consent Calendar items are considered routine and will be enacted in one motion. There will be no separate discussion of these matters, unless a request is made in which event the item will be removed from the Consent Calendar to be discussed and voted upon by a separate action.

   8.1. Payables – Review and approve payment of February 2019 invoices (see Insert 8.1)

   8.2. Board Meeting Minutes – Review and approve minutes of February 14, 2019 regular Board meeting (see Insert 8.2)

9. **Other Board Items – Take Action**

   9.1. Treasurer's Statement – Review and approve February 2019 Treasurer's statement (see Insert 9.1)

   9.2. Grant Reimbursements – Review and discuss status of reimbursement from grants.

Kings River East Groundwater Sustainability Agency
Regular Board Meeting
Agenda

9.3. LAIF Resolution – Review and consider adopting resolution 2019-03-01, removing J. Steven Worthley as a signer and adding Ernest "Buddy" Mendes as a signer on the LAIF account. (see Insert 9.3)

9.4. Rabobank Credit Card – Review and consider approving a credit card with a credit limit of $5,000 for incidental expenses and authorizing cardholder to be Chad Wegley.

10. Groundwater Sustainability Activities – Review for Possible Action

10.1. GSA Invoices – Provide an update on collections and typical questions from landowners

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

10.3. Groundwater Sustainability Plan (GSP) – Update on the GSP

10.4. Stakeholder Survey – Review and approve a stakeholder survey (see Insert 10.4)

10.5. Professional Services – Review and approve a contract amendment with Provost & Pritchard to provide additional professional services to Kings River East GSA for development of GSP elements associated with sustainable management/coordination within the Kings subbasin

11. Legal Issues – Review for Possible Action

11.1. Attorney Legal Update on Matters Affecting the GSA and Legislation

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).

March 15, 2019

Marc Limas

Insert 8.1

Kings River East GS Agency

BILL PAYMENT LIST

March 21, 2019

DATE	NUM	VENDOR	AMOUNT
Rabobank			
03/21/2019	10001	Kings River Conservation District	-125.11
03/21/2019	10002	Baker, Manock & Jensen	-1,004.26
03/21/2019	10003	T-Mobile	-32.97
03/21/2019	10004	Provost & Prichard Engineering	-17,509.32
03/21/2019	10005	4-Creeks Engineering	-7,753.16
03/21/2019	10006	Alta Irrigation District	-12,319.00
Total for Rabobank			**$ -38,743.82**

Kings River East Groundwater Sustainability Agency
Regular Board Meeting Minutes

Insert 8.2

City of Dinuba – Council Chambers
405 East El Monte Way, Dinuba, CA 93618
February 21, 2019

1. **Call to Order:** The Regular Board Meeting of the Kings River East Groundwater Sustainability Agency was called to order by Chairman Buddy Mendes at 2:02 p.m. and the following directors were present. Alta Irrigation District Alternate, John Kalendar, Irrigation/Water Districts, David Brown, Ag Production, Steve Boos, Drinking Water Districts, Fernie Rubalcaba, Tulare County Alternate, Kyle Crocker and Cities, Mary Fast. Also, in attendance Alta Irrigation District, General Manager Chad Wegley, Controller Marc Limas, and Attorney Lauren D. Layne.

2. **Pledge of Allegiance:** Mary Fast commenced with the Pledge of Allegiance.

3. **Potential Conflicts of Interest:** None.

4. **Public Comment:** None.

5. **Communications:** None.

6. **Board of Director Reports:** None.

7. **Consent Calendar Items:** It was M/S/C unanimously by Croker/Rubalcaba to approve the consent calendar as presented.

   7.1. Payables – Review and approve payment of January 2019 invoices. (see Insert 7.1)

   7.2. Board Meeting Minutes – Review and approve minutes of January 17, 2019 regular Board meeting.

8. **Other Board Items – Take Action**

   8.1. Treasurer's Statement – Board of Directors reviewed the Treasurer's statement for the period ending January 31, 2019 and then it was M/S/C unanimously by Crocker/Fast to accept the Treasurer's report. (see Insert 8.1)

   8.2. Grant Reimbursements – General Manager Wegley explained DWR has approved the first reimbursement of approximately $80,000, payment should be received by summer 2019. Work continues with Denise England to process the Tulare County distressed counties grant.

