

TEJON-CASTAC WATER DISTRICT (TCWD)
TEJON-CASTAC GROUNDWATER SUSTAINABILITY AGENCY (GSA)
5665 Santa Elena Drive, Arvin, CA 93203

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Regular Meeting of the Board of Directors of Tejon-Castac Water District

October 10, 2023 – 9:00 a.m.; In-Person Only at the 5665 Santa Elena Drive, Arvin, CA 93203

This meeting is held in accordance with the Brown Act Pursuant to Section 54956 of the California Government Code.

Meeting material can be found at <https://tejoncastacwd.com>

AGENDA

- 1) Roll Call
- 2) Approval of Meeting Minutes of the Regular Board Meeting of June 13, 2023.
- 3) Resolution 2023-04, Appointing Directors
- 4) Appointment of Director to the White Wolf GSA Board
- 5) Reports & Updates (Review and possible action on):
 - A. Facility Reports
 - B. Operations
 - C. SGMA Update
 - D. Financials

6) Public Comments:

Members of the public may address the Board on matters within the TCWD's jurisdiction, which is not on this agenda, at this time (As required by Gov. Code § 54954.3(a)). However, any such non-agenda matter that requires action will be referred to District staff or a report and action at a subsequent Board meeting.)

7) Adjournment to Closed Session

Conference with Legal Counsel—Existing Litigation (Govt. Code Section 54956.9(a)):

DWR v. All Persons Interested, etc. , “Complaint for Validation” Re: SWP Contract Extension Amendment (Sacramento County Sup. Ct., Case No 34-2018-00246183, 3rd Appellant Dist., Case No. C096316, and related cases and appeals)
Rosedale-Rio Bravo Water Storage District v. Kern County Water Agency, et al., Kern County Superior Court, Case No. BCV-21-100418

Conference with Legal Counsel—Potential Litigation (Govt. Code Section 54956.9(b)):

(one item)

8) Adjourn

AMERICANS WITH DISABILITIES ACT

(Government Code Section 54953.2)

A person with a qualifying disability under the Americans with Disabilities Act of 1990 may request the District to provide disability-related modification or accommodation in order to participate in any public meeting of the Tejon-Castac Water District. Such assistance includes appropriate alternative formats for the agendas and agenda packets. Requests should be made in person, by telephone, facsimile and/or written correspondence to the Districts office, at least 72 hours before a regular public District Meeting.

TEJON-CASTAC WATER DISTRICT (TCWD)
5665 Santa Elena Drive, Arvin, CA 93203
MINUTES
OF THE REGULAR BOARD OF DIRECTORS MEETING

Date of Meeting: Tuesday, June 13, 2023

DIRECTORS PRESENT: Dennis Atkinson, Mark Valpredo, and Mark Fanucchi

DIRECTORS ABSENT: Jeff Mettler and Dolores Salgado.

OTHERS PRESENT: Kenny Watkins, Allen Lyda, Robert Velasquez, and Legal Counsel Alan Doud.

The meeting commenced at 9:00 a.m.

Ms. Martin asked the Board to approve the addition of an item to the agenda. A Letter of Intent to Participate in the Kern County Multi-Jurisdictional Hazard Mitigation Planning. The document had been received via email the day before at 7:46 a.m., On motion by Director Valpredo, seconded by Director Fanucchi, the Board unanimously approved to add the item to the Agenda.

On motion by Director Valpredo, and seconded by Director Fanucchi, the meeting minutes of the Special Board meeting of March 16, 2023, were unanimously approved by the board.

Ms. Martin presented Resolution 2023-03 Announcing the November 2023 District Election and Procedures Related Thereto. There was a brief explanation from Legal Counsel, and discussion with the Board. On motion by Director Fanucchi, seconded by Director Valpredo, the motion was unanimously approved.

Ms. Martin presented The NOI to amend the SOKR GSP, more as a preventative measure since any amendment requires a 90-day notice. She explained that having this approved by each GSA would provide more flexibility in addressing any deficiencies from the State's final review of the GSP. After a brief discussion and on motion by Director Valpredo, seconded by Director Fanucchi, the motion was unanimously approved.

Kenny Watkins proceeded to give a report on Facilities and Operations, and Ms. Martin gave a brief update on SGMA-related matters.

Robert Velasquez presented the 2023-2024 Budget. There were a few questions and a brief discussion. On motion by Director Fanucchi, seconded by Director Valpredo, the 2023-2024 Budget was unanimously approved by the Board.

Ms. Martin introduced the Letter of Intent to Participate in the Kern County Multi-Jurisdictional Hazard Mitigation Planning, she explained the District had previously participated in this program, and the letter had to be submitted no later than July 1st. After a brief discussion and on motion by Director Valpredo, seconded by Director Fanucchi, the Board unanimously approved submitting the LOI.

There were no public comments.

There was no closed session.

The meeting was adjourned at 9:51 a.m.

