



**PUBLIC HEARING  
AND A REGULAR MEETING OF THE BOARD OF DIRECTORS  
UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
248 E. FOOTHILL BLVD, ROOM #103, MONROVIA, CA 91016  
4:00 P.M. – MAY 24, 2023**

**AGENDA**

1. PLEDGE OF ALLEGIANCE
2. ROLL CALL OF BOARD OF DIRECTORS
3. ADOPTION OF AGENDA [1]
4. PUBLIC HEARING REGARDING PROPOSED REAUTHORIZATION OF A WATER AVAILABILITY STANDBY CHARGE FOR FISCAL YEAR 2023/24 [1]
  - (a) Open Public Hearing
  - (b) Proposed Reauthorization of a Water Availability Standby Charge for Fiscal Year 2023/24. *(Staff memorandum enclosed. A representative from Willdan Financial Services will be available to answer any questions.)*
  - (c) Public Comment  
A three-minute time limit on remarks is requested. Questions will be answered after all who wish to speak have had the opportunity to do so. Staff will record all questions. Staff response will be given at the conclusion of the public comment period.
  - (d) Close Public Hearing
5. ADJOURN TO REGULAR MEETING
6. PUBLIC COMMENT  
Anyone wishing to discuss items should do so now. The Board of Directors may allow additional input during the meeting. A three-minute time limit on remarks is requested.
7. COMMITTEE REPORTS [2]
  - (a) Government Affairs and Community Outreach *(Fellow, Chair – Chavez, Vice-Chair)*  
*Minutes of meeting held on May 1, 2023 to be distributed at the meeting.*
  - (b) Administration and Finance *(Santana, Chair – Treviño, Vice-Chair)*  
*Minutes of meeting held on May 2, 2023 enclosed*
  - (c) Water Resources and Facility Management *(Treviño, Chair – Garcia, Vice-Chair)*  
*Minutes of meeting held on May 3, 2023 enclosed.*
8. CONSENT CALENDAR [1]
  - (a) Minutes of a regular meeting of the Board of Directors held on April 26, 2023 at 4:00 p.m.
  - (b) List of Demands

- (c) Financial Reports – March 2023
  - 1. Financial Statements.
  - 2. Quarterly Report on District Investments.
  - 3. Director’s Public Outreach.
- (d) Negotiated Tax Exchange Resolution, Annexation of Petition No. 5-323 (Tract 65943) to County Lighting Maintenance District 1687
- (e) Negotiated Tax Exchange Resolution, Annexation of Petition No. 56-1017 to County Lighting Maintenance District 1687
- (f) State Legislative Bill Positions: AB 557, AB 676, AB 1573, SB 366, and SB 687, which are consistent with Upper District’s 2023-24 Legislative Policy Principles adopted by the Board in January 2023. *(Staff memorandum enclosed.)*

9. ACTION/DISCUSSION ITEMS [1]

- (a) Adoption of Ordinance No. 23-1, Imposing Standby Charges for Fiscal Year Commencing July 1, 2023 *(Ordinance No. 23-1 enclosed.)*

Recommendation

Staff recommends that the Board of Directors adopt Ordinance No. 23-1 as presented.

- (b) Contract Award for the Elevator Upgrade Project *(Staff memorandum enclosed.)*

Recommendation

The Water Resources and Facility Management Committee recommends that the Board of Directors authorize the General Manager to enter into a contract with Golden State Elevator Service, Inc. to modernize the office building elevator system for a total cost of \$87,360, conditional on negotiation of acceptable schedule, payment terms and inclusions.

Following due diligence, staff recommendation is revised to award GMS Elevator Service for a total cost of \$95,824.

- (c) Draft Strategic Plan Review *(Draft Strategic Plan enclosed. Ed Means from Means Consulting LLC, will be available to answer any questions.)*

Recommendation

Staff recommends that the Board of Directors review the draft Strategic Plan and provide direction to staff.

- (d) Nomination for ACWA Region 8 for the 2023/24 Term and Adoption of Resolution No. 05-23-657 *(Staff memorandum enclosed.)*

Recommendation

Staff recommends that the Board of Directors consider nominating a board member to be included in the ACWA Region 8 Board elections for the 2023/2024 term and adopt Resolution No.05-23-657 as presented.

10. INFORMATION ITEMS (These items are for the information of the Board of Directors and require no action) [2]
  - (a) Press Releases and News Articles.
11. ATTORNEY'S REPORT [2]
12. ENGINEER'S REPORT [2]
13. GENERAL MANAGER'S REPORT [2]
14. METROPOLITAN REPORT [2]
15. WATER QUALITY AUTHORITY REPORT [2]
16. WATERMASTER REPORT [2]
17. AB 1234 COMPLIANCE REPORT [2]
18. DIRECTOR'S COMMENTS [2]
19. FUTURE AGENDA ITEMS [1]
20. ADJOURN TO CLOSED SESSION – NONE
21. ADJOURNMENT - To a regular meeting of the Board of Directors to be held on June 14, 2023 at 4:00 p.m. at 248 E. Foothill Blvd. Room #103, Monrovia, CA 91016.

LEGEND: [1] INDICATES ACTION ANTICIPATED BY BOARD OF DIRECTORS ON THIS ITEM  
[2] INDICATES INFORMATION ITEM - NO BOARD ACTION NECESSARY

**PRESIDENT JENNIFER SANTANA, PRESIDING**

**American Disabilities Act Compliance** (*Government Code Section 54954.2(a)*)



To request special assistance to participate in this meeting, please contact the Upper District office at (626) 443-2297 or [venessa@usgvmwd.org](mailto:venessa@usgvmwd.org) at least 24 hours prior to meeting.



# MEMORANDUM



## 4. (b) PUBLIC HEARING

**DATE:** May 18, 2023  
**TO:** Board of Directors  
**FROM:** General Manager  
**SUBJECT:** Public Hearing Regarding the Proposed Reauthorization of a Water Availability Standby Charge for Fiscal Year 2023/24

---

### **Recommendation**

Staff recommends that the Board of Directors receive and consider all public comments and testimony regarding the proposed reauthorization of a water availability standby charge for fiscal year 2023/24.

The Board of Directors will have the opportunity to adopt Ordinance No. 23-1, imposing a standby charge for fiscal year 2023/24, during the regular meeting that convenes immediately following the public hearing.

### **Background**

The purpose of the public hearing is to allow the Board of Directors to receive public comments and testimony and answer questions regarding the Upper District's proposal to reauthorize a standby charge to be levied on all parcels of real property located within the Upper District boundaries. Pursuant to the authority established by Water Code Section 71638, et seq., if the Board of Directors adopts the ordinance as proposed on or before the third Monday of August 2023, the standby charge will be effective for the fiscal year beginning July 1, 2023 and ending June 30, 2024.

On April 12, 2023, the Board of Directors adopted Resolution No. 4-23-656 (Attachment 1), initiating the proceedings for this public hearing. Pursuant to Government Code Section 6066, notice of this public hearing was published in the San Gabriel Valley Tribune, La Opinion and Sing Tao News. As set forth in Resolution No. 4-23-656, an engineer's report (Attachment 2) was developed and kept on file for public inspection at the Upper District office beginning May 10, 2023. The report describes the Upper District's water supply circumstances, projects to be funded with standby charge proceeds, project benefits, associated financial issues and the proposed standby charge rate.

Since fiscal year 1992/93, the Upper District has utilized revenues generated from a water availability standby charge to fund its water conservation and water recycling program budgets. That charge was originally established at a maximum annual rate of \$10 per acre and/or portion thereof for parcels of land within the District boundaries. The Engineer's Report recommends that Upper District assess the standby charge at the same rate of \$10 per acre per year or \$10 per parcel less than one acre per year for Fiscal Year 2023/24. The

proposed rate is for Fiscal Year 2023/2024 only and may or may not be maintained in subsequent years. At the rate of \$10 per acre, the standby charge will provide approximately \$2.05 million in revenue for Fiscal Year 2023/24. This revenue would be utilized to fund a portion of the Upper District's Water Conservation and Water Recycling Programs.

The Upper District budget for fiscal year 2023/24 proposes Water Conservation Program expenditures of \$2.08 million which includes programs that produce tangible water savings as well as a number of educational and public outreach activities promoting water resource awareness and water use efficiency. The budget also includes operating expenses for direct reuse projects of about \$1.55 million and capital costs of about \$0.10 million for water recycling projects.

Attachments

**RESOLUTION NO. 4-23-656****A RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
INITIATING PROCEEDINGS FOR THE ESTABLISHMENT OF A  
WATER AVAILABILITY OR STANDBY CHARGE FOR  
FISCAL YEAR 2023/24**

**WHEREAS**, the Upper San Gabriel Valley Municipal Water District, herein after referred to as "Upper District", has initiated the design and implementation of the San Gabriel Valley Water Recycling Program; and

**WHEREAS**, the Upper District has executed a Memorandum of Understanding to implement Best Management Practices for Urban Water Conservation requiring the development of comprehensive conservation programs; and

**WHEREAS**, the Upper District has undertaken a Recycled Water Program and a Water Conservation Program that shall require an increased stable revenue source for implementation; and

**WHEREAS**, the state legislature has provided the Upper District with statutory powers to impose water standby or availability of service charges, by and through Water Code Section 71638 et seq., in addition to preexisting District powers to set rates and charges; and

**WHEREAS**, rapidly fluctuating water supply conditions have demonstrated the economic and political deficiencies in relying on water sales as the sole alternative revenue source to ad valorem taxes, inasmuch as obtaining reasonably stable revenues from water sales would require rate increases of unacceptable percentages to occur in order to implement necessary water recycling and water conservation projects in a timely manner; and

**WHEREAS**, the Upper District's financial advisors have counseled this Board that a lack of a stable annual revenue source would significantly and adversely impact the Upper District's ability to fund the development and implementation of long term water recycling and water conservation projects required by the Community to achieve water supply reliability; and

**WHEREAS**, a program of water standby or availability of service charges collected on parcel or per acre basis would provide a stable and dependable annual revenue source which would allow implementation of necessary projects benefiting the entire Upper District service area; and

**WHEREAS**, information secured from the County of Los Angeles shows estimated revenues to be received from a water standby or availability of service charge of \$10.00 (Ten Dollars) per acre of land or \$10.00 (Ten Dollars) for each parcel of land less than an acre, would be approximately \$2,050,000.00 (Two Million and Fifty Thousand Dollars); and

**WHEREAS**, in order to fix such a charge by ordinance pursuant to Water Code Sections 71638, et seq., it is necessary to set forth by resolution the schedule of the proposed charges and give notice of a public hearing; and

**WHEREAS**, the General Manager and staff believe the proposed recommendation is fair, proper and necessary in order to fund the foregoing programs within the existing service area of the District.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT** as follows:

**Section 1.** In accordance with applicable law, a public hearing is hereby set to receive public comment on the implementation of a water standby or availability of service charge on all lands within the Upper District. Said public hearing shall be conducted at the **Upper San Gabriel Valley Municipal Water District Office, 248 E. Foothill Blvd, Room 103, Monrovia, California on May 24 2023 at the hour of 4:00 p.m.**, or as soon thereafter as the matter can be heard for the purpose of considering the adoption of an Ordinance fixing a water availability standby charge on or before the third (3<sup>rd</sup>) Monday of August, 2023; pursuant to the Water Code Sections 71638, et seq.

**Section 2.** The imposition of such a charge for Fiscal Year 2023/24 is \$10.00 (Ten Dollars) per acre of land, or \$10.00 (Ten Dollars) per parcel of land less than one acre within the boundaries of the Upper District.

**Section 3.** The General Manager/Secretary of the Upper District is hereby directed to cause due notice of the public hearing to be given in compliance with the applicable state law.

**Section 4.** The General Manager shall cause a written Engineer's Report to be prepared and filed with the Secretary of the Upper District and made available for public review on or before May 10, 2023. Said report shall be designed to provide the Board and the public with information describing the benefits which create the basis for water standby or availability of service charges as described herein.

**Section 5.** The General Manager shall cause any and all necessary acts to occur so as to implement this Resolution and conduct the Upper District's public hearing on the proposed water standby or availability of service charge.

**PASSED, APPROVED, AND ADOPTED** this 12<sup>th</sup> day of April, 2023.

AYES: TREVIÑO, CHAVEZ, GARCIA, FELLOW, SANTANA

NOES:

ABSTAIN:

ABSENT:

\_\_\_\_\_  
Jennifer Santana, President

ATTEST:

\_\_\_\_\_  
Ed Chavez, Secretary

(SEAL)

APPROVED AS TO FORM:

\_\_\_\_\_  
Steven P. O'Neill, District Counsel





# Upper San Gabriel Valley Municipal Water District

2023/2024  
ENGINEER'S ANNUAL LEVY REPORT  
FOR THE RENEWAL OF STANDBY CHARGE

INTENT MEETING: APRIL 12, 2023  
PUBLIC HEARING: MAY 24, 2023

27368 Via Industria  
Suite 200  
Temecula, CA 92590  
T 951.587.3500 | 800.755.6864  
F 951.587.3510 | 888.326.6864

Property Tax Information Line  
T. 866.807.6864

[www.willdan.com](http://www.willdan.com)



## Table of Contents

<i>I. REPORT PURPOSE</i> .....	1
<i>II. WATER SUPPLY</i> .....	1
<i>III. RECYCLED WATER PROGRAM</i> .....	2
<i>IV. PROJECT DESCRIPTION</i> .....	2
<i>V. PROJECT BENEFITS</i> .....	4
<i>VI. CAPITAL PROGRAM FINANCE</i> .....	4
<i>VII. WATER USE EFFICIENCY PROGRAM</i> .....	5
<i>VIII. WATER SUPPLY ISSUES</i> .....	6
<i>IX. LONG-RANGE FINANCIAL PLANNING</i> .....	7
<i>X. COST RECOVERY</i> .....	7
<i>XI. EQUITY OF STANDBY CHARGE</i> .....	7
<i>XII. REVENUE STABILITY</i> .....	8
<i>XIII. PROPOSED RATE AND METHODOLOGY – FISCAL YEAR 2023/2024</i> .....	8
<i>XIV. PROPOSED USE OF STANDBY CHARGE REVENUE</i> .....	8
<i>APPENDIX I</i> .....	9

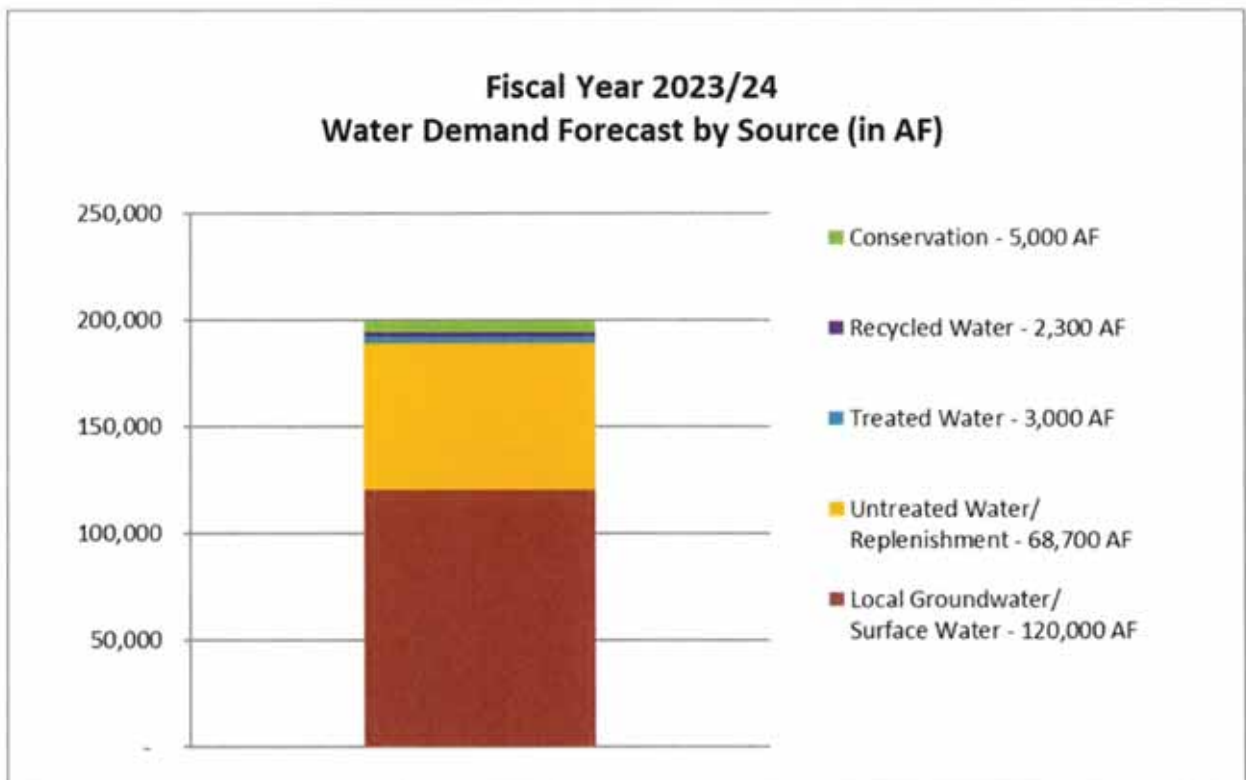
## I. REPORT PURPOSE

This report describes the expected benefits and related costs from the Upper San Gabriel Valley Municipal Water District's ("Upper District") comprehensive water recycling program and water conservation program as well as the proposed method and basis for the continuation of the previously adopted (prior to the passage of Proposition 218) standby charge program.

## II. WATER SUPPLY

For FY 2023/2024, Upper District expects to deliver 3,000 acre feet (AF) of treated water. Upper District also expects to supply approximately 2,300 AF of recycled water for large area landscape and turf irrigation. A moderate level in Upper District's conservation efforts could supply an additional 5,000 AF. To meet forecasted demand for FY 2023/2024, Upper District will have to supply approximately 68,700 AF, either from existing or alternative sources, for groundwater replenishment operations.

Figure 1



### **III. RECYCLED WATER PROGRAM**

---

While some years have produced above-average rainfall in California, consecutive dry years are very common. Drought is an ever-present challenge. Southern California is subject to an increasing shortage of dependable water supplies for its growing population. On average, approximately fifty percent of the region's water supplies are imported from Northern California and the Colorado River. Both of these sources have become less dependable. In recent years, Metropolitan's dependable, imported supply from the Colorado River and Northern California has also been facing increasing demands and restrictions. This places even greater importance on the development of new local water supplies in Southern California.

There is little dispute that seasonal and cyclic droughts will reoccur in Southern California. The key to drought management is planning and preparation prior to those years when Southern California experiences drought and/or reduced regional water supplies. Advanced planning and preparation is especially important since California's population continues to grow (projected at 4.46 million between FY 2019 and 2060 <sup>(1)</sup>) and to place increased demand on the limited available potable water resources of the State.

Additionally, endangered species issues prompted a reduction in imported water supplies. The State Water Project is the primary source of imported water supplies to Southern California and the Upper District.

Water reclamation and recycling is one alternative source of water that offers the San Gabriel Valley a very cost effective solution for improving water supply reliability and addressing cyclical drought conditions. Water recycling uses existing, proven technologies to treat wastewater to local, state and federal quality levels and is safe for many non-potable applications. Water recycling provides an alternative to disposal and an excellent opportunity to conserve and reuse this scarce natural resource in Southern California. By shifting non-potable demands to recycled water, more drinking water is made available to meet the potable demands of our communities. Water recycling has proven to be not only acceptable to the general public, but is also mandated by the State of California and most municipalities in Southern California.

### **IV. PROJECT DESCRIPTION**

---

Since 2006, the Upper District has pursued a Water Recycling Program to reduce the San Gabriel Valley's dependence on expensive and increasingly scarce imported water supplies and lessen the overproduction of the groundwater basin. From the very beginning, the Upper District recognized the value of "a partnership approach" to its Water Recycling Program. The Upper District's partners include many of its customer agencies, cities and private water purveyors. Other partners include the Los Angeles County Sanitation Districts (LACSD), the Metropolitan Water District of Southern California, the

---

<sup>(1)</sup> California Department of Finance – July 2021

U.S. Bureau of Reclamation, State Water Resources Control Board and the California Department of Natural Resources.

The first projects to begin delivering recycled water for irrigation purposes were the Rose Hills Memorial Park Water Recycling Project and the Whittier Narrows Water Recycling Project. Prior to using recycled water, Rose Hills used approximately 293 million gallons per year or 803,000 gallons per day of drinking water for irrigation purposes. In the fall of 2006, the Whittier Narrows Water Recycling Project began supplying the 2,500 acre Whittier Narrows Recreation Area with over 2 billion gallons of recycled water since inception.

Additional projects completed include the South El Monte High School (2007) and Rosemead Extension (2010) Water Recycling Projects. Together these two projects save 250 million gallons of drinking water per year. The South El Monte project provides recycled water to the school's athletic fields and green areas while the Rosemead Extension serves commercial and public sector customers including the Whittier Narrows Golf Course, Edison headquarters campus, Walmart, University of the West, various schools, parks, and nurseries, and the Panda Express corporate offices.

In 2015, the Upper District finalized recycled water expansion into the City of West Covina, with the conversion of irrigation customers from potable to recycled water as part of the Phase IIB Recycled Water Project. The Phase IIB System added about 14 miles of "purple pipe" and a 2 million gallon reservoir to deliver an additional 290 million gallons per year to 25 more customers including the BKK Landfill (2012), South Hills Country Club (2012), Big League Dreams Sports Complex (2012), Shadow Oak Park (2014), West Covina High School (2014), 5 additional West Covina Schools (2014-15), Rimgrove Park (2014), Woodgrove Park, Cortez Park (2014), and several City of West Covina street medians and landscaped walking paths (2012 – 2014).

The Upper District continues to work with local water purveyors and property owners to increase the use of recycled water in the region. Recognizing the need to continue developing all feasible potential direct reuse recycled water projects, Upper District's Board of Directors approved a new project delivery model in 2015. Under this new approach, Upper District will act as the lead agency for CEQA, provide technical support services, and help finance the project by securing grant funds. The partner producer will finance the remaining balance of the project costs, construct, own and operate the project.

The first three projects delivered under this model are the South El Monte Recycled Water Expansion Project with a project yield of 72 AFY, the Rose Hills Recycled Water Project with a projected yield of 600 AFY, and the La Puente Valley County Water District Recycled Water Project with a projected yield of 60 AFY. These projects are now complete.

## **V. PROJECT BENEFITS**

---

The purpose of the project is to augment local water supply and reduce the need for less reliable and costlier imported water. Thus all retail water purveyors and the public they serve in the Upper District's service area that utilize groundwater and/or utilize treated imported supplies receive benefits from the project's supplemental capacity. All water supplied from the LACSD plants will comply with the strictest requirements of Title 22 of the California Code of Regulations. The quality of the water will be suitable for all categories of recycled water use that are planned in the current and future programs. Over the long-term, the project will improve the water supply reliability of the San Gabriel Valley by increasing the quantity of local supplies, reduce the area's dependence on imported water, and help protect the region from future drought impacts. Recycled water produced by this program will be distributed locally for a wide range of beneficial uses. As the Upper District continues to expand its distribution system and pipeline infrastructure, recycled water will benefit many throughout the San Gabriel Valley.

As the Upper District implements projects such as its water recycling program, the reliability of the San Gabriel Valley's water supply is dramatically improved. Improving the reliability of local water resources helps mitigate water shortages even during extended periods of drought and allows the Upper District to keep future water rate increases to a minimum.

## **VI. CAPITAL PROGRAM FINANCE**

---

The Upper District serves as the lead agency in the water recycling program and will be responsible for obtaining funds, construction of facilities, and providing for the operation and maintenance of the system (except for the proposed Rose Hills, South El Monte, and La Puente Recycled Water Projects, that will be constructed and maintained by the local water purveyor and/or owner, for which Upper District will only serve as the lead agency for obtaining funds). The Upper District is aggressively pursuing several sources of project funding to expand its recycled water program as rapidly as practical.

The Upper District has secured grant funding from the Bureau of Reclamation in the amount of 25% of the construction cost of recycled water projects. The Upper District has also secured project construction funding through the State of California State Revolving Fund (SRF) and the Metropolitan Water District. The standby charge revenues pay the interest and principal payments on the loans from the SRF and provide a limited source of cash financing for the program. It is also expected that additional federal, state, and regional grant money will be utilized to fund a portion of the cost for future project phases.

## ***VII. WATER USE EFFICIENCY PROGRAM***

---

Entering into 2022, California was facing its third consecutive year of drought conditions. California experienced the driest January, February and March 2022 on record, dating back over 100 years. These drought conditions impacted every region of the State, which by the Summer of 2022, all 58 counties in the State were under a drought emergency proclamation.

The severe drought conditions across the State impacted the imported water supplies from the State Water Project (SWP) that help replenish the Main San Gabriel Groundwater Basin. The SWP accounts for 20 percent of the region's local water resources. On March 18, 2022, the Department of Water Resources announced an allocation cut from 15 percent to 5 percent, amounting to water deliveries for human health and safety.

Governor Gavin Newsom signed an executive order, N-7-22, on March 28, 2022, calling upon local water suppliers to move to Level 2 of their Water Storage Contingency Plans, which requires locally appropriate actions that will conserve water across all sectors. Governor Newsom directed the State Water Resources Control Board to evaluate the adoption of new water regulations banning irrigation of non-functional turf at businesses and institutions. With the worsening of the drought and ongoing water shortages, Governor Newsom called on all Californians to voluntarily reduce their water use by 15% and help conserve as much water as possible to make supplies last longer.

In late March, the Metropolitan Water District of Southern California (Metropolitan) acted on mandatory conservation necessary to generate a greater level of water savings needed to stretch the limited SWP supplies. The Metropolitan Board of Directors on April 27, 2022, declared a Water Shortage Emergency for the SWP dependent areas and executed an Emergency Water Conservation Program. Metropolitan's Board adopted new restrictions to reduce water use in those communities that are dependent on SWP water, affecting about six million Southern Californians.

Upper District's service area was impacted by limited SWP supplies and in May 2022, adopted its own Emergency Water Conservation Program which directed the General Manager to continue working with Metropolitan to implement the volumetric option for Upper District's service area. Additionally, the program reinforced actions under Upper District's Water Shortage Contingency Plan – Level 2 that required robust conservation efforts for the region. The resolution called for a 20 percent water use reduction and limited outdoor irrigation to two days per week for all of Upper District's retail water agencies.

Additionally, under the Emergency Water Conservation Program, Upper District expanded its public outreach and education activities in the region to increase the public's awareness of the drought and the need to conserve water. The campaign also focused

on educating the public on the region's local water resources and preserving the water storage levels of the Main San Gabriel Groundwater Basin.

Recognizing that hydrologic conditions are subject to change, Upper District remains a leader in its conservation efforts by implementing new innovative programs and outreach that emphasize best water efficient practices as a continued way of life for its residents and businesses.

