

PANOCHÉ DRAINAGE DISTRICT

BOARD OF DIRECTORS MEETING

February 20, 2024 at 9:00 a.m.

MEETING LOCATION

Panoche Water District Boardroom

52027 West Althea Ave.

Firebaugh, CA 93622

AGENDA

PRESIDENT’S ANNOUNCEMENT: Pursuant to Government Code Section 54952.3, let it be known that Board Members receive no compensation or stipend for simultaneous or serial order meetings of the Panoche Water District, Panoche Drainage District, Panoche Financing Authority, and/or the Panoche Resource Conservation District.

1. CALL TO ORDER

2. PLEDGE OF ALLEGIANCE

3. ROLL CALL: A quorum will be confirmed, and the Board will consider appointment of an acting Officer(s) in the event the President, Vice-President, and/or Secretary is absent from the meeting.

4. POTENTIAL CONFLICTS OF INTEREST: Any Board member who has a potential conflict of interest may now identify the Agenda Item and recuse themselves from discussing and voting on the matter. [Government Code Section 87105]

5. PUBLIC COMMENT: The Board of Directors welcomes participation in Board meetings. The public may address matters under the jurisdiction of the Board that have not been posted in the Agenda. The public will be given the opportunity to address the Board on any item in the Agenda at this time or before the Board’s consideration of that item. If members of the public desire to address the Board relative to a particular Agenda item at the time it is to be considered, they should so notify the President of the Board at this time. Please note, California Law prohibits the Board from taking action on any matter during a regular meeting that is not on the posted Agenda unless the Board determines that it is an emergency or one of the other situations specified in Government Code Section 54954.2. During a special meeting, the Board may not take action on any matter that is not on the posted Agenda. The President may limit the total amount of time allocated for public comment on particular issues to 3 minutes for each individual speaker.

ACTION ITEMS

6. BOARD TO REVIEW AND CONSIDER APPROVING THE JANUARY 9, 2024, REGULAR BOARD MEETING MINUTES (Reyes)

7. FINANCIAL REPORTS (Brazil)

A. Accounts Payable

- B. Monthly Financials
 - C. FYE 2024 Budget-to-Actual Report
 - D. Other financial matters affecting the District
8. **THE BOARD TO REVIEW A PROPOSED BUDGET FOR THE FISCAL YEAR ENDING FEBRUARY 28, 2025 THAT WOULD BE SETTING THE DRAINAGE SERVICE FEE**
 9. **THE BOARD TO REVIEW AND APPROVE A 10-YEAR REPAYMENT AGREEMENT BETWEEN PANOCHÉ DRAINAGE DISTRICT AND PANOCHÉ WATER DISTRICT BEGINNING MARCH 1, 2024, FOR THE AMOUNT OF \$1,433,043, AS WELL ADOPT RESOLUTION # 833-24 NEEDED FOR THIS ACTION**
 10. **THE BOARD TO REVIEW AND APPROVE RESOLUTION #831-24 AUTHORIZING A CHANGE IN REPRESENTATION ON THE GRASSLAND BASIN DRAINERS BOARD OF DIRECTORS**
 11. **THE BOARD TO REVIEW AND APPROVE RESOLUTION #832-24 OPENING A NEW MONEY MARKET ACCOUNT FOR THE PANOCHÉ DRAINAGE DISTRICT**

REPORT ITEMS

12. **OPERATIONS & MAINTENANCE** (Carlucci)
13. **DRAINAGE MANAGEMENT** (Cadena)
14. **GRASSLAND BASIN AUTHORITY** (McCoy)
15. **THE BOARD TO RECEIVE UPDATES FROM STAFF ON VARIOUS MATTERS AFFECTING THE DISTRICT** (McGowan)
16. **GENERAL MANAGER’S UPDATE** (McGowan)
 - A. Prop 84 Grant for Westside Regional Drainage Plan:
 - i. Tile Sump SCADA Project;
 - ii. Land Acquisition;
 - iii. Land Development;
 - B. Annexation
 - C. San Joaquin Valley Drainage Authority
 - D. Other Matters
17. **REPORTS ON OTHER ITEMS PURSUANT TO GOVERNMENT CODE SECTION 54954.2(a)(3)**
18. **PANOCHÉ DRAINAGE CLOSED SESSION**
 - A. CONFERENCE WITH REAL PROPERTY NEGOTIATORS
 - Property: Fresno County Assessor’s Parcel Number 004-070-06
 - Agency Negotiator: To Be Named
 - Negotiating Parties: Koda Farms and Randy Miles
 - Under Negotiation: Price and terms.

REPORT FROM CLOSED SESSION

- 19. PANOCHÉ WATER & DRAINAGE DISTRICTS JOINT CLOSED SESSION:** Conference with Legal Counsel.
- A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant Exposure to Litigation pursuant to Section 54956.9(d), paragraph (2) or (3):
Number of Cases: Three
- B. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
Pursuant to Section 54956.9(d)(1):
Names of Cases: One
- i. PCFFA v. Glaser, et. al.
US District Court, E.D. Cal, Case No. 2:11-cv-02980

REPORT FROM JOINT CLOSED SESSION (GOVERNMENT CODE SECTION 54957.

20. FUTURE MEETING DATES

- A. Board to Consider Action to Set Special Meeting Date(s): *None requested.*
- B. Next Regular Meeting Date: March 12, 2024.

21. ADJOURNMENT

- ❖ Items on the Agenda may be taken in any order.
- ❖ Action may be taken on any item listed on the Agenda.
- ❖ Writings relating to open session: Agenda items that are distributed to members of the Board of Directors will be available for inspection at the District office, excluding writings that are not public records or are exempt from disclosure under the California Public Records Acts.

Americans with Disabilities Act of 1990: Under this Act, a qualifying person may request that the District provide a disability-related modification or accommodation in order to participate in any public meeting of the District. Such assistance includes alternative formats for the agendas and agenda packets used for any public meetings of the District. Requests for assistance shall be made in person, in written form, or via telephone by calling (209) 364-6136. Requests must be received at least 18 hours prior to a scheduled public meeting.

**PANOCHÉ DRAINAGE DISTRICT
BOARD OF DIRECTORS
MEETING MINUTES
JANUARY 9, 2024**

A regular meeting of the Board of Directors was held on January 9, 2024, at 9:02 am. Those present at the meeting were:

Directors: Aaron Barcellos, President
Michael Linneman, Vice President
Steve Fausone, Secretary
Wayne Western, Director
Beau Correia, Director

Staff: Marlene, Brazil, Accounting Supervisor
Chris Carlucci, Maintenance Manager
Josh Marquez, Contracts Administrator
Patrick McGowan, General Manager
Sandra Reyes, Water Master

Others: Neill Callis, Turlock Fruit
Palmer McCoy, GBA
Phil Williams, Legal Counsel

CALL TO ORDER

President Barcellos called the meeting to order at 9:02 am.

PLEDGE OF ALLEGIANCE

President Barcellos led those in attendance in the Pledge of Allegiance.

ROLL CALL

A quorum of the Board of Directors was present.

POTENTIAL CONFLICTS OF INTEREST

There were no conflicts of interest.

PUBLIC COMMENT

General Manager Patrick McGowan asked to have Agenda Item 8 moved into Closed Session. Upon a motion by Director Western, and seconded by Director Correia, the board approved to move Agenda Item 8 into Closed Session. The vote on the motions was as follows:

Ayes: Barcellos, Correia, Fausone, Linneman, Western
Nays: None
Absent: None
Abstain: None

ACTION ITEMS

BOARD TO REVIEW AND CONSIDER APPROVAL OF THE DECEMBER 12, 2023, REGULAR BOARD MEETING MINUTES

On a motion by Director Linneman and seconded by Director Western, the Board approved the December 12, 2023, regular board meeting minutes. The vote on the motion was as follows:

Ayes: Barcellos, Correia, Fausone, Linneman, Western
Nays: None
Absent: Correia
Abstain: None

FINANCIAL REPORTS

- A. Accounts Payable**
- B. Monthly Financials**
- C. FYE 2024 Budget to Actual**
- D. Other financial matters**

Upon a motion by Director Correia and seconded by Director Western, the board approved the financial report as presented by Accounting Supervisor Mrs. Brazil. The vote on the motion was as follows:

Ayes: Barcellos, Correia, Fausone, Linneman, Western
Nays: None
Absent: Correia
Abstain: None

THE BOARD TO REVIEW AND APPROVE A 10-YEAR REPAYMENT AGREEMENT BETWEEN PANOCHÉ DRAINAGE DISTRICT AND PANOCHÉ WATER DISTRICT BEGINNING MARCH 1, 2024, FOR THE AMOUNT OF \$ 1,433,043, AS WELL AS ADOPT THE RESOLUTION NEEDED FOR THIS ACTION

This was Agenda Item # 8 that was voted on and approved by the Board to move into Closed Session during the Public Comment period.