   8.3. Miscellaneous Fee Schedule

      8.3.1. PUBLIC HEARING regarding adoption of Miscellaneous Fee Schedule. Chairman Mendes opened the Pubic Hearing at 2:09 p.m. Attorney Layne commented on the Miscellaneous Fee Schedule and how fees were calculated. Linda Launer commented that the board should be aware of the fee for not being PCI compliant when accepting credit cards. This has already been addressed by the GSA's

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treasurer. No further public comments were received. As such, Chairman Mendes closed the Public Hearing at 2:14 p.m.

8.3.2. Miscellaneous Fee Schedule. It was M/S/C unanimously by Fast/Rubalcaba to adopt Resolution 2019-02-01 setting the Miscellaneous Fee Schedule. (Insert 8.3.2)

9. Groundwater Sustainability Activities – Review for Possible Action

9.1. GSA Invoices – The sample 2019 invoice was provided to the Board. It was M/S/C unanimously by Brown/Rubalcaba to move note 8, 3% late fee, to the bottom of the notes section.

9.2. DWR Best Management Practices – General Manager Wegley explained he attended a two-day SGMA workshop at UC Davis. A DWR employee at that meeting mentioned that DWR will not be releasing best management practices on water quality or depletion of interconnected surface waters at this time.

9.3. Groundwater Sustainability Plan (GSP) – General Manager Wegley explained that the draft outline of the GSP is available on the KREGSA website. The draft copy of chapter one (1) will be released to the Technical Committee for comment soon. The Advisory Committee is reviewing a draft stakeholder survey.

10. Legal Issues: Attorney Layne reported that Baker Manock and Jensen will be holding training on sexual harassment and AB 1234, free of charge for Directors. Attorney Layne also reminded Directors to complete their Form 700s by the end of March. Attorney Layne also discussed various bills that have, or will be introduced this legislative session: The drinking water tax will be reintroduced, ACWA is sponsoring a bill that creates a trust fund from a percentage of the general fund surplus to fund safe drinking water, recharge legislation to allow a temporary five (5) year recharge permit, and AB 336-Mathis, addressing timelines within SGMA. Attorney Layne also commented that Laurel Firestone from Community Water Center has been appointed to SWRCB. Attorney Layne also commented on the CV Salts management area encompassing the KREGSA boundaries is moving forward as well as the Turlock Subbasin.

11. Future Agenda Item(s): Audit Presentation.

12. Adjournment: There being no further items to discuss, the meeting was adjourned by Chairman Buddy Mendes at 2:42 p.m., until the next regular scheduled meeting on March 21, 2019.

Kings River East – GSA

Signed: _____

Jack Brandt, Secretary

JB:ml

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Kings River East GS Agency

Insert 9.1

BALANCE SHEET

As of February 28, 2019

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
Bank of the Sierra Checking	1,259.03
Bank of the Sierra Money Market	592.20
LAIF	261,473.80
Total Bank Accounts	**$263,325.03**
Accounts Receivable	
Accounts Receivable (A/R)	418,078.33
Total Accounts Receivable	**$418,078.33**
Other Current Assets	
Interest Receivable	0.00
Total Other Current Assets	**$0.00**
Total Current Assets	**$681,403.36**
TOTAL ASSETS	**$681,403.36**
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable (A/P)	173,861.90
Total Accounts Payable	**$173,861.90**
Other Current Liabilities	
Deferred Revenue	77,034.87
Other Payables	0.00
Total Other Current Liabilities	**$77,034.87**
Total Current Liabilities	**$250,896.77**
Total Liabilities	**$250,896.77**
Equity	
Retained Earnings	134,843.78
Net Income	295,662.81
Total Equity	**$430,506.59**
TOTAL LIABILITIES AND EQUITY	**$681,403.36**