Upper District's recycled water and conservation programs are fundamental to achieving long-term regional sustainability and meeting the water use efficiency goals set forth under the 2018 Water Conservation and Drought Planning Legislation aimed at "*Making Water Conservation a California Way of Life.*" . While Upper District is not directly required to report water usage data, it strives to assist its water purveyors that are urban water suppliers in achieving and maintaining compliance with their conservation efforts and water supply goals. Upper District offers various water use efficiency programs and rebates offered through Metropolitan, that are targeted for residential, commercial/institutional, and outdoor water savings. Any standby charge revenues not fully utilized to fund the Water Recycling Program are used to pay for a portion of the Water Use Efficiency Program.

While water conservation does not produce new water, it effectively increases the amount of available water by improving water use efficiency and reducing per capita water usage. As a result, the Upper District's Water Conservation Program helps manage available water supplies in the most efficient manner possible. In this way, regional water conservation programs effectively supplement new local water supply to meet the immediate needs of a growing population. For the long-term, water use efficiency allows the Upper District to defer some capital expenses for the development of new supplies and helps in reducing the quantity of new water supplies necessary to meet anticipated water demands.

Over the years, the Upper District's water conservation efforts have been effective at saving substantial quantities of water. Since 1992, the Upper District's water use efficiency program has yielded over 87,313AF (29.22 billion gallons) of water savings.

## **VIII. WATER SUPPLY ISSUES**

---

Throughout California's history, the development of reliable water supplies has lagged behind the growth in population and the corresponding demands on available resources. Today, achieving a water supply that is less dependent on imported water is the greatest challenge and most critical goal of all water agencies in Southern California. The Upper District's water supply and financial management plans offer a prudent and efficient strategy for meeting the water resource needs of the region in a cost-effective and environmentally responsible manner.



## **IX. LONG-RANGE FINANCIAL PLANNING**

---

One of Upper District's goals is to continue focusing on selected revenue sources that will further strengthen its financial position. Pursuit of this goal will help ensure that Upper District has the option of choosing a financing alternative that is most advantageous to water rate payers and property owners. A strong financial position will provide the Upper District with the opportunity to minimize its cost of capital, stabilize cash flows and improve the economics of beneficial projects without sacrificing future financial or operating flexibility.

Two additional goals of the financial plan are: 1) to ensure that there is an adequate revenue stream to fund the proposed capital improvement program, and 2) to assure that the blend of revenues will distribute the costs of the facilities and water service appropriately and equitably to the program's beneficiaries.

## **X. COST RECOVERY**

---

The Upper District territory includes a wide variety of land uses. Generally speaking, all land uses benefit from a reliable water supply. Therefore, the cost to produce new water resources cannot be recovered solely through the sale of recycled water to just a few users or through avoided costs generated by conservation. Recycled water and effective water conservation programs allow greater flexibility by extending the potable water supply. The availability of recycled water as an additional source becomes a benefit to all parcels and users within the Upper District. Therefore, a portion of the cost of these program benefits should be recovered through a mechanism that apportions the cost in relationship to potential benefit. Depending on the extent of the development, the Upper District's cost of water production could be significantly reduced over the long-term compared to continued reliance on imported water supplies.

Upper District's current operating revenue sources mainly include a surcharge on imported water purchases and the standby charge on parcels. In prior years, the use of standby charge revenue has been a key element in the funding of the Upper District's recycling and conservation programs.

## **XI. EQUITY OF STANDBY CHARGE**

---

One of the many major benefits that accrue from the use of the standby charge is the independence of the revenue from actual water demand. Traditionally, rate and revenue studies have shown that a single revenue source does not adequately address the distribution of costs and benefits. In some instances, rather large benefits accrue to properties that use little or no water and would otherwise contribute very little financially for the value received.

The direct benefits derived from the Upper District's comprehensive program include: 1) highly reliable alternate water supply for non-potable uses, 2) replenishment of groundwater in lieu of more expensive new water supplies, and 3) increased water use efficiency by reducing per capita consumption. Since supplying non-potable water to non-potable users reduces the demand on the potable water supply, both potable and non-potable water users benefit from the Upper District's program. A blend of water sales (including recycled) and standby charge revenue sources recovers both the direct cost of water use as well as the cost of the tangible and direct benefit of improved water supply reliability.

## ***XII. REVENUE STABILITY***

---

In addition to providing a means of equitable cost sharing, the standby charge generates a stable source of revenue. In other words, standby charge revenue is not dependent upon weather cycles and/or water sales fluctuations. Stable (fixed) revenue sources assist the Upper District in meeting its financial and capital obligations under all cyclical demand conditions that, in turn, are reflected in increased borrowing efficiencies, lower interest rates, and other cost savings.

## ***XIII. PROPOSED RATE AND METHODOLOGY – FISCAL YEAR 2023/2024***

---

The Upper District standby charge rate was \$10 per acre per year or \$10 per parcel less than one acre per year in FY 2022/2023. This report recommends that Upper District continue the previously adopted formula and methodology for assessing the standby charge at a rate of \$10 per acre per year or \$10 per parcel less than one acre per year for Fiscal Year 2023/2024. The proposed rate is for Fiscal Year 2023/2024 only and may or may not be maintained in subsequent years. At the rate of \$10 per acre, the standby charge will provide approximately \$2.05 million in revenue for Fiscal Year 2023/2024.

## ***XIV. PROPOSED USE OF STANDBY CHARGE REVENUE***

---

Appendix I demonstrates that the standby charge revenue is needed to fund the District's water recycling and conservation programs. The continued use of standby charge revenue to fund the recycled water capital program is also recommended.

## APPENDIX I

### Fiscal Year 23/24 Preliminary Budget

<b>Beginning Balance All Funds (Projected Balance)</b>	<b>\$ 22,537,000</b>
<b>Revenues</b>	
Imported Water Sales	\$ 39,800,000
MWD Gross Standby Charge	1,950,000
Recycled Water Sales	1,947,000
Upper District Standby Charge	2,050,000
Water Conservation Program Revenue	585,000
Recycled Water Program Revenues	128,000
Taxes	500,000
Interest and Other	386,000
<b>Total Revenues</b>	<b>\$ 47,346,000</b>
<b>Expenses</b>	
Water Purchases	\$ 35,786,000
MWD Ready-to-Serve Charge	3,648,000
Recycled Water Purchases	624,000
Administrative Expenses	2,848,000
Water Conservation Program	2,078,000
Water Quality and Supply Program	590,000
Recycled Water Program	1,554,000
Stormwater Program	43,000
Capital Program	217,000
<b>Total Expenses</b>	<b>\$ 47,388,000</b>
<b>Ending Balance All Funds</b>	<b>\$ 22,495,000</b>



# MEMORANDUM



## 7. (a) COMMITTEE REPORTS

May 1, 2023

**TO: BOARD OF DIRECTORS**

**FROM: GOVERNMENT AFFAIRS AND COMMUNITY OUTREACH COMMITTEE**

**SUBJECT: MINUTES OF THE GOVERNMENT AFFAIRS AND COMMUNITY OUTREACH COMMITTEE AND SPECIAL MEETING OF THE BOARD OF DIRECTORS – May 1, 2023**

<b>ATTENDANCE:</b>	<b>Anthony Fellow (Chair)</b> <b>Ed Chavez (Vice Chair)</b> Jennifer Santana Katarina Garcia Tom Love Patty Cortez	Jennifer Aguilar Ruben Gallegos Venessa Navarrette Lowry Crook Steve Baker Steve O’Neill	Ralph Galvan
--------------------	-----------------------------------------------------------------------------------------------------------------------------------	---------------------------------------------------------------------------------------------------------	--------------

1. **Call to Order.**
2. **Public Comment.** None.
3. **Oral Report.**

Steve O’Neill, District Counsel, provided an update on a new initiative that may be on the November 2024 ballot related to Proposition 26 and 218. He shared that the new initiative amends the constitution in regard to rates, fees, and charges put in place by a public agency. He explained that the rates, fees, and charges cannot exceed the actual cost of service and this legislation further restricts that to include the minimum amount necessary less other sources of revenue and any rates from January 1, 2022, forward must be recertified. He shared that it places the burden of proof on the agency, introduces uncertainty in the process, and opens the door for potential litigation.

Steve Baker, of Aaron Read and Associates, shared that it might come off the ballot in 2024 depending on the strength of opposition.

Director Chavez asked if any fees prior to January 2022 would be under scrutiny. Steve O'Neill explained that it would be only fees from January 2022 forward. Director Chavez was interested to find out why January 2022 was the date of choice for this legislation. Steve Baker explained that there may be some housing development fees that have been adopted since that timeframe that the supporters of the initiative are looking to roll back.

General Manager, Tom Love, asked if the surcharge on Metropolitan Water District sales would be affected since they are not under Proposition 218 scrutiny. Steve O'Neill explained that the initiative does not differentiate that surcharge from any other rate or fee and wholesale water rates would be impacted. The General Manager asked if the current Upper District property tax assessment that is in place would be affected, and Steve O'Neill confirmed that it would be included in the initiative.

Director Chavez asked if this initiative would need the 66% passing rate. Steve Baker clarified that it would be a simple majority vote.

#### 4. **Legislative Update.**

##### **a. Washington D.C.**

Lowry Crook, of Best, Best and Krieger (BB&K), provided the Washington D.C. report. He shared details on the continued battle regarding the raising of the debt ceiling. He explained that the appropriations process is hung up until the debt ceiling is cleared up. He shared information about legislation regarding the Clean Water Act, Regulation of PFAS/PFOA maximum contaminant levels, and the EPA adding new PFAS substances to regulations.

Director Chavez asked for further details on the debt ceiling process. Lowry explained that President Biden is not interested in negotiating the limit and that Speaker McCarthy hopes to gain some footing on the subject soon.

Director Santana requested additional information on the language for H.R. 215. Lowry explained the bill's project definitions and clarified the language.

##### **b. Sacramento**

Steve Baker, of Aaron Read and Associates, provided the Sacramento legislative report. He explained the state budget process and that the Governor is expected to issue his revised budget on May 15<sup>th</sup> with the proposed legislation needed to pass the budget by June 15<sup>th</sup>. He shared that at this time the budget shortfall is looking to have increased by \$5 billion, which leaves it at about \$30 billion. It is anticipated that the Governor will be supportive of potential bond measures to help aid budget shortfalls. Steve has been working with Metropolitan on an advocacy measure to seek \$50 million for infrastructure projects, but it seems less likely to be approved with the expected large budget shortfall. He provided a timeline for bill deadlines and other policy milestones in the next couple of weeks.

Director Chavez asked about the new deadline for state income taxes and how it affects the May revised budget. Steve Baker explained that due to flooding emergencies the deadline has been moved to October 15<sup>th</sup>. He shared that the revenue projections on the May revised budget will be fuzzy at best, due to the tax deadline extension, but that they should know enough to make solid choices. He expects that there will be additional budget changes made after the June budget.

**5. Federal and State Legislative Summaries and Positions**

Patty Cortez, Assistant General Manager - External Affairs, presented a list of state bills for committee consideration. Staff recommended the following bill positions.

AB 557 (Hart): Open meetings: local agencies: teleconferences - Support

AB 676 (Bennett): Water: general state policy - Oppose

AB 1573 (Friedman): Water conservation: landscape plants: nonfunctional turf – Oppose Unless Amended

SB 366 (Caballero): The California Water Plan: long term supply targets - Support

SB 687 (Eggman): Water quality control plan: Delta conveyance project – Oppose

Director Santana asked about the effect of AB 1573 on existing nonfunctional turf. Patty explained that the current MWELo regulations apply only to new or renovated square footage for projects, so MWELo does not enforce a conversion where AB 1572 (Friedman) would. Director Santana asked about the effect of the Pure Water Southern California project on this legislation. Patty explained that it does not apply because the recycled water would be going into the groundwater basin and not specifically to irrigation.

The committee voted 2-0 to approve staff recommendations and move to the Board for final approval.

**6. Other Matters. None.**

**NEXT MEETING:** Monday, June 5, 2023, at 4:00 p.m.

cc: General Manager



# MEMORANDUM



## 7. (b) COMMITTEE REPORTS

May 18, 2023

**TO: BOARD OF DIRECTORS**

**FROM: ADMINISTRATION AND FINANCE COMMITTEE**

**SUBJECT: MINUTES OF THE ADMINISTRATION AND FINANCE COMMITTEE MEETING AND SPECIAL MEETING OF THE BOARD OF DIRECTORS – May 2, 2023**

<b>ATTENDANCE:</b>	<b>Jennifer Santana, Chair</b>	Evelyn Rodriguez
	<b>Charles Treviño, Vice-Chair</b>	Patty Cortez
	Ed Chavez	Venessa Navarrette
	Thomas Love	

1. **Call to Order.**

2. **Public Comment.** None.

3. **FY 2023/24 Budget and CY 2024 Water Rates.**

Evelyn Rodriguez, Chief Financial Officer/Chief Administrative Officer (CFO/CAO), presented the budget drivers, assumptions and highlights for FY 2023/24. She discussed the forecasted net income from operations for the current fiscal year as well the projected net income from operations for FY 2023/24, adding that Upper District anticipates meeting the debt service coverage ratio for both years. She then stated that the significant increases in purchased water and election costs are the main reason for the year to year increase in budgeted expenses. She also discussed the sources and uses of funds for FY 2023/24, stating that the biggest category consists of imported water cost/revenue. She presented the forecasted water sales for FY 2023/24 along with the projected numbers for the succeeding three years as well as the proposed water rates and charges for calendar year 2024. Lastly, she emphasized that the proposed rates for calendar year 2024 assume no increase in the District’s per acre foot surcharge.

Director Santana and the CFO/CAO discussed the debt service coverage ratios.

Director Treviño highlighted the decrease in the budget for directors’ expenses.

The General Manager emphasized that the increase in the budgeted operating expenses is mainly attributable to election costs and that the proposed budget for FY 2023/24 includes cost savings carried over from prior year.

**4. Oral Report**

The General Manager reported that the proposed budget for FY 2023/24 will be presented for board approval in June and that a public hearing for the readoption of the standby charge for FY 2023/24 is scheduled for May 24, 2023.

---

**5. Other Matters.**

Director Treviño and the General Manager briefly discussed how the Upper District is kept whole under the Alhambra Exchange Agreement.

**NEXT MEETING:** Tuesday, June 6, 2023 at 4:00 p.m.

**cc:** General Manager





# MEMORANDUM



## 7. (c) COMMITTEE REPORTS

May 3, 2023

**TO: BOARD OF DIRECTORS**

**FROM: WATER RESOURCES AND FACILITY MANAGEMENT COMMITTEE**

**SUBJECT: MINUTES OF THE WATER RESOURCES AND FACILITY MANAGEMENT COMMITTEE AND SPECIAL MEETING OF THE BOARD OF DIRECTORS - MAY 3, 2023**

**ATTENDANCE:** Charles Treviño (Chair) Steve O'Neill  
Katarina Garcia (Vice-Chair) Venessa Navarrette  
Ed Chavez Jennifer Aguilar  
Tom Love Ruben Gallegos  
Evelyn Rodriguez

1. **Call to Order.**
2. **Public Comment.** None.
3. **Building Update.**  
The General Manager shared that there are still some minor punch list items that remain to be completed. He reported keeping a \$10,000 retention to encourage prompt completion of work. The General Manager reported receiving compliments from visitors as to the look and feel of the building. He then added that there are no major construction issues remaining.
4. **Elevator Upgrade Proposal.**  
The General Manager reported receiving an unsolicited proposal for an elevator upgrade from the current maintenance company. He explained that the amount seemed high until a second proposal was received from another elevator company. He stated that the proposals have the same scope but the payment terms and project schedules differ. The General Manager recommended Golden State Elevator Service, Inc., the current elevator maintenance company, pending some negotiation of the payment terms and schedule clarification by staff. He requested committee authorization for staff to continue negotiations and bring the item to the full board for approval at the May 24<sup>th</sup> meeting.

Director Garcia expressed excitement over the options for the elevator upgrade. The General Manager reported on some of the details about the upgrades laid out in the scope of work. Director Garcia and the General Manager discussed location of the stairs and their availability during the upgrade process.

Director Treviño agreed with staff's recommendation for Golden State Elevator's quote as long as favorable conditions are met through continued negotiations. He then shared that he does not like being buzzed into the

building for access.

The General Manager stated that management will take his concerns into consideration while working on a key and access schedule that will allow access while maintaining safety for the facility and staff.

Director Garcia and Director Treviño agreed to recommend the Golden State Elevator proposal to the full board with the understanding that negotiations will need to be completed prior to board presentation.

**5. Water Supply Update.**

The General Manager reported that the SWP allocation has been raised to 100%, a first time since 2006. He also shared that even though water is available, MWD does not have the facilities to move that water. He explained that MWD is taking Article 21 water into any available storage location, adding there is no space to deliver SWP water into the basin at this time given the amount of local water being released. The General Manager also reported that 100% of the local water currently being released is being captured in the spreading basins. He shared placing an order with MWD to begin delivering SWP water through USG-3 at 280-290 CFS from May 1<sup>st</sup> through the end of the year. However due to local county releases, deliveries may not begin until about mid-May to July depending on snowmelt. He added that if the SWP water is delivered as planned, it will be the most imported water delivered into the basin on record.

Director Treviño and the General Manager discussed how MWD wants to deliver and move as much SWP water into the basin for storage as possible. He explained that the County has an ongoing project limiting the ability to bring all the water through the watershed and that there have been communications with MWD and the County to adjust the project or meet the project needs in any way possible to expedite the process.

The General Manager also shared that the Main San Gabriel Watermaster voted on the safe yield at a recent meeting and adopted the 150,000 AF level recommended by Stetson Engineers. He reported sharing his concerns about adjusting the safe yield from the engineer's recommended level during the public comment period.

**6. Safe Clean Water LA Update.**

The General Manager reported that both the Upper San Gabriel River Watershed Committee and the Rio Hondo Watershed Committee were reviewing another round of project applications for funding. He explained that the Upper San Gabriel River Watershed Committee has awarded most of their available funding previously and was not able to approve a large number of additional projects during this round. The Rio Hondo Watershed Committee, on the other hand, has not allocated as much of their funding previously and had more flexibility with their approvals. He shared that the Rio Hondo Watershed Committee approved more projects during this round and has little funding left for additional projects. The General Manager added that the Rio Hondo Watershed Committee is looking to adjust their scoring system to ensure that future projects approved for funding are meet the MS4 compliance requirements stipulated within Measure W funding.

Director Treviño stated that the MS4 compliance need to be a priority in the future.

**7. Other Matters.**

Director Treviño requested moving the Water Resources and Facility Management (WRFM) Committee meeting start time to 4:30 p.m. due to a Watermaster meeting regularly scheduled immediately prior to the WRFM committee meeting. Director Garcia agreed to push the meeting back to 4:30 p.m. The General Manager confirmed that succeeding WRFM committee meetings will be moved to 4:30 p.m. beginning next month. He added that he plans to share the information with other committees to see if a similar schedule would work better for their schedule.

**NEXT MEETING: Wednesday, June 7, 2023, at 4:30 p.m.**

**cc:** General Manager

**A REGULAR MEETING OF THE BOARD OF DIRECTORS  
OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
248 E. FOOTHILL BLVD, ROOM #103, MONROVIA, CALIFORNIA 91016  
4:00 P.M. – April 26, 2023**

A regular meeting of the Board of Directors was held in the office of the District, 248 E. Foothill Blvd, Rm. 103, City of Monrovia, County of Los Angeles, State of California, within said Water District, on April 26, 2023 at the hour of 4:00 p.m.

**ROLL CALL**

**DIRECTORS PRESENT:** Fellow, Treviño, Santana and Chavez.

**DIRECTORS ABSENT:** Garcia.

**STAFF PRESENT:** Tom Love, General Manager; Steve O’Neill, District Counsel; Steve Johnson, Consulting Engineer; Patricia Cortez, Assistant General Manager, External Affairs; Evelyn Rodriguez, Chief Financial Officer/Chief Administrative Officer; Venessa Navarrette, Executive Assistant; Jennifer Aguilar, Water Use Efficiency Analyst; and Priscilla Lu, Accounting/Financial Analyst.

**OTHERS PRESENT**

Lynda Noriega, Che Venegas, Tony Zampiello, Tara Robinson, David Muse, Kelly Gardner and Lenet Pacheco.

**ADOPTION OF AGENDA**

On motion by Director Treviño, seconded by Vice President Fellow, the agenda was adopted by the following vote:

**AYES:** SANTANA, FELLOW, GARCIA, CHAVEZ  
**NOES:** NONE  
**ABSTAIN:** NONE  
**ABSENT:** GARCIA

**PUBLIC COMMENT**

None.

**COMMITTEE REPORTS**

None.

**CONSENT CALENDAR**

On motion by Vice President Fellow, seconded by Director Treviño, the consent calendar was approved by the following vote:

**AYES:** SANTANA, FELLOW, GARCIA, CHAVEZ  
**NOES:** NONE  
**ABSTAIN:** NONE  
**ABSENT:** GARCIA

(a) Minutes of a special meeting of the Board of Directors held on April 12, 2023 at 11:30 a.m.

**SAFE YIELD PRESENTATION**

Steve Johnson, President of Stetson Engineers, presented a preliminary report on the operating safe yield for 2023-24 through 2027-28, which was also presented at the Watermaster Board meeting in April. He discussed basin management tools, basin operating criteria, determination of operating safe yield, response to long-term drought, and preliminary conclusions.

The General Manager and Mr. Johnson discussed the amount of the average annual local replenishment and the State Water Project allocations.

Tony Zampielo, Watermaster's Executive Officer, stated that Stetson's recommended operating safe yield is not only a valuable tool for basin management but also for budget predictions for future replenishments.

Vice President Fellow and the General Manager discussed the L.A. County's intent to purchase local gravel pits for the Pure Water Southern California Project.

President Santana, Mr. Johnson and Mr. Zampielo discussed the definition of operating safe yield, and the difference between operating safe yield and safe yield.

The General Manager summarized the key points regarding operating safe yield. He stated that the elevation of the key well reported by the District Engineer is a physical measurement of water in the key well, including cyclic storage.

President Santana thanked Mr. Johnson for his presentation.

#### **BROWN ACT, OPEN MEETING LAW UPDATES**

Steve O'Neill, District Counsel, provided an overview of the remote meeting requirements. He discussed pre-Covid telephonic meeting requirements, the Governor's Executive Order N-29-20 relaxing Brown Act requirements, AB 361 which updated the virtual meeting requirements, and the expiration of California Covid -19 state of emergency.

The General Manager and Mr. O'Neill discussed the new requirement for agencies to conduct virtual meetings under AB 2449.

Secretary Chavez and Mr. O'Neill discussed the intention of the requirement to publicly disclose whether any participant over the age of 18 is present at the remote location with the teleconferencing member.

Mr. O'Neill clarified the respective requirements for the Brown Act and the new regulations available under AB 2449.

Due to extensive conversation on the new Brown Act requirements, the General Manager provided an option to the Board to postpone the presentation on social media regulations to a future board meeting.

The Board of Directors agreed to table the second presentation on social media to a future board meeting.

#### **ATTORNEY'S REPORT**

District Counsel reported working with staff on transactional matters including review of agreements, presentation on the new ballot initiative for the 2024 election concerning levying of taxes and fees, and the preparation of the remote meeting summary.

#### **ENGINEER'S REPORT**

The District Engineer provided a report on hydrologic conditions, basin deliveries, reservoir storage and rainfall averages and the recent storms. He stated that the Baldwin Park Key Well groundwater elevation measured 221.4 feet as of April 21, 2023. He also reported that no notices of wells shutdown due to contamination were received during the month of March 2023.

#### **GENERAL MANAGER'S REPORT**

The General Manager reported coordinating with L.A. County's construction schedule to facilitate imported water deliveries. He then reported that the producer meeting for the month of May will be moved to May 17<sup>th</sup> due to the ACWA Conference. He also reported on the new reverse cyclic agreement between Metropolitan, Watermaster and Upper District. He then confirmed that all three committee meetings will take place next week. He added that staff is working on refinements to the recommendations for upgrading and modernizing the elevator system before submitting to the Water Resources and Facility Management Committee. Lastly, he reported Upper District was awarded \$150,000 from the

Bureau of Reclamation's WaterSmart Grant Program for the WaterSmart Home Kit Program.

Secretary Chavez and the General Manager discussed the amount of storm water captured in the Canyon reservoirs.

#### **METROPOLITAN REPORT**

Vice President Fellow reported on his recent Metropolitan committee meeting and State Water Project inspection tour. He stated that the Bay Delta needs to be improved and protected because of its importance to Northern and Southern California. He expressed his impression of Central Valley farmers and their innovative efforts to use water efficiently in their agricultural operations. He then discussed the importance of completing the Sites Reservoir Project and would urge Metropolitan to advocate for this to the Governor.

A written report was also provided in the Board's agenda packet.

District Counsel added to his previous report that the final statement of ruling regarding the San Diego County Water Authority vs. Metropolitan case was received recently. He stated that the ruling was issued in Metropolitan's favor.

The General Manager added to his previous report that Upper District's Watershed Restoration Program will hold its first event post Covid on April 29<sup>th</sup>.

#### **WATER QUALITY AUTHORITY REPORT**

Secretary Chavez highlighted the WQA committee meetings schedule. He reported that the legislative and public information committee meeting and the administrative finance committee meeting will be held on the same day. He also asked the Board to honor Michael Whitehead who is retiring from the WQA board.

A summary report was provided in the Board's agenda packet.

#### **WATERMASTER REPORT**

President Santana reported on her recent Pure Water Southern California tour. She stated that this could be the most important project currently and looks forward to its completion.

Vice President Fellow thanked Mr. Zampiello for inviting them to visit.

A summary report was also provided in the Board's agenda packet.

#### **AB 1234 COMPLIANCE REPORT**

A summary report was provided in the Board's agenda packet.

#### **DIRECTORS COMMENTS**

Director Treviño reported attending a Metropolitan committee meeting. He stated that Metropolitan hired a consultant to provide training on parliamentary procedures, which he thought was a great exercise. He also reported that the Metropolitan Chair is considering naming the boardroom after former MWD Chairman Phil Pace, a legend in the water industry.

Secretary Chavez shared his experience as a student representative taking classes on parliamentary procedures.

Vice President Fellow expressed his desire to get younger generation participate in water programs.

President Santana appreciated the significant rainfall we are experiencing.

#### **FUTURE AGENDA ITEMS**

None.

#### **ADJOURN TO CLOSED SESSION**

None.

**ADJOURNMENT**

President Santana asked if there was any other business to come before the Board. There being none, the meeting was adjourned to a regular meeting of the Board of Directors to be held on May 24, 2023, at 4:00 p.m., at 248 E. Foothill Blvd., Room #103, Monrovia, CA 91016.