REPORT ITEMS

OPERATIONS & MAINTENANCE

Maintenance Manager Mr. Carlucci reported on the following operations and maintenance activities for the month of December:

- General Maintenance
- PDD had GBA mow some drains – Sabatti, Buick, PDD outside, and Davidson.
- Weed control – No Activity
- In Charleston Drainage District - Checking oilers on CH-2 pumps
- San Luis Drain Weed Control – No Activity
- On the San Luis Drain – No Activity

DRAINAGE MANAGEMENT

Maintenance Manager Mr. Carlucci reported on the following drainage management activities for the month of December for Water Resources Manager, Juan Cadena who was absent:

- No discharge of any Ag water into mud slough
- Site A had a discharge of 13 cfs
- All Tile Sumps are off

- Site D is below target
- Started discharging storm water on Wednesday

GRASSLAND BASIN AUTHORITY

The General Manager of the Grassland Basin Authority Mr. McCoy reported on the following:

- There were releases that started on Wednesday and are going to be shut off at noon today.
- McElvaney has completed the PD14 Siphon and is needing dry dirt to finish off the levies.
- The GBA is currently working on the budget.
- The GBA plans on holding their next board meeting on January 26th and will host a workshop prior to the start of the meeting to discuss different projects and the budget.

THE BOARD TO RECEIVE UPDATES FROM STAFF ON VARIOUS MATTERS AFFECTING THE DISTRICT

Staff reported on various items that had been completed, or were ongoing, on the Action Items List from the previous board meeting held on December 12, 2023.

At approximately 9:27 a.m., President Barcellos suspended the Drainage District meeting and called the Water District Board meeting to order.

At approximately 9:45 a.m., President Barcellos announced the Drainage District meeting would resume.

GENERAL MANAGER'S REPORT

General Manager Mr. McGowan reported on the following:

A. Prop 84 Grant for Westside Regional Drainage Plan

- Tile Sump SCADA Project: The SCADA project work has been completed and all inspections have been done. Mr. McGowan, Mr. Cadena, and Mr. Candelaria are going to be trained by Sierra Controls to operate the SCADA system. The SCADA system has been housed in the server room.
- Land Acquisition: Mr. McGowan has update in closed session.
- Land Development: No additional information to report currently.
- Other – Mr. McGowan informed the board that he and GBA General Manager Mr. McCoy have worked together on the Prop 84 cost analysis for the next 24 months. The next 2 years should follow the same trend as the last 2 years with Mr. McCoy trying to stay under the \$ 4.2 million. Mr. McGowan also reported that the District has received payment for Invoices 16 and 17 and is awaiting payment for Invoices 18 and 19, which amounts to approximately \$2.7 million. We are expecting the payment to come in next month.

B. Annexation

- PDD is moving ahead with the process with the Municipal service Review through Fresno LAFCO. There is one property owner the District is still trying to meet with to discuss the process to come.

C. San Joaquin Valley Drainage Authority

Mr. McGowan reported that the monthly SJVDA meeting was currently being held at the same time as our PDD meeting and he would be receiving a briefing to follow up.

D. Other Matters:

Mr. McGowan informed the Board of Directors that Bob Nunn from Sunset Exploration has been in contact inquiring if an additional meeting is needed to see if there is any interest in moving forward. Mr. McGowan informed the Board of Directors that he has spoken to Palmer McCoy with the GBA and Mr. Nunn with Sunset Exploration regarding Mr. Nunn being placed on GBA agenda.

REPORTS ON OTHER ITEMS PURSUANT TO GOVERNMENT CODE SECTION 54954.2 (a)(3)

There were no other items.

PANOCHÉ WATER AND DRAINAGE DISTRICTS CLOSED SESSION: Conference with Legal Counsel

At 1:19 pm, the Boards met in Closed Session to meet with legal counsel on related anticipated litigation. At 1:20 pm, Mr. Williams stated that no reportable actions were taken in Closed Session.

PANOCHÉ DRAINAGE DISTRICT CLOSED SESSION:

At 1:20 pm, the Board met in Closed Session regarding real property negotiations and conference with legal counsel regarding anticipated litigation. At 1:30 pm, Mr. Williams stated that no reportable actions were taken in Closed Session.

FUTURE MEETING DATES

The next regular meeting of the Board was scheduled for February 20, 2024, at 9:00 am.

ADJOURNMENT

With no further business, President Barcellos adjourned the meeting at 9:50 am.

Aaron Barcellos, President

Steve Fausone, Secretary

DRAFT

PANOCHÉ DRAINAGE DISTRICT				
ACCOUNTS PAYABLE LIST				
PAYMENTS RUN FROM 1/10/2024 THRU 2/20/2024				
DATE	CHECK NUMBER	VENDOR	AMOUNT	MEMO
1/25/2024	7166	BRYANT L. JOLLEY	\$ 800.00	ACCOUNTING SUPPORT 2023 AUDIT
1/25/2024	7167	PG&E	\$ 1,624.58	JANUARY 2024 ELECTRICAL SERVICE
1/25/2024	7168	PANOCHÉ WATER DISTRICT	\$ 12,409.94	SLD O & M BYPASS NOVEMBER 2023
1/25/2024	7169	PANOCHÉ WATER DISTRICT	\$ 9,405.62	NOVEMBER 23 LABOR \$ 3,702.58, EQUIPMENT \$ 3,340.39, CHEMICALS \$ 2,285.66 & ADMIN ALLOCATION \$ 76.99
1/25/2024	7170	PRICE PAIGE & COMPANY	\$ 12,000.00	WORK IN PROGRESS 2023 AUDIT
1/24/2024	7171	COUNTY OF FRESNO	\$ 190.06	OUR SHARE OF THE PEOPLESOFT ACCOUNTING SYSTEM - FRESNO COUNTY FUND
2/20/2024	7172	LAW OFFICE OF PHILIP A. WILLIAMS	\$ 5,025.00	JANUARY 2024 LEGAL SERVICE
2/20/2024	7173	PANOCHÉ WATER DISTRICT	\$ 4,767.24	DECEMBER 2023 SLD O & M BYPASS
2/20/2024	7174	PANOCHÉ WATER DISTRICT	\$ 6,851.06	DECEMBER 2023 LABOR \$ 3,725.15, EQUIPMENT \$ 1,647.26, APPL LABS \$ 903.00 & ADMIN ALLOCATION \$ 575.65
12/28/2023	-	PANOCHÉ WATER DISTRICT	\$ 1,148.56	HELENA AG PAID THE WRONG DISTRICT
12/28/2023	-	PANOCHÉ WATER DISTRICT	\$ 70.13	WAVECO PAID THE WRONG DISTRICT
1/4/2023	-	PANOCHÉ WATER DISTRICT	\$ 210.93	WESTSIDE TRANSPLANT PAID THE WRONG DISTRICT
1/10/2023	W000000607	SAN LUIS DELTA MENDOTA WATER AUTHORITY	\$ 57,995.92	FY24 2ND INSTALLMENT MEMBERSHIP DUES (PYMT 5 OF 6)
1/10/2024	JE-65	PANOCHÉ WATER DISTRICT	\$ 12,810.00	NOVEMBER 23 LOAN INSTALLMENT PAYMENT
2/14/2024	W000000608	SLDM WATER AUTHORITY	\$ 57,995.90	FY24 2ND INSTALLMENT MEMBERSHIP DUES (PYMT 6 OF 6)
TOTAL			\$ 183,304.94	
PANOCHÉ DRAINAGE DISTRICT/PROP 84				
ACCOUNTS PAYABLE LIST				
PAYMENTS RUN FROM 1/10/2024 THRU 2/20/2024				
DATE	CHECK NUMBER	VENDOR	AMOUNT	MEMO
1/25/2024	10214	BOCKMAN & WOODY	\$ 34,654.50	SCADA PROJECT PAYMENT # 15
1/25/2024	10215	MCELVANY INC.	\$ 261,250.00	PROGRESS PAYMENT # 10
1/25/2024	10216	SUMMERS ENGINEERING	\$ 712.67	ADMINISTRATION SERVICES
TOTAL			\$ 296,617.17	