Angelica Martin, Secretary, Tejon-Castac Water District

Approved by: Tejon-Castac Water District Board of Directors Dated: October 10, 2023

**BEFORE THE BOARD OF DIRECTORS OF THE
TEJON-CASTAC WATER DISTRICT**

IN THE MATTER OF:

RESOLUTION NO. 2023-04

**A RESOLUTION APPOINTING DIRECTOR PURSUANT TO
ELECTIONS CODE SECTION 10515(b).**

WHEREAS, three seats for the District’s Board of Directors are to be elected in the November 7, 2023, District General Election;

WHEREAS, the Uniform District Election Law provides in Elections Code section 10515(b) that if no person has filed a declaration of candidacy for any office, the supervising authority shall appoint to said office any person who is qualified on the date when the election would have been held, provided that a petition with a sufficient number of signatures requesting that the election be held has not been timely furnished to the officer conducting said election;

WHEREAS, the District has notified the Kern County Clerk’s Office that the District timely received candidacy filings for two of the three Board seats to be filled at the 2023 election;

WHEREAS, Kern County has asked the District to recommend a person for appointment by the County Board of Supervisors to the office of Director for the seat for which no candidacy filings were timely submitted to the District;

WHEREAS, the Board has determined that it is in the best interest of the District to recommend that Mark Fanucchi be appointed as a Director of the District.

NOW, THEREFORE BE IT RESOLVED that:

District’s staff is authorized to notify the Kern County Clerk’s Office of the Board’s recommendation provided for herein, and to do all other things necessary to effectuate the same.

PASSED, APPROVED AND ADOPTED by the Board of Directors of Tejon-Castac Water District on this 10th day of October, 2023.

ALL THE FOREGOING, being on motion of Director _____ seconded by Director _____, was authorized by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

I HEREBY CERTIFY that I am the Secretary of the TEJON-CASTAC WATER DISTRICT and that the foregoing resolution was adopted by the Board of Directors of said District at a meeting held on the 10th day of October, 2023, at which meeting a quorum was present at all times and acting.

IN WITNESS WHEREOF, I have set my hand and the seal of said District on this 10th day of October, 2023.

Dennis Atkinson,
President of the Board of Directors

TEJON-CASTAC WATER DISTRICT

FINANCIAL STATEMENTS

August 31, 2023

**TEJON-CASTAC WATER DISTRICT
BALANCE SHEET
UNAUDITED
August 31, 2023**

ASSETS

| | August 31, 2023 | June 30, 2023 |
|--|-----------------|---------------|
| Current assets: | | |
| Cash | \$ 15,496 | 114,609 |
| Accounts receivable | 7,935 | (103,013) |
| Intercompany receivable | 673,078 | 673,078 |
| Banked water inventory | 4,267,482 | 4,267,482 |
| Prepaid expenses | 65,580 | 79,903 |
| Total current assets | 5,029,571 | 5,032,059 |
| Investment in Kern Water Bank Authority | 685,049 | 685,049 |
| Capital assets | 20,440,004 | 20,629,963 |
| Total assets | \$ 26,154,624 | 26,347,071 |

LIABILITIES AND MEMBERS' CAPITAL

| | | |
|--|---------------|------------|
| Current liabilities: | | |
| Accounts payable | \$ 390,029 | 1,172,569 |
| Current portion of obligations under capital lease | 19,903 | 19,903 |
| Total current liabilities | 409,932 | 1,182,421 |
| Obligations Under Capital Lease | 715,086 | 718,644 |
| Net Position | | |
| Net investment in capital assets | 24,446,006 | 24,446,006 |
| Change in net position | (231,976) | |
| Total net position | 24,214,030 | 24,446,006 |
| Total liabilities and net position | \$ 25,339,048 | 26,347,071 |

**TEJON-CASTAC WATER DISTRICT
EARNINGS STATEMENT
UNAUDITED
August 31, 2023**

| | <u>Month to Date</u> | <u>Year to Date</u> |
|--|--------------------------|--------------------------|
| Operating Revenue | | |
| Assessments and water sales | \$ 153,205 | \$ 1,206,117 |
| Operating Expenses | | |
| Cost of water | (16,815) | (31,232) |
| Cost of Operations | 297,181 | 444,213 |
| Depreciation | 101,120 | 202,138 |
| | <u>381,486</u> | <u>615,119</u> |
| Operating - gain/(loss) | (228,281) | 590,998 |
| Non-operating Expenses | | |
| Interest Expense | 3,695 | 7,398 |
| Operating increase/(decrease) in net position | <u>(224,586)</u> | <u>583,600</u> |
| Contribution of capital assets | - | - |
| Change in net position | <u>(231,976)</u> | <u>583,600</u> |
| Net Position, beginning | <u>24,446,006</u> | <u>24,446,006</u> |
| Net position, ending | <u><u>24,214,030</u></u> | <u><u>25,029,606</u></u> |

**TEJON-CASTAC WATER DISTRICT
EARNINGS STATEMENT
UNAUDITED
August 31, 2023**

| | YTD <u>Actual</u> | YTD <u>Budget</u> | Budget vs. Actual |
|--|----------------------|----------------------|----------------------|
| Operating Revenue | | | |
| Assessments and water sales | \$ 1,206,117 | 788,890 | \$ 417,227 |
| Operating Expenses | | | |
| Cost of water | (31,232) | 352,228 | (383,460) |
| Cost of Operations | 444,213 | 463,581 | (19,368) |
| Depreciation | 202,138 | 201,232 | 906 |
| | <u>615,119</u> | <u>1,017,041</u> | <u>(401,922)</u> |
| Operating - gain/(loss) | 590,998 | (228,151) | 819,149 |
| Non-operating Expenses | | | |
| Interest Expense | 7,398 | 10,956 | (3,558) |
| Operating increase/(decrease) in net position | 583,600 | (239,107) | 822,707 |
| Contribution of capital assets | - | - | - |
| Change in net postion | 583,600 | (239,107) | 822,707 |
| Net Position, beginning | 24,446,006 | 24,446,006 | - |
| Net position, ending | <u>25,029,606</u> | <u>24,206,899</u> | <u>822,707</u> |