---

ATTEST

\_\_\_\_\_  
PRESIDENT

\_\_\_\_\_  
SECRETARY

SEAL

DRAFT

Board of Directors  
Upper San Gabriel Valley Municipal Water District

**8.(b)**  
**List of Demands**

Submitted herewith for action by the Board of Directors of the Upper San Gabriel Valley Municipal Water District are the following demands on the District's General Fund Account at Citizens Business Bank:

21956	Aaron Read & Associates, LLC	Inv. 212673, State and Legislative Advocacy Services, March 2023 Inv. 212727, State and Legislative Advocacy Services, April 2023 <i>(Board approved 10/12/22)</i>	10,000.00 <u>10,000.00</u>	20,000.00
21957	Accent Computer Solutions, Inc	Inv. 157125, IT Management Support, April 2023 <i>(Board approved 02/09/22)</i>		2,781.36
21958	Active San Gabriel Valley	Inv. 09/21/23UD, Annual Party Sponsorship 2023		2,500.00
21959	ACWA/JPIA	Inv. 0699133, Health Insurance Premium - May 2023		26,098.45
21960	Aleshire & Wynder, LLP	Professional Services, March 2023 Inv. 74856, Retainer Inv. 74857, Transactional Fees Inv. 74858, Transactional Fees <i>(Board approved 04/13/22)</i>	4,267.00 39.40 <u>2,162.70</u>	6,469.10
21961	American Restore	Inv. 03/23/23CO, Final Payment, Stairwell Project		36,785.70
21962	Best Best & Krieger LLP	Inv. 960934, Federal Legislative Advocacy Services through 02/28/2023 <i>(Board approved 10/12/22)</i>		7,500.00
21963	City of Monrovia	Inv. 05/19/23UD, Sponsorship, Monrovia Days 2023		1,000.00
21964	Civic Publications, Inc.	Inv. 1780, Earth Day Section 2023 "Water Conservation a way of life"		4,987.00
21965	Education & Outreach Company	Inv. 23-214, Customized Education and Outreach Items		7,406.10
21966	Flintridge Center	Inv. 08/05/23UD, Community Resource Fair & Block Party Bronze Sponsorship		1,000.00
21967	G3LA, LLC	Inv. 1124, Garden Design Webinar - March 2023 <i>(Board approved 03/08/23)</i>		2,000.00
21968	Image Property Services, LLC	Inv. MCS-8378, Janitorial Services, April 2023		1,338.14
21969	Joey C. Soto	Inv. 2023-UD-GA-MAR-102, Grant Writing Services, March 2023 <i>(Board approved 08/04/15)</i>		1,070.00
21970	Kiwanis Club of Covina-South Hills	Inv. 05/20/23UD, Annual Pancake Breakfast Sponsorship		500.00
21971	La Opinion	Inv. 129490323, Water Conservation Ads, March 2023		1,750.00
21972	Means Consulting, LLC	Inv. USGV-5907, Strategic Planning and Facilitation Services		9,621.16
21973	Media Marketing Services, Inc.	Inv. USG W3123, Bottled Water Program		3,297.00
21974	Quality Logo Products	Inv. QSI-1017988, UD Logo Items Inv. QSI-1024305, UD Logo Items	4,561.62 <u>520.12</u>	5,081.74
21975	San Gabriel Valley Newspaper	Inv. 0000563619, Water Conservation Ads, March 2023		4,082.40
21976	Spectrum Reach/Charter	Inv. 260012923, Public Information, Feb-Mar 2023 Inv. 260012924, Public Information, Feb - Mar 2023	1,500.00 <u>1,756.40</u>	3,256.40
21977	Stetson Engineers, Inc.	Inv. 2533-203, General Engineering Support Services, February 2023 Inv. 2533-204, General Engineering Support Services, March 2023	11,517.88 <u>12,414.90</u>	23,932.78
21978	Sunny Slope Water	Inv. MAAEWCPMET126-013123, Emergency Water Conservation Program Project Inv. MAAEWCPMET126-021523, Emergency Water Conservation Program Project	1,164.00 <u>3,023.00</u>	4,187.00
21979	State Water Resources Control Board	Inv. 09803-23-11, Package 1 Annual State Revolving Fund Loan Repayment		527,409.19
21980	Upper District Payroll Fund	Inv. MAR 23, Reimbursement of Payroll and Payroll Taxes for Employees Inv. MAR 23D, Reimbursement of Payroll Taxes for Directors	129,679.66 <u>13,808.76</u>	143,488.42
21981	Upper District Revolving Fund	Inv. APR 23, Replenish Revolving Fund Account - April 2023 Office Supplies Computer Systems/Equipment/Maintenance/Insurance/ Outside Service Directors's Outreach Telephone/Utilities/Building Maintenance Workers Comp Water Conservation Program Expenses WRP Operation & Maintenance/Permits/Water Purchases/PM/Public Info Medical/ODA Reimbursement/Processing Fee/Retirement Plan/Overdeposit	1,954.35 1,535.48 400.00 3,064.85 2,313.43 1,266.74 22,167.51 <u>5,440.26</u>	38,142.62
21982	Urban Water Institute	Inv. 08/23/23UD, Annual Water Conference, Silver Sponsor		3,000.00

21983	U.S. Bank Corporate Payment System	CalCard Changes through 04/24/23 Membership/Other	160.00	
		Meetings, Travel, Conferences	7,379.34	
		Computer Systems/Office Equipment/Supplies/Maintenance & Service/Utilities	10,150.38	
		Conservation Program Expenses, Education and Outreach	<u>1,614.66</u>	19,304.38
21984	Via Promotionals	Inv. 11646, UD Logo Items		1,007.40
21985	WLC Architects	Inv. 000000000024, Building Renovation Reimbursable Expense (Board approved 06/13/22)		563.81
21986	World Journal LA, LLC	Inv. 3748761, Water Conservation Ads, March 2023		1,360.00
21987	Ed Chavez	Director's Compensation, April 2023 10 Days District Business	2,550.00	
		Meeting/Travel Expenses/Allowance	516.87	
		Less Deferred Comp.	(600.00)	
		Less Taxes Withheld	<u>(1,834.38)</u>	632.49
21988	Charles Treviño	Director's Compensation, April 2023 10 Days District Business	2,550.00	
		Meeting/Travel Expenses/Allowance	516.87	
		Less Deferred Comp.	(500.00)	
		Less Taxes Withheld	<u>(525.65)</u>	2,041.22
21989	Jennifer Santana	Director's Compensation, April 2023 8 Days District Business	2,040.00	
		Meeting/Travel Expenses/Allowance	516.87	
		Less Deferred Comp.	(500.00)	
		Less Taxes Withheld	<u>(260.56)</u>	1,796.31
			<b>TOTAL</b>	<b><u>\$ 915,390.17</u></b>

DRAFT



Board of Directors  
 Upper San Gabriel Valley Municipal Water District

Submitted herewith for action by the Board of Directors of the Upper San Gabriel Valley Municipal Water District are the following demands on the District's Water Fund Account at Citizens Business Bank:

1104	Central Basin MWD	Invoice No. USGV-MAR23, Purchase of 1.9 AF of Recycled Water in February 2023 <i>(Previously paid 05/05/23)</i>	\$	1,403.07
1105	City of Industry City Hall	Invoice No. MAR-23, Purchase of 15.4 AF of Recycled Water in March 2023		5,313.00
1106	City of Industry City Hall	Invoice No. MAR-23CIP, CIP Charge for MAR 2023 @ \$98 per AF		1,509.20
1107	Metropolitan Water District	Invoice No. 11099, Purchase of 288.4 AF of Treated Water in March 2023		362,847.49
1108	San Gabriel Valley MWD	Invoice No. 551, 94.77 AF of Water Delivered through the Alhambra/MWD Exchange Agreement in March 2023 @ \$200 per AF		18,954.00
1109	Suburban Water System	Invoice No. 6713, Phase IIB Operating Costs Mar 22 - Jan 2023	2,174.83	
		Invoice No. 6714REI, Phase IIB Normal Operating Charge, February 2023	1,776.16	
		Invoice No. 6718, Phase IIB Normal Operating Charge, April 2023	1,776.16	5,727.15
			<b>TOTAL</b>	<b>\$ 395,753.91</b>

DRAFT

UPPER SAN GABRIEL VALLEY MWD  
FINANCIAL SUMMARY FOR MARCH 31, 2023

Expenses	FY ACTUAL	FY ACTUAL	FY 2022-23	AMOUNT OF	PERCENT OF	Comments
	MONTH	YEAR-TO-DATE	BUDGET	BUDGET REMAINING	BUDGET REMAINING	
Administrative Expenses	\$ 112,656	\$ 1,534,085	\$ 2,530,400	\$ 996,315	39.4%	YTD expenses are consistent with budgeted amounts and include payment of annual contribution to CalPERS related to Upper District's unfunded accrued liability amounting to \$237K. Provision for election costs will be recorded at year end.
Water Conservation Program	71,157	1,189,791	2,024,900	835,109	41.2%	YTD expenses include about \$108K of FY 21/22 public outreach expenses. Program expenses are expected to end the year well below budgeted amounts.
Stormwater Program	3,392	30,528	40,700	10,172	25.0%	YTD actuals are consistent with budgeted numbers.
Water Recycling Program	61,417	1,420,785	1,878,900	458,115	24.4%	YTD amounts include payment for FY 21/22 operations and maintenance expenses and recycled water purchases from LA County Sanitation District totaling \$289K.
Water Quality and Supply Program	44,255	413,967	599,900	185,933	31.0%	YTD actuals are consistent with budgeted numbers.
Water Purchases	1,461,952	40,026,144	30,917,600	(9,108,544)	-29.5%	As of March 31st, Upper District has delivered about 3,100 AF of treated water and 40,600 AF of untreated water. Total untreated water purchases is about 10,600 AF more than budgeted numbers.
Operating Expenses	1,754,829	44,615,300	37,992,400	(6,622,900)	-17.4%	
Operating Revenue	1,602,779	47,720,906	38,202,200	(9,518,706)	-24.9%	As of March 31st, total untreated water sales is about 10,600 AF more than budgeted numbers.
Net Reserve Activity from Operations (-/+)	(152,050)	3,105,606	209,800	n/a	n/a	
Capital Expenditures	121,606	1,927,212	772,000	(1,155,212)	-149.6%	YTD expenses include new office building renovation expenses carried over from prior year.
Capital Program Revenue	-	-	-	-	0.0%	
Net Change in Cash Due to Capital Outlays	(121,606)	(1,927,212)	(772,000)	n/a	n/a	
Total Change in Fund Balances	\$ (273,656)	\$ 1,178,394	\$ (562,200)	n/a	n/a	

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON  
FOR THE MONTH ENDED MARCH 31, 2023

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
<b>ADMINISTRATIVE AND OPERATING REVENUES</b>					
<u>Water Rate Revenues</u>					
Tier 1 Treated	617,358	4,715,370	3,520,500	(1,194,870)	-34%
Tier 1 Untreated	-	32,632,045	23,970,000	(8,662,045)	-36%
Upper Surcharge Tier 1 Treated	20,139	381,025	309,000	(72,025)	-23%
Upper Surcharge Tier 1 Untreated	-	3,359,534	3,090,000	(269,534)	-9%
MWD Capacity Charge Revenue	41,605	268,860	349,800	80,940	23%
Gross MWD Standby Charge-Revenue Reconciliation	743,109	2,229,327	1,894,000	(335,327)	-18%
MSGB Watermaster-Ready-to-Serve	6,300	56,700	75,600	18,900	25%
<b>Sub Total</b>	<b>1,428,511</b>	<b>43,642,861</b>	<b>33,208,900</b>	<b>(10,433,961)</b>	<b>-31%</b>
<u>Revolving Revenue</u>					
MSGB Watermaster-SG River Watermaster	-	98,500	105,000	6,500	6%
<b>Sub Total</b>	<b>-</b>	<b>98,500</b>	<b>105,000</b>	<b>6,500</b>	<b>6%</b>
<u>Other Administrative Revenues</u>					
Interest/Investment Earnings	51,074	141,795	35,400	(106,395)	-301%
Taxes	3,225	475,636	500,000	24,364	5%
Other Income (Loss)	3,993	11,237	24,000	12,763	53%
<b>Sub Total</b>	<b>58,292</b>	<b>628,668</b>	<b>559,400</b>	<b>(69,268)</b>	<b>-12%</b>
<b>TOTAL ADMINISTRATIVE REVENUES</b>	<b>1,486,803</b>	<b>44,370,029</b>	<b>33,873,300</b>	<b>(10,496,729)</b>	<b>-31%</b>
<b>CAPITAL PROJECT FUND REVENUES</b>					
<u>Recycled Water Revenues</u>					
Recycled Water Sales	5,609	325,032	465,000	139,968	30%
Upper Recycled Water Surcharge Revenue	23,238	1,236,880	1,098,000	(138,880)	-13%
Metropolitan Water District LRP Funds	3,321	120,764	106,000	(14,764)	-14%
Parcel/Standby Charge	-	1,304,389	2,050,000	745,611	36%
Prop 84 Passthrough Grant	-	7,155	-	(7,155)	0%
Interest/Investment Earnings	4,499	12,750	6,000	(6,750)	-113%
<b>Sub Total</b>	<b>36,667</b>	<b>3,006,970</b>	<b>3,725,000</b>	<b>718,030</b>	<b>19%</b>
<u>Capital Program Revenues</u>					
Grants - Other	-	-	-	-	0%
<b>Sub Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0%</b>
<u>Water Conservation Revenues</u>					
Conservation Program Contributions	70,329	318,944	570,000	251,056	44%
<b>Sub Total</b>	<b>70,329</b>	<b>318,944</b>	<b>570,000</b>	<b>251,056</b>	<b>44%</b>
<b>TOTAL CAPITAL PROJECT FUND REVENUES</b>	<b>106,996</b>	<b>3,325,914</b>	<b>4,295,000</b>	<b>969,086</b>	<b>23%</b>
<b>OTHER FUND REVENUES</b>					
<u>Water Quality and Supply Program Revenues</u>					
Interest/Investment Earnings	6,951	18,787	31,600	12,813	41%
<b>Sub Total</b>	<b>6,951</b>	<b>18,787</b>	<b>31,600</b>	<b>12,813</b>	<b>41%</b>
<u>Rate Stabilization Fund Revenues</u>					
Interest/Investment Earnings	2,029	6,176	2,300	(3,876)	-169%
<b>Sub Total</b>	<b>2,029</b>	<b>6,176</b>	<b>2,300</b>	<b>(3,876)</b>	<b>-169%</b>
<b>TOTAL OTHER FUND REVENUES</b>	<b>8,980</b>	<b>24,963</b>	<b>33,900</b>	<b>8,937</b>	<b>26%</b>
<b>TOTAL REVENUES</b>	<b>1,602,779</b>	<b>47,720,906</b>	<b>38,202,200</b>	<b>(9,518,706)</b>	<b>-25%</b>

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON  
FOR THE MONTH ENDED MARCH 31, 2023

Page 2

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
<b>ADMINISTRATIVE AND OPERATING EXPENSES</b>					
<b>Personnel Expenses</b>					
Employee Salaries	109,279	992,979	1,416,000	423,021	30%
Employee Benefits	16,191	177,377	278,000	100,623	36%
Retired Employee Benefits	5,781	67,728	100,000	32,272	32%
Employee Travel/Conference	5,670	23,850	50,000	26,150	52%
<b>Sub Total</b>	<b>136,921</b>	<b>1,261,934</b>	<b>1,844,000</b>	<b>582,066</b>	<b>32%</b>
<b>Director Expenses</b>					
Director Compensation	13,797	126,767	216,000	89,233	41%
Director Benefits	9,897	101,774	170,000	68,226	40%
Retired Director Benefits	1,214	11,527	32,000	20,473	64%
Director Public Outreach	2,136	10,949	25,000	14,051	56%
Director Travel/Conference	4,910	24,506	50,000	25,494	51%
<b>Sub Total</b>	<b>31,954</b>	<b>275,523</b>	<b>493,000</b>	<b>217,477</b>	<b>44%</b>
<b>Pension Expense</b>					
CalPERS-Employees, Directors, Retirees	14,558	348,895	450,000	101,105	22%
<b>Sub Total</b>	<b>14,558</b>	<b>348,895</b>	<b>450,000</b>	<b>101,105</b>	<b>22%</b>
<b>Office Expenses</b>					
Office Supplies/Equipment	6,081	57,698	40,000	(17,698)	-44%
Equipment Operations & Maintenance	296	12,250	26,000	13,750	53%
Computer Systems	3,495	35,786	60,000	24,214	40%
Dues and Assessments	-	13,816	75,000	61,184	82%
Meeting Expense	910	8,159	35,000	26,841	77%
<b>Sub Total</b>	<b>10,782</b>	<b>127,709</b>	<b>236,000</b>	<b>108,291</b>	<b>46%</b>
<b>Facility Expenses</b>					
Building Maintenance	2,022	35,730	45,000	9,270	21%
Liability/Property Insurance	-	60,454	65,000	4,546	7%
Office Lease	-	83,004	21,000	(62,004)	-295%
Telephone/Utilities	3,369	21,483	55,000	33,517	61%
<b>Sub Total</b>	<b>5,391</b>	<b>200,671</b>	<b>186,000</b>	<b>(14,671)</b>	<b>-8%</b>
<b>Professional Services</b>					
Legal/Financial	8,486	65,226	105,000	39,774	38%
Engineering	3,355	85,082	120,000	34,918	29%
Auditor	-	29,300	30,000	700	2%
Outside Services	1,551	42,823	55,000	12,177	22%
Public Information/Outreach	-	-	3,500	3,500	100%
<b>Sub Total</b>	<b>13,392</b>	<b>222,431</b>	<b>313,500</b>	<b>91,069</b>	<b>29%</b>
<b>Other Expenses</b>					
Election Costs	-	-	212,000	212,000	100%
<b>Sub Total</b>	<b>-</b>	<b>-</b>	<b>212,000</b>	<b>212,000</b>	<b>100%</b>
<b>Allocation to Projects and Programs</b>					
Salaries/Overhead Allocated to Projects	(100,342)	(903,078)	(1,204,100)	(301,022)	25%
<b>Sub Total</b>	<b>(100,342)</b>	<b>(903,078)</b>	<b>(1,204,100)</b>	<b>(301,022)</b>	<b>25%</b>
<b>TOTAL</b>	<b>112,656</b>	<b>1,534,085</b>	<b>2,530,400</b>	<b>996,315</b>	<b>39%</b>
<b>Water Purchases</b>					
Tier 1 Treated	310,165	4,423,965	3,520,500	(903,465)	-26%
Tier 1 Untreated	-	32,345,642	23,970,000	(8,375,642)	-35%
MWD Capacity Charge	85,860	263,370	349,800	86,430	25%
MWD Ready-to-Serve Charge	1,065,927	2,894,667	2,972,300	77,633	3%
<b>Sub Total</b>	<b>1,461,952</b>	<b>39,927,644</b>	<b>30,812,600</b>	<b>(9,115,044)</b>	<b>-30%</b>
<b>Revolving Expenses</b>					
San Gabriel River Watermaster	-	98,500	105,000	6,500	6%
<b>Sub Total</b>	<b>-</b>	<b>98,500</b>	<b>105,000</b>	<b>6,500</b>	<b>6%</b>
<b>TOTAL</b>	<b>1,461,952</b>	<b>40,026,144</b>	<b>30,917,600</b>	<b>(9,108,544)</b>	<b>-29%</b>
<b>TOTAL ADMINISTRATIVE EXPENSES</b>	<b>1,574,608</b>	<b>41,560,229</b>	<b>33,448,000</b>	<b>(8,112,229)</b>	<b>-24%</b>

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON  
FOR THE MONTH ENDED MARCH 31, 2023**

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
<b>RECYCLED WATER PROGRAM EXPENSES</b>					
					25% @3-31-23
Water Purchases-Recycled Water	914	504,815	465,000	(39,815)	-9%
SWRCB Loan Repayment	-	188,281	791,000	602,719	76%
Salaries and Overhead Allocation	5,175	46,575	62,100	15,525	25%
Standby Charge Development/Implementation	-	3,210	18,200	14,990	82%
Engineering - General	-	4,475	45,000	40,525	90%
Lobbyist	7,500	67,500	90,000	22,500	25%
Legal and Financial	-	-	3,000	3,000	100%
Public Information	-	1,433	5,000	3,567	71%
Operation and Maintenance Phase I/IIA	17,971	279,717	273,000	(6,717)	-2%
Operation and Maintenance Phase IIB	29,857	100,709	126,600	25,891	20%
<b>Sub Total</b>	<b>61,417</b>	<b>1,420,785</b>	<b>1,878,900</b>	<b>458,115</b>	<b>24%</b>
<b>TOTAL RECYCLED WATER EXPENSES</b>					
	<b>61,417</b>	<b>1,420,785</b>	<b>1,878,900</b>	<b>458,115</b>	<b>24%</b>
<b>CAPITAL PROGRAM EXPENSES</b>					
<b>San Gabriel Valley Water Recycling Project</b>					
Direct Reuse Program	-	-	105,000	105,000	100%
Engineering - Other Project	-	-	-	-	0%
Indirect Reuse Replenishment Project	-	1,000	-	(1,000)	-
USG Connections	-	-	30,000	30,000	100%
Legal and Financial	-	-	2,000	2,000	100%
<b>Sub Total</b>	<b>-</b>	<b>1,000</b>	<b>137,000</b>	<b>136,000</b>	<b>99%</b>
<b>Other Capital Program Expenses</b>					
District Headquarters	121,606	1,926,212	635,000	(1,291,212)	-203%
<b>Sub Total</b>	<b>121,606</b>	<b>1,926,212</b>	<b>635,000</b>	<b>(1,291,212)</b>	<b>-203%</b>
<b>TOTAL CAPITAL PROGRAM EXPENSES</b>					
	<b>121,606</b>	<b>1,927,212</b>	<b>772,000</b>	<b>(1,155,212)</b>	<b>-150%</b>
<b>STORMWATER PROGRAM EXPENSES</b>					
<b>Stormwater Program</b>					
Salaries and Overhead Allocation	3,392	30,528	40,700	10,172	25%
<b>Sub Total</b>	<b>3,392</b>	<b>30,528</b>	<b>40,700</b>	<b>10,172</b>	<b>25%</b>
<b>TOTAL STORMWATER EXPENSES</b>					
	<b>3,392</b>	<b>30,528</b>	<b>40,700</b>	<b>10,172</b>	<b>25%</b>

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON  
FOR THE MONTH ENDED MARCH 31, 2023

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
<b>WATER CONSERVATION PROGRAM EXPENSES</b>					
25% @3-31-23					
<b>WATER USE EFFICIENCY</b>					
<u>Residential Programs</u>					
Member Agency Administered Programs	-	10,997	200,000	189,003	95%
Regional Rebate Program	9,919	43,119	20,000	(23,119)	-116%
<b>Sub Total</b>	<b>9,919</b>	<b>54,116</b>	<b>220,000</b>	<b>165,884</b>	<b>75%</b>
<u>Commercial/Industrial/Institution Programs</u>					
Member Agency Administered Programs	-	21,300	330,000	308,700	94%
Regional Rebate Program	-	-	20,000	20,000	100%
<b>Sub Total</b>	<b>-</b>	<b>21,300</b>	<b>350,000</b>	<b>328,700</b>	<b>94%</b>
<u>Allocation to Conservation Programs</u>					
Salaries & Overhead	19,942	179,478	239,300	59,822	25%
<b>Sub Total</b>	<b>19,942</b>	<b>179,478</b>	<b>239,300</b>	<b>59,822</b>	<b>25%</b>
<b>TOTAL WATER USE EFFICIENCY EXPENSES</b>	<b>29,861</b>	<b>254,894</b>	<b>809,300</b>	<b>554,406</b>	<b>69%</b>
<b>EDUCATION &amp; COMMUNITY OUTREACH</b>					
<u>Watershed Programs</u>					
Natural Vegetation Restoration Program	-	-	20,000	20,000	100%
<b>Sub Total</b>	<b>-</b>	<b>-</b>	<b>20,000</b>	<b>20,000</b>	<b>100%</b>
<u>Educational Programs</u>					
Water Awareness Youth Art Contests	-	5,349	11,000	5,651	51%
Educational Activities	-	32,143	100,000	67,857	68%
Solar Cup	-	-	10,000	10,000	100%
Memberships	-	109,749	130,000	20,251	16%
Educational Materials/Grant Program	-	23,507	55,000	31,493	57%
Educational Outreach Programs/Events	-	129,334	130,000	666	1%
<b>Sub Total</b>	<b>-</b>	<b>300,082</b>	<b>436,000</b>	<b>135,918</b>	<b>31%</b>
<u>Outreach and Information Programs</u>					
Public Workshops/Seminars	-	13,000	35,000	22,000	63%
Conservation Devices/Items	717	21,625	40,000	18,375	46%
Bottled Water Program	700	12,554	15,500	2,946	19%
Community/Industry Sponsorships	-	20,450	35,000	14,550	42%
Displays/Fairs/Presentations	-	1,559	2,500	941	38%
Conferences/Meetings	1,166	6,852	6,500	(352)	-5%
Public Information	1,878	172,497	80,000	(92,497)	-116%
Technical Assistance	(2,030)	34,874	70,000	35,126	50%
Legal/Financial	107	2,582	10,000	7,418	74%
<b>Sub Total</b>	<b>2,538</b>	<b>285,993</b>	<b>294,500</b>	<b>8,507</b>	<b>3%</b>
<u>Allocation to Conservation Programs</u>					
Salaries & Overhead	38,758	348,822	465,100	116,278	25%
<b>Sub Total</b>	<b>38,758</b>	<b>348,822</b>	<b>465,100</b>	<b>116,278</b>	<b>25%</b>
<b>TOTAL EDUCATION &amp; COMMUNITY OUTREACH EXPENSES</b>	<b>41,296</b>	<b>934,897</b>	<b>1,215,600</b>	<b>280,703</b>	<b>23%</b>
<b>TOTAL WATER CONSERVATION EXPENSES</b>	<b>71,157</b>	<b>1,189,791</b>	<b>2,024,900</b>	<b>835,109</b>	<b>41%</b>
<b>WATER QUALITY AND SUPPLY PROGRAM EXPENSES</b>					
<u>Policy 9-00-8 Groundwater Remediation Projects</u>					
Engineering for Water Supply Projects	993	20,349	42,000	21,651	52%
Legislative Consultant	10,000	90,214	130,000	39,786	31%
Outside Services	-	-	10,000	10,000	100%
<b>Sub Total</b>	<b>10,993</b>	<b>110,563</b>	<b>182,000</b>	<b>71,437</b>	<b>39%</b>
<u>Other Expenses</u>					
Integrated Resources Plan	-	-	10,000	10,000	100%
Water Supply Reliability Plan/Emergency Preparedness	-	-	5,000	5,000	100%
Legal and Financial	187	5,729	6,000	271	5%
Salaries and Overhead Allocation	33,075	297,675	396,900	99,225	25%
<b>Sub Total</b>	<b>33,262</b>	<b>303,404</b>	<b>417,900</b>	<b>114,496</b>	<b>27%</b>
<b>TOTAL WATER QUALITY AND SUPPLY EXPENSES</b>	<b>44,255</b>	<b>413,967</b>	<b>599,900</b>	<b>185,933</b>	<b>31%</b>
<b>TOTAL EXPENSES</b>	<b>1,876,435</b>	<b>46,542,512</b>	<b>38,764,400</b>	<b>(7,778,112)</b>	<b>-20%</b>