Kings River East GS Agency

PROFIT AND LOSS

October 2018 - February 2019

	TOTAL
Income	
GSA Prop 26 Fee	
Prop 26 Fee Billed	416,385.10
Total GSA Prop 26 Fee	**416,385.10**
Interest Income	2,245.42
Total Income	**$418,630.52**
GROSS PROFIT	**$418,630.52**
Expenses	
Administrative	
Administrative Services	14,133.06
Material	1,195.65
Mileage	110.75
Total Administrative Services	**15,439.46**
Audit Fee	3,785.00
Bank Charges	91.50
Engineering Services	78,098.36
Insurance	1,687.00
Legal	5,405.80
Telephone	149.84
Total Administrative	**104,656.96**
Dues	1,067.50
Grants/Outreach	
Grant Application	125.11
Total Grants/Outreach	**125.11**
Groundwater Sustainability	
Hydrogeology	16,978.14
Total Groundwater Sustainability	**16,978.14**
Post Office Box Rent	140.00
Total Expenses	**$122,967.71**
NET OPERATING INCOME	**$295,662.81**
NET INCOME	**$295,662.81**

Kings River East GS Agency

STATEMENT OF CASH FLOWS

October 2018 - February 2019

	TOTAL
OPERATING ACTIVITIES	
Net Income	295,662.81
Adjustments to reconcile Net Income to Net Cash provided by operations:	
Accounts Receivable (A/R)	-310,567.00
Accounts Payable (A/P)	-47,606.36
Deferred Revenue	-77,816.61
Other Payables	-6,538.50
Total Adjustments to reconcile Net Income to Net Cash provided by operations:	**-442,528.47**
Net cash provided by operating activities	**$ -146,865.66**
INVESTING ACTIVITIES	
Interest Receivable	1,229.17
Net cash provided by investing activities	**$1,229.17**
NET CASH INCREASE FOR PERIOD	**$ -145,636.49**
Cash at beginning of period	408,961.52
CASH AT END OF PERIOD	**$263,325.03**

Kings River East GS Agency

LAIF, Period Ending 02/28/2019

RECONCILIATION REPORT

Reconciled on: 03/09/2019

Reconciled by: Marc Limas

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

Summary

	USD
Statement beginning balance	306,473.80
Checks and payments cleared (1)	-45,000.00
Deposits and other credits cleared (0)	0.00
Statement ending balance	261,473.80
Register balance as of 02/28/2019	261,473.80

Details

Checks and payments cleared (1)

DATE	TYPE	REF NO.	PAYEE	AMOUNT (USD)
02/21/2019	Transfer			-45,000.00
Total				-45,000.00

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
March 01, 2019

KINGS RIVER EAST GROUNDWATER
SUSTAINABILITY AGENCY
TREASURER
PO BOX 695
DINUBA, CA 93618

PMIA Average Monthly Yields

Account Number:
[redacted]

Tran Type Definitions

February 2019 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Authorized Caller	Amount
2/21/2019	2/19/2019	RW	1598552	MARC LIMAS	-45,000.00

Account Summary

Total Deposit:	0.00	Beginning Balance:	306,473.80
Total Withdrawal:	-45,000.00	Ending Balance:	261,473.80

Kings River East GS Agency

Bank of the Sierra Money Market, Period Ending 02/28/2019

RECONCILIATION REPORT

Reconciled on: 03/09/2019

Reconciled by: Marc Limas

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

Summary	USD
Statement beginning balance	592.20
Checks and payments cleared (0)	0.00
Deposits and other credits cleared (0)	0.00
Statement ending balance	592.20
Register balance as of 02/28/2019	592.20

BANK OF THE SIERRA
PO Box 1930
Porterville CA 93258
(888) 454-2265

EQUAL HOUSING LENDER

FDIC

Date 2/28/19 Page 1

6442326

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

Checking Account

Sierra Public Money Market		Number of Enclosures	0
Account Number	XXXXXX8230	Statement Dates 2/01/19 thru	2/28/19
Previous Balance	592.20	Days in the statement period	28
Deposits/Credits	.00	Average Ledger	592.20
Checks/Debits	.00	Average Collected	592.20
Service Charge	.00		
Interest Paid	.00		
Ending Balance	592.20	2019 Interest Paid	.28

