MINUTES

REGULAR MEETING OF THE BOARD OF DIRECTORS

JUNE 2, 2020

A regular meeting of the Board of Directors of the Yuba County Water Agency was held on the above date, commencing at 9:02 A.M. This meeting was conducted by Zoom Video Conference and Audio Teleconference Only.

The Yuba County Water Agency supports the orders and directives from the California Department of Public Health and the California Governor’s Office in the effort to minimize the spread of the Coronavirus (COVID-19).

Governor's Executive Order N-29-20 enables meetings of legislative bodies to be conducted by way of a teleconference.

ROLL CALL

<table>
<thead>
<tr>
<th>Directors</th>
<th>Present</th>
<th>Absent</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Randy Fletcher (Chair)</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
<tr>
<td>Brent Hastey (Vice Chair)</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
<tr>
<td>Gary Bradford</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
<tr>
<td>Mike Leahy</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
<tr>
<td>Doug Lofton</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
<tr>
<td>Charlie Mathews</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
<tr>
<td>Andy Vasquez</td>
<td>☒</td>
<td>☐</td>
<td></td>
</tr>
</tbody>
</table>

Arrived at 9:06
Staff in Attendance
Curt Aikens, General Manager
Willie Whittlesey, Assistant General Manager
Terri Daly, Administrative Manager
DeDe Cordell, Communications Manager
Scott Matyac, Water Resources Manager
Kurtis Crawford, Finance Manager
Alex Boesch, Public Information Specialist
Jackie Sillman, Community Impact Specialist
Bonnie Dickson, Sr. Public Information Officer
Richard Shanahan, Agency Counsel
Ryan McNally, Browns Valley Irrigation District

PLEDGE OF ALLEGIANCE
The Pledge of Allegiance was led by Director Fletcher.

PUBLIC COMMENT
None.

APPROVAL OF CONSENT ITEMS

A motion was made by Director Bradford, seconded by Director Vasquez, to approve all Consent items shown on the agenda and duplicated below for reference purposes.

1. Approval of the Minutes the regular meeting of May 19, 2020.

Vote:
YES: Bradford, Fletcher, Hastey, Leahy, Mathews, Vasquez
ABSENT: Lofton

(Continued next page)
DISCUSSION ITEMS

2. Consider approval of agreement for temporary storage of transfer water with Browns Valley Irrigation District.

Scott Matyac provided the Board with an overview and Ryan McNally was available for questions.

A motion was made by Director Hastey, seconded by Director Leahy, to approve this matter as presented.

Vote:
YES: Bradford, Fletcher, Hastey, Leahy, Lofton, Mathews, Vasquez

3. Closed session conference with ad hoc committee members (Directors Lofton, Vasquez and Hastey) as designated labor negotiators regarding Willie Whittlesey, an unrepresented employee in the General Manager position.

The Board met in closed session. There was no reportable action on this matter.

4. Consider approval of an employment agreement with General Manager Willie Whittlesey.

Prior to hearing this matter, Richard Shanahan provided the following summary of the agreement.

- The agreement will take effect on July 1, 2020.
- The term ends June 30, 2023 with a provision for successive three (3) year renewals.
- The agreement sets forth the job duties and work hours.
- Annual salary in the amount of $276,057 with the opportunity for subsequent salary increases.
- Provision for the use of a business vehicle, cell phone, and computer for work related purposes.
- Vacation and other employment benefits consistent with the agency personnel manual.
- Termination for cause or without cause for both the employee and agency.
- Standard legal provisions typically found in an employment agreement.

A motion was made by Director Mathews, seconded by Director Hastey, to approve the employment agreement with General Manager Willie Whittlesey.

Vote:
YES: Bradford, Fletcher, Hastey, Leahy, Lofton, Mathews, Vasquez

_The Board met in closed session. There was no reportable action on this matter._

_(Continued next page)_
MANAGER’S REPORT

Project Operations: The project continues to operate within regulatory requirements. While the last storm increased water supply it was a very expensive storm from a water transfer perspective. Preliminary analysis indicates it will reduce water transfer revenues from about $18 million to about $8 million, which may be just about the amount of water owed to DWR and the contractors. We continue to be in an Accord Schedule 2 flow requirement year and expect this to hold for the rest of the year.

Storage data are instantaneous values at the end of the period; flow data are average values for the period.

<table>
<thead>
<tr>
<th>New Bullards Bar Reservoir</th>
<th>Stream Flows</th>
</tr>
</thead>
<tbody>
<tr>
<td>Elevation (Ft): 1,937.11</td>
<td>Englebright Outflow: 1,490 Marysville: 1,028</td>
</tr>
<tr>
<td>Storage (AF): 878,174</td>
<td>North Irrig. Diversion: 382</td>
</tr>
<tr>
<td>% Total Capacity: 91</td>
<td>Narrows 1 Gen\Bypass Flow: 0 South Irrig. Total Flow: 112</td>
</tr>
<tr>
<td>% Usable Capacity: 88</td>
<td>Narrows 2 Gen\Bypass Flow: 1,447</td>
</tr>
<tr>
<td>Flood Space Reqd (AF): 0</td>
<td>Spill: 0 Total Diversion: 492</td>
</tr>
<tr>
<td>Critical Storage Line (AF): 0</td>
<td></td>
</tr>
<tr>
<td>Flood Space Avail (AF): 87,929</td>
<td></td>
</tr>
<tr>
<td>Target Storage Line (AF): 0</td>
<td></td>
</tr>
<tr>
<td>Flood Space Reqd (%): 0</td>
<td></td>
</tr>
<tr>
<td>Excess Flood Space (AF): 87,929</td>
<td></td>
</tr>
</tbody>
</table>

NERC / WECC: The agency continues to operate in compliance with NERC/WECC Electricity Reliability Standards.