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
SUMMARY OF CASH AND INVESTMENTS  
March 31, 2023**

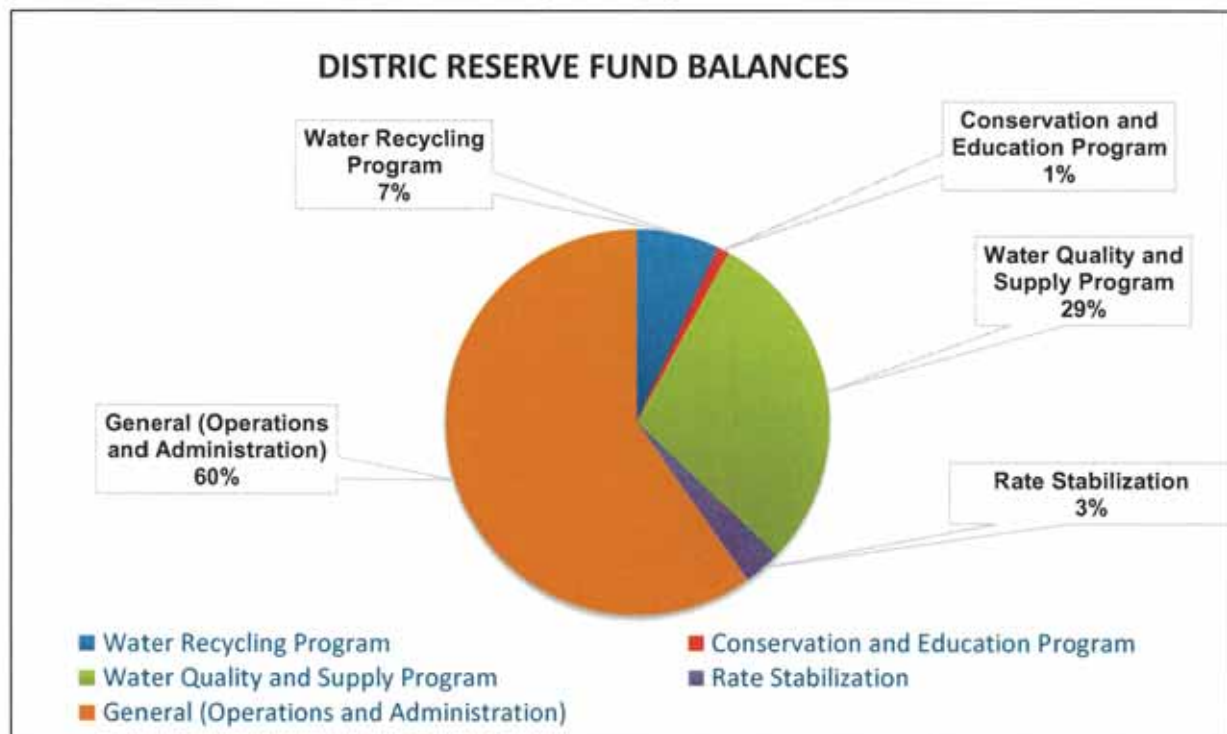
**CASH AND INVESTMENT BALANCES**

		<u>Amount (\$)</u>
<b>Cash Account Balances</b>		
General Fund-Checking	\$	498,828.06
Water Fund-Checking		546,140.64
Revolving Fund		37,634.93
Revolving Payroll Fund		214,108.47
Total Cash Account Balances	\$	<u>1,296,712.10</u>
<b>Investment Account Balances</b>		
Local Agency Investment Fund	\$	13,097,849.60
Other Investments		5,580,667.22
Total Investment Account Balances	\$	<u>18,678,516.82</u>
<b>Total Cash and Investment Balances</b>	<b>\$</b>	<b><u>19,975,228.92</u></b>

**DISTRICT FUND BALANCES**

<b>Capital Program Fund:</b>		
Water Recycling Program	\$	1,386,564.00
Conservation and Education Program		197,014.00
Water Quality and Supply Program		5,819,054.00
Sub Total		<u>7,402,632.00</u>
Rate Stabilization Fund		638,541.00
General Fund (Operations and Administration)		11,934,055.92
<b>Total Fund Balances</b>	<b>\$</b>	<b><u>19,975,228.92</u></b>

**MANAGEMENT STATEMENT:** It is the opinion of management that all fund balances are in compliance with all applicable statutes and the current investment policy of the District. It is also the opinion of management that projected cash flow liquidity is adequate to meet the next six months of expected obligations of the District.





**Board of Directors:**  
 Anthony R. Fellow, Ph.D.,  
 Division 1  
 Charles M. Treviño,  
 Division 2  
 Ed Chavez,  
 Division 3  
 Katarina Garcia,  
 Division 4  
 Jennifer Santana,  
 Division 5

**DATE:** April 30, 2023  
**TO:** Board of Directors  
**FROM:** District Treasurer Katarina Garcia  
**SUBJECT:** Quarterly Report Regarding District Investments

The Board of Directors of the Upper San Gabriel Valley Municipal Water District (Upper District) has adopted a policy regarding the investment of Upper District funds. The policy established specific guidelines for District investment activity, delegated investment responsibility and authority to the General Manager and set forth requirements for the Treasurer of the Board to oversee all Upper District investment transactions and make regular reports to the Board regarding Upper District investments. This letter is the Treasurer's Report of Upper District investment activity for the quarter ended March 31, 2023.

As of March 31, 2023, Upper District had \$13,097,849.60 invested in the State of California's Local Agency Investment Fund (LAIF), which earned 2.74% during the quarter.

Upper District investments managed by Chandler Asset Management has a total market value of \$5,120,971.87 as of March 31, 2023. Details are as follows:

<u>Security Type</u>	<u>Cost/Book Value</u>	<u>Market Value</u>
Agency	\$ 1,868,766.97	\$ 1,845,411.49
Money Market Fund	117,021.66	117,021.66
U.S. Corporate	538,074.22	531,570.41
U.S. Treasury	2,554,677.37	2,477,731.27
Supranational	149,610.46	149,237.04
<b>Totals</b>	<b>\$ 5,228,150.68</b>	<b>\$ 5,120,971.87</b>

Upper District investments through Great Pacific Securities has a total market value of \$459,695.35 as of quarter end. Details are as follows:

<u>Security Type</u>	<u>Cost/Book Value</u>	<u>Market Value</u>
Cash Balance	1,895.05	1,895.05
U.S. Treasury	499,379.70	457,800.30
<b>Totals</b>	<b>\$ 501,274.75</b>	<b>\$ 459,695.35</b>

To the best of my knowledge, as Treasurer of the Upper District, this report is an accurate representation of Upper District investments and these investments comply with Upper District's investment policy and applicable statutes. Detailed information regarding all Upper District investments is attached with this memorandum for your review.

//Attachments



California State Treasurer  
**Fiona Ma, CPA**



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

April 03, 2023

[LAIF Home](#)  
[PMIA Average Monthly Yields](#)

---

UPPER SAN GABRIEL VALLEY MUNICIPAL  
WATER DISTRICT  
GENERAL MANAGER  
248 E. FOOTHILL BLVD, SUITE 200  
MONROVIA, CA 91016

[Tran Type Definitions](#)

**Account Number:** 90-19-021

March 2023 Statement

**Account Summary**

Total Deposit:	0.00	Beginning Balance:	13,097,849.60
Total Withdrawal:	0.00	Ending Balance:	13,097,849.60



# PMIA/LAIF Performance Report as of 04/19/23



## PMIA Average Monthly Effective Yields<sup>(1)</sup>

March	2.831
February	2.624
January	2.425

## Quarterly Performance Quarter Ended 03/31/23

LAIF Apportionment Rate <sup>(2)</sup> :	2.74
LAIF Earnings Ratio <sup>(2)</sup> :	0.00007493902135155
LAIF Fair Value Factor <sup>(1)</sup> :	0.986510329
PMIA Daily <sup>(1)</sup> :	2.87
PMIA Quarter to Date <sup>(1)</sup> :	2.63
PMIA Average Life <sup>(1)</sup> :	275

## Pooled Money Investment Account Monthly Portfolio Composition <sup>(1)</sup> 03/31/23 \$191.2 billion

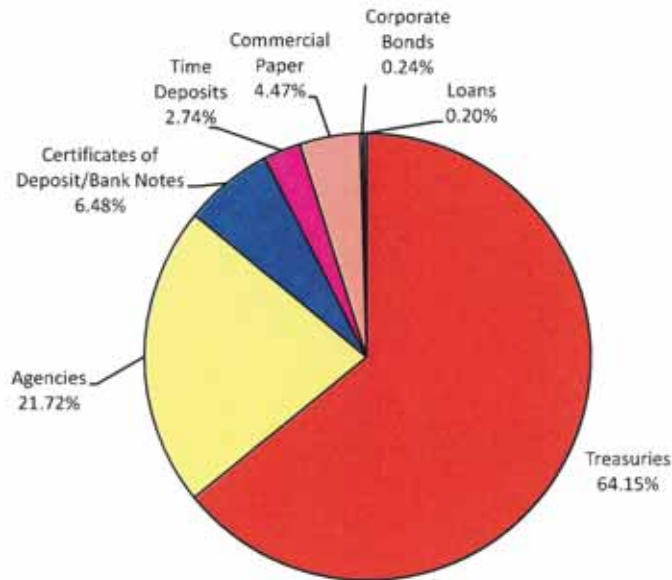


Chart does not include \$3,085,000.00 in mortgages, which equates to 0.002%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

Source:

<sup>(1)</sup> State of California, Office of the Treasurer

<sup>(2)</sup> State of California, Office of the Controller



**State of California**  
**Pooled Money Investment Account**  
**Market Valuation**  
**3/31/2023**

Description	Carrying Cost Plus Accrued Interest Purch.	Amortized Cost	Fair Value	Accrued Interest
United States Treasury:				
Bills	\$ 29,418,545,599.25	\$ 29,779,495,353.47	\$ 29,757,207,000.00	NA
Notes	\$ 93,242,224,235.91	\$ 93,212,620,838.86	\$ 90,945,077,500.00	\$ 288,849,618.00
Federal Agency:				
SBA	\$ 322,209,737.47	\$ 322,209,737.47	\$ 321,868,141.12	\$ 1,291,571.96
MBS-REMICs	\$ 3,084,994.85	\$ 3,084,994.85	\$ 3,058,806.67	\$ 13,760.19
Debentures	\$ 10,349,812,980.86	\$ 10,349,583,675.33	\$ 10,206,571,800.00	\$ 45,703,340.00
Debentures FR	\$ -	\$ -	\$ -	\$ -
Debentures CL	\$ 2,550,000,000.00	\$ 2,550,000,000.00	\$ 2,495,849,500.00	\$ 25,411,824.00
Discount Notes	\$ 25,242,636,340.20	\$ 25,554,072,104.18	\$ 25,548,182,500.00	NA
Supranational Debentures				
Supranational Debentures FR	\$ -	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ -	\$ -	\$ -	\$ -
Bank Notes	\$ 200,000,000.00	\$ 200,000,000.00	\$ 200,045,234.42	\$ 2,003,194.45
CDs and YCDs	\$ 12,200,000,000.00	\$ 12,200,000,000.00	\$ 12,194,072,815.39	\$ 141,674,375.01
Commercial Paper	\$ 8,539,926,819.43	\$ 8,629,619,069.50	\$ 8,625,697,222.20	NA
Corporate:				
Bonds FR	\$ -	\$ -	\$ -	\$ -
Bonds	\$ 454,676,266.87	\$ 454,676,266.87	\$ 432,355,270.00	\$ 3,364,631.80
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 5,237,000,000.00	\$ 5,237,000,000.00	\$ 5,237,000,000.00	NA
PMIA & GF Loans	\$ 376,839,000.00	\$ 376,839,000.00	\$ 376,839,000.00	NA
<b>TOTAL</b>	<b>\$ 191,211,150,513.42</b>	<b>\$ 191,943,395,579.11</b>	<b>\$ 189,354,142,289.80</b>	<b>\$ 519,514,218.41</b>

Fair Value Including Accrued Interest

\$ 189,873,656,508.21

Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost (0.986510329). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$19,730,206.58 or \$20,000,000.00 x 0.986510329.



## PAR VALUES MATURING BY DATE AND TYPE

### Maturities in Millions of Dollars<sup>1</sup>

ITEM	1 day to 30 days	31 days to 60 days	61 days to 90 days	91 days to 120 days	121 days to 150 days	151 days to 180 days	181 days to 210 days	211 days to 270 days	271 days to 1 year	1 year to 2 years	2 years to 3 years	3 years to 4 years	4 years to 5 year/out	Total	Weight (% of Total)
TREASURY	\$ 5,200	\$ 8,750	\$ 8,400	\$ 10,450	\$ 6,750	\$ 7,050	\$ 6,350	\$ 9,300	\$ 14,350	\$ 37,750	\$ 8,600	\$ -	\$ 500	\$ 123,450	63.92%
AGENCY <sup>2</sup>	\$ 8,121	\$ 6,610	\$ 3,200	\$ 4,425	\$ 2,600	\$ 2,390	\$ 2,550	\$ 2,250	\$ 3,000	\$ 3,363	\$ 3,425	\$ 850	\$ 100	\$ 42,884	22.21%
CDs + BNs	\$ 4,950	\$ 1,300	\$ 850	\$ 1,700	\$ 1,000	\$ 1,200	\$ 1,100	\$ 300						\$ 12,400	6.42%
CP	\$ 3,750	\$ 1,350	\$ 1,300	\$ 1,250	\$ 300	\$ 350	\$ 300	\$ 100						\$ 8,700	4.50%
TDs	\$ 1,012	\$ 894	\$ 1,125	\$ 794	\$ 319	\$ 1,044	\$ 50							\$ 5,237	2.71%
CORP BND	\$ 25			\$ 25					\$ 35	\$ 99	\$ 108	\$ 109	\$ 50	\$ 451	0.23%
REPO														\$ -	0.00%
BAs														\$ -	0.00%
<b>TOTAL</b>	<b>\$ 23,057</b>	<b>\$ 18,904</b>	<b>\$ 14,875</b>	<b>\$ 18,644</b>	<b>\$ 10,969</b>	<b>\$ 12,034</b>	<b>\$ 10,350</b>	<b>\$ 11,950</b>	<b>\$ 17,385</b>	<b>\$ 41,212</b>	<b>\$ 12,133</b>	<b>\$ 959</b>	<b>\$ 650</b>	<b>\$ 193,122</b>	<b>100.00%</b>
<b>Percent</b>	<b>11.94%</b>	<b>9.79%</b>	<b>7.70%</b>	<b>9.65%</b>	<b>5.68%</b>	<b>6.23%</b>	<b>5.36%</b>	<b>6.19%</b>	<b>9.00%</b>	<b>21.34%</b>	<b>6.28%</b>	<b>0.50%</b>	<b>0.34%</b>		
<b>Cumulative %</b>	<b>11.94%</b>	<b>21.73%</b>	<b>29.43%</b>	<b>39.08%</b>	<b>44.76%</b>	<b>51.00%</b>	<b>56.35%</b>	<b>62.54%</b>	<b>71.54%</b>	<b>92.88%</b>	<b>99.17%</b>	<b>99.66%</b>	<b>100.00%</b>		

<sup>1</sup> Figures are rounded to the nearest million. Percentages may be off due to rounding. Totals do not include PMIA and General Fund loans.

<sup>2</sup> SBA Floating Rate Securities are represented at coupon change date. Mortgages are represented at current book value.



# Upper San Gabriel Valley Municipal Water District - Account #10214

## MONTHLY ACCOUNT STATEMENT

MARCH 1, 2023 THROUGH MARCH 31, 2023

### Chandler Team:

For questions about your account, please call (800) 317-4747,  
or contact [operations@chandlerasset.com](mailto:operations@chandlerasset.com)

### Custodian

US Bank  
Alexander Bazan  
(503) 402-5305

**CHANDLER ASSET MANAGEMENT**  
[chandlerasset.com](http://chandlerasset.com)

*Information contained herein is confidential. We urge you to compare this statement to the one you receive from your qualified custodian. Please see Important Disclosures.*



**PORTFOLIO CHARACTERISTICS**

Average Modified Duration	1.24
Average Coupon	1.66%
Average Purchase YTM	1.80%
Average Market YTM	4.43%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	1.30 yrs
Average Life	1.30 yrs

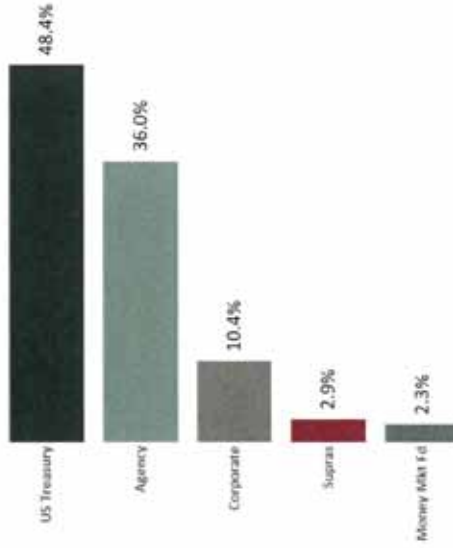
**ACCOUNT SUMMARY**

	Beg. Values as of 2/28/23	End Values as of 3/31/23
Market Value	5,042,289	5,099,670
Accrued Interest	22,890	21,302
<b>Total Market Value</b>	<b>5,065,180</b>	<b>5,120,972</b>
Income Earned	6,782	7,391
Cont/WD		-536
Par	5,230,503	5,236,022
Book Value	5,219,707	5,228,151
Cost Value	5,222,521	5,222,618

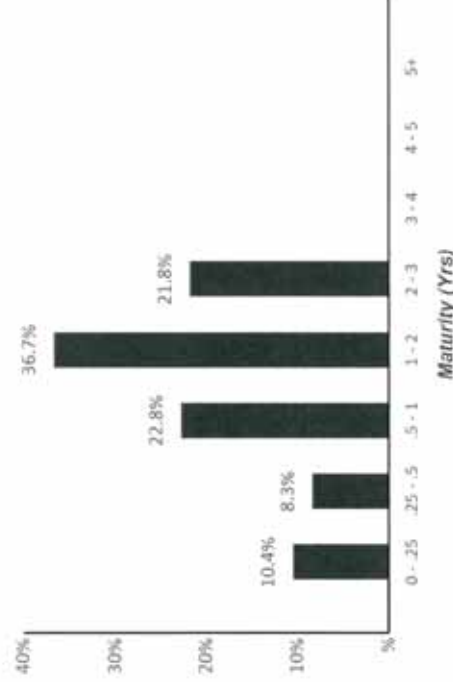
**TOP ISSUERS**

Government of United States	48.4%
Federal Farm Credit Bank	12.8%
Federal Home Loan Mortgage Corp	11.3%
Federal Home Loan Bank	8.5%
Federal National Mortgage Assoc	3.4%
Inter-American Dev Bank	2.9%
First American Govt Oblig Fund	2.3%
Wal-Mart Stores	1.3%
<b>Total</b>	<b>90.9%</b>

**SECTOR ALLOCATION**



**MATURITY DISTRIBUTION**



**CREDIT QUALITY (S&P)**



**PERFORMANCE REVIEW**

**TOTAL RATE OF RETURN**

Upper San Gabriel Valley Municipal Water District	1.11%	1.33%	1.33%	0.79%	-0.57%	1.31%	N/A	1.00%
ICE BofA 0-3 Yr US Treasury Index*	1.24%	1.42%	1.42%	0.82%	-0.62%	1.25%	N/A	0.92%

**Annualized**

	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	5/31/2014
Upper San Gabriel Valley Municipal Water District	1.11%	1.33%	1.33%	0.79%	-0.57%	-0.14%	1.31%	N/A	1.00%
ICE BofA 0-3 Yr US Treasury Index*	1.24%	1.42%	1.42%	0.82%	-0.62%	-0.34%	1.25%	N/A	0.92%

\*ICE BofA 1-3 Yr US Treasury & Agency Index to 3/31/19

# Statement of Compliance

As of March 31, 2023



## Upper San Gabriel Valley Municipal Water District

Assets managed by Chandler Asset Management are in full compliance with state law and with the District's investment policy.

Category	Standard	Comment
U.S. Treasuries	No limitation; 5 year max maturity	Complies
Federal Agencies	60% max for Federal Agency obligations that do not have a guarantee by the U.S. Government; No limitation for Federal Agencies guaranteed by the U.S. Government; 5 year maximum maturity	Complies
Supranational Obligations	"AA" rating category or higher by a NRSRO; 30% max; 10% max per issuer; USD denominated senior unsecured unsubordinated obligations; issued or unconditionally guaranteed by IBRD, IFC, or IADB	Complies
Corporate Notes and Bonds	"A" rating category or better by a NRSRO for maturities 2 years or less; "AA" rated or better by a NRSRO for maturities greater than 2 years; 30% max; 5% max per issuer; Corporations organized and operating within the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S.; 5 years max maturity	Complies
Negotiable Certificates of Deposit	"F1" or higher rating by Fitch; 1 year maximum maturity; Credit requirements may be waived for any time deposit that is FDIC insured	Complies
Certificates of Deposit/ Time Deposits	"F1" or higher rating by Fitch; 1 year max maturity; Credit requirements may be waived for any time deposit that is FDIC insured	Complies
Local Agency Investment Fund (LAIF)	Maximum amount permitted by State Treasury policy	Complies
Local Government Investment Pools		Complies
Money Market Mutual Funds	Registered with SEC under Investment Company Act of 1940, provided that Funds meet either of the following criteria: (i) Highest rating by two NRSROs; or (ii) Retained an investment adviser registered or exempt from SEC registration with > 5 years experience managing money market mutual funds with AUM >\$500 million; 20% max in Money Market Funds	Complies
Maximum Maturity	5 years	Complies



BOOK VALUE RECONCILIATION		CASH TRANSACTION SUMMARY	
BEGINNING BOOK VALUE		BEGINNING BALANCE	\$16,503.14
<b>Acquisition</b>		<b>Acquisition</b>	
+ Security Purchases	\$202,268.00	Contributions	\$75.18
+ Money Market Fund Purchases	\$304,073.25	Security Sale Proceeds	\$0.00
+ Money Market Contributions	\$75.18	Accrued Interest Received	\$0.00
+ Security Contributions	\$0.00	Interest Received	\$8,933.13
+ Security Transfers	\$0.00	Dividend Received	\$140.12
<b>Total Acquisitions</b>	<b>\$506,416.43</b>	Principal on Maturities	\$295,000.00
<b>Dispositions</b>		Interest on Maturities	\$0.00
- Security Sales	\$0.00	Calls/Redemption (Principal)	\$0.00
- Money Market Fund Sales	\$203,018.35	Interest from Calls/Redemption	\$0.00
- MMF Withdrawals	\$611.56	Principal Paydown	\$0.00
- Security Withdrawals	\$0.00	<b>Total Acquisitions</b>	<b>\$304,148.43</b>
- Security Transfers	\$0.00	<b>Dispositions</b>	
- Other Dispositions	\$0.00	Withdrawals	\$611.56
- Maturities	\$295,000.00	Security Purchase	\$202,268.00
- Calls	\$0.00	Accrued Interest Paid	\$750.35
- Principal Paydowns	\$0.00	<b>Total Dispositions</b>	<b>\$203,629.91</b>
<b>Total Dispositions</b>	<b>\$498,629.91</b>	<b>ENDING BOOK VALUE</b>	<b>\$117,021.66</b>
<b>Amortization/Accretion</b>			
+/- Net Accretion	\$657.07		
<b>Gain/Loss on Dispositions</b>			
+/- Realized Gain/Loss	\$0.00		
<b>ENDING BOOK VALUE</b>	<b>\$5,228,150.68</b>		



Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of March 31, 2023



CUSIP	Security Description	Par Value/Units	Purchase Date	Cost Value	Mkt Price	Market Value	% of Port.	Moody/S&P	Maturity
AGENCY			Book Yield	Book Value	Mkt YTM	Accrued Int.	Gain/Loss	Fitch	Duration
3137EAER6	FHLMC Note 0.375% Due 5/5/2023	95,000.00	05/05/2020	94,960.10	99.64	94,655.06	1.85%	Aaa / AA+	0.10
			0.39%	94,998.76	4.23%	144.48	(343.70)	AAA	0.09
3135G04Q3	FNMA Note 0.25% Due 5/22/2023	105,000.00	05/20/2020	104,683.95	99.40	104,374.83	2.04%	Aaa / AA+	0.14
			0.35%	104,985.28	4.48%	94.06	(610.45)	AAA	0.14
3137EAES4	FHLMC Note 0.25% Due 6/26/2023	100,000.00	09/24/2020	100,044.00	99.00	98,995.30	1.93%	NR / AA+	0.24
			0.23%	100,003.77	4.55%	65.97	(1,008.47)	AAA	0.23
3135G05G4	FNMA Note 0.25% Due 7/10/2023	70,000.00	07/08/2020	69,849.50	98.85	69,192.41	1.35%	Aaa / AA+	0.28
			0.32%	69,986.26	4.49%	39.38	(793.85)	AAA	0.27
3137EAEV7	FHLMC Note 0.25% Due 8/24/2023	95,000.00	08/19/2020	94,903.10	98.22	93,312.23	1.82%	Aaa / AA+	0.40
			0.28%	94,987.20	4.81%	24.41	(1,674.97)	AAA	0.39
3133ENJ68	FFCB Note 3.25% Due 9/1/2023	100,000.00	08/29/2022	99,810.00	99.37	99,366.90	1.95%	Aaa / NR	0.42
			3.44%	99,920.36	4.79%	270.83	(553.46)	AAA	0.41
3137EAEW5	FHLMC Note 0.25% Due 9/8/2023	65,000.00	09/02/2020	64,978.55	98.02	63,711.90	1.24%	Aaa / AA+	0.44
			0.26%	64,996.88	4.89%	10.38	(1,284.98)	AAA	0.43
3137EAEY1	FHLMC Note 0.125% Due 10/16/2023	80,000.00	10/14/2020	79,701.60	97.54	78,032.80	1.52%	Aaa / AA+	0.55
			0.25%	79,946.04	4.78%	45.83	(1,913.24)	AAA	0.53
3137EAEZ8	FHLMC Note 0.25% Due 11/6/2023	105,000.00	11/03/2020	104,905.50	97.29	102,154.82	2.00%	Aaa / AA+	0.60
			0.28%	104,981.12	4.91%	105.73	(2,826.30)	AAA	0.58
3137EAF42	FHLMC Note 0.25% Due 12/4/2023	50,000.00	12/02/2020	49,950.50	96.98	48,489.70	0.95%	Aaa / AA+	0.68
			0.28%	49,988.83	4.85%	40.63	(1,499.13)	AAA	0.66
3130AT7D3	FHLB Note 3.5% Due 12/8/2023	60,000.00	09/27/2022	59,307.54	99.13	59,480.76	1.17%	Aaa / AA+	0.69
			4.51%	59,601.36	4.79%	659.17	(120.60)	NR	0.66
3133EMRZ7	FFCB Note 0.25% Due 2/26/2024	85,000.00	02/22/2021	84,969.40	96.16	81,736.09	1.60%	Aaa / AA+	0.91
			0.26%	84,990.75	4.64%	20.66	(3,254.66)	AAA	0.88
3130A0XE5	FHLB Note 3.25% Due 3/8/2024	70,000.00	06/13/2022	70,016.80	98.58	69,009.43	1.35%	Aaa / AA+	0.94
			3.23%	70,009.08	4.81%	145.35	(999.65)	NR	0.91
3130ASDS5	FHLB Note 2.75% Due 6/28/2024	60,000.00	06/09/2022	59,860.80	97.90	58,737.42	1.16%	Aaa / AA+	1.25
			2.87%	59,915.63	4.51%	426.25	(1,178.21)	NR	1.19
3130ATT31	FHLB Note 4.5% Due 10/3/2024	75,000.00	10/27/2022	74,918.25	100.21	75,159.90	1.50%	Aaa / AA+	1.51
			4.56%	74,936.20	4.35%	1,434.38	223.70	NR	1.41
3133ENS43	FFCB Note 4.375% Due 10/17/2024	100,000.00	10/11/2022	99,875.00	99.76	99,762.50	1.99%	Aaa / AA+	1.55
			4.44%	99,903.39	4.53%	1,993.06	(140.89)	AAA	1.45