**PANOCHÉ DRAINAGE DISTRICT
TREASURER'S MONTHLY FINANCIAL REPORT
BALANCE SHEET-CURRENT ASSETS & LIABILITIES**

DATE AS OF	INTEREST RATE	January 31, 2024	December 31, 2023
<u>CURRENT LIABILITIES</u>			
ACCOUNTS PAYABLE		\$69,614	\$121,032
NOTE PAYABLE - PWD		\$12,810	\$24,833
TOTAL CURRENT LIABILITIES		\$82,424	\$145,865
<u>CASH AND INVESTMENT ACCOUNTS</u>			
CHECKING ACCOUNT		\$900,652	\$983,634
FRESNO COUNTY FUNDS	2.657%	\$233,707	\$226,825
PROP 84 CHECKING		\$148,208	\$1,772,545
LAIF ACCOUNT	4.000%	\$115,435	\$114,287
TOTAL CASH AND INVESTMENTS		\$1,398,002	\$3,097,291
<u>ACCOUNTS RECEIVABLES</u>			
DRAINAGE SERVICE CHARGES		\$7,063	\$1,730
OTHER RECEIVABLES		-	-
DELINQUENT ACCOUNT CHARGES		\$161,978	\$200,477
TOTAL ACCOUNTS RECEIVABLES		\$169,041	\$202,207
TOTAL CURRENT UNAUDITED ASSETS		\$1,567,043	\$3,299,498
NET CURRENT UNAUDITED ASSETS (NET CASH POSITION)		\$1,484,619	\$3,153,633

General Ledger Detail Report
Summary Report for Period 01 Thru 11 Ending 1/31/2024

PANOCHÉ DRAINAGE DISTRICT (PDD)

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
1311-000					
FRESNO COUNTY CASH ACCOUNT	424,372.38	309,335.08	500,000.00	190,664.92-	233,707.46
1311-600					
MECHANIC CKNG#*****0066	242,229.08	3,447,623.15	2,789,200.72	658,422.43	900,651.51
1312-010					
MECHANIC-PROP 84 CK ACCT#*****6000	39,378.69	11,118,790.34	11,009,960.96	108,829.38	148,208.07
1313-000					
L. A. I. F.	186,145.97	5,310.45	76,021.38	70,710.93-	115,435.04
Report Total:	892,126.12	14,881,059.02	14,375,183.06	505,875.96	1,398,002.08

PANOCHÉ DRAINAGE DISTRICT

2023 Quarterly Investment Report
For Quarter Ending December 31, 2023

DATE: 2/20/2024

TO: Board of Directors

FROM: Marlene Brazil

In accordance with Government Code Section 53646 and the Panoche Drainage District Investment Policy, the following shall constitute the quarterly report of investment on behalf of the Panoche Drainage District:

	MECHANICS BANK (2 ACCTS)	LAIF	FRESNO COUNTY FUND	TOTAL
INVESTMENT BALANCES December 31, 2023	\$ 2,756,178.98	\$ 115,435.04	\$ 226,825.01	\$ 3,098,439.03

1. As of the date of the report, the majority of District funds are deposited in Federal Deposit Insurance Corporation (FDIC) insured accounts at Mechanics Bank. Therefore, as provided by Government Code Section 53646 (e), attached are the most recent statement(s) received by the District.
2. As of the date of the report, other District funds are invested in the State of California Local Agency Investment Fund (LAIF) in accordance with Section 16429.1 of the Government Code. The remaining District funds are held in the Fresno County Fund Account. Attached are the most recent statements received by the District.
3. The portfolio of the District is in compliance with the District's Statement of Investment Policy.
4. It is expected the District will be able to meet its expenditure requirements for the next six months based on projected revenue from drainage service charges, reimbursement for project costs and with application of funds from Fresno County tax allocations.

General Ledger Detail Report
Summary Report for Period 01 Thru 10 Ending 12/31/2023




PANOCHÉ DRAINAGE DISTRICT (PDD)

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
1311-000					
FRESNO COUNTY CASH ACCOUNT	424,372.38	302,452.63	500,000.00	197,547.37-	226,825.01
1311-600					
MECHANIC CKNG#*****0066	242,229.08	3,395,914.11	2,654,509.60	741,404.51	983,633.59
1312-010					
MECHANIC-PROP 84 CK ACCT#*****6000	39,378.69	9,683,010.49	7,949,843.79	1,733,166.70	1,772,545.39
1313-000					
L. A. I. F.	186,145.97	5,310.45	76,021.38	70,710.93-	115,435.04
Report Total:	892,126.12	13,386,687.68	11,180,374.77	2,206,312.91	3,098,439.03

RETURN SERVICE REQUESTED

PANOCHÉ DRAINAGE DISTRICT
 PDD CHECKING
 52027 W ALTHEA AVE
 FIREBAUGH CA 93622-9401

Managing Your Accounts

-  Client Services 800.797.6324
-  Online www.mechanicsbank.com
-  Mobile Download Our Mobile Apps

WAIT BEFORE YOU WIRE

Protecting your assets and finances from wire fraud is crucial as a business owner



Check out our blog 'The Long Weekend' to learn what you should do at www.MechanicsBank.com/Insights

WATCH OUT FOR TECH SUPPORT SCAMS

Scammers pose as technology support representatives and offer to fix non-existent computer or technology issues. Learn how to spot this scam at www.MechanicsBank.com/Security.

Summary of Accounts




Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXX0066	\$983,633.59



RETURN SERVICE REQUESTED

PANOCHÉ DRAINAGE DISTRICT
PROP 84 NO 4600012787
52027 W ALTHEA AVE
FIREBAUGH CA 93622-9401

Managing Your Accounts

-  Client Services 800.797.6324
-  Online www.mechanicsbank.com
-  Mobile Download Our Mobile Apps

WAIT BEFORE YOU WIRE

Protecting your assets and finances from wire fraud is crucial as a business owner



Check out our blog 'The Long Weekend' to learn what you should do at www.MechanicsBank.com/Insights

WATCH OUT FOR TECH SUPPORT SCAMS

Scammers pose as technology support representatives and offer to fix non-existent computer or technology issues. Learn how to spot this scam at www.MechanicsBank.com/Security.

Summary of Accounts

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXX6000	\$1,772,545.39



MALIA M. COHEN

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	PANOCHE DRAINAGE DIST
Account Number	90-10-001

As of 01/12/2024, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 12/31/2023.

