

**SAN LUIS & DELTA-MENDOTA WATER AUTHORITY
FINANCE & ADMINISTRATION COMMITTEE REGULAR MEETING AND
JOINT FINANCE & ADMINISTRATION COMMITTEE REGULAR MEETING / SPECIAL
BOARD WORKSHOP
MINUTES FOR JUNE 6, 2022**

The Finance & Administration Committee of the San Luis & Delta-Mendota Water Authority convened at approximately 12:00 p.m. at 842 6th Street in Los Banos, California, with Board Chair Cannon Michael presiding.

Members and Alternate Members in Attendance

Ex Officio

Cannon Michael
William Bourdeau

Division 1

Absent

Division 2

Bobbie Ormonde, Member

Division 3

Chris White, Member - Jarrett Martin, Alternate

Division 4

Absent

Division 5

Bill Pucheu, Member - Manny Amorelli, Alternate

Friant Water Authority

Wilson Orvis, Alternate for Jason Phillips

Board of Directors Present

Division 1

None

Division 2

William Bourdeau, Director

Division 3

Chris White, Director - Jarrett Martin, Alternate
Cannon Michael, Director

Division 4

None

Division 5

Bill Pucheu, Director
Manny Amorelli, Director

Authority Representatives Present

Federico Barajas, Executive Director

Rebecca Akroyd, General Counsel
Pablo Arroyave, Chief Operating Officer
Scott Petersen, Water Policy Director
Raymond Tarka, Director of Finance
Lauren Viers, Accountant III
Darlene Neves, Operational Accounting Supervisor
Stewart Davis, IT Officer

Others in Attendance

Anthea Hansen, Del Puerto Water District
John Wiersma, Henry Miller Reclamation District
Robert Harvie, Valley Water
Frances Mizuno, Mizuno Consulting

1. Call to Order/Roll Call

Ex Officio Member and Acting Committee Chair Cannon Michael called the meeting to order, and roll was called.

2. Additions or Corrections to the Agenda

No additions or corrections.

3. Opportunity for Public Comment

No public comment.

4. Finance & Administration Committee to Consider Approval of the May 9, 2022 Meeting Minutes.

On a motion of Alternate Member Wilson Orvis, seconded by Ex Officio William Bourdeau, the Committee accepted the May 9, 2022 meeting minutes. The vote on the motion was as follows:

AYES:	Michael, Bourdeau, Ormonde, White, Pucheu, Orvis
NAYS:	None
ABSTENTIONS:	None

REPORT ITEMS

6. Discussion Regarding Cost Allocation of Various Activity/Fund Budgets

Executive Director Federico Barajas introduced the item. Barajas began by reviewing

options that have been previously discussed and presented a new Hybrid 2a Revised option where the assessment for general membership and Leg Ops funds are 55% based on contract quantity and 45% based on equal distribution. Barajas stated that he will be reaching out to members for further feedback and will provide an update next month.

7. FY23 Activity Agreements Budget to Actual Report through 4/30/22

Director of Finance Raymond Tarka reported on the Budget to Actual Comparison Summary through April 30, 2022 for the member-funded activities. Tarka stated that for the two-month period, the budget was trending positive overall with actual spending through April 30, 2022 at 6.98% of the approved budget.

8. FY23 O&M Budget to Actual Report through 4/30/22

Director of Finance Raymond Tarka reported that for WY22, the self-funded routine O&M expenses through April 30, 2022 were under budget by \$224,895. The WY20 and WY21 final accountings and the Intertie O&M cost recovery remain outstanding. Tarka noted that staff plans to complete WY20 final accountings by the end of September.

9. Procurement Activity Report

Director of Finance Raymond Tarka presented the procurement activity for the period of May 4th through June 1st. On May 18th, the Authority executed a contract with HGCPC for Project Management of the B.F. Sisk Dam Raise and Reservoir Expansion Project in the amount of \$1,085,126.00. There was also a contract change order issued on May 23rd with Kingsbury, Inc. for additional machining work for the Jones Pumping Plant Unit 1 thrust collar and bearing repair in the amount of \$12,765.

10. Executive Director's Report

San Luis Transmission Project - Executive Director Federico Barajas referred to Frances Mizuno to provide a status update on the San Luis Transmission Project. Mizuno informed the committee that due to the financing delay and environmental restrictions in regards to construction, WAPA has pushed back the potential energization date to December 2028. Mizuno then asked Lora Carpenter to present the slide deck which explained how this delay and the increased interest rates impact the overall cost of the project. Executive Director Federico Barajas then added that Reclamation has recently stated that they will not be signing the MOU for this project unless all CVP contractors are in agreement. Currently, the schedule assumes funding is secured by September 2022.

B.F. Sisk Dam Raise and Reservoir Expansion Project - Executive Director Federico Barajas then asked Chief Operating Officer Pablo Arroyave to update the committee on the B.F. Sisk Dam Raise and Reservoir Expansion Project. Arroyave stated that there are currently nine members in the activity agreement and they expect to receive one more. He then referred to the packet provided to the committee, which shows the anticipated funding allocation to participants. Arroyave also stated that the Authority has already kicked things off with Hallmark Group and is in the process of introducing them to CDM Smith and Reclamation to begin work.

II. Committee Member Reports

Ex Officio Member William Bourdeau announced that long-time Westlands Water District board member Don Devine passed away.

12. Reports Pursuant to Government Code Sec 54954.2

No reports given.

13. Adjournment.

The meeting was adjourned at approximately 12:59 p.m.