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of March 31, 2023



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>AGENCY</b>									
3130AQF40	FHLB Note 1% Due 12/20/2024	75,000.00	12/21/2021 1.03%	74,934.00 74,962.05	94.61 4.28%	70,957.20 210.42	1.39% (4,004.85)	Aaa / AA+ AAA	1.73 1.67
3133ENKS8	FFCB Note 1.125% Due 1/6/2025	40,000.00	01/06/2022 1.20%	39,910.00 39,946.71	94.37 4.48%	37,748.12 106.25	0.74% (2,198.59)	Aaa / AA+ AAA	1.77 1.71
3133ENPG9	FFCB Note 1.75% Due 2/14/2025	70,000.00	02/10/2022 1.84%	69,813.10 69,883.08	95.71 4.16%	66,995.46 159.93	1.31% (2,887.62)	Aaa / AA+ AAA	1.88 1.81
3133ENPY0	FFCB Note 1.75% Due 2/25/2025	100,000.00	03/09/2022 1.90%	99,578.00 99,728.55	95.43 4.28%	95,427.00 175.00	1.87% (4,301.55)	Aaa / AA+ AAA	1.91 1.83
3130AUZC1	FHLB Note 4.625% Due 3/14/2025	100,000.00	03/23/2023 4.18%	100,823.00 100,813.87	100.57 4.31%	100,573.50 565.28	1.97% (240.37)	Aaa / AA+ NR	1.96 1.84
3133EN7J3	FFCB Note 3.875% Due 2/2/2026	69,000.00	02/15/2023 4.51%	67,798.71 67,847.56	99.71 3.98%	68,799.21 438.20	1.35% 951.65	Aaa / AA+ AAA	2.85 2.64
3133EPCF0	Federal Farm Credit Bank Note 4.5% Due 3/2/2026	100,000.00	03/23/2023 3.97%	101,445.00 101,434.24	101.20 4.06%	101,200.80 362.50	1.98% (233.44)	Aaa / AA+ AAA	2.92 2.71
<b>Total Agency</b>		<b>1,869,000.00</b>	<b>1.94%</b>	<b>1,867,036.40</b> <b>1,868,766.97</b>	<b>4.51%</b>	<b>1,837,873.34</b> <b>7,538.15</b>	<b>36.04%</b> <b>(30,893.63)</b>	<b>Aaa / AA+ AAA</b>	<b>1.10</b> <b>1.04</b>
<b>CORPORATE</b>									
89236TJD8	Toyota Motor Credit Corp Note 0.4% Due 4/6/2023	20,000.00	04/06/2021 0.44%	19,983.80 19,999.89	99.97 2.50%	19,994.16 38.89	0.39% (5.73)	A1 / A+ A+	0.02 0.01
14913R2S5	Caterpillar Financial Service Note 0.95% Due 1/10/2024	50,000.00	01/14/2022 1.07%	49,886.00 49,955.10	96.97 4.99%	48,483.65 106.88	0.95% (1,471.45)	A2 / A A	0.78 0.75
24422EVN6	John Deere Capital Corp Note 0.45% Due 1/17/2024	50,000.00	03/09/2022 1.98%	48,619.50 49,406.61	96.67 4.77%	48,335.40 46.25	0.94% (1,071.21)	A2 / A A+	0.80 0.77
09247XAL5	Blackrock Inc Note 3.5% Due 3/18/2024	50,000.00	05/11/2022 2.82%	50,606.50 50,316.28	98.54 5.07%	49,270.45 63.19	0.96% (1,045.83)	A3 / AA- NR	0.97 0.93
023135BW5	Amazon.com Inc Note 0.45% Due 5/12/2024	40,000.00	05/10/2021 0.50%	39,941.60 39,978.31	95.84 4.31%	38,336.72 69.50	0.75% (1,641.59)	A1 / AA AA-	1.12 1.09
69371RR81	Paccar Financial Corp Note 3.15% Due 6/13/2024	60,000.00	06/06/2022 3.16%	59,986.20 59,991.71	98.02 4.86%	58,812.90 567.00	1.16% (1,178.81)	A1 / A+ NR	1.21 1.15
037833BG4	Apple Inc Note 3.2% Due 5/13/2025	50,000.00	05/11/2022 3.02%	50,260.50 50,183.73	98.08 4.15%	49,042.45 613.33	0.97% (1,141.28)	Aaa / AA+ NR	2.12 2.00

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of March 31, 2023



CUSIP	Security Description	Par Value/Units	Purchase Date	Cost Value	Mkt Price	Market Value	% of Port.	Moody/S&P	Maturity
			Book Yield	Book Value	Mkt YTM	Accrued Int.	Gain/Loss	Fitch	Duration
<b>CORPORATE</b>									
06406RBF3	Bank of NY Mellon Corp Callable Note Cont 6/13/2024 3.43% Due 6/13/2025	65,000.00	06/08/2022 3.43%	65,000.00 65,000.00	97.65 5.35%	63,474.78 668.85	1.25% (1,525.22)	A1 / A AA-	2.21 2.05
194162AM5	Colgate Palmolive Co. Note 3.1% Due 8/15/2025	25,000.00	08/01/2022 3.13%	24,977.00 24,981.90	97.45 4.24%	24,362.03 99.03	0.48% (619.87)	Aa3 / AA- NR	2.38 2.25
931142EW9	Wal-Mart Stores Note 3.9% Due 9/9/2025	65,000.00	Various 3.84%	65,103.50 65,084.23	99.70 4.03%	64,802.99 154.92	1.27% (281.24)	Aa2 / AA AA	2.45 2.30
594918BJ2	Microsoft Callable Note Cont 8/3/2025 3.125% Due 11/3/2025	65,000.00	01/24/2023 4.28%	63,051.30 63,176.46	97.53 4.14%	63,391.97 835.07	1.25% 215.51	Aaa / AAA NR	2.60 2.42
<b>Total Corporate</b>		<b>540,000.00</b>	<b>2.76%</b>	<b>537,415.90</b> <b>538,074.22</b>	<b>4.53%</b>	<b>528,307.50</b> <b>3,262.91</b>	<b>10.38%</b> <b>(9,766.72)</b>	<b>Aa3 / AA-</b> <b>AA-</b>	<b>1.64</b> <b>1.54</b>
<b>MONEY MARKET FUND</b>									
31846V203	First American Govt Obligation Fund Class Y	117,021.66	Various 4.32%	117,021.66 117,021.66	1.00 4.32%	117,021.66 0.00	2.29% 0.00	Aaa / AAA AAA	0.00 0.00
<b>Total Money Market Fund</b>		<b>117,021.66</b>	<b>4.32%</b>	<b>117,021.66</b>	<b>4.32%</b>	<b>117,021.66</b> <b>0.00</b>	<b>2.29%</b> <b>0.00</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.00</b> <b>0.00</b>
<b>SUPRANATIONAL</b>									
4581X0DM7	Inter-American Dev Bank Note 0.5% Due 5/24/2023	100,000.00	08/11/2022 3.21%	97,944.00 99,613.59	99.39 4.64%	99,393.90 176.39	1.94% (219.69)	Aaa / AAA NR	0.15 0.15
4581X0EE4	Inter-American Dev Bank Note 3.25% Due 7/1/2024	50,000.00	06/22/2022 3.26%	49,995.00 49,996.87	98.52 4.48%	49,260.50 406.25	0.97% (736.37)	Aaa / AAA AAA	1.25 1.20
<b>Total Supranational</b>		<b>150,000.00</b>	<b>3.22%</b>	<b>147,939.00</b> <b>149,610.46</b>	<b>4.58%</b>	<b>148,654.40</b> <b>582.64</b>	<b>2.91%</b> <b>(956.06)</b>	<b>Aaa / AAA</b> <b>AAA</b>	<b>0.52</b> <b>0.50</b>
<b>US TREASURY</b>									
91282CAK7	US Treasury Note 0.125% Due 9/15/2023	100,000.00	05/28/2021 0.19%	99,855.47 99,971.27	97.97 4.67%	97,968.80 5.77	1.91% (2,002.47)	Aaa / AA+ AAA	0.46 0.45
91282CAP6	US Treasury Note 0.125% Due 10/15/2023	100,000.00	11/09/2020 0.24%	99,660.16 99,937.37	97.57 4.73%	97,566.40 57.69	1.91% (2,370.97)	Aaa / AA+ AAA	0.54 0.53

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of March 31, 2023



CUSIP	Security Description	Par Value/Units	Purchase Date	Cost Value	Mkt Price	Market Value	% of Port.	Moody/S&P	Maturity
			Book Yield	Book Value	Mkt YTM	Accrued Int.	Gain/Loss	Fitch	Duration
<b>US TREASURY</b>									
91282CAW1	US Treasury Note 0.25% Due 11/15/2023	100,000.00	06/17/2021 0.29%	99,906.25 99,975.71	97.25 4.77%	97,253.90 94.61	1.90% (2,721.81)	Aaa / AA+ AAA	0.63 0.61
91282CBA8	US Treasury Note 0.125% Due 12/15/2023	100,000.00	12/17/2020 0.19%	99,816.41 99,956.50	96.86 4.68%	96,863.30 36.74	1.89% (3,093.20)	Aaa / AA+ AAA	0.71 0.69
91282CBE0	US Treasury Note 0.125% Due 1/15/2024	100,000.00	01/12/2021 0.24%	99,644.53 99,906.18	96.47 4.71%	96,468.80 26.24	1.88% (3,437.38)	Aaa / AA+ AAA	0.79 0.77
91282CBM2	US Treasury Note 0.125% Due 2/15/2024	100,000.00	02/16/2021 0.20%	99,761.72 99,930.24	96.10 4.71%	96,101.60 15.54	1.88% (3,828.64)	Aaa / AA+ AAA	0.88 0.86
91282CBR1	US Treasury Note 0.25% Due 3/15/2024	100,000.00	03/10/2021 0.33%	99,769.53 99,926.61	95.94 4.64%	95,941.40 11.55	1.87% (3,985.21)	Aaa / AA+ AAA	0.96 0.93
91282CBV2	US Treasury Note 0.375% Due 4/15/2024	100,000.00	04/14/2021 0.36%	100,035.16 100,012.19	95.71 4.64%	95,714.80 173.08	1.87% (4,297.39)	Aaa / AA+ AAA	1.04 1.01
91282CCC3	US Treasury Note 0.25% Due 5/15/2024	100,000.00	05/12/2021 0.35%	99,707.03 99,890.20	95.36 4.53%	95,359.40 94.61	1.86% (4,530.80)	Aaa / AA+ AAA	1.13 1.10
91282CCG4	US Treasury Note 0.25% Due 6/15/2024	100,000.00	06/09/2021 0.31%	99,820.31 99,927.70	95.09 4.46%	95,093.80 73.49	1.86% (4,833.90)	Aaa / AA+ AAA	1.21 1.18
91282CCL3	US Treasury Note 0.375% Due 7/15/2024	100,000.00	07/13/2021 0.42%	99,863.28 99,941.25	94.98 4.41%	94,984.40 78.73	1.86% (4,956.85)	Aaa / AA+ AAA	1.29 1.26
912828YE4	US Treasury Note 1.25% Due 8/31/2024	100,000.00	08/05/2021 0.39%	102,605.47 101,203.95	95.75 4.37%	95,753.90 108.70	1.87% (5,450.05)	Aaa / AA+ AAA	1.42 1.38
91282CCX7	US Treasury Note 0.375% Due 9/15/2024	100,000.00	09/10/2021 0.44%	99,804.69 99,905.02	94.48 4.33%	94,480.50 17.32	1.85% (5,424.52)	Aaa / AA+ AAA	1.46 1.42
91282CDB4	US Treasury Note 0.625% Due 10/15/2024	100,000.00	10/14/2021 0.63%	99,992.19 99,995.99	94.58 4.30%	94,578.10 288.46	1.85% (5,417.89)	Aaa / AA+ AAA	1.55 1.50
912828YM6	US Treasury Note 1.5% Due 10/31/2024	100,000.00	09/23/2021 0.52%	103,003.91 101,535.10	95.80 4.27%	95,796.90 629.83	1.88% (5,738.20)	Aaa / AA+ AAA	1.59 1.53
91282CDH1	US Treasury Note 0.75% Due 11/15/2024	100,000.00	11/29/2021 0.81%	99,816.41 99,899.12	94.54 4.27%	94,535.20 283.84	1.85% (5,363.92)	Aaa / AA+ AAA	1.63 1.58
912828YV6	US Treasury Note 1.5% Due 11/30/2024	75,000.00	09/29/2021 0.57%	77,188.48 76,151.93	95.64 4.23%	71,730.45 377.06	1.41% (4,421.48)	Aaa / AA+ AAA	1.67 1.61
91282CDN8	US Treasury Note 1% Due 12/15/2024	100,000.00	12/09/2021 1.00%	100,003.91 100,002.23	94.76 4.21%	94,761.70 293.96	1.86% (5,240.53)	Aaa / AA+ AAA	1.71 1.66

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of March 31, 2023



CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
<b>US TREASURY</b>									
91282CD57	US Treasury Note 1.125% Due 1/15/2025	100,000.00	03/16/2022 2.06%	97,437.50 98,378.32	94.77 4.18%	94,769.50 236.19	1.86% (3,608.82)	Aaa / AA+ AAA	1.80 1.74
91282ZF0	US Treasury Note 0.5% Due 3/31/2025	100,000.00	04/04/2022 2.63%	93,921.88 95,933.06	93.27 4.04%	93,269.50 1.37	1.82% (2,663.56)	Aaa / AA+ AAA	2.00 1.95
91282CEH0	US Treasury Note 2.625% Due 4/15/2025	100,000.00	04/27/2022 2.72%	99,738.28 99,819.96	97.18 4.08%	97,179.70 1,211.54	1.92% (2,640.26)	Aaa / AA+ AAA	2.04 1.94
91282CEQ0	US Treasury Note 2.75% Due 5/15/2025	100,000.00	06/01/2022 2.84%	99,738.28 99,811.84	97.38 4.05%	97,375.00 1,040.75	1.92% (2,436.84)	Aaa / AA+ AAA	2.13 2.02
91282CEY3	US Treasury Note 3% Due 7/15/2025	100,000.00	09/29/2022 4.28%	96,667.97 97,266.36	97.86 3.99%	97,855.50 629.83	1.92% 589.14	Aaa / AA+ AAA	2.29 2.18
91282CFP1	US Treasury Note 4.25% Due 10/15/2025	120,000.00	12/12/2022 4.15%	120,318.75 120,285.25	100.77 3.93%	120,928.08 2,353.85	2.41% 642.83	Aaa / AA+ AAA	2.55 2.34
91282CGA3	US Treasury Note 4% Due 12/15/2025	120,000.00	12/15/2022 3.96%	120,150.00 120,135.48	100.39 3.84%	120,468.72 1,410.99	2.38% 333.24	Aaa / AA+ AAA	2.71 2.52
91282CGE5	US Treasury Note 3.875% Due 1/15/2026	45,000.00	01/24/2023 3.89%	44,977.15 44,978.54	100.03 3.86%	45,014.09 366.09	0.89% 35.55	Aaa / AA+ AAA	2.80 2.60
<b>Total US Treasury</b>		<b>2,560,000.00</b>	<b>1.30%</b>	<b>2,553,204.72</b> <b>2,554,677.37</b>	<b>4.34%</b>	<b>2,467,813.44</b> <b>9,917.83</b>	<b>48.38%</b> <b>(86,863.93)</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>1.49</b> <b>1.43</b>
<b>TOTAL PORTFOLIO</b>		<b>5,236,021.66</b>	<b>1.80%</b>	<b>5,222,617.68</b> <b>5,228,150.68</b>	<b>4.43%</b>	<b>5,099,670.34</b> <b>21,301.53</b>	<b>100.00%</b> <b>(128,480.34)</b>	<b>Aaa / AA+</b> <b>AAA</b>	<b>1.30</b> <b>1.24</b>
<b>TOTAL MARKET VALUE PLUS ACCRUED</b>						<b>5,120,971.87</b>			



# Brokerage Account Statement

March 1, 2023 - March 31, 2023  
Account Number: GPC-016100

UPPER SAN GABRIEL VALLEY  
WATER DISTRICT  
248 E FOOTHILL BLVD STE 200  
MONROVIA CA 91016-5523

## Portfolio at a Glance

	This Period
<b>BEGINNING ACCOUNT VALUE</b>	\$450,934.03
Dividends, Interest and Other Income	6.02
<b>Net Change in Portfolio<sup>1</sup></b>	8,650.00
<b>ENDING ACCOUNT VALUE</b>	<b>\$459,590.05</b>
Accrued Interest	\$105.30
<b>Account Value with Accrued Interest</b>	<b>\$459,695.35</b>
Estimated Annual Income	\$13.16

<sup>1</sup> Net Change in Portfolio is the difference between the ending account value and beginning account value after activity.

## Your Account Information

### TAX LOT DEFAULT DISPOSITION METHOD

Default Method for Mutual Funds: First In First Out  
Default Method for Stocks in a Dividend Reinvestment Plan: First In First Out  
Default Method for all Other Securities: First In First Out

### BOND AMORTIZATION ELECTIONS

Amortize premium on taxable bonds based on Constant Yield Method: Yes  
Accrual market discount method for all other bond types: Constant Yield Method  
Include market discount in income annually: No



## Your Account Information (continued)

### ELECTRONIC DELIVERY

Your electronic delivery selections for account communications are listed below:

#### Electronic Delivery

##### Enrollment

- Statements and Reports
- Trade Confirmations
- Tax Documents
- Notifications
- Prospectus\*
- Proxy/Shareholder Communications\*

##### Communication

**E-mail notifications are delivered to the following e-mail address(es):**

evelyn@usgvmwd.org

\*evelyn@usgvmwd.org is on file for these documents

Please log in to your account or contact your Registered Representative to make any changes to your electronic delivery preferences.

## Portfolio Holdings

Description	Quantity	Opening Balance	Closing Balance	Accrued Income	Income This Year	30-Day Yield
<b>CASH, MONEY FUNDS AND BANK DEPOSITS 1.00% of Portfolio</b>						
<b>Cash Balance</b>		625.00	0.00			
<b>Money Market</b>						
GOLDMAN SACHS FSQ GOVT CMS	1,895.0500	1,264.03	1,895.05	0.41	13.16	3.75%
<b>Total Money Market</b>		\$1,264.03	\$1,895.05	\$0.41	\$13.16	
<b>TOTAL CASH, MONEY FUNDS AND BANK DEPOSITS</b>		<b>\$1,889.03</b>	<b>\$1,895.05</b>	<b>\$0.41</b>	<b>\$13.16</b>	

Description	Quantity	Market Price	Market Value	Accrued Interest	Estimated Annual Income
<b>FIXED INCOME 99.00% of Portfolio (In Maturity Date Sequence)</b>					
<b>U.S. Treasury Securities</b>					
UNITED STS TREAS NTS 0.250% 08/31/25 B/E DTD 08/31/20 1ST CPN	500,000.0000	91.5390	457,695.00	105.30	
DTE 02/28/21 CPN PMT SEMI ANNUAL ON FEB 28 AND AUG 31 Moody Rating Aaa					
Security Identifier: 91282CA10					
<b>Total U.S. Treasury Securities</b>	500,000.0000		\$457,695.00	\$105.30	
<b>TOTAL FIXED INCOME</b>	500,000.0000		\$457,695.00	\$105.30	\$13.16
<b>Total Portfolio Holdings</b>			<b>Market Value</b>	<b>Accrued Interest</b>	<b>Estimated Annual Income</b>
			\$459,590.05	\$105.30	\$13.16



March 1, 2023 - March 31, 2023  
UPPER SAN GABRIEL VALLEY

## Portfolio Holdings Disclosures

### Pricing

This section includes the net market value of the securities in your account on a settlement date basis, including short positions, at the close of the statement period. The market prices, unless otherwise noted, have been obtained from independent vendor services, which we believe to be reliable. In some cases the pricing vendor may provide prices quoted by a single broker or market maker. Market prices do not constitute a bid or an offer, and may differ from the actual sale price. Securities for which a price is not available are marked "N/A" and are omitted from the Total.

THE AS OF PRICE DATE ONLY APPEARS WHEN THE PRICE DATE DOES NOT EQUAL THE STATEMENT DATE.

### Estimated Annual Figures

The estimated annual income (EAI) and estimated annual yield (EAY) figures are estimates and for informational purposes only. These figures are not considered to be a forecast or guarantee of future results. These figures are computed using information from providers believed to be reliable; however, no assurance can be made as to the accuracy. Since interest and dividend rates are subject to change at any time, and may be affected by current and future economic, political, and business conditions, they should not be relied on for making investment, trading, or tax decisions. These figures assume that the position quantities, interest and dividend rates, and prices remain constant. A capital gain or return of principal may be included in the figures for certain securities, thereby overstating them. Refer to [www.pershing.com/disclosures](http://www.pershing.com/disclosures) for specific details as to formulas used to calculate the figures. Accrued interest represents interest earned but not yet received.

### Reinvestment

The dollar amount of Mutual Fund distributions, Money Market Fund dividend income, Bank Deposit interest income, or dividends for other securities shown on your statement may have been reinvested. You will not receive confirmation of these reinvestments. Upon written request to your financial institution, information pertaining to these transactions, including the time of execution and the name of the person from whom your security was purchased, may be obtained. In dividend reinvestment transactions, Pershing acts as your agent and receives payment for order flow.

### Option Disclosure

Information with respect to commissions and other charges incurred in connection with the execution of option transactions has been included in confirmations previously furnished to you. A summary of this information is available to you promptly upon your written request directed to your introducing firm. In order to assist your introducing firm in maintaining current background and financial information concerning your option accounts, please promptly advise them in writing of any material change in your investment objectives or financial situation. Expiring options which are valuable are exercised automatically pursuant to the exercise by exception procedure of the Options Clearing Corporation. Additional information regarding this procedure is available upon written request to your introducing firm.

### Foreign Currency Transactions

Pershing will execute foreign currency transactions as principal for your account. Pershing may automatically convert foreign currency to or from U.S. dollars for dividends and similar corporate action transactions unless you instruct your financial organization otherwise. Pershing's currency conversion rate will not exceed the highest interbank conversion rate identified from customary banking sources on the conversion date or the prior business day, increased by up to 1%, unless a particular rate is required by applicable law. Your financial organization may also increase the currency conversion rate. This conversion rate may differ from rates in effect on the date you executed a transaction, incurred a charge, or received a credit. Transactions converted by agents (such as depositories) will be billed at the rates such agents use.

### Proxy Vote

Securities not fully paid for in your margin account may be lent by Pershing to itself or others in accordance with the terms outlined in the Margin Agreement. The right to vote your shares held on margin may be reduced by the amount of shares on loan. The Proxy Voting Instruction Form sent to you may reflect a smaller number of shares entitled to vote than the number of shares in your margin account.





## Income and Expense Summary

	Current Period		Year-to-Date	
	Taxable	Non Taxable	Taxable	Non Taxable
<b>Dividend Income</b>				
Money Market-Non-Qualified	6.02	0.00	13.16	0.00
<b>Interest Income</b>				
Bond Interest	0.00	0.00	625.00	0.00
<b>Total Income</b>	<b>\$6.02</b>	<b>\$0.00</b>	<b>\$638.16</b>	<b>\$0.00</b>

## Activity Summary *(All amounts shown are in base currency)*

	Credits This Period		Debits This Period		Net This Period		Credits Year-to-Date		Debits Year-to-Date		Net Year-to-Date	
	\$6.02	\$0.00	\$0.00	\$0.00	\$6.02	\$0.00	\$638.16	\$0.00	\$0.00	-\$1.00	\$638.16	
<b>Dividends and Interest</b>												
<b>Fees</b>	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	-\$1.00	-\$1.00	-\$1.00	-\$1.00
<b>Totals</b>	<b>\$6.02</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$6.02</b>	<b>\$0.00</b>	<b>\$638.16</b>	<b>\$638.16</b>	<b>-\$1.00</b>	<b>-\$1.00</b>	<b>\$637.16</b>	<b>\$637.16</b>

## Transactions in Date Sequence

Process/ Settlement Date	Activity Type	Description	Quantity	Price	Accrued Interest	Amount	Currency
03/31/23	MONEY MARKET FUND INCOME RECEIVED Non-Qualified PER38220	GOLDMAN SACHS FSQ				6.02	USD

## Total Value of Transactions

The price and quantity displayed may have been rounded.