Earnings Ratio		.00010932476863589
Interest Rate		4.00%
Dollar Day Total	\$	10,502,138.24
Quarter End Principal Balance	\$	114,286.90
Quarterly Interest Earned	\$	1,148.14

PeopleSoft
 MONTHLY GENERAL LEDGER TRIAL BALANCE

Fiscal Year 2024
 Through Period 6

Run Time 09:16:53

Fund: Panoche Drainage Subclass: 10000 General Subclass	Beginning Balance		Year-to-Date Transaction		Current Balances	
	Debit Accts	Credit Accts	Debits	Credits	Debits Accts	Credit Accts
0110 Cash In Treasury	572,999.06	0.00	0.00	346,174.05	226,825.01	0.00
0315 Interest Receivable	3,542.20	0.00	0.00	3,542.20	0.00	0.00
1435 Due To Other Governmental	0.00	128,358.44	0.00	0.00	0.00	128,358.44
1480 Fiduciary Closing	0.00	2,326,694.39	0.00	0.00	0.00	2,326,694.39
2230 Fund Balance - Unassigned	0.00	-1,878,511.57	500,000.00	0.00	0.00	-2,378,511.57
3008 Suppl-Prior Secured	0.00	0.00	0.00	150.80	0.00	150.80
3010 Property Taxes-Current Sec	0.00	0.00	0.00	142,673.25	0.00	142,673.25
3011 Suppl-Current Secured	0.00	0.00	0.00	3,229.46	0.00	3,229.46
3013 Supplemental-Curr Unsec Pr	0.00	0.00	0.00	16.08	0.00	16.08
3017 Property Taxes-Curr Unsec	0.00	0.00	0.00	682.05	0.00	682.05
3030 Penalties & Costs-Delinq T	0.00	0.00	0.00	56.92	0.00	56.92
3046 Joint County Funds	0.00	0.00	0.00	324.08	0.00	324.08
3380 Interest	0.00	0.00	0.00	3,151.11	0.00	3,151.11
SUB CLASS TOTAL	576,541.26	576,541.26	500,000.00	500,000.00	226,825.01	226,825.01

marlene Broje
 1/9/25

End of Report

PANOCHÉ DRAINAGE DISTRICT				
BUDGET (March 1, 2023 - February 29, 2024)				
Report thru 1/31/2024 -92%	Budget 2023-2024	Actual	Remaining	
OPERATING REVENUES				
Drainage Service Fee	\$ 2,118,869	\$ 2,212,194	\$ (93,325)	-4%
Fresno County Property Tax	\$ 275,000	\$ 309,335	\$ (34,335)	-12%
SLDMWA Reimbursement	\$ 145,000	\$ 175,313	\$ (30,313)	-21%
Annexation Reimbursement	\$ 120,000	\$ -	\$ 120,000	100%
Other Revenues	\$ 10,000	\$ 18,909	\$ (8,909)	-89%
TOTAL REVENUES	\$ 2,668,869	\$ 2,715,751	\$ (46,882)	-2%
OPERATING EXPENSES				
San Joaquin River Improvement Project	\$ 1,002,570	\$ 1,002,570	\$ -	0%
Grassland Bypass Project	\$ 695,951	\$ 695,951	\$ -	0%
Irrigated Lands Program	\$ 225,733	\$ 225,733	\$ -	0%
San Luis Drain Maintenance	\$ 145,000	\$ 201,343	\$ (56,343)	-39%
Annexation	\$ 120,000	\$ 15,188	\$ 104,812	87%
Repairs & Maintenance	\$ 105,000	\$ 72,230	\$ 32,770	31%
Labor - Field	\$ 85,000	\$ 56,100	\$ 28,900	34%
Professional Fees	\$ 75,000	\$ 39,098	\$ 35,902	48%
Legal Costs	\$ 67,000	\$ 34,533	\$ 32,467	48%
Labor - Admin	\$ 35,000	\$ 20,446	\$ 14,554	42%
General Overhead	\$ 30,000	\$ 18,296	\$ 11,704	39%
Dues & Subscriptions	\$ 20,000	\$ 22,913	\$ (2,913)	-15%
Energy	\$ 16,800	\$ 14,965	\$ 1,835	11%
Herbicides	\$ 15,000	\$ 18,677	\$ (3,677)	-25%
San Joaquin Valley Drainage Authority	\$ 10,803	\$ 10,803	\$ -	0%
Insurance	\$ 9,000	\$ 12,454	\$ (3,454)	-38%
Interest	\$ 8,012	\$ 18,270	\$ (10,258)	-128%
Water Quality Monitoring	\$ 3,000	\$ -	\$ 3,000	100%
TOTAL EXPENSES	\$ 2,668,869	\$ 2,479,570	\$ 189,299	7%
INCOME/(LOSS)	\$ -	\$ 236,181	\$ (236,181)	
Drainage Service Fee - Regular	\$ 54.75	\$ 71.75	\$ (17.00)	-24%
Drainage Service Fee - Landlocked	\$ 13.25	\$ 17.50	\$ (4.25)	-24%
			Reg/Ac.	LL/Ac.
San Joaquin River Improvement Project	\$ 1,002,570	\$ 1,002,570	\$ 20.57	\$ 4.98
	38%	40%		
Grassland Bypass Project	\$ 695,951	\$ 695,951	\$ 14.28	\$ 3.46
	26%	28%		
Irrigated Lands Program	\$ 225,733	\$ 225,733	\$ 4.63	\$ 1.12
	8%	9%		
San Joaquin Valley Drainage Authority	\$ 10,803	\$ 15,188	\$ -	\$ -
	0%	6%		
Sub-Total	\$ 1,935,057	\$ 1,924,255		
Panoche Drainage District	\$ 733,812	\$ 555,315	\$ 15.05	\$ 3.64
	27%	22%		

PANOCHÉ DRAINAGE DISTRICT					
AGED ACCOUNTS RECEIVABLE, BY DUE DATE					
As of 1/31/2024					
	Name	31-60 Days	61-90 Days	Over 90 Days	Total A/R
	B & C Farms, c/o Francisco & Romelia Nunez	-	1,577.60	27,888.99	29,466.59
	Carbajal, Sylvia	37.86	357.54	5,458.87	5,854.27
	Correia 2015 Living Trust	141.72	17,627.83	17,155.23	34,924.78
	Harvest Point, LLC	-	17,693.40	-	17,693.40
	Imperial Merchants	162.96	162.96	22,703.54	23,029.46
	Lupe Brown	1.09	58.53	134.25	193.87
	McGrath Trust, Mary K.	-	3,965.20	-	3,965.20
	Nyman, Brad & Kristi	-	16,995.23	-	16,995.23
	Nyman, Ms. Rebecca	-	21,749.06	-	21,749.06
	Olam West Coast, Inc.	-	8,106.06	-	8,106.06
	Total:	343.63	88,293.41	73,340.88	\$ 161,977.92
NOTES:					
	Imperial Merchants / Phil sending a letter				
	Correia let me know all accounts would be paid				
	Patrick & Juan have talked to Hanna regarding Harvest Point				
	Diedrich made a payment of \$4,088.69 to McGrath's acct. on 1/30/24.				
	E-mailed Nyman regarding account balances				
	E-mailed Olam regarding account balance				

PANOCHÉ DRAINAGE DISTRICT
FY 2024 - 2024
WATER BUDGET TO ACTUAL
MARCH 1, 2024 - FEBRUARY 28, 2025

WATER REVENUE	BUDGET	ACTUAL	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/2024	\$ DIFFERENCE (OVER) UNDER	ESTIMATED % OF BUDGET
DRAINAGE SERVICE FEE							
FRESNO COUNTY PROPERTY TAX	\$ 260,000						
SLDMWA REIMBURSEMENT	\$ 145,000						
ANNEXATION REIMBURSEMENT	\$ 65,000						
ANNEXATION BUY IN	\$ 105,446						
OTHER REVENUE	\$ 8,500						
TOTAL REVENUES	\$ 583,946	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

OPERATING EXPENSES	BUDGET	ACTUAL	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/2024	\$ DIFFERENCE (OVER) UNDER	ESTIMATED % OF BUDGET
SAN JOAQUIN RIVER IMPROVEMENT PROJECT	\$ 1,247,543						
GRASSLAND BYPASS PROJECT	\$ 705,550						
IRRIGATED LANDS PROGRAM	\$ 256,000						
SAN LUIS DRAIN MAINTENANCE	\$ 145,000						
ANNEXATION EXPENSES	\$ 40,000						
ANNEXATION BUY IN	\$ 105,446						
REPAIRS & MAINTENANCE	\$ 130,000						
LABOR - FIELD	\$ 95,000						
PROFESSIONAL FEES	\$ 50,000						
LEGAL COSTS	\$ 38,000						
LABOR - ADMIN	\$ 35,000						
MSWD/SGMA	\$ 50,000						
GENERAL OVERHEAD	\$ 25,000						
DUES & SUBSCRIPTIONS	\$ 19,640						
ENERGY	\$ 17,000						
HERBICIDES	\$ 13,000						
SAN JOAQUIN VALLEY DRAINAGE AUTHORITY	\$ 7,414						
INSURANCE							
INTEREST	\$ 2,091						
WATER QUALITY MONITORING	\$ 2,000						
TOTAL EXPENSES	\$ 2,983,684	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