Daily Balance Information

Date	Balance
2/01	592.20

Keep Climbing

RECEIVED
MAR 04 2019
Alta Irrigation District

05870004310101000

MEMBER FDIC

E: SEE REVERSE SIDE FOR IMPORTANT INFORMATION

749

Kings River East GS Agency

Bank of the Sierra Checking, Period Ending 02/28/2019

RECONCILIATION REPORT

Reconciled on: 03/09/2019

Reconciled by: Marc Limas

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

Summary

	USD
Statement beginning balance	9,920.56
Service charge	-14.82
Checks and payments cleared (5)	-30,330.55
Deposits and other credits cleared (4)	45,497.88
Statement ending balance	25,073.07
Uncleared transactions as of 02/28/2019	-23,814.04
Register balance as of 02/28/2019	1,259.03
Cleared transactions after 02/28/2019	0.00
Uncleared transactions after 02/28/2019	91.20
Register balance as of 03/09/2019	1,350.23

Details

Checks and payments cleared (5)

DATE	TYPE	REF NO.	PAYEE	AMOUNT (USD)
01/17/2019	Bill Payment	1050	Cuttone & Mastro Certified Public Accountants	-3,785.00
01/17/2019	Bill Payment	1052	4-Creeks Engineering	-5,221.88
02/21/2019	Bill Payment	1055	Alta Irrigation District	-7,419.91
02/21/2019	Bill Payment	1061	Alta Irrigation District	-12,319.00
02/21/2019	Bill Payment	1057	Baker, Manock & Jensen	-1,584.76
Total				-30,330.55

Deposits and other credits cleared (4)

DATE	TYPE	REF NO.	PAYEE	AMOUNT (USD)
02/20/2019	Receive Payment	13559	[redacted]	23.91
02/21/2019	Transfer			45,000.00
02/28/2019	Receive Payment	2124	[redacted]	87.78
02/28/2019	Receive Payment	8929	[redacted]	386.19
Total				45,497.88

Additional Information

Uncleared checks and payments as of 02/28/2019

DATE	TYPE	REF NO.	PAYEE	AMOUNT (USD)
02/21/2019	Bill Payment	1060	4-Creeks Engineering	-4,148.00
02/21/2019	Bill Payment	1058	T-Mobile	-28.58
02/21/2019	Bill Payment	1056	Ken D. Schmidt and Associates	-8,920.76
02/21/2019	Bill Payment	1059	Provost & Pritchard Engineering	-10,716.70
Total				-23,814.04

Uncleared deposits and other credits after 02/28/2019

DATE	TYPE	REF NO.	PAYEE	AMOUNT (USD)
03/05/2019	Receive Payment	7856	[redacted]	16.57
03/06/2019	Receive Payment	6890	[redacted]	74.63
Total				91.20

BANK OF THE SIERRA
PO Box 1930
Porterville CA 93258
(888) 454-2265

EQUAL HOUSING LENDER

FDIC

Date 2/28/19 Page 1

6455683

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 2/01/19 thru	2/28/19
Previous Balance	9,920.56	Days in the statement period	28
4 Deposits/Credits	45,522.88	Average Ledger	12,575.13
9 Checks/Debits	30,370.37	Average Collected	12,565.35
Service Charge	.00		
Interest Paid	.00		
Ending Balance	25,073.07		

Deposits and Credits

Date	Description	Amount
2/20	Business Deposit	23.91
2/21	Wire Transfer Credit CALIFORNIA STATE TREASURER DEMAND DEPOSIT ACCOUNT 915 CAPITOL MALL, ROOM 324 SACRAMENTO CA 95814 20190221L2B7721C001095 20190221MMQFMPDK000029 02211527FT01	45,000.00
2/25	4256581060 MERCHPARTNRS 3 PPD	25.00 – refund of fees from Error
2/28	Business Deposit	473.97

RECEIVED
MAR 04 2019
Alta Irrigation District

Other Debits

Date	Description	Amount
2/04	FEES BANKCARD DEPOSIT CCD	3.32-
2/04	8662429933 MERCHPARTNRS CCD	10.00-
2/21	Wire Transfer Fee	15.00-

All fees 39.82
14.82 net fees.