\$0.00 \$6.02 USD

## Money Market Fund Detail

Date	Activity Type	Description	Amount	Balance
<b>Sweep Money Market Fund</b>				
<b>GOLDMAN SACHS FSQ GOVT CMS</b>				
Current Yield: 3.92% Activity Ending: 03/31/23				
03/01/23	Opening Balance		1,264.03	1,264.03
03/01/23	Deposit	MONEY FUND PURCHASE	625.00	1,889.03
03/31/23	Deposit	INCOME REINVEST	6.02	1,895.05
03/31/23	Closing Balance		\$1,895.05	\$1,895.05
<b>Total All Money Market Funds</b>				



Upper San Gabriel Valley Municipal Water District  
 Summary of Director Outreach Expenses  
 For the period of July 1, 2022 through March 31, 2023

Director	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Actual to Date	Balance Remaining
Director Chavez	\$ -	-	500.00	115.90	-	-	300.00	-	700.00	\$ 1,615.90	\$ 3,384.10
Director Fellow	307.00	-	-	-	50.00	250.00	-	-	310.00	917.00	4,083.00
Director Treviño	500.00	50.00	-	1,100.00	-	-	290.00	-	220.00	2,160.00	2,840.00
Director Santana	700.00	500.00	-	-	1,000.00	-	-	1,000.00	831.00	4,031.00	969.00
Director Garcia	450.00	250.00	-	1,100.00	50.00	-	-	-	375.00	2,225.00	2,775.00
<b>Total</b>	<b>\$ 1,957.00</b>	<b>800.00</b>	<b>500.00</b>	<b>2,315.90</b>	<b>1,100.00</b>	<b>250.00</b>	<b>590.00</b>	<b>1,000.00</b>	<b>2,436.00</b>	<b>\$ 10,948.90</b>	<b>\$ 14,051.10</b>

Upper San Gabriel Valley Municipal Water District  
 Director Public Outreach Program Expenses  
 For the period of July 1, 2022 through March 31, 2023

Director Chavez

<u>Paid Date</u>	<u>Description</u>	<u>Amount</u>	<u>Check #</u>	<u>Recipient</u>
09/03/22	1ST Annual Pub Crawl Sponsorship	500.00	23315	Industry Hills Rotary Foundation
10/01/22	SCWUA Top Golf Tournament Sponsorship	115.90	21727	U.S. Bank Corporate
01/12/23	State of the District Breakfast	300.00	23405	Hacienda La Puente Unified School District
03/16/23	Fundraiser Dinner Sponsorship	200.00	23461	BPWC
03/22/23	State of the City Luncheon Sponsorship	100.00	23464	El Monte/S. El Monte Chamber of Commerce
03/28/23	Quartermania Sponsorship	100.00	23466	American Legion Post 241
03/29/23	Principal for a Day Sponsorship	300.00	23471	Rowland USD
		<b>Total</b>		
		<u>1,615.90</u>		
	<b>Outreach Fund Balance</b>	<u>3,384.10</u>		

Upper San Gabriel Valley Municipal Water District  
Director Public Outreach Program Expenses  
For the period of July 1, 2022 through March 31, 2023

Director Fellow

<u>Paid Date</u>	<u>Description</u>	<u>Amount</u>	<u>Check #</u>	<u>Recipient</u>
07/07/22	Membership Dues: 10/01/22 - 09/30/23	307.00	23262	Monrovia Chamber of Commerce
11/17/22	Membership Renewal 2022-2023	50.00	23367	Temple City Chamber of Commerce
12/09/22	12th Annual Neighborhood Conference Sponsorship	250.00	23386	City of Monrovia
03/15/23	Membership Dues: 9/01/22 - 08/31/23	310.00	23458	Arcadia Chamber of Commerce

Total 917.00

Outreach Fund Balance 4,083.00

Upper San Gabriel Valley Municipal Water District  
 Director Public Outreach Program Expenses  
 For the period of July 1, 2022 through March 31, 2023

Director Treviño

<u>Paid Date</u>	<u>Description</u>	<u>Amount</u>	<u>Check #</u>	<u>Recipient</u>
07/07/22	San Gabriel Valley Megamix Expo Sponsorship	500.00	23261	San Gabriel Chamber of Commerce
08/10/22	Membership Renewal 2022-2023	50.00	23294	Temple City Chamber of Commerce
10/03/22	Day of The Dead Fundraiser Sponsorship	500.00	23338	Vecinos De South Pasadena
10/03/22	2022 Virtual Tiger Run Sponsorship	300.00	23339	South Pasadena High School Tiger Booster
12/23/22	Annual Harvest & Installation Dinner	300.00	JAN23PC	San Gabriel Chamber of Commerce
01/30/23	Membership Renewal 7/01/22 - 6/30/23	290.00	23417	Rosemead Chamber of Commerce
03/09/23	Membership Renewal 3/01/23 - 3/01/24	220.00	23449	San Gabriel Chamber of Commerce

Total 2,160.00

Outreach Fund Balance 2,840.00

Upper San Gabriel Valley Municipal Water District  
 Director Public Outreach Program Expenses  
 For the period of July 1, 2022 through March 31, 2023

Director Santana

<u>Paid Date</u>	<u>Description</u>	<u>Amount</u>	<u>Check #</u>	<u>Recipient</u>
07/21/22	Boxing Program Sponsorship	500.00	23265	City of Duarte Boxing Program
07/21/22	Summer Concerts Sponsorship	150.00	23266	City of Duarte
07/28/22	Membership Renewal 2022-2023	50.00	23280	Baldwin Park Business Association
08/10/22	2022 Golden Plate Awards Sponsorship	500.00	23300	Foothill Unity Center, Inc.
11/17/22	19th Annual Tamalada Fundraiser	1,000.00	23373	Community Partners FBO
02/10/23	San Gabriel Valley Woman's Summit Sponsorship	1,000.00	23424	Duarte Chamber of Commerce
03/09/23	Annual Casino Night Fundraiser Sponsorship	500.00	23451	Nativity School
03/16/23	2023-2024 Annual Membership	331.00	23459	Duarte Chamber of Commerce
	<b>Total</b>	<u><u>4,031.00</u></u>		
	<b>Outreach Fund Balance</b>	<u><u>969.00</u></u>		

Upper San Gabriel Valley Municipal Water District  
 Director Public Outreach Program Expenses  
 For the period of July 1, 2022 through March 31, 2023

Director Garcia

<u>Paid Date</u>	<u>Description</u>	<u>Amount</u>	<u>Check #</u>	<u>Recipient</u>
07/28/22	2022 Film Festival Sponsorship	450.00	23279	Film It West Covina
08/10/22	2022 Water Educations Symposium Sponsorship	250.00	23302	Water Education for Latino Leaders
10/03/22	Second Annual Golf Tournament Sponsorship	350.00	23335	Covina Valley Optimist
10/03/22	Annual Oak Tree Challenge 5K/1Mile Run/Walk Sponsorship	500.00	23341	Charter Oak Education Foundation
10/06/22	Travel Baseball League Sponsorship	250.00	23342	Cory Lidle Foundation
11/17/22	Let It Snow in West Covina Sponsorship	50.00	23374	West Covina Community Services Foundation
03/09/23	2023-2024 Annual Membership	375.00	23450	Azusa Chamber of Commerce
	<b>Total</b>	<u><u>2,225.00</u></u>		
	<b>Outreach Fund Balance</b>	<u><u>2,775.00</u></u>		



MARK PESTRELLA, Director

# COUNTY OF LOS ANGELES

## DEPARTMENT OF PUBLIC WORKS

*"To Enrich Lives Through Effective and Caring Service"*

900 SOUTH FREMONT AVENUE  
ALHAMBRA, CALIFORNIA 91803-1331  
Telephone: (626) 458-5100  
<http://dpw.lacounty.gov>

ADDRESS ALL CORRESPONDENCE TO:  
P.O. BOX 1460  
ALHAMBRA, CALIFORNIA 91802-1460

April 18, 2023

IN REPLY PLEASE  
REFER TO FILE: T-5

Mr. Thomas Love, General Manager  
Upper San Gabriel Valley Municipal Water District  
602 East Huntington Drive, Suite B  
Monrovia, CA 91016

Attention Ms. Venessa Navarrette

Dear Mr. Love:

**NEGOTIATED TAX EXCHANGE RESOLUTION  
ANNEXATION OF PETITION NO. 5-323 (TRACT 65943)  
TO COUNTY LIGHTING MAINTENANCE DISTRICT 1687**

We request that the Upper San Gabriel Valley Municipal Water District (Municipal Water District) participate in the exchange of ad valorem property tax in conjunction with the annexation of the territory known as Petition No. 5-323 (Tract 65943) to County Lighting Maintenance District (CLMD) 1687. This proposed exchange would provide revenue to CLMD 1687 to partially fund the operation and maintenance of new street lighting services to be provided within the annexed territory. This territory, whose boundary is shown on the enclosed proposed annexation map, is being processed for the Board of Supervisors' concurrent approval of the annexation and transfer of ad valorem property tax between the affected taxing agencies and CLMD 1687.

For new annexations to a CLMD, our procedures require us to process the exchange of property tax revenues with all nonexempt taxing agencies. Under Section 99.01 of the California Revenue and Taxation Code, special districts providing new services to an area as a result of a jurisdictional change are entitled to a share of the annual tax increment generated in the area being annexed. CLMD 1687 meets the definition of a special district under Section 95(m) of the California Revenue and Taxation Code. CLMD 1687's share of the annual tax increment is to be taken from all of the other local taxing agencies providing services within the annexed area with the exception of school entities, which are exempted by law. If a taxing agency involved in the negotiation does not adopt a resolution providing for the exchange of property tax revenues, the Board can determine the exchange of property tax revenues for that taxing agency.



Mr. Thomas Love  
April 18, 2023  
Page 2

Enclosed is a Joint Resolution between Los Angeles County and the Municipal Water District approving and accepting the negotiated exchange of property tax revenues resulting from the annexation of the subject territory to CLMD 1687. Attached to the Joint Resolution is a Property Tax Transfer Resolution Worksheet listing the share of the annual tax increment to be exchanged with the Municipal Water District, other affected taxing agencies, and CLMD 1687. The tax share ratio(s) listed on the worksheet were calculated using a formula approved by the County Auditor-Controller and County Counsel. As shown on the Property Tax Transfer Resolution Worksheet for Petition No. 5-323 (Tract 65943), Tax Rate Area 03097, the current tax share ratio for the Municipal Water District is 0.000592544. Out of the Municipal Water District's tax share, the Municipal Water District would allocate 0.000012694 to CLMD 1687, with a net share to the Municipal Water District of 0.000579850. Monetarily speaking, a \$10,000 increment in assessed valuation of a parcel means that the parcel will pay an additional \$100 in property taxes, of which the Municipal Water District would receive \$0.0579 and CLMD 1687 would receive \$0.0013.

Please have the resolution executed and returned to us by email with an e-signature approval of the resolution to [tdesta@pw.lacounty.gov](mailto:tdesta@pw.lacounty.gov) by May 31, 2023.

If you have any questions, please contact Ms. Tigist Desta, Traffic Safety and Mobility Division, at (626) 300-4755 or [tdestal@pw.lacounty.gov](mailto:tdestal@pw.lacounty.gov).

Very truly yours,

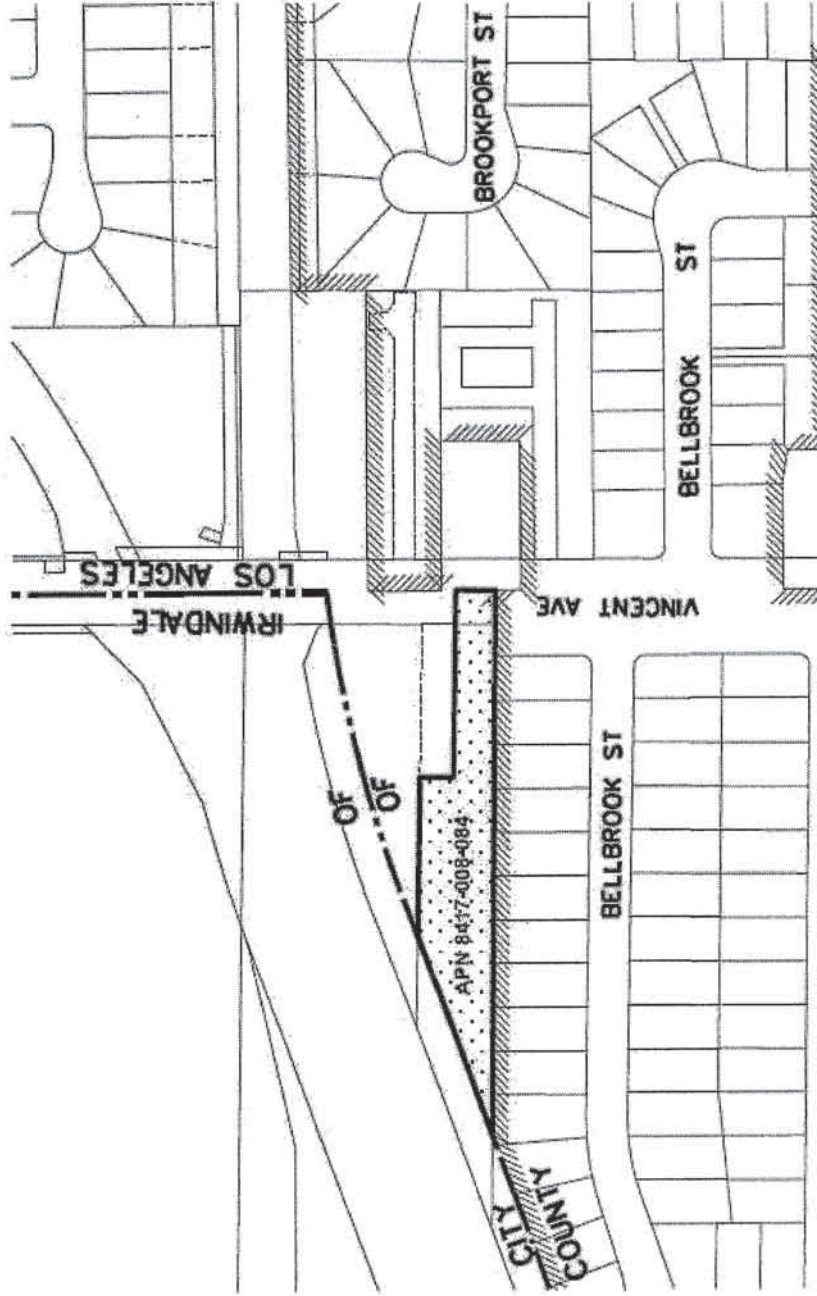
MARK PESTRELLA, P.E.  
Director of Public Works

  
ELAINE KUNITAKE  
Assistant Deputy Director  
Traffic Safety and Mobility Division

TD:ca

Enc.

TRA  
3097



**LEGEND**

-  PROPOSED ANNEXATION AREA
-  EXISTING LIGHTING MAINTENANCE DISTRICT 1687
-  CITY/COUNTY BOUNDARY
-  PROPOSED ANNEXATION TO COUNTY LIGHTING MAINTENANCE DISTRICT 1687 AND COUNTY LIGHTING DISTRICT LLA-1, UNINCORPORATED

**PETITION NO 5-323  
(TR 65943)**

LOS ANGELES COUNTY PUBLIC WORKS  
TRAFFIC SAFETY AND MOBILITY DIVISION  
STREET LIGHTING SECTION

VINCENT AVENUE  
NORTH OF BELLBROOK STREET  
RAMONA AREA

Revised By	Scale	Sup. Dist.	T.C.	598-G3
NOT TO SCALE	NOT TO SCALE	5	TT	3/18/2023
Design By	Recommended By	Date		
	<i>Tigist Desta</i>	3/18/2023		
Approved By	<i>Joselyn Herrera</i>			
	3/18/2023			



NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The negotiated exchange of property tax revenues between the CLMD 1687, Los Angeles County General Fund, Los Angeles County Public Library, Los Angeles County Road District 1, the Consolidated Fire Protection District of Los Angeles County, Los Angeles County Flood Control Drainage Improvement Maintenance District, Los Angeles County Flood Control District, the County Sanitation District No. 22 of Los Angeles County, and the Upper San Gabriel Valley Municipal Water District resulting from the annexation of Petition No. 5-323 (Tract 65943) to CLMD 1687 is approved and accepted.

2. For fiscal years commencing on or after July 1, 2024, or the July 1 after the effective date of this jurisdictional change, whichever is later, the property tax revenue increment generated from the area within Petition No. 5-323 (Tract 65943), Tax Rate Area 03097, shall be allocated to the affected agencies as indicated on the Property Tax Transfer Resolution Worksheet.

3. No transfer of property tax revenues other than those specified in Paragraph 2 shall be made as a result of the annexation of Petition No. 5-323 (Tract 65943).

4. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect, thus, producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

PASSED, APPROVED, AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_ 2023, by the following vote:

AYES:  
NOES:  
ABSENT:  
ABSTAIN:

UPPER SAN GABRIEL VALLEY  
MUNICIPAL WATER DISTRICT

By \_\_\_\_\_  
President, Board of Directors

ATTEST:

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

ANNEXATION TO: CO LIGHTING MAINT DIST NO 1687  
 ACCOUNT NUMBER: 019.40  
 TRA: 03097  
 EFFECTIVE DATE: 07/01/2023  
 ANNEXATION NUMBER: PET 5-323 PROJECT NAME: PETITION NO. 5-323 (TRACT 65943)  
 DISTRICT SHARE: 0.021423831

ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
001.05	LOS ANGELES COUNTY GENERAL	0.329796160	32.9807 %	0.021423831	0.007065507	-0.007230267	0.322565893
001.20	L.A. COUNTY ACCUM CAP OUTLAY	0.000116982	0.0116 %	0.021423831	0.000002506	0.000000000	0.000116982
003.01	L A COUNTY LIBRARY	0.024116626	2.4116 %	0.021423831	0.000516670	-0.000516670	0.023599956
005.05	ROAD DIST # 1	0.005988308	0.5988 %	0.021423831	0.000128292	-0.000128292	0.005860016
007.30	CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.179879032	17.9879 %	0.021423831	0.003853697	-0.003853697	0.176025335
007.31	L A C FIRE-FFW	0.007573559	0.7573 %	0.021423831	0.000162254	0.000000000	0.007573559
030.10	L.A.CO.FL.CON.DR.IMP.DIST.MAINT.	0.001804420	0.1804 %	0.021423831	0.000038657	-0.000038657	0.001765763
030.70	LA CO FLOOD CONTROL MAINT	0.010211650	1.0211 %	0.021423831	0.000218772	-0.000218772	0.009992878
066.85	CO SANIT DIST NO 22 OPERATING	0.014162800	1.4162 %	0.021423831	0.000303421	-0.000303421	0.013859379
368.05	UPPER SAN GAB. VY. MUN. WATER	0.000592544	0.0592 %	0.021423831	0.000012694	-0.000012694	0.000579850
400.00	EDUCATIONAL REV AUGMENTATION FD	0.067001807	6.7001 %	0.021423831	0.001435435	EXEMPT	0.067001807
400.01	EDUCATIONAL AUG FD IMPOUND	0.131877650	13.1877 %	0.021423831	0.002825324	EXEMPT	0.131877650
400.15	COUNTY SCHOOL SERVICES	0.001450884	0.1450 %	0.021423831	0.000031083	EXEMPT	0.001450884
400.21	CHILDREN'S INSTIL TUITION FUND	0.002879493	0.2879 %	0.021423831	0.000061689	EXEMPT	0.002879493
809.04	MT.SAN ANTONIO COMMUNITY COLLEGE	0.031077045	3.1077 %	0.021423831	0.000665789	EXEMPT	0.031077045
809.20	MT SAN ANTONIO CHILDRENS CTR FD	0.000299964	0.0299 %	0.021423831	0.000006426	EXEMPT	0.000299964
847.03	COVINA-VALLEY UNIFIED SCHOOL DIS	0.181448300	18.1448 %	0.021423831	0.003887317	EXEMPT	0.181448300
847.06	CO.SCH.SERV.FD.- COVINA-VALLEY	0.007950590	0.7950 %	0.021423831	0.000170332	EXEMPT	0.007950590
847.07	DEV.CTR.HDCPD.MINOR-COVINA-VY.	0.000895505	0.0895 %	0.021423831	0.000019185	EXEMPT	0.000895505

ANNEXATION NUMBER: PET 5-323 PROJECT NAME: PETITION NO. 5-323 (TRACT 65943) TRA: 03097

ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
847.20	COVINA-VALLEY CHILDREN, S CTR.FD.	0.000876681	0.0876 %	0.021423831	0.000018781	EXEMPT	0.000876681
***019.40	CO LIGHTING MAINT DIST NO 1687	0.000000000	0.0000 %	0.021423831	0.000000000	0.000000000	0.012302470
TOTAL:		1.000000000	100.0000 %	0.021423831	0.021423831	-0.012302470	1.000000000



MARK PESTRELLA, Director

# COUNTY OF LOS ANGELES

## DEPARTMENT OF PUBLIC WORKS

*"To Enrich Lives Through Effective and Caring Service"*

900 SOUTH FREMONT AVENUE  
ALHAMBRA, CALIFORNIA 91803-1331  
Telephone: (626) 458-5100  
<http://dpw.lacounty.gov>

ADDRESS ALL CORRESPONDENCE TO:  
P.O. BOX 1460  
ALHAMBRA, CALIFORNIA 91802-1460\

April 19, 2023

IN REPLY PLEASE  
REFER TO FILE: T-5

Mr. Thomas Love, General Manager  
Upper San Gabriel Valley Municipal Water District  
602 East Huntington Drive, Suite B  
Monrovia, CA 91016

Attention Ms. Venessa Navarrette  
Dear Mr. Love:

**NEGOTIATED TAX EXCHANGE RESOLUTION  
ANNEXATION OF PETITION NO. 56-1017  
TO COUNTY LIGHTING MAINTENANCE DISTRICT 1687**

We request that the Upper San Gabriel Valley Municipal Water District (Municipal Water District) participate in the exchange of ad valorem property tax in conjunction with the annexation of the territory known as Petition No. 56-1017 to County Lighting Maintenance District (CLMD) 1687. This proposed exchange would provide revenue to CLMD 1687 to partially fund the operation and maintenance of new street lighting services to be provided within the annexed territory. This territory, whose boundary is shown on the enclosed proposed annexation map, is being processed for the Board of Supervisors' concurrent approval of the annexation and transfer of ad valorem property tax between the affected taxing agencies and CLMD 1687.

For new annexations to a CLMD, our procedures require us to process the exchange of property tax revenues with all nonexempt taxing agencies. Under Section 99.01 of the California Revenue and Taxation Code, special districts providing new services to an area as a result of a jurisdictional change are entitled to a share of the annual tax increment generated in the area being annexed. CLMD 1687 meets the definition of a special district under Section 95(m) of the California Revenue and Taxation Code. CLMD 1687's share of the annual tax increment is to be taken from all of the other local taxing agencies providing services within the annexed area with the exception of school entities, which are exempted by law. If a taxing agency involved in the negotiation does not adopt a resolution providing for the exchange of property tax revenues, the Board can determine the exchange of property tax revenues for that taxing agency.

Mr. Thomas Love  
April 19, 2023  
Page 2

Enclosed is a Joint Resolution between Los Angeles County and the Municipal Water District approving and accepting the negotiated exchange of property tax revenues resulting from the annexation of the subject territory to CLMD 1687. Attached to the Joint Resolution is a Property Tax Transfer Resolution Worksheet listing the share of the annual tax increment to be exchanged with Municipal Water District, other affected taxing agencies, and CLMD 1687. The tax share ratio(s) listed on the worksheet were calculated using a formula approved by the County Auditor-Controller and County Counsel. As shown on the Property Tax Transfer Resolution Worksheet for Petition No. 56-1017, Tax Rate Area 02038, the current tax share ratio for the Municipal Water District is 0.000580742. Out of the Municipal Water District's tax share, the Municipal Water District would allocate 0.000012441 to CLMD 1687, with a net share to the Municipal Water District of 0.000568301. Monetarily speaking, a \$10,000 increment in assessed valuation of a parcel means that the parcel will pay an additional \$100 in property taxes, of which the Municipal Water District would receive \$0.0568 and CLMD 1687 would receive \$0.0012.

Please have the resolution executed and returned to us by email with an e-signature approval of the resolution to [tdesta@pw.lacounty.gov](mailto:tdesta@pw.lacounty.gov) by May 31, 2023.

If you have any questions, please contact Ms. Tigist Desta, Traffic Safety and Mobility Division, at (626) 300-4755 or [tdestal@pw.lacounty.gov](mailto:tdestal@pw.lacounty.gov).

Very truly yours,

MARK PESTRELLA, P.E.  
Director of Public Works

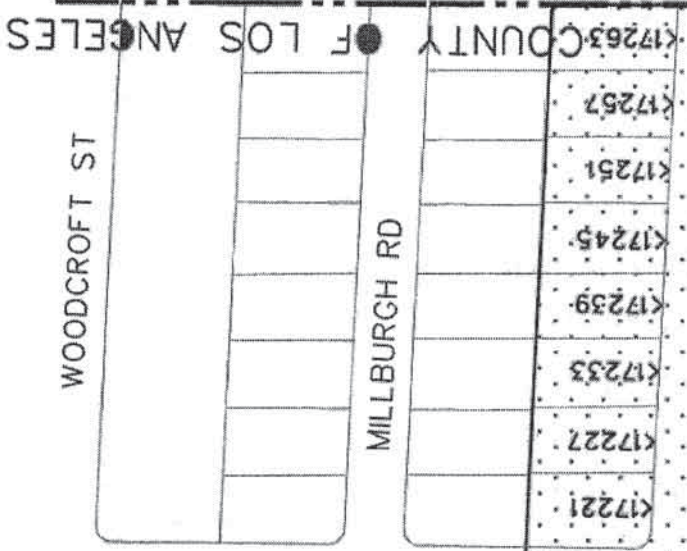
  
for ELAINE KUNITAKE  
Assistant Deputy Director  
Traffic Safety and Mobility Division

TD:ca

Enc.