NET REVENUE(DEFICIT)

PANOCHÉ DRAINAGE DISTRICT
BUDGET (March 1, 2024 - February 28, 2025)

As of 1/31/2024	Proposed Budget 2024-2025	Budget 2023-2024	Actual 2023-2024	Actual 2023	Actual 2021
OPERATING REVENUES					
Drainage Service Fee	\$ 2,412,338	\$ 2,118,869	\$ 2,212,194	\$ 3,447,430	\$ 3,212,338
Fresno County Property Tax	\$ 260,000	\$ 275,000	\$ 309,335	\$ 271,705	\$ 242,444
SLDMWA Reimbursement	\$ 145,000	\$ 145,000	\$ 175,313	\$ 143,538	\$ 237,481
Annexation Reimbursement	\$ 65,000	\$ 120,000	\$ -	\$ -	\$ -
Annexation Buy In	\$ 105,446	\$ -	\$ -	\$ -	\$ -
Other Revenues	\$ 8,500	\$ 10,000	\$ 18,909	\$ 10,694	\$ 8,457
TOTAL REVENUES	\$ 2,996,284	\$ 2,668,869	\$ 2,715,751	\$ 3,873,367	\$ 3,700,720
OPERATING EXPENSES					
San Joaquin River Improvement Project	\$ 1,247,543	\$ 1,002,570	\$ 1,002,570	\$ 1,176,930	\$ 1,614,842
Grassland Bypass Project	\$ 705,550	\$ 695,951	\$ 695,951	\$ 1,274,175	\$ 1,142,978
Irrigated Lands Program	\$ 256,000	\$ 225,733	\$ 225,733	\$ 203,462	\$ 176,821
San Luis Drain Maintenance	\$ 145,000	\$ 145,000	\$ 201,343	\$ 142,067	\$ 237,481
Annexation Expenses	\$ 40,000	\$ 120,000	\$ 15,188	\$ 7,961	\$ 138
Annexation Buy In	\$ 105,446	\$ -	\$ -	\$ -	\$ -
Repairs & Maintenance	\$ 130,000	\$ 105,000	\$ 72,230	\$ 127,632	\$ 1,416
Labor - Field	\$ 95,000	\$ 85,000	\$ 56,100	\$ 91,890	\$ 105,280
Professional Fees	\$ 50,000	\$ 75,000	\$ 39,098	\$ 43,970	\$ 31,670
Legal Costs	\$ 38,000	\$ 67,000	\$ 34,533	\$ 46,490	\$ 62,321
Labor - Admin	\$ 35,000	\$ 35,000	\$ 20,446	\$ 29,309	\$ 50,453
MSWD/Acreage Budget	\$ 50,000	\$ -	\$ -	\$ -	\$ 61,632
General Overhead	\$ 25,000	\$ 30,000	\$ 18,296	\$ 75,535	\$ 28,952
Dues & Subscriptions	\$ 19,640	\$ 20,000	\$ 22,913	\$ 19,640	\$ 19,716
Energy	\$ 17,000	\$ 16,800	\$ 14,965	\$ 14,343	\$ 11,728
Herbicides	\$ 13,000	\$ 15,000	\$ 18,677	\$ 12,749	\$ 9,730
San Joaquin Valley Drainage Authority	\$ 7,414	\$ 10,803	\$ 10,803	\$ -	\$ -
Insurance	\$ 12,600	\$ 9,000	\$ 12,454	\$ 35,931	\$ 8,025
Interest	\$ 2,091	\$ 8,012	\$ 18,270	\$ 10,546	\$ 15,123
Water Quality Monitoring	\$ 2,000	\$ 3,000	\$ -	\$ 1,504	\$ 3,525
TOTAL EXPENSES	\$ 2,996,284	\$ 2,668,869	\$ 2,479,570	\$ 3,314,134	\$ 3,581,831
INCOME/(LOSS)	\$ -	\$ -	\$ 236,181	\$ 559,233	\$ 118,889
Loan install payments Less: interest	\$ 138,792				
Drainage Service Fee - Regular	\$ 61.92	\$ 54.75	\$ 71.75		
Drainage Service Fee - Landlocked	\$ 16.32	\$ 13.25	\$ 17.50		
San Joaquin River Improvement Project	\$ 1,247,543	\$ 1,002,570	\$ 1,002,570		
	42%	38%	40%		
Grassland Bypass Project	\$ 705,550	\$ 695,951	\$ 695,951		
	24%	26%	28%		
Irrigated Lands Program	\$ 256,000	\$ 225,733	\$ 225,733		
	9%	8%	9%		
San Joaquin Valley Drainage Authority	\$ 7,414	\$ 10,803	\$ 15,188		
	0%	0%	6%		
Sub-Total	\$ 2,216,507	\$ 1,935,057	\$ 1,924,255		
Panoche Drainage District	\$ 779,777	\$ 733,812	\$ 555,315		
	26%	27%	22%		

Panoche Water District – Panoche Drainage District
Repayment Agreement and Promissory Note

This Repayment Agreement and Promissory Note (the “Repayment Agreement”) is entered between Panoche Water District (the “Water District”) and Panoche Drainage District (the “Drainage District”; collectively, the “Parties”) on March 1, 2024 (the “Effective Date”) to confirm and document that certain transaction between them, effective as of January 17, 2017, and abrogate and supersede the Repayment Agreement entered between the Water District and the Drainage District on February 12, 2019, and which is attached hereto as Exhibit A (the “Original Repayment Agreement”)

Recitals

WHEREAS, the Water District is a California Water District formed and existing under sections 34000, *et seq.* of the California Water Code; and

WHEREAS, the Drainage District is a California Drainage District formed and existing under the Drainage District Act of 1903, found at Appendix 8 of the California Water Code; and

WHEREAS, pursuant to a written agreement, the Water District provides management services to the Drainage District; and

WHEREAS, the Drainage District provides drainage service to the Water District and, until December 1, 2020, collected for such services from the Water District landowners, as well as other landowners within the Drainage District’s boundaries; and

WHEREAS, beginning on December 1, 2020, the Grassland Basin Authority, a Joint Exercise of Powers Authority formed and existing under the California Joint Exercise of Powers Act at sections 6500, *et seq.* of the California Water Code, began collecting drainage service fees of behalf of its members, including the Drainage District; and

WHEREAS, in the fiscal year ending February 28, 2017, the Drainage District experienced cash flow shortages, including shortages with operation and maintenance of the San Joaquin River Improvement Project (the “SJRIP”), a project operated to provide regional drainage service to growers and participants of the Grassland Basin Drainage Area; and

WHEREAS, as of February 20, 2024, the Drainage District owes the Water District \$1,433,043.00 (one million, four hundred thirty-thousand, and forty-three dollars and no cents) for past services the Water District provided for the Drainage District (the “Total Obligation”); and

WHEREAS, the Parties previously entered into the Original Repayment Agreement and now desire that this Repayment Agreement supersede, annul, and abrogate the terms in the Original Repayment Agreement; and

WHEREAS, due to fiscal considerations of both Parties, the Parties desire the Repayment Agreement to provide for the Drainage District to repay half the Total Obligation over five years while retaining and acknowledging the Drainage District’s continuing obligation to repay the remaining half of the Total Obligation; and

Panoche Water District – Panoche Drainage District
Repayment Agreement and Promissory Note

WHEREAS, pursuant to California Government Code sections 53600, *et seq.*, the Water District adopted an Investment Policy on April 18, 2018, which limited the Water District's ability to advance funds for a term not to exceed five (5) years in order to assist with cash flow shortages of agencies to which the Water District provides management services; and

WHEREAS, the Water District's Debt Management Policy, which, in addition to other things, provided a general guideline of a target savings equal to or greater than 3% (three percent) and provided the Water District may issue debt for the purpose of repayment of past capital or other obligations relating to its operations or water supply; and

WHEREAS, 3% (three percent) as interest for this Repayment Agreement does not exceed the maximum amount of interest permitted by law; and

WHEREAS, drainage services are integral to the operations and water supply of the Water District; and

WHEREAS, the Water District has had surplus cash available for such purposes.