Narrows 1: Unit continues under clearance due to the stand pipe leakage problem. Return to service is still expected at the end of August. Colgate 2 took a lightning strike over the weekend, caused the unit breaker to trip open, unit rejected 4 megawatts, re-parallel within one minute. No other operational issues of note.

Narrow 2: The tailrace stop logs were removed for new seal replacement and coating for the first time since it was built, and this is in preparation to install the new gate hoists.

Colgate: Generation has been reduced to maximize storage by using downstream side flows from the recent storms to meet the Lower Yuba River flow requirements.

Recreation: Life Jacket loaner program stations were installed at Lake Francis and Dark Day boat launch area. Rented cameras were placed at Cottage Creek and Dark Day parking lots to deter criminal activity. Staff met with Emerald Cove Marina to discuss houseboat mooring system and maintenance to ensure mooring grid stability for spill and high wind events. Staff is performing 6-month log boom inspection and maintenance to ensure it is structurally strong enough to perform its function.
Power Sales Monthly Highlights: April Power Systems revenue totaled $3.2 million and we generated ~40 thousand MWhs during the month. The average day ahead hourly price was $21/MWh which is $7 less than March’s average price.

For the fiscal year through April, Power Systems revenue totals $47.0 million which is below budget by ~$3.6 million or 7%. The variance is due primarily to lower than anticipated energy prices and to a 17% reduction in generation below forecast.

For May, Power Systems revenue is $3.7 million thru May 21st including monthly resource adequacy. May’s day ahead hourly price is averaging $19/MWh, $2 lower than April. The California ISO has reported a 5-7% decrease in weekday demand since March 23rd and an $8 reduction in average DA energy prices both attributable to the shelter in place order. A full report on May power sales will be provided at the 1st Board meeting in July.

Forecast Update: Brief early season Heatwave followed by below normal temperatures and mountain showers over the weekend. Next week warms up slightly for seasonal conditions for early June. Medium range models show approximately seasonal conditions for the month of June. Recent late season rains have continued to help improve the water supply in New Bullards Bar during this a below average water year.

Recruitments: We are currently accepting applications for a Temporary/Seasonal Utility Worker for the Maintenance Team.

Hires: We are pleased to announce that a job offer has been accepted by Phillip Cantarinha for the Power Systems Manager position on June 29th. Phil comes to us from PG&E where, most recently he served as Manager of Dams and Asset Management in Hydro Generation. He led a team of 48 employees who were responsible for managing all of PG&E’s hydro generation assets, including 67 powerhouses, 169 dams, 140 transformers and thousands of miles of penstocks and canals. Phil is a licensed P.E, a registered project manager professional, holds a
B.S degree in Electrical/Electronic Engineering from Sac. State, and Master’s degree in Business Administration from Western Governors University.

We are pleased to announce David Yang join our Yuba Water team as the Staff Accountant on June 1st. David joins us from Horizon Management and Consulting Group as the Account Manager. David has a Bachelors in Business Administration-Accounting from Sac State.

Savannah Brigman has accepted our job offer for the Information Security Analyst and will start on June 8th. Savannah has worked in the cyber security field for 10 years, most recently with Hunnington Ingalls Inc. at Beale AFB as a Military Information Technician. Savannah will be graduating with her Bachelors Degree in Information Assurances and Cyber Security in October of this year.

**Community Relations:** We sponsored last weekend’s “Celebrating Seniors” event honoring the class of 2020 for Yuba and Sutter counties.

**Communications:** Our grant to OPUD for infrastructure to the south county was featured in the Appeal Democrat as well as WaterWorld magazine. Last week, we published a story about some of our employees volunteering to help the community during the coronavirus, which is getting great engagement on social media.

**Water Education:** We had a great turnout of teachers applying for the curriculum writing project that you approved in April. We were able to find 45 teachers who have been selected with great, broad representation from all of the school districts and support from the superintendents. All of those selected either work or live in Yuba County. The teacher training part of the program begins June 10.

**Voluntary Agreements:** The administration continues to state they are interested in proceeding with VA discussions however, the lawsuits continue to be a major impediment.

**Upcoming Meetings:** Tuesday, June 16th, 2020
DIRECTORS’ COMMENTS AND REPORTS

Director Hastey reported on the following:
Past weekend was excellent for a visit to New Bullards Bar Reservoir.

Director Bradford reported on the following:
Appreciated the continuing effort of staff for their work with local educators in the development of the Watershed Experience Center learning curriculum.

Director Loften reported on the following:
Congratulations to Willie Whittlesey.
Thanks to staff for their continuing efforts.

Director Leahy reported on the following:
Congratulations to Willie Whittlesey.
Echoed Director Bradford’s comments regarding the curriculum development for the Watershed Experience Center and encouraged the continuing focus on the benefits to the community.

Director Fletcher reported on the following:
Shared his appreciation of Curt Aikens for his dedication and support over the years.

No other reports were received.

The Board joined Director Fletcher in adjourning today’s meeting in honor of Jack Chiaverini, an instrumental figure in the construction of New Bullards Bar Dam.

ADJOURNED AT: 10:32 A.M.

Minutes Approved: Randy Fletcher, Chair
Date signed:_______________

ATTEST: James Mitrisin
Clerk of the Board of Directors