CITY OF LOS ANGELES  
 COUNTY OF AZUSA



COUNTY OF LOS ANGELES  
 CITY OF COVINA

TRA 2038  
 APN  
 8620-004-046  
 8620-004-047  
 8620-004-048  
 8620-004-049  
 8620-004-050  
 8620-004-051  
 8620-004-052  
 8620-004-053  
 8620-009-001



PETITION NO. 56-1017

LOS ANGELES COUNTY PUBLIC WORKS TRAFFIC SAFETY AND MOBILITY DIVISION STREET LIGHTING SECTION	
E ARROW HIGHWAY LEAF AVENUE TO CITY OF AZUSA BOUNDARY AZUSA AREA	
Reviewed By	Sup. Dist.
1.1.1	538-12
Recommended	12/12/17
Approved	12/12/17

LEGEND

- PROPOSED ANNEXATION BOUNDARY
- EXISTING LIGHTING DISTRICT 1687
- CITY/COUNTY BOUNDARY

PROPOSED ANNEXATION TO COUNTY LIGHTING  
 MAINTENANCE DISTRICT 1687 AND COUNTY LIGHTING  
 DISTRICT LLA-1, UNINCORPORATED ZONE

**JOINT RESOLUTION OF  
THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES,  
THE BOARD OF DIRECTORS OF THE COUNTY SANITATION DISTRICT NO. 22 OF  
LOS ANGELES COUNTY AND THE BOARD OF DIRECTORS OF THE UPPER SAN  
GABRIEL VALLEY MUNICIPAL WATER DISTRICT APPROVING AND ACCEPTING  
THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES RESULTING  
FROM ANNEXATION OF PETITION NO. 56-1017  
TO COUNTY LIGHTING MAINTENANCE DISTRICT 1687**

WHEREAS, pursuant to Section 99.01 of the California Revenue and Taxation Code, prior to the effective date of any jurisdictional change that will result in a special district providing one or more services to an area where those services have not previously been provided by any local agency, the special district and each local agency that receives an apportionment of property tax revenue from the area must negotiate an exchange of property tax increment generated in the area subject to the jurisdictional change and attributable to those local agencies; and

WHEREAS, the Board of Supervisors of the County of Los Angeles, acting on behalf of the County Lighting Maintenance District (CLMD) 1687, Los Angeles County General Fund, Los Angeles County Public Library, Los Angeles County Road District 1, the Consolidated Fire Protection District of Los Angeles County, Los Angeles County Flood Control Drainage Improvement Maintenance District, and Los Angeles County Flood Control District; the Board of Directors of the County Sanitation District No. 22 of Los Angeles County; and the Board of Directors of the Upper San Gabriel Valley Municipal Water District have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Petition No. 56-1017 to CLMD 1687 is as shown on the attached Property Tax Transfer Resolution Worksheet.

//  
//  
//  
//  
//  
//  
//  
//  
//  
//  
//  
//  
//

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The negotiated exchange of property tax revenues between the CLMD 1687, Los Angeles County General Fund, Los Angeles County Public Library, Los Angeles County Road District 1, the Consolidated Fire Protection District of Los Angeles County, Los Angeles County Flood Control Drainage Improvement Maintenance District, Los Angeles County Flood Control District, the County Sanitation District No. 22 of Los Angeles County, and the Upper San Gabriel Valley Municipal Water District resulting from the annexation of Petition No. 56-1017 to CLMD 1687 is approved and accepted.

2. For fiscal years commencing on or after July 1, 2024, or the July 1 after the effective date of this jurisdictional change, whichever is later, the property tax revenue increment generated from the area within Petition No. 56-1017, Tax Rate Area 02038, shall be allocated to the affected agencies as indicated on the Property Tax Transfer Resolution Worksheet.

3. No transfer of property tax revenues other than those specified in Paragraph 2 shall be made as a result of the annexation of Petition No. 56-1017.

4. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect, thus, producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

PASSED, APPROVED, AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_ 2023, by the following vote:

AYES:  
NOES:  
ABSENT:  
ABSTAIN:

UPPER SAN GABRIEL VALLEY  
MUNICIPAL WATER DISTRICT

By \_\_\_\_\_  
President, Board of Directors

ATTEST:

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

ANNEXATION TO: CO LIGHTING MAINT DIST NO 1687  
 ACCOUNT NUMBER: 019.40  
 TRA: 02038  
 EFFECTIVE DATE: 07/01/2023  
 ANNEXATION NUMBER: PE 56-1017 PROJECT NAME: PETITION NO. 56-1017  
 DISTRICT SHARE: 0.021423831

ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
001.05	LOS ANGELES COUNTY GENERAL	0.322879902	32.2890 %	0.021423831	0.006917334	-0.007078661	0.315801241
001.20	L.A. COUNTY ACCUM CAP OUTLAY	0.000115388	0.0115 %	0.021423831	0.000002472	0.000000000	0.000115388
003.01	L A COUNTY LIBRARY	0.023710171	2.3710 %	0.021423831	0.000507962	-0.000507962	0.023202209
005.05	ROAD DIST # 1	0.005906934	0.5906 %	0.021423831	0.000126549	-0.000126549	0.005780385
007.30	CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.177434642	17.7434 %	0.021423831	0.003801329	-0.003801329	0.173633313
007.31	L A C FIRE-FFW	0.007414877	0.7414 %	0.021423831	0.000158855	0.000000000	0.007414877
030.10	L.A.CO.FL.CON.DR.IMP.DIST.MAINT.	0.001767010	0.1767 %	0.021423831	0.000037856	-0.000037856	0.001729154
030.70	LA CO FLOOD CONTROL MAINT	0.009999934	0.9999 %	0.021423831	0.000214236	-0.000214236	0.009785698
066.85	CO SANIT DIST NO 22 OPERATING	0.013926228	1.3926 %	0.021423831	0.000298353	-0.000298353	0.013627875
368.05	UPPER SAN GAB. VY. MUN. WATER	0.000580742	0.0580 %	0.021423831	0.000012441	-0.000012441	0.000568301
400.00	EDUCATIONAL REV AUGMENTATION FD	0.067001807	6.7001 %	0.021423831	0.001435435	EXEMPT	0.067001807
400.01	EDUCATIONAL AUG FD IMPOUND	0.131877650	13.1877 %	0.021423831	0.002825324	EXEMPT	0.131877650
400.15	COUNTY SCHOOL SERVICES	0.001431162	0.1431 %	0.021423831	0.000030660	EXEMPT	0.001431162
400.21	CHILDREN'S INSTIL TUITION FUND	0.002840356	0.2840 %	0.021423831	0.000060851	EXEMPT	0.002840356
791.04	CITRUS COMMUNITY COLLEGE DIST	0.025119961	2.5119 %	0.021423831	0.000538165	EXEMPT	0.025119961
791.20	CHILDREN'S CTR FUND CITRUS C C	0.000655228	0.0655 %	0.021423831	0.000014037	EXEMPT	0.000655228
818.03	AZUSA UNIFIED SCHOOL DISTRICT	0.197765276	19.7765 %	0.021423831	0.004236889	EXEMPT	0.197765276
818.06	CO.SCH.SERV.FD.- AZUSA	0.008572960	0.8572 %	0.021423831	0.000183665	EXEMPT	0.008572960
818.07	DEV.CTR.HDCPD.MINOR-AZUSA	0.000999772	0.0999 %	0.021423831	0.000021418	EXEMPT	0.000999772

ANNEXATION NUMBER:	PE 56-1017	PROJECT NAME:	PETITION NO. 56-1017	TRA:	02038		
ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
***019.40	CO LIGHTING MAINT DIST NO 1687	0.000000000	0.0000 %	0.021423831	0.000000000	0.000000000	0.012077387
TOTAL:		1.000000000	100.0000 %		0.021423831	-0.012077387	1.000000000



# MEMORANDUM



## ITEM 8 (f) CONSENT

**DATE:** May 17, 2023  
**TO:** Board of Directors  
**FROM:** General Manager  
**SUBJECT:** State Legislative Summaries and Positions

---

### **RECOMMENDATION**

Approve staff recommendation for state legislative bill positions AB 557, AB 676, AB 1573, SB 366, and SB 687 which are consistent with Upper District’s 2023-24 Legislative Policy Principles adopted by the Board in January 2023.

*Committee Action:* At the May 1<sup>st</sup> Government Affairs & Community Outreach Committee meeting, the committee voted 2-0 to approve staff recommendation.

### **State Bill Analysis**

#### **AB 557 (Hart): Open meetings: local agencies: teleconferences**

**Introduced:** 2/8/2023; **Location:** Asm. Local Government

**Summary:** Existing law, until January 1, 2024, authorizes a local agency to use teleconferencing without complying with specified teleconferencing requirements in specified circumstances when a declared state of emergency is in effect, or in other situations related to public health, as specified.

**Analysis:** This bill would eliminate the January 1, 2024 sunset on the provisions of the Brown Act that provide flexibility for local agencies looking to meet remotely during an emergency, while still maintaining public access and transparency. The bill would make a change to the timeframe for the renewal resolutions required under the previous AB 361 framework. Currently, the terms of AB 361 require that an agency looking to rely on its provisions beyond 30 days must pass a resolution recognizing that the state of emergency that prompted the transition to remote meetings remains active, and that conditions persist that prevent the agency from holding meetings safely in-person. This bill would change it to 45 days, providing agencies with an additional two weeks and accommodating those agencies that meet monthly on a fixed date that may occasionally fall outside of the original 30-days window provided by AB 361. The bill is sponsored by California Special Districts (CSDA), and supported by League of California Cities, and California State Association of Counties.

**STAFF RECOMMENDATION:** Support

**AB 676 (Bennett): Water: general state policy**

**Introduced:** 2/13/2023; **Location:** Asm. Water, Parks, and Wildlife

**Summary:** Existing law declares that the protection of the public interest in the development of the water resources of the State is of vital concern to the people of the State and that the State shall determine in what way the water of the State, both surface and underground, should be developed for the greatest public benefit. Existing law establishes that it is the policy of the State that every human being has the right to safe, clean, affordable, and accessible water adequate for human consumption, cooking, and sanitary purposes. Existing law establishes that it is the policy of the State that the use of water for domestic purposes is the highest use of water and that the next highest use is for irrigation.

**Analysis:** This bill would seek to amend Water Code Section 106, a foundational code for California's water rights system. The code section provides a clear policy directive that the highest use of water in California is for domestic purposes and that the next highest use of water is for irrigation. The author seeks to further define "domestic use" and narrow the scope of "highest use" of water. Currently, domestic use is defined to include water in homes, resorts, motels, organization camps, campgrounds, and incidental watering of domestic stock, lawns, ornamental shrubbery, and gardens. The bill would narrow the definition of "domestic use" to mean the sustenance of human beings and household conveniences; the care of household livestock and animals; care of household gardens and deliveries of water by community water systems, public, municipal and other water agencies.

**STAFF RECOMMENDATION:** Oppose

**AB 1573 (Friedman): Water conservation: landscape plants: nonfunctional turf**

**Introduced:** 2/17/2023; **Location:** Assembly Appropriations

**Summary:** The Water Conservation in Landscaping Act provides for a model water efficient landscape ordinance (MWELo) that is adopted and updated at least every three years by the Department of Water Resources (DWR). Existing law requires a local agency to adopt the model ordinance or to adopt a water efficient landscape ordinance that is at least as effective in conserving water as the updated model ordinance, except as specified. Existing law specifies the provisions of the updated model ordinance, as provided. Existing law includes a related statement of legislative findings and declarations.

**Analysis:** This bill would require the updated model ordinance to include provisions that require that plants included in a landscape design plan be selected based on their adaptability to climatic, geological, and topographical conditions of the project site, as specified. The bill would also exempt landscaping that is part of ecological restoration projects that do not require a permanent irrigation system, mined-land reclamation projects that do not require a permanent irrigation system, and existing plant collections, as part of botanical gardens and arboretums open to the public, from the model ordinance.

The bill would require the new MWELo update to require the following:

- That all new or renovated nonresidential areas install plants in the plant area that, taken together, have an average Water Use Classification of Landscape Species (WUCOLS) plant factor of 0.3 and require that not less than 75 percent of those plants be local natives, excluding edible gardens and areas using recycled water; and,
- Prohibit the inclusion of nonfunctional turf in nonresidential landscape projects after January 1, 2026.

This bill creates many new requirements for MWELo that are very restrictive and may be difficult to successfully implement. Currently, there are different definitions for nonfunctional turf that need to be clearly defined. Second, MWELo currently requires a plant factor of 0.55 for residential areas and 0.45 for nonresidential. AB 1573 would reduce this standard even further making this requirement more restrictive and

difficult for homeowners to achieve. Third, the bill would require that at least 75 percent of all plants installed in new or renovated nonresidential areas be local native plants. This ambitious goal may be difficult to achieve due to cost and availability of plant selections. Requested amendments would be to keep existing MWELo standards, adopt a consistent definition for non-functional turf and eliminate or reduce the 75 percent requirement for local native plants.

**STAFF RECOMMENDATION:** Oppose Unless Amended

**SB 366 (Caballero): The California Water Plan: long term supply targets**

**Introduced:** 2/08/2023; **Amended:** 3/22/2023 **Location:** Senate Appropriations

**Summary:** Existing law requires the Department of Water Resources to update every 5 years the California Water Plan for the orderly and coordinated control, protection, conservation, development, and use of the water resources of the state. Existing law requires the department to include a discussion of various strategies in the plan update relating to the development of new water storage facilities, water conservation, water recycling, desalination, conjunctive use, water transfers, and alternative pricing policies that may be pursued in order to meet the future needs of the state. Existing law requires the department to establish an advisory committee to assist the department in updating the plan.

**Analysis:** The author seeks to transform water management and work toward a sustainable water future and address the perpetual water supply challenges that negatively impact the state. The bill would establish long-term water supply targets for the State to achieve, require a cost analysis and financing plan to meet the goals of the plan, and establish an advisory committee to achieve these targets in consultation with local water agencies and wastewater service providers among others. The bill also requires DWR to provide an oral and written report to the Legislature, each year, regarding the progress made towards meeting the water supply targets. SB 366 would compliment and amplify Governor Newsom's Water Supply Strategy and is sponsored by the CA Water for All coalition.

**STAFF RECOMMENDATION:** Support

**SB 687 (Eggman): Water Quality Control Plan: Delta Conveyance Project**

**Introduced:** 2/16/2023; **Amended:** 4/12/2023 **Location:** Senate Appropriations

**Summary:** Existing law requires the state board to formulate and adopt state policy for water quality control. Existing law authorizes the state board to adopt water quality control plans for waters that require water quality standards pursuant to the Federal Water Pollution Control Act, and provides that those plans supersede any regional water quality control plans for the same waters to the extent of any conflict.

**Analysis:** SB 687 would require the State Water Board to adopt a final update of the San Francisco Bay/Sacramento-San Joaquin Delta Estuary WQCP (Bay-Delta Plan or Plan) before the State Water Board could consider a change in point diversion or any other water rights permit or order associated with the Delta Conveyance Project. SB 687 would also prohibit the operation of the Delta Conveyance Project until the updated Bay-Delta Plan is fully implemented. As proposed, the bill would likely create challenges and delays for a conveyance solution. It would also make the Delta Conveyance Project timeline reliant on both the finalization and implementation of the Bay-Delta Plan.

**STAFF RECOMMENDATION:** Oppose



## ORDINANCE NO. 23-1

### AN ORDINANCE OF THE BOARD OF DIRECTORS OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT IMPOSING STANDBY CHARGES FOR THE FISCAL YEAR COMMENCING JULY 1, 2023

**BE IT ORDAINED BY THE BOARD OF DIRECTORS OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT (Upper District)** as follows:

**Section 1.** This ordinance fixes a standby charge assessment to be levied against each lot or parcel within the Upper District for the fiscal year commencing July 1, 2023 for the purpose of financing water recycling and water conservation projects. This charge is imposed pursuant to the Municipal Water District Law of 1911 (Water Code Section 71630; 71638 et seq).

#### **Section 2.** Findings

The Board of Directors finds, determines, and declares as follows:

(a) The Board has provided a duly published notice of public hearing and has conducted a public hearing to consider adoption of a standby charge assessment.

(b) The Board has considered the written and oral comments presented by interested parties and the report of the Upper District's Engineer concerning the assessment.

(c) The standby charge assessment will be used to pay for a portion of the cost of water recycling and water conservation programs instituted by the Upper District for the benefit of all residents of the Upper District.

(d) It is in the best interests of the Upper District and the community which it serves to promote water recycling and conservation programs and to pay for a portion of the programs from the proceeds of standby charge assessments because landowners benefit from the increase in the available water supply.

#### **Section 3.** Standby Charge

An annual standby charge assessment in the amount of \$10.00 per acre and/or portion thereof, is hereby imposed upon each parcel within the Upper District for the fiscal year commencing July 1, 2023. A description of the lands (by assessor parcel number) affected by the assessment is on file with the Secretary.

**Section 4.** Collection

The Board of Supervisors and Auditor of the County of Los Angeles are hereby directed to levy, collect and remit to the District the standby charge assessment at the time and in the manner required by law for the levying of taxes for county purposes.

**PASSED, APPROVED, AND ADOPTED** this 24<sup>th</sup> day of May, 2023.

SANTANA:

FELLOW:

GARCIA:

CHAVEZ:

TREVIÑO:

\_\_\_\_\_  
Jennifer Santana, President

ATTEST:

\_\_\_\_\_  
Ed Chavez, Secretary

(SEAL)

APPROVED AS TO FORM:

\_\_\_\_\_  
Steven P. O'Neill, District Counsel



# MEMORANDUM



## ITEM 9. (b) ACTION

**DATE:** May 18, 2023  
**TO:** Board of Directors  
**FROM:** General Manager  
**SUBJECT:** Building Elevator Modernization

---

### Recommendation

Staff recommends that the Board of Directors authorize the General Manager to enter into a contract with GMS Elevator Services, Inc. to modernize the office building elevator system for a total cost of \$95,824.

### Background

At its May 3, 2023 meeting, the Water Resources and Facility Management Committee discussed the proposals received from Golden State Elevator Service, Inc. (GSE), the current elevator service provider, amounting to \$87,360 and GMS Elevator Services, Inc. (GMS) amounting to \$95,824, to modernize the building elevator. Both proposals include replacement of the elevator control system, hoist way equipment, door operator and door hardware and elevator cab operation buttons, switches and lights. While there are no substantial differences in the scope of work between the two proposals, there were differences in the schedule and payment terms. Following discussion, the Committee agreed with the staff's initial recommendation to approve GSE's proposal amounting to \$87,360, conditional on negotiation of acceptable schedule, payment terms and inclusions.

Staff reached out to both companies and continued negotiation. Staff revised the recommendation to award the contract to GMS Elevator Services, Inc. for a total cost of \$95,824, inclusive of taxes, freight and permits, based on the company's responsiveness to staff inquiries and the revised terms as follows:

#### GMS Elevator Services

Payment Terms:	Signed Contract	30%
	Equipment Delivery	30%
	Completion	30%
	Final Inspection	10%

#### Schedule:

Equipment Delivery	3-4 Months
Installation	3 Weeks

# 2023 FIVE-YEAR STRATEGIC PLAN

## Message from the Board

Welcome to the Upper San Gabriel Valley Municipal Water District's (Upper District's) 5-Year Strategic Plan. This document is a blueprint for how Upper District will respond to current challenges and make the best of future opportunities for the benefit of our customers. It confirms our mission and goals as a public agency dedicated to providing high quality wholesale water service to all or parts of 18 cities and portions of unincorporated Los Angeles County serving 860,000 residents. Upper District delivers water to twenty-two retail water providers (Producers) that provide retail water service in the area.

Upper District is governed by five elected Directors representing five geographic divisions within Upper District's boundaries. Each Director is elected to serve a 4-year term and represents a designated geographic area. Additionally, as a member agency of the Metropolitan Water District of Southern California (Metropolitan), Upper District appoints one representative to sit on the Metropolitan Board of Directors. Upper District also has representation on the San Gabriel Basin Water Quality Authority and the Main San Gabriel Basin Watermaster Boards.



Consistent with its motto of "Where Solutions Flow," Upper District is widely recognized for its customer service orientation, community involvement, and creativity in promoting water quality, water recycling, and water conservation. Upper District partners with many public and private entities to provide a sustainable, high quality water supply to residents and businesses within the greater San Gabriel Valley.

Upper District has a number of important priorities in the coming years including:

- Revisiting our water supply portfolio to ensure it addresses the uncertainties of State water reliability,
- Advocating for completion of the Pure Water Southern California project of the Metropolitan Water District of Southern California,
- Managing upward pressure on water rates due to the rising cost of imported water, energy, labor, regulations, infrastructure investment, and other factors,
- Exploring ways to stabilize Upper District revenues through a mix of variable and fixed charges, and
- Effectively communicating the issues involved in providing reliable wholesale water supply to the stakeholders we serve.

To this end, the Upper District Board of Directors and staff are charting a course for continued success in the future through the development and execution of this Strategic Plan. The Plan defines the vision,

# 2023 FIVE-YEAR STRATEGIC PLAN

---

mission, values, goals and future strategy for Upper District. Our commitments to the communities we serve fall into four areas: water reliability, financial integrity, workforce and governance, and community representation and engagement. These commitments are established as the four goals of the plan. Our Board actions will consistently support these commitments and we will track our progress against this plan, revisiting the plan regularly to adjust as conditions warrant.



Director Jennifer Santana, President  
Division 3



Director Anthony Fellow, Vice President  
Division 1



Director Ed Chavez, Secretary  
Division 5



Director Katarina Garcia, Treasurer  
Division 4



Director Charles Treviño  
Division 2

# 2023 FIVE-YEAR STRATEGIC PLAN

---

## Strategic Plan Project Team

Tom Love PE, General Manager  
Patty Cortez, Assistant General Manager, External Affairs  
Evelyn Rodriguez, Chief Financial Officer/Chief Administration Officer  
Ed Means, Means Consulting LLC

## Message from the General Manager

While our core business has remained constant over time, this plan directs our efforts to take on the complex issues and challenges facing the Upper District in the next several years. In developing this Strategic Plan, we focused on four key points:

- Our most important responsibility is to provide adequate supplies of safe water to the Producers and the communities we serve;
- We continue to make decisions that reflect social, environmental and financial considerations;
- We remain leaders in collaborating with other stakeholders to ensure we effectively represent and support the interests of our customers; and
- We continue to provide employees with resources and systems to effectively do their jobs and give them opportunities for career growth.



We will review the plan periodically in conjunction with our budget process to readjust these goals as changing conditions dictate. With the support of the Board, I am confident this plan will help us achieve the expectations of those we serve in the months and years to come.

Respectfully submitted,

Tom Love PE  
General Manager

# 2023 FIVE-YEAR STRATEGIC PLAN

---

## Introduction

Strategic Planning is a structured process to prioritize issues. Due to the reality of finite resources, staff must be focused on the key issues that are critical to its mission.

The planning process enabled Upper District staff to step back from daily activities and deliberate on ways to achieve the Upper District mission to "Consistently meet our customers' needs for reliable, high quality and affordable water."

The Strategic Plan was developed under the guidance of the Board of Directors and senior management representing all of the Upper District's functions. This team met over a 3-month period. The focus of the staff's strategic deliberations was the key issues Upper District will face in the next five-year planning horizon (and beyond). Workshops were held with the Board and the Senior Management staff to identify strengths, weaknesses, opportunities and threats (SWOT Analysis) that the plan should consider. Verbal and written comments were solicited. In addition, Upper Districts' member agency (purveyor) input was sought through a focused workshop and incorporated into the Strategic Plan. A workshop was held with the Board of Directors in April of 2023 to affirm the vision, mission, goals and values statements and establish the four goals that set the framework for the strategies and objectives development by the management team. The Board reviewed the draft plan on xxx xx, 2023 and adopted the plan on xxx xx, 2023.

### *The Process*

- *Review current operating environment – strengths, weaknesses, opportunities, & threats*
- *Review Vision, Mission, Values and establish Goals*
- *Develop Strategies and Objectives*
- *Develop staffing and resource needs in conjunction with the Annual Budgeting Process*
- *Regularly update the Plan*

The five-year Strategic Plan will be implemented and tracked through the annual budget process. Strategic Plan activities that are not budgeted in FY2023-24 will be budgeted in later years, subject to Board review and approval. In the future, staff will ensure the proposed budgets reflect the priorities established in the Strategic Plan.

# 2023 FIVE-YEAR STRATEGIC PLAN

---

## Vision Statement

*Our vision is to support:*

*"A high quality of life in the greater San Gabriel Valley by providing valued water services"*



## Mission Statement

Our mission is to:

*"Consistently meet our region's need for reliable, high quality and affordable water"*



## Core Values

The Upper District team, consisting of Board and staff, will embody the following core values in conducting the business of the district:

- Transparency – Our team will interact with all in a fair, open and honest manner
- Professionalism – Our team will professionally, respectfully, and responsively serve the needs of its customers
- Integrity – Our team will consistently adhere to high moral and ethical principles



# 2023 FIVE-YEAR STRATEGIC PLAN

---

- Collaborative – Our team is collaborative, supporting each other’s efforts, loyal to one another, and cares for each other both personally and professionally
- Innovative – Our team will encourage and value the introduction of new ideas and methods
- Diversity – Our team will maintain an inclusive culture that is characterized by civility, respect, and consideration of all viewpoints and reflects the community we serve.

## Goals / Strategies / Objectives

The Board developed goal areas that represent the key Upper District commitments to the community it serves. Upper District is committed to:

- **Goal 1: Water Reliability** – Upper District will provide reliable water services that meet the needs of the communities we serve
- **Goal 2: Financial Integrity** – Upper District will effectively and efficiently manage the financial resources entrusted to it
- **Goal 3: Workforce and Governance** – Upper District will maintain a trained and motivated workforce, an informed and engaged Board of Directors, and effective business processes to achieve its goals
- **Goal 4: Community Representation and Engagement** – Upper District will provide responsive local governance, value, legislative engagement, and outreach to the Producers and the communities we serve



Management and staff identified specific strategies and measurable objectives for each goal area to ensure the proper actions are taken to fulfill the commitment implicit in the goal area. The strategies and objectives listed below encompass both current and new activities.

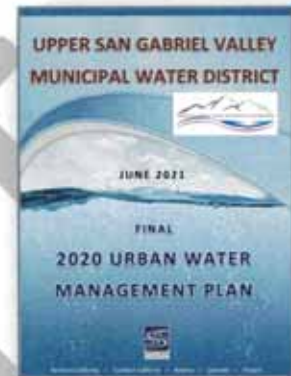
# 2023 FIVE-YEAR STRATEGIC PLAN

---

## Goal 1: Water Reliability - Upper District will provide reliable water services that meet the needs of the communities we serve

Strategy 1 – Ensure District Planning is adequate to support water reliability in the greater San Gabriel Valley

- Objective 1 Update the Urban Water Management Plan in 2025 and explore report production efficiency in collaboration with Producers
- Objective 2 Develop a comprehensive water supply plan considering, evaluating, and prioritizing all viable water resources and cost (expansion of recycled water, Metropolitan's Pure Water Southern California, conservation, water banking, etc.)
- Objective 3 Sponsor and develop a regional water workgroup
- Objective 4 Continue to be engaged in the Los Angeles County Water Plan
- Objective 5 Plan for future Colorado River water replenishment deliveries



Strategy 2 - Plan and prepare for catastrophic emergencies (e.g., earthquake, fire etc.)