Agreement

NOW, THEREFORE, in consideration of the foregoing Recitals and of the promises, covenants, and conditions contained in this Repayment Agreement, the Parties agree as follows:

1. Incorporation of Recitals. The above Recitals are true and cored and are hereby incorporated into this Repayment Agreement.
2. Abrogation of Original Repayment Agreement. The Original Repayment Agreement, attached as Exhibit A, is hereby superseded, annulled, and abrogated and no longer has any legal effect between the Parties.
3. Principal. The Drainage District shall repay the Water District the initial amount of \$716,521.50 (seven hundred sixteen thousand, five hundred twenty-one dollars and fifty cents) (the "Principal") of the Total Obligation of \$1,433,043.00 (one million, four hundred thirty-thousand, and forty-three dollars and no cents) which the Drainage District owes the Water District for past services the Water District provided for the Drainage District; *provided*, however, that the remaining \$716,521.50 (seven hundred sixteen thousand, five hundred twenty-one dollars and fifty cents) of the Total Obligation (the "Remaining Obligation") shall remain an outstanding obligation by the Drainage District to repay the Water District.

3.1. Acknowledgement of Remaining Obligation. By signing below, and in consideration of the promises in this Repayment Agreement, both Parties acknowledge the Drainage District's continuing obligation to repay the Remaining Obligation to the Water District on terms to be later agreed upon by both Parties; *provided*, however, that neither Party shall insist upon unreasonable terms, including applicable interest and term of repayment, regarding repayment of the Remaining Obligation. The Drainage District shall repay the

Panoche Water District – Panoche Drainage District
Repayment Agreement and Promissory Note

Water District the Remaining Obligation upon such reasonable terms, for which this Repayment Agreement may be used as reference.

4. Term. The term for repayment of the Principal shall be for five (5) years (the “Term”) and shall commence on the Effective Date and shall become due and payable no later than February 28, 2029 (the “Due Date”).
5. Interest. Interest will begin to accrue on the Principal as of the Effective Date and shall be calculated as compound interest on the unpaid Principal at a rate of 3% (three percent) per annum.
6. Payments. The Principal and Interest shall be due and payable on the Due Date in the form of check, cashier’s check, or money order, or any other form of payment as required by the Water District; *provided*, however, that the Water District provides written notice in advance to the Drainage District of any other form of preferred payment. All payments, including prepayments, shall be made by the Drainage District in accordance with the attached Repayment Schedule, attached as Exhibit B and incorporated herein, (the “Repayment Schedule”) and shall be applied first in payment of accrued interest and any remainder in payment of the remaining principal. If a payment date falls on a weekend or employer observed holiday, such payment shall be paid on the next business day.
7. Prepayment. The Drainage District may prepay the amounts described in this Repayment Agreement, in whole or in part, prior to the Due Date. There shall be no prepayment penalties.
8. Default. If any payment obligation under this Repayment Agreement is not paid when due in accordance with the Repayment Schedule, the Drainage District will pay all costs of collection, including reasonable attorney fees, whether or not a lawsuit is commenced as part of the collection process.
9. Acceleration; Remedies on Default. In the event of default, the remaining unpaid Principal and any accrued interest shall become due immediately at the option of the Water District.
10. Time of the Essence. Time is of the essence in this Repayment Agreement.
11. Successors and Assigns. This Repayment Agreement shall be binding upon, and inure to the benefit of, the assigns or successors of the Parties. Any assignment, transfer, or conveyance of all or any rights or obligations hereunder shall be in writing.
12. Notice. Notices which are required under this Repayment Agreement shall be in writing and kept in the records of each Party.

Panoche Water District – Panoche Drainage District
Repayment Agreement and Promissory Note

13. Amendments. Any amendment(s) to this Agreement must be in writing and signed by both Parties.
14. Governing Law. This Repayment Agreement shall be interpreted and enforced pursuant to the laws of the State of California.
15. Entire Agreement. This Repayment Agreement contains the entire understanding of the Parties to their interest, obligations, and rights in connection with the subject matter set forth herein. All prior communications, negotiations, stipulations, and understandings, whether oral or written, are of no force or effect, and are superseded, except as referenced herein.
16. Waiver. No waiver of any breach of any covenant or provision in this Repayment Agreement shall be deemed a waiver of any preceding or succeeding breach thereof, or of an other covenant or provision in this Repayment Agreement. No extension of the time for performance of an obligations or acts to be performed herein shall be deemed to be an extension of the time for performance of any other obligations or acts to be performed under this Repayment Agreement.
17. Severability. If one or more clauses, sentences, paragraphs, or provisions of this Repayment Agreement shall be held to be unlawful, invalid, or unenforceable by a court of competent jurisdiction, any and all remaining clauses, sentences, paragraphs, or provisions shall remain in effect.
18. Headings. The titles of the sections of this Repayment Agreement are for convenience only. No presumption or implication of the intent of the Parties as to the construction of this Repayment Agreement shall be drawn therefrom.
19. Warranty. Each of the signatories below warrant they have the authority from their respective Party to bind that Party to this Repayment Agreement.

IN WITNESS WHEREOF, this Repayment Agreement has been executed and delivered in the manner prescribed by law as of the Effective Date.

Panoche Water District – Panoche Drainage District
Repayment Agreement and Promissory Note

Executed this ____ day of February, 2024, at 52027 W. Althea Ave., in Firebaugh, California.

PANOCHÉ DRAINAGE DISTRICT

PANOCHÉ WATER DISTRICT

Michael Linneman, Vice President

Aaron Barcellos, President

Patrick McGowan, General Manager

Patrick McGowan, General Manager

PANOCHÉ DRAINAGE DISTRICT

RESOLUTION NO. 833-24

A RESOLUTION AUTHORIZING EXECUTION OF THE REPAYMENT AGREEMENT AND PROMISSORY NOTE BETWEEN PANOCHÉ WATER DISTRICT AND PANOCHÉ DRAINAGE DISTRICT

WHEREAS, Panoche Drainage District is a California Drainage District formed and existing under the Drainage District Act of 1903, found at Appendix 8 of the California Water Code, and has the authority to do all things necessary to provide drainage service within its jurisdiction.

WHEREAS, pursuant to a written agreement, Panoche Water District provides management services to the Panoche Drainage District.

WHEREAS, in the fiscal year ending February 28, 2017, Panoche Drainage District experienced cash flow shortages, including shortages with operation and maintenance of the San Joaquin River Improvement Project (the "SJRIIP"), a project operated to provide regional drainage service to growers and participants of the Grassland Basin Drainage Area, including Panoche Water District.

WHEREAS, on February 12, 2019, Panoche Drainage District previously entered into the Original Repayment Agreement with Panoche Water District.

WHEREAS, the Board of Directors has reviewed the Repayment Agreement, attached hereto as Exhibit A, and finds it within the best interests of the District to execute it.

WHEREAS, the District has reviewed available rates for lending and indebtedness and the District's bylaws, rules and regulations, and policies.

WHEREAS, Panoche Drainage District now desires that the Repayment Agreement supersede, annul, and abrogate the terms in the Original Repayment Agreement dated February 12, 2019.

NOW, THEREFORE, BE IT HEREBY RESOLVED AS FOLLOWS:

1. The Board of Directors of the Panoche Drainage District hereby finds and determines the above Recitals are true and correct and are incorporated herein by this reference.
2. Executing the Repayment Agreement is in the best interest of the District. The Board of Directors hereby finds that an interest rate of 3% is a fair and equitable interest rate for the Principle.
3. The Vice President and General Manager are hereby directed and authorized to execute the Repayment Agreement; *provided*, however, that they are both together authorized to make nonmaterial changes to the Repayment Agreement as currently presented in Exhibit A upon the advice of the District's General Counsel.