Insert 9.3

R2019-03-01

BEFORE THE BOARD OF DIRECTORS
OF THE
KINGS RIVER EAST GROUNDWATER SUSTAINABILITY AGENCY

The Local Agency Investment Fund Resolution

WHEREAS, Kings River East Groundwater Sustainability Agency, is a duly organized and existing political subdivision of the State of California; and

WHEREAS, The Local Agency Investment Fund (LAIF) is a Pooled Money Investment Account; and

WHEREAS, the Agency desires to update account signers with LAIF

NOW THEREFORE, BE IT RESOLVED by the governing body of the Kings River East Groundwater Sustainability Agency: The Board approves the following signer on the account with LAIF

Board Chairman – Ernest Mendes
Board Vice Chairman – Mary Fast
Secretary/Treasurer – Jack Brandt
Fiscal Agent – Marc Limas

This Resolution shall be effective upon its approval and adoption.

Adopted and approved by the governing body of the Kings River East Groundwater Sustainability Agency this 21st of March 2019, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

CERTIFIED AS A TRUE AND CORRECT COPY

Kings River East Groundwater Sustainability Agency, Dinuba CA

Attest:

By:_____
Printed Name: Jack Brandt

By:_____
Jack Brandt, Secretary to the Board

Kings River East
Groundwater Sustainability Agency

Stakeholder Survey (DRAFT)

Name: _____

Address: _____

City: _____ State: _____ Zip: _____

E-mail: _____ Phone: _____

Stakeholder Group (check all that apply)

- ☐ Agricultural User
- ☐ City Resident
- ☐ Disadvantaged Community
- ☐ Native American Tribe
- ☐ Rural Residential (<5 acres)
- ☐ School
- ☐ Water Agency
- ☐ Business Group/Associations
- ☐ Environmental User
- ☐ Federal Agency
- ☐ Financial/Lending Organization
- ☐ Food Processor
- ☐ Local Land Use Planning Agency
- ☐ State Agency
- ☐ Domestic Well Owner/User
- ☐ Municipal Water Company
- ☐ Public Water System
- ☐ Small Community Water System
- ☐ Entity Monitoring/Reporting Groundwater Elevations

1. Are you familiar with the Sustainable Groundwater Management Act (SGMA)? ☐ Yes ☐ No

If yes, select one box best describing your knowledge about SGMA.

☐ Very knowledgeable ☐ Somewhat knowledgeable ☐ Don't know

☐ Fairly knowledgeable ☐ Not very knowledgeable

2. Are you currently engaged in activities or discussions regarding groundwater management in this region? ☐ Yes ☐ No

If yes, briefly describe your engagement. _____

3. Do you own, manage, or operate land in the Kings River East GSA? ☐ Yes ☐ No

4. Do you own, manage, or operate land in other GSAs within the Kings Subbasin? ☐ Yes ☐ No

If yes, identify with the GSA or GSAs. _____

5. Do you manage water resources? ☐ Yes ☐ No

If yes, what is your role . _____

6. If you own or rely upon a well for domestic or agricultural use, has your well(s) ever gone dry? ☐ Yes ☐ No

If yes, identify original depth (if known) and when (month/year) it went dry. _____

7. Do you have any concerns about groundwater management? ☐ Yes ☐ No

If yes, what are they. _____

_____

_____

_____

_____

_____

8. Please rank your interest in the following groundwater sustainability indicators with 1 being the most important and 5 being the least important. Place a "0" next to any sustainability indicator you are not familiar with.

Chronic lowering of groundwater levels _____

Degraded water quality _____

Reduction in grounwater storage _____

Land subsidence _____

Seawater intrusion _____

Depletion of interconnected surface water _____