4. The General Manager, or any staff member of the District authorized by the General Manager, is hereby authorized to do any and all things and to execute and deliver any and all documents, which they may deem necessary or advisable in order to give effect to and comply with the terms and intent of this Resolution.

PASSED AND ADOPTED this 20th day of February 2024, in a duly noticed and open meeting of the Board of Directors by the following vote, to wit:

Ayes:
Nays:
Abstain:
Absent:

Aaron Barcellos, President

Attest: _____
Steve Fausone, Secretary

DRAFT

**CERTIFICATE OF SECRETARY
OF
PANOCHÉ DRAINAGE DISTRICT,
A California Drainage District**

I, Steve Fausone, do hereby certify that I am the duly authorized and appointed Secretary of the Panoche Drainage District, a California Drainage District (the “District”); that the foregoing is a true and correct copy of that certain resolution duly and unanimously adopted and approved by the Board of Directors of the District on the 20th day of February 2024; and that said resolution has not been modified or rescinded and remains in full force and effect as the date hereof:

IN WITNESS WHEREOF, I have executed this Certificate on this _____ day of February 2024.

Steve Fausone, Secretary

DRAFT

PANOCHÉ DRAINAGE DISTRICT

RESOLUTION NO. 831-24

A RESOLUTION AUTHORIZING A CHANGE IN REPRESENTATION ON THE GRASSLAND BASIN DRAINERS BOARD OF DIRECTORS

WHEREAS, the Panoche Drainage District (the “District”) is a California Drainage District duly organized and existing under and pursuant to the Constitution and laws of the State of California and particularly the Drainage District Act of 1903, found at California Water Code Appendix 8; and

WHEREAS, the District has been a member of the Grassland Basin Drainers (Drainers); and

WHEREAS, Mr. Aaron Barcellos has served on the Drainers’ Board of Directors (Board); and

WHEREAS, Mr. Barcellos’ leadership has helped the Drainers and the District achieve improved outcomes that have benefitted the District’s growers; and

WHEREAS, the District’s Board wishes to recognize Mr. Barcellos’ commitment and to express appreciation for his service on the Drainers’ Board; and

WHEREAS, the District’s Board of Directors appoints Mr. Patrick McGowan to serve as Alternate on the Drainers’ Board; and

WHEREAS, the District’s Board of Directors continues to have Mr. Michael Linneman to serve as Director.

NOW, THEREFORE, BE IT HEREBY RESOLVED AS FOLLOWS:

1. The Board of Directors of the Panoche Drainage District hereby finds and determines the above Recitals are true and correct and are incorporated herein by this reference.
2. The General Manager, or his designee, is authorized to take the actions necessary to implement this Resolution.

PASSED AND ADOPTED this 20th day of February 2024, in a duly noticed and open meeting of the Board of Directors by the following vote, to wit:

Ayes:
Nays:
Abstain:
Absent:

Aaron Barcellos, President

Attest: _____
Steve Fausone, Secretary

DRAFT

**CERTIFICATE OF SECRETARY
OF
PANOCHÉ DRAINAGE DISTRICT,
A California Drainage District**

I, Steve Fausone, do hereby certify that I am the duly authorized and appointed Secretary of the Panoche Drainage District, a California Drainage District (the "District"); that the foregoing is a true and correct copy of that certain resolution duly and unanimously adopted and approved by the Board of Directors of the District on the 20th day of February 2024; and that said resolution has not been modified or rescinded and remains in full force and effect as the date hereof:

IN WITNESS WHEREOF, I have executed this Certificate on this _____ day of February 2024.

Steve Fausone, Secretary

DRAFT

PANOCHÉ DRAINAGE DISTRICT

RESOLUTION NO. 832-24

A RESOLUTION AUTHORIZING THE OPENING OF A MONEY MARKET ACCOUNT WITH MECHANICS BANK

WHEREAS, Panoche Drainage District is a California Drainage District formed and existing under the Drainage District Act of 1903, found at Appendix 8 of the California Water Code, and has the authority to do all things necessary to provide drainage service within its jurisdiction.

WHEREAS, the District currently holds its funds in Mechanics Bank in a checking account and desires to open a separate money market account with Mechanics Bank to take advantage of increased interest rates available through such a money market account.

NOW, THEREFORE, BE IT HEREBY RESOLVED AS FOLLOWS:

1. The Board of Directors of the Panoche Drainage District hereby finds and determines the above Recitals are true and correct and are incorporated herein by this reference.

2. The Board desires and intends to open a separate money market account with Mechanics Bank. Opening a separate money market account at Mechanics Bank is in the best interest of the District.

3. The following representatives of the District have authority to make decisions or take action regarding the existing checking account with Mechanics Bank and shall have the same authorities on the newly-opened:

Aaron Barcellos	Board President
Michael Linneman	Vice President
Beau Correia	Director
Steve Fausone	Director
Wayne Western	Director
Patrick McGowan	General Manager
Marlene Brazil	Treasurer

4. The General Manager, or any staff member of the District authorized by the General Manager, is hereby authorized to do any and all things and to execute and deliver any and all documents, which they may deem necessary or advisable in order to give effect to and comply with the terms and intent of this Resolution.

PASSED AND ADOPTED this 20th day of February 2024, in a duly noticed and open meeting of the Board of Directors by the following vote, to wit:

Ayes:
Nays:
Abstain:
Absent:

Aaron Barcellos, President

Attest: _____
Steve Fausone, Secretary

DRAFT

**CERTIFICATE OF SECRETARY
OF
PANOCHÉ DRAINAGE DISTRICT,
A California Drainage District**

I, Steve Fausone, do hereby certify that I am the duly authorized and appointed Secretary of the Panoche Drainage District, a California Drainage District (the "District"); that the foregoing is a true and correct copy of that certain resolution duly and unanimously adopted and approved by the Board of Directors of the District on the 20th day of February 2024; and that said resolution has not been modified or rescinded and remains in full force and effect as the date hereof:

IN WITNESS WHEREOF, I have executed this Certificate on this _____ day of February 2024.

Steve Fausone, Secretary

DRAFT



PANOCHÉ DRAINAGE DISTRICT

52027 WEST ALTHEA AVE, FIREBAUGH, CA 93622
TELEPHONE (209) 364-6136 • FAX (209) 364-6122

BOARD MEETING MEMORANDUM

TO: BOARD OF DIRECTORS

FROM: CHRIS CARLUCCI, OPERATIONS & MAINTENANCE MANAGER

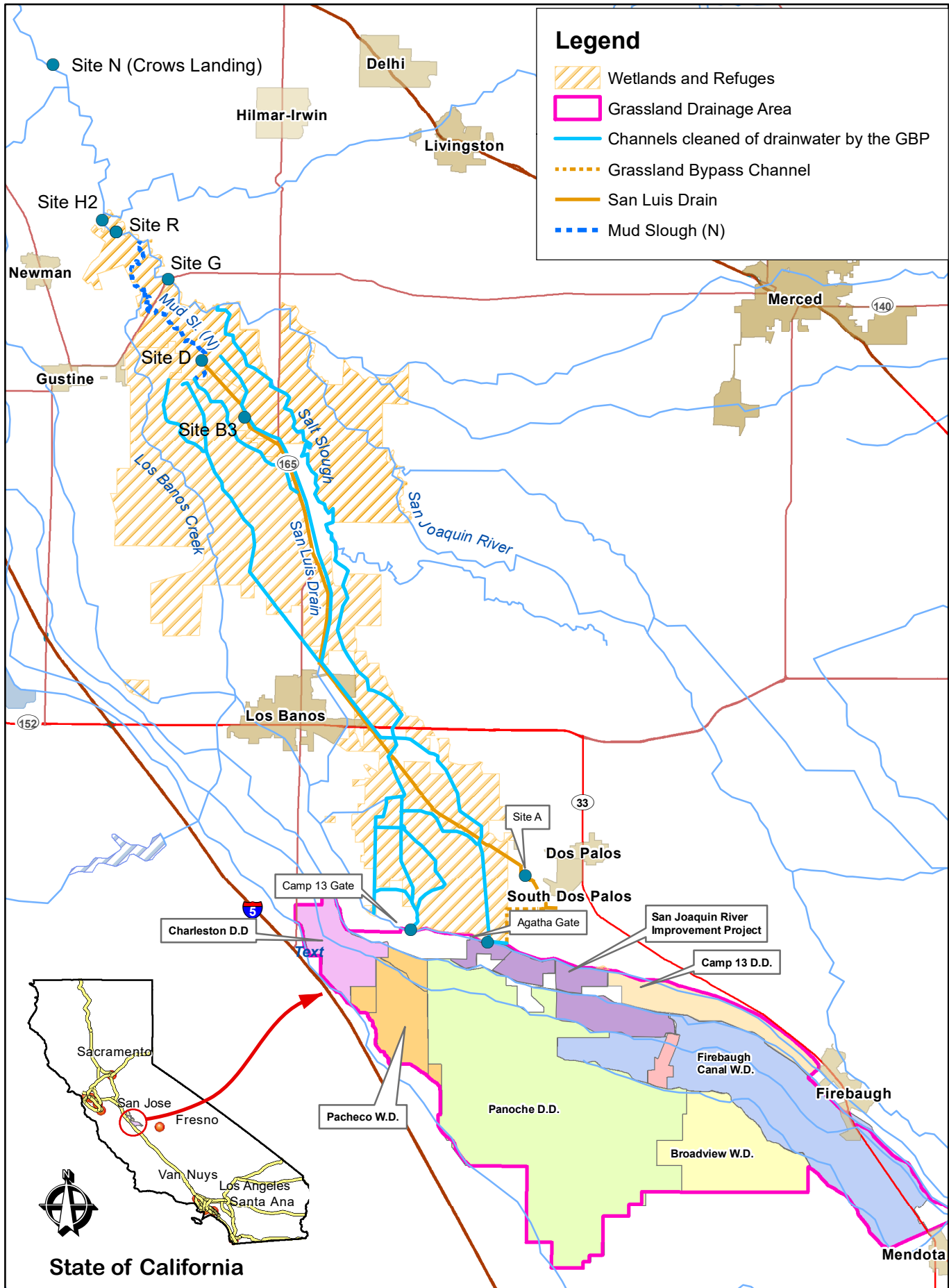
SUBJECT: DIVISION REPORT – OPERATIONS & MAINTENANCE

DATE: FEBRUARY 20TH, 2024

CC: PATRICK MCGOWAN, GENERAL MANAGER

For the month of January, the following operations and maintenance activities occurred as follows:

- General Maintenance.
- Weed control- No Activity.
- Charleston Drainage District- Checking oilers on CH-2 pumps.
- San Luis Drain Weed Control- No Activity, but we did place squirrel bait stations.
- San Luis Drain- No Activity.



Coordinate System: NAD 83, US Foot
 Hydrology: Named_Rivers_STreams.shp
 Roads/Cities: ESRI, Tele Atlas North America
 Districts: wdfed24.shp

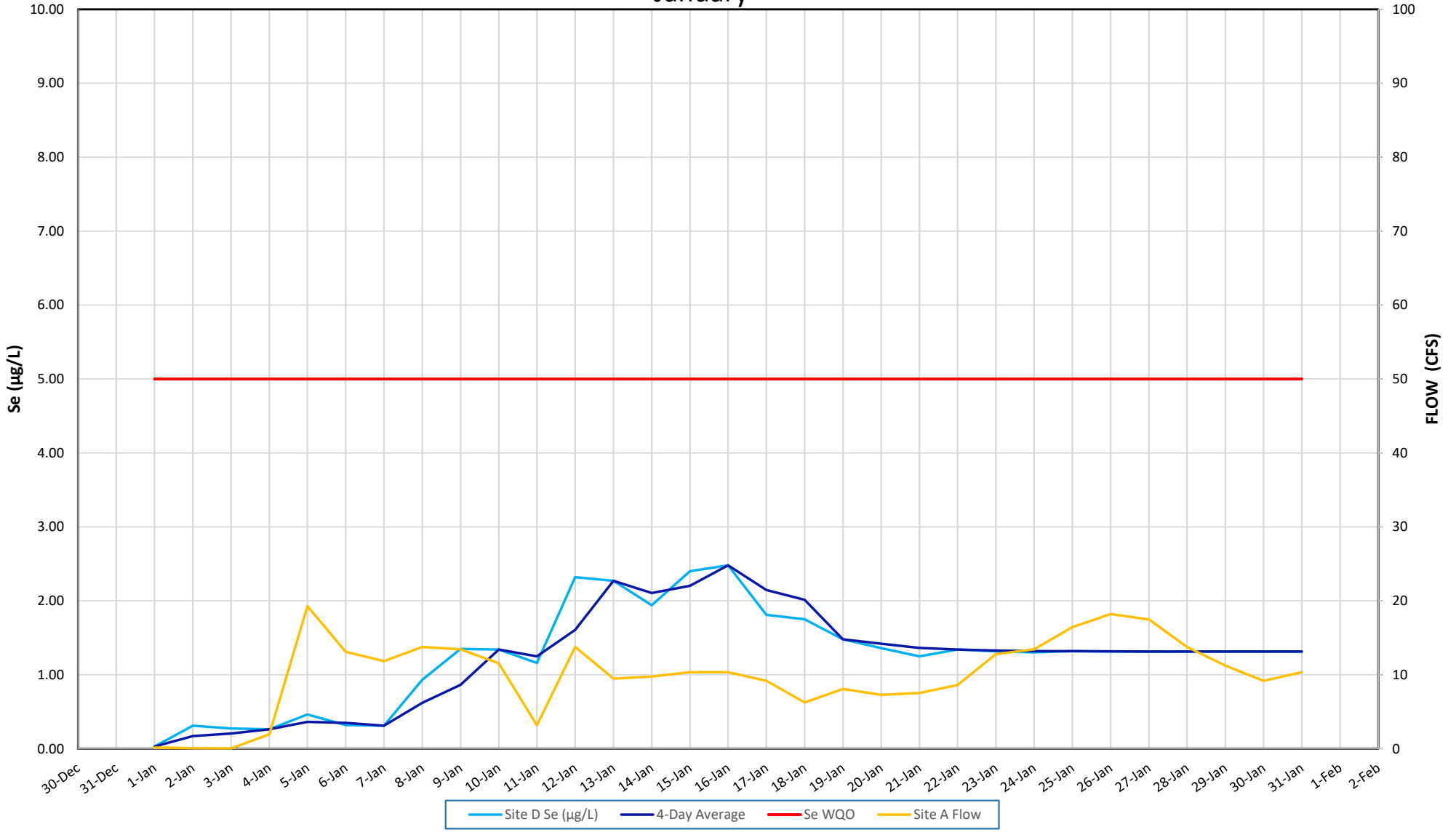
Grassland Bypass Project Location Map

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Prepared by:
 Summers Engineering, Inc.
 Consulting Engineers
 Hanford California

Mud Slough Water Quality - 2024

January



PDD
February 20th, 2024
BOARD MEETING ACTION ITEMS

1. Move forward with Fresno County LAFCO Municipal Service review. **JUAN**
2. Meet and discuss the process of annexation with property owner. **PATRICK & JUAN**
3. Begin process of placing Panoche purchased equipment in surplus. Request disposition instructions from government funding agencies. **JOSH**
4. PDD/PWD repayment agreements. **PATRICK & PHIL**
5. Investigate if Prop 84 will cover the expense of land leveling operations at old ponds. **JOSH**
6. Prop 84 Land Acquisition line item adjustment process. **JOSH**
7. Potentially placing Prop 84 checking balance into money market to gain interest. **MARLENE**
8. Research and determine if Prop 84 line item adjustment can be made for land acquisition. **JOSH**
9. 5-year repayment plan beginning March 1st, 2024, for half of the \$1,433,043 PDD owed to PWD. An agreement and resolution formalized, with language of no prepayment penalty and 3% rate. **MARLENE**
10. Investigate water quality and feasibility of pumping Well on leased property. **JUAN**
11. Investigate adding additional two landowners to SCADA Sump system. **JUAN & JOSH**