- Objective 1 Update Emergency Operations Plan
- Objective 2 Train staff on MWD's emergency response protocols
- Objective 3 Create Business Continuity Plan



Strategy 3 – Continue water use efficiency efforts as a core water resource element

- Objective 1 Advocate for the San Gabriel Valley in the development and adoption of water use efficiency legislation, regulations, and best practices

# 2023 FIVE-YEAR STRATEGIC PLAN

---

Objective 2 Enhance educational programs that improve residential, commercial and industrial water efficiency performance parameters and evaluate existing programs to ensure cost-effectiveness and equity

Objective 3 Assist and support our Producers in meeting conservation mandates and regulations

Objective 4 Continue to leverage grants and Metropolitan incentives to enhance District programs in collaboration with Producers and other Metropolitan member agencies. Maintain a list of potential "shovel-ready" projects.



## Strategy 4 – Track drinking water quality standards and potential water reliability impacts

Objective 1 Support Producers through provision of technical assistance on water topics as appropriate

Objective 2 Advocate for appropriate drinking water regulations in collaboration with Producers

## Strategy 5 – Support Main San Gabriel Basin groundwater sustainability

Objective 1 Ensure coordination of negotiations, delivery and purchase of replenishment water with the Main San Gabriel Basin Watermaster

Objective 2 Actively support continued development of Pure Water Southern California

Objective 3 Develop and implement a project to improve flows at USG-3

Objective 4 Support Los Angeles County acquisition of a gravel pit to facilitate storage in the basin

Objective 5 Assess value in reactivation of inactive MWD service connections and development of new service connections



## Strategy 6 – Service and maintain District facilities

# 2023 FIVE-YEAR STRATEGIC PLAN

---

- Objective 1 Develop an asset management plan
- Objective 2 Develop capital replacement program and funding strategy

## Goal 2: Financial Integrity - Upper District will effectively and efficiently manage the resources entrusted to it

Strategy 1 – Ensure the District has sufficient financial capacity to provide reliable wholesale water service

- Objective 1 Maintain the long-range financial plan
- Objective 2 Evaluate the rate structure relative to the increasing readiness to serve and other MWD charges to manage revenue variability and improve predictability
- Objective 3 Prepare, adopt, and operate within a budget each year
- Objective 4 Evaluate implications of moving to a 2-year budget
- Objective 5 Update the reserve policy and maintain appropriate reserves
- Objective 6 Continue to obtain unqualified audits each year
- Objective 7 Engage the Producers in the rate setting process to ensure their views are considered



Strategy 3 - Ensure financial activities are timely and transparent and reporting is accurate

- Objective 1 Prepare and submit a quarterly investment and financial report (Treasurers report) for Board review
- Objective 2 Provide monthly reporting and semi-annual forecasting of performance compared to budget and detailed discussion with the Board Administration and Finance Committee

## 2023 FIVE-YEAR STRATEGIC PLAN

---

Objective 3 Institute methods to share financial information with staff

Objective 4 Continue to make required financial reports available to the public

Strategy 4 - Pursue state and federal grant funding and Metropolitan incentives in Upper District's business model and financial planning as appropriate

Objective 1 Identify and pursue grant opportunities to implement Upper District programs and/or local projects

Objective 2 Evaluate resource requirements to expand Upper District grant pursuits and administration

Strategy 5 – Identify opportunities to manage District retirement and other post-employment obligations (OPEB)

Objective 1 Maintain adequate pension funding

Objective 2 Reduce actuarial liability by periodically reevaluating adequacy of District's annual OPEB funding contributions to a GASB approved investment trust

### **Goal 3: Workforce - Upper District will maintain a trained and motivated workforce, an informed and engaged Board of Directors, and effective business processes to achieve its goals**

Strategy 1 - Ensure Upper District has policies and practices that promote a safe and healthy workforce and workplace

Objective 1 Conduct a review of District safety policies and update to best practices as appropriate

Objective 2 Maintain an organization-wide focus on health and safety practices

Strategy 2 - Ensure that the workforce understands human resources policies

Objective 1 Review and document all human resources policies (including a recruitment policy)

Objective 2 Update all job descriptions every 5 years

Objective 3 Develop formal on-boarding process for employees

Objective 4 Evaluate HR support needs (e.g., 3<sup>rd</sup> party advisor)

# 2023 FIVE-YEAR STRATEGIC PLAN

---

Objective 5 Clarify employee concern resolution process

## Strategy 3 - Maintain organization wide accountability

Objective 1 Conduct an inclusive review of performance evaluation processes to drive responsiveness and accountability and ensure timely performance reviews

Objective 2 Include making adherence to business processes part of all performance reviews

Objective 3 Evaluate reward/incentive systems for employees

## Strategy 4 - Encourage a high-performance team-oriented approach to work

Objective 1 Develop a staff training program (including cross-training, leadership training, safety, onboarding, mentoring, and continuing education)

Objective 2 Develop a system for tracking training

Objective 3 Update the staff skills inventory

Objective 4 Re-examine current delegation of authority levels and revise as appropriate

Objective 5 Develop staff appreciation strategy (management and staff)

Objective 6 Develop a program to foster innovation at the District

Objective 7 Conduct a staff compensation survey



## Strategy 5 – Develop, recruit, and retain a capable workforce to achieve Upper District's strategic goals

Objective 1 Develop a Succession Plan (including staff overlap, exit interviews, Institutional knowledge transfer, etc.)

Objective 2 Conduct a staffing needs assessment and incorporate results into a staffing plan to optimize staff deployment

Objective 3 Ensure staff participation in professional organizations to bring innovative "best-of-class" methods / processes back to Upper District

## 2023 FIVE-YEAR STRATEGIC PLAN

---

- Objective 4 Ensure that Upper District has competitive compensation and benefits (conduct compensation surveys, benchmarking of certification compensation policy)
- Objective 5 Establish process for addressing issues with health benefits
- Objective 6 Explore development of an education program in collaboration with other water interests to meet regional water related hiring needs

Strategy 6 Ensure all Upper District staff and Board members are informed on Upper District's priorities and activities and that communication is effective, clear, and open

- Objective 1 Maintain internal communication tools
- Objective 2 Maintain consistent communication of Board actions and rationales to staff
- Objective 3 Maintain the Employee Handbook and Policy Manual with formal review and update every 3 years

Strategy 7 – Ensure facilities and systems are efficient and effective

- Objective 1 Re-evaluate storage needs and facilities
- Objective 2 Transition to an all-electronic file system

Strategy 8 – Ensure cost-effective, efficient and secure business processes

- Objective 1 Centralize standalone databases
- Objective 2 Systematically review processes and use technology to make our workflow more efficient and organized; learn from other organizations
- Objective 3 Assess cyber security needs
- Objective 4 Clarify data ownership and responsibility

**Goal 4: Community Representation and Engagement - Upper District will provide responsive local governance, value, legislative engagement, and outreach to the Producers and the communities we serve**

# 2023 FIVE-YEAR STRATEGIC PLAN

## Strategy 1 – Provide effective representation of the region's interests at the Metropolitan Water District of Southern California (Metropolitan)

- Objective 1 Sponsor and participate in Colorado River Aqueduct and State Water Project tours
- Objective 2 Attend and advocate for San Gabriel Valley water interests at Metropolitan's Board and committee meetings
- Objective 3 Build and maintain strong relationships with Metropolitan and its member agencies
- Objective 4 Conduct periodic Producer meetings to engage Upper District Producers regarding Metropolitan programs and activities
- Objective 5 Assess advisory resources to assist in tracking, analyzing, and communicating Metropolitan policy and coordinating advocacy
- Objective 6 Advocate for cost efficiency



## Strategy 2 - Support the Board of Directors to facilitate transparent informed policy / decision-making

- Objective 1 Support Board and committee meetings
- Objective 2 Organize Board workshops and/or identify key outside educational opportunities to convey Board information on key policies or issues
- Objective 3 Conduct periodic review of governance improvement opportunities



# 2023 FIVE-YEAR STRATEGIC PLAN

Objective 4 Actively identify key policy needs and provide platforms for robust Board discussion of those policies and provide summary talking points

Objective 5 Develop a Board member onboarding program and provide periodic updates (e.g., legal, policy, ethics, etc.)



Objective 6 Engage the Producers in the District's planning activities

Objective 7 Coordinate messaging with the Producers

## Strategy 3 - Maintain effective community outreach

Objective 1 Maintain a current outreach plan and budget to further community outreach (consider social media strategy, rebranding, new videos, board communications / summaries, etc.)

Objective 2 Implement the outreach plan

Objective 3 Conduct stakeholder surveys to measure public perceptions of Upper District effectiveness

Objective 4 Coordinate and participate in community events

## Strategy 4 – Improve the customer and stakeholder experience

Objective 1 Ensure the Upper District's website and social media strategy reflects current information, programs, and issues

Objective 2 Provide transparent and easy public access to Upper District's financial information

Objective 3 Maintain strong relationships with the Producers and Watermaster



## Strategy 5 – Engage local, regional, state, and federal stakeholders in support of Upper District interests

Objective 1 Advocate for greater San Gabriel Valley water issues by conducting timely and consistent briefings with key legislators/staff

# 2023 FIVE-YEAR STRATEGIC PLAN

---

- Objective 2 Track and engage on regulations / legislation and other administrative actions that may impact Upper District's water (e.g., sediment removal in flood control facilities)
- Objective 3 Coordinate with legislators to maximize funding opportunities for Upper District
- Objective 4 Build coalitions to support Upper District water positions
- Objective 5 Consistently convey appropriate information through the General Managers report
- Objective 6 Update the Legislative Policy Principles consistent with the start of new legislative sessions
- Objective 7 Support the Delta conveyance solution and, as appropriate, other State Water Project infrastructure improvements to meet State contractual obligations to Metropolitan
- Objective 8 Maintain involvement with key regional stakeholders and business organizations
- Objective 9 Monitor the success of District legislative activities
- Objective 10 Develop and maintain relationships with legislative representatives and staff



---

## Next Steps

The plan is intended to be a living document and will be updated periodically to remain current. It will be used in planning and budgeting the activities of Upper District.

# 2023 FIVE-YEAR STRATEGIC PLAN

---

## Glossary

The following key terms are used in this Strategic Plan:

**Action Plan** – a detailed set of tactical actions that will be developed in order for some of the objectives to be achieved

**Core Values** - non-negotiable standards that the staff and the Board believe in and embody how they will act individually and as an organization

**Goal** - Upper District's commitment to the community it serves

**Mission** – the primary reason(s) for the existence of the organization

**Objective** - measurable work activity that, when accomplished, will directly lead to the success of the strategy

**Issue** - a problem or opportunity facing the Upper District

**Strategy** - how an issue is solved to achieve the goal

**Strategic Plan** - a structured plan to drive Upper District to achieve its goals

**SWOT Analysis** - description of strengths, weaknesses, opportunities and threats to identify areas of focus in the Strategic Plan

**Vision** - what Upper District aspires to create

# MEMORANDUM



## 9. (d) ACTION

**DATE:** May 17, 2023  
**TO:** Board of Directors  
**FROM:** General Manager  
**SUBJECT:** Nomination for Association of California Water Agencies Region 8 Board for the 2023/2024 term and adoption of Resolution No. 05-23-657.

---

### **Recommendation**

Staff recommends that the Board of Directors consider nominating a board member to be included in the Association of California Water Agencies Region 8 Board elections for the 2023/2024 term and adopt Resolution No. 05-23-657.

### **Background**

The Association of California Water Agencies (ACWA) Region 8 Nominating Committee is seeking nominations from its members who are interested in leading the direction of ACWA Region 8 for the 2023/2024 term.

The regional leadership of ACWA's ten geographical boards is integral to the overall leadership of the Association. The Chair and Vice Chair of Region 8 serve on ACWA's Board of Directors and recommend all committee appointments for Region 8. The members of the Region 8 Board determine the direction and focus of regional issues and activities. Additionally, they support the fulfillment of ACWA's goals on behalf of members.

Director Anthony Fellow currently serves on the Region 8 Board and has expressed interest in continuing for a fourth term on the Region 8 Board.

Attachment

**RESOLUTION NO. 05-23-657**

**A RESOLUTION OF THE BOARD OF DIRECTORS OF  
UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
PLACING IN NOMINATION ANTHONY R. FELLOW, Ph.D.  
AS A MEMBER OF THE ASSOCIATION OF CALIFORNIA  
WATER AGENCIES REGION 8**

**BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE UPPER SAN  
GABRIEL VALLEY MUNICIPAL WATER DISTRICT AS FOLLOWS:**

A. Recitals

(i) The Board of Directors "Board" of the Upper San Gabriel Valley Municipal Water District "Upper District" does encourage and support the participation of its members in the affairs of the Association of California Water Agencies "ACWA".

(ii) Anthony R. Fellow, Ph.D. is currently serving as a Board Member for ACWA Region 8.

B. Resolves

**NOW, THEREFORE, BE IT RESOLVED THAT THE BOARD OF DIRECTORS  
OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT,**

(i) Does place its full and unreserved support in the nomination of Anthony R. Fellow, Ph.D. for the ACWA Region 8 Board.

(ii) Does hereby determine that the expenses attendant with the service of Anthony R. Fellow, Ph.D. in ACWA Region 8 shall be borne by the Upper District.

**PASSED, APPROVED, AND ADOPTED** this 24<sup>th</sup> day of May, 2023.

AYES:

NOES:

ABSTAIN:

ABSENT:

\_\_\_\_\_  
Jennifer Santana, President

ATTEST:

\_\_\_\_\_  
Ed Chavez, Secretary

(SEAL)

APPROVED AS TO FORM:

\_\_\_\_\_  
Steven P. O'Neill, District Counsel

## Utilities Commission to weigh plan that could stiffen penalties for water wasters

by [Jason Ruiz](#) 05/18/2023

The Long Beach Utilities Department is looking to update its water shortage contingency plan, which outlines what activities are prohibited during different stages of drought—and a new proposal could lead to steep fines for water wasters in the future.

After an exceptionally wet winter, most of the state, including Long Beach, is out of drought-like conditions. With water agencies projected to get 100% of their requested water supplies from the state, many are looking to rescind some restrictions.

Long Beach is currently in a declared State 2 shortage, which limits what days of the week plants and lawns can be watered and prohibits things like rinsing of hardscape and washing vehicles without a hose that shuts off.

The Utilities Commission is expected to revise its shortage stage in June.

Commissioner Frank Martinez said during a Wednesday meeting that he wouldn't want to fully rescind the water restrictions even though the state is not currently in a drought.

"If we jump two stages, it would give the impression that we've solved all our water issues," Martinez said, adding that it could be difficult to get buy-in when the department might have to reimplement restrictions.

Updating the plan, which is required by the state, would provide new guidelines for when the state does return to drought conditions—a scenario that could be more prevalent in the future due to climate change.

Dean Wang, the department's manager of water resources, told the commission Wednesday that the department currently doesn't have guidelines for what happens when it hits Stage 3, the last step of its current plan.

Shortage Stage	Irrigation: Residential and Commercial	Irrigation: Golf Courses	Irrigation: Schools and Parks	Recycled Water
Stage 1 (10%)	Tue/Thu/Sat 10 minutes/station			
Stage 2 (20%)	Summer: Tue/Thu/Sat Winter: Tue/Sat			
Stage 3 (30%)	Tue/Sat	Reduce by 10%	Reduce by 10%	
Stage 4 (40%)	Tue	Reduce by 30%, or only fairways/greens	Reduce by 30%	
Stage 5 (50%)	Only hand watering trees and food crops	Reduce by 50%, or only greens	Reduce by 50%	
Stage 6 (>50%)	No irrigation	No irrigation	No irrigation	No irrigation

A screenshot of proposed water shortage stages and some of the restrictions that would be imposed when the city enters those stages of drought.

The state has a six-stage plan, and Wang unveiled a proposal that could help the department [align with the state](#) Wednesday morning. The current Stage 2 would be like the proposed Stage 3, where residential and commercial

irrigation is limited to Tuesdays and Saturdays, and golf courses, schools and parks would have to reduce their usage by 10%.

Stage 4 would drop irrigation to one day per week, with reductions of 30% for schools and parks. Golf courses would only be allowed to water fairways and greens. Stage 5 would require residents and businesses to hand-water trees and food crops, with 50% cuts for other water users.

Stage 6, the last stage, would ban all irrigation in the city.

“Stage 6—that is really critical conditions, where we’re just looking to serve public health and safety with water,” Wang said.

The updated plan would also include other requirements for outdoor water use like when pools can be filled or drained and when and where cars could be washed. It would also introduce a new fine structure that would see increasing penalties for both the tier of a violation and how many violations a user has accrued.

A person found violating the department’s rules when there is no shortage could face a \$25 fine, which could escalate to \$200 for a third violation. However, Stage 6 violations would start at \$500 for a first offense and escalate up to \$2,000 after a third offense.

A fourth offense in any tier of the proposed plan would result in water service being shut off, according to the plan presented by Wang. The department’s current maximum fine is \$1,000.

Some commissioners expressed concerns about the number of stages and the proposed penalties assigned to them, saying that having so many might be confusing to the public.

The department doesn’t have to have the same amount of stages as the state as long as it has a “crosswalk” to translate local shortage stages to the savings goals outlined by the state.

Commissioners could vote on the proposed water shortage contingency plan during a public hearing at its June 8 meeting, where it could also set the water shortage stage. Both would take effect June 18.

#### Setting the budget

Commissioners also got their first glimpse of next year’s \$323 million budget for the water, sewer and natural gas services Wednesday, which includes \$60 million in infrastructure work on pipelines, wells and tanks.

Rate changes could come as part of a new budget, and the commission is expected to discuss any potential adjustments at its May 25 and June 8 meetings. Adoption of the budget, which has to be approved by the City Council along with the full city budget later this year, could happen during the June 22 meeting.

While it’s unclear what rates might change, if any, some increases could be on the way.

Brandon Walker, the department’s director of finance, said that inflation could affect future infrastructure projects, as labor and material costs go up and citywide conservation efforts have reduced the department’s revenue stream, which accounted for about 76% of revenue for the water utility this year.

The department is working to decrease its reliance on more expensive imported water from the state water project and the Colorado River by expanding its ability to pump groundwater in the city. Walker said that a drier year could lead to more water usage and provide a bump to the department’s current projections for water sales.

The commission will face another key decision, thanks to a vote the panel took Wednesday to implement a minimum and maximum level of financial reserves for the gas utility. The commission now has a few options to meet that obligation,



including potentially raising natural gas rates for customers or reducing the amount of funds the department transfers to the city.

Reserves are a tool the department uses to keep cash on hand to address emergency repairs, or to help pay down historically high commodity prices like the city saw earlier this year. The commission could raise natural gas rates for customers to help build up the gas reserve fund, or it could reduce the amount of funds it transfers to the city.

The natural gas utility was not part of the Measure M lawsuit that blocked future transfers from water and sewer funds to the city's general fund. The department is projecting a transfer of about \$13 million to the city in the next fiscal year, a mark that utility officials said could change as the department's needs evolve.

# Lead in water at many day-care centers

Testing reveals dangerous levels at 25% of licensed facilities in California.

BY DORANY PINEDA

In test results that suggest thousands of California infants, toddlers and children continue to be exposed to brain-damaging lead, [data released by the state Department of Social Services](#) have revealed that 1 in 4 of the state's child-care centers have dangerously high levels of the metal in their drinking water.

Lead, a potent neurotoxin that poses a particularly grave threat to children, was discovered in the water systems of nearly 1,700 child-care centers licensed by the state. The highest results came from a facility in San Diego that recorded 11,300 parts per billion at the time of testing — well above the state's limit of 5 ppb in child-care centers. One ppb is the equivalent of one drop of contaminant in 500 barrels of water.

“These findings show that California children who are spending the majority of their hours in licensed care are consuming water that has very high levels of lead, and this is very concerning,” said Susan Little, senior advocate for California government affairs for the nonprofit [Environmental Working Group](#).

The results mark the first time in state history that child-care facilities have been required to test for lead. Of the 6,866 facilities whose test results have been disclosed, eight sites exceeded the 5-ppb limit by 200 times, 76 surpassed it by 20 times, and 183 by 10 times. Some 1,690 locations tested below the state's threshold of 5 ppb.

Experts say that even at low levels, lead can lower a child's IQ, impair development and hearing, contribute to learning and behavior problems, and damage brains and nervous systems. Lead in drinking water cannot be seen or tasted.

“Not only are we seeing very clear evidence that there is a problem in our child-care centers and in different care settings, but that this is really the tip of the iceberg,” Little said.

“Parents and decision makers really need to pay attention to these findings, and we need to step up and try to make sure the water children are drinking at these centers and elsewhere is free of lead.”

Several child-care centers that were contacted by The Times said the test results came from faucets or fountains that had been out of use for a long time and that children were not drinking the water. They said the contamination was caused by lead leaching from older pipes and plumbing fixtures. In an email, the California Department of Social Services said that under the law, facilities “must immediately make inoperable and cease using the fountain(s) or faucet(s) where elevated lead levels exist,” and that they would work with centers on a plan for correction.

[Assembly Bill 2370](#), authored by Assemblymember Chris Holden (D-Pasadena) and sponsored by the Environmental Working Group, was passed in 2018 and requires licensed child-care centers built before 2010 to test for lead in drinking water every five years.

Facilities that exceed acceptable limits must reduce their lead levels, distribute educational materials to parents, and provide health and safety training for child-care providers. This is the first round of testing since [the law](#) was implemented.

“[These] are numbers that we were hoping we would not see,” Holden said. “I think we were obviously hoping and believing that these pipes were in better shape — we know that there would be some level of leaching because of the age of the systems, but to have them as high as they were, it went from a blinking yellow light to a flashing red light.”

A drinking water source at La Petite Academy in San Diego — the site with the highest lead levels — had 2,200 times the allowable concentration for child-care centers. The second- and third-highest levels were found in Los Angeles County: Van Wig Head Start & State Preschool in La Puente tested at 4,700 ppb, while Happy Campers Children's Center in Baldwin Park tested at 3,800 ppb.

Learning Care Group, the parent organization of La Petite Academy, said in a prepared statement that the highest lead results were from drinking water fountains that had not been used since before the pandemic, but were “immediately removed from the building” after testing.

The organization said it has conducted other remediation efforts, such as replacing faucets and supply lines, eliminating lead buildup and installing filters where appropriate. Following remediation and retesting on Nov. 23, 2022, all outlets at La Petite Academy in San Diego were in compliance, the organization said.

"According to our vendors, high lead levels can result from a variety of factors, including materials found in the manufacturing of common faucets as well as buildup from lack of use," the organization added. "This was not the result of a larger concern."

At La Puente's Van Wig Head Start & State Preschool, "the fixtures that came out with high contents were fixtures that were not being used," said Rosie Ducoing, child development program director for Bassett Unified School District, which runs the center. A third-party vendor flushed and cleaned the sites with elevated lead levels as part of its remediation, she added. The facility is awaiting results of retesting conducted in April.

Doug Rimerman, development director for Life Steps Foundation, the parent organization of Happy Campers Children's Center in Baldwin Park, said the facility has a policy "requiring parents to provide drinking water for their children to bring with them to the center."

He said the three water outlets that exceeded the lead threshold had not been used for many years and remain covered to prevent use.

"We are preparing to have them replaced and retested at a future date," he said.

According to the [American Academy of Pediatrics](#), "there is no safe level of lead exposure in children." Kids with levels as low as 5 micrograms per deciliter of lead in their blood can have permanent cognitive impairment. At that level, the Centers for Disease Control and Prevention suggests evaluation and intervention.

While most children with elevated lead levels are asymptomatic, they may complain of headaches, stomach pain, constipation or loss of appetite, so blood testing is the best way to determine if a child has been exposed to or has lead poisoning, experts say. Drowsiness and clumsiness, agitation or decreased activity may indicate impacts to the central nervous system and may be followed by vomiting, unresponsiveness and convulsions. Damage from lead poisoning is irreversible.

The most common sources of lead in drinking water are lead fixtures, faucets and pipes, which are more likely to be found in older cities and homes built before 1986, according to the Environmental Protection Agency. Lead can also enter drinking water when plumbing materials that contain the metal corrode.

Also, many of the facilities with alarming amounts of lead are in low-income areas or communities of color, Holden said, suggesting the problem is borne unequally.

"And then the question is: Why are some of these students having such a hard time learning? There could be a direct correlation there that obviously could be impactful to their education, health and safety," he said.

Lead in drinking water is not just a problem of child-care centers, however.

A recent nationwide [report](#) found that 53% of school districts in California had lead in their water at one or more taps as of March 2020.

The Get the Lead Out [assessment](#) by the California Public Interest Research Group gave the state a "C" grade this year for its "[middling](#)" policies to protect kids from lead-contaminated drinking water at schools.

And although a [2017 law](#) required schools built before 2010 to test their water sources for lead, it didn't require them to test all faucets and required remediation only if the water contained more than the federal standard of 15 parts per billion, an amount health experts have long said is unsafe.

The most recently reported data conducted in compliance with that law revealed that more than 2,100 school drinking water fountains in California tested positive for lead across 1,300 schools.

Assemblymember Holden is also trying to change that.

If passed, [AB 249](#) would require that water fountains and faucets at public and private schools built before 2010 be tested every five years and cleaned up if polluted with lead. The nonprofits Environmental Working Group and Children Now are sponsoring the legislation.



CLIMATE &amp; ENVIRONMENT

## Report urges Metropolitan Water District to abandon Newsom's \$16-billion delta tunnel plan



A sign opposing a proposed tunnel to ship water through the Sacramento-San Joaquin River Delta to Southern California is displayed near Freepoint, south of Sacramento, in 2016. (Rich Pedroncelli / Associated Press)

BY IAN JAMES | STAFF WRITER

MAY 10, 2023 5 AM PT

Gov. Gavin Newsom and his administration have touted plans to build a tunnel to transport water beneath the Sacramento-San Joaquin River Delta, saying the project would modernize California's water infrastructure and help the state adapt to climate change.

But an advocacy group is urging the Metropolitan Water District of Southern California to abandon the \$16-billion project, saying it doesn't make financial sense for the state's largest urban water agency.

In a [report](#) released this week, the California Water Impact Network said the delta tunnel may seem like a viable alternative but has three major flaws: "an exorbitant price tag, environmental restrictions on operations and the impacts of climate change on deliveries."

"This is a critical decision point," said Max Gomberg, a former State Water Resources Control Board staffer who wrote the report and has criticized the Newsom administration.

Gomberg said if the MWD board agrees to support the delta tunnel project and take on its portion of the cost, "that is going to really impact the cost of water and ultimately ratepayer bills."



CLIMATE & ENVIRONMENT

**California officially shrinks delta water diversion plan from two tunnels to one**

July 27, 2022

The Metropolitan Water District imports water from the delta and the Colorado River and delivers it to cities and water agencies that supply about 19 million people across Southern California.

Gomberg recommended that the MWD produce detailed cost estimates that incorporate changing hydrologic conditions and that it analyze implications on the affordability of water for all ratepayers.

Instead of supporting the delta project, he said, the MWD should study investments in local projects, such as infrastructure to capture stormwater, [clean up contaminated](#)

[groundwater](#) and [recycle wastewater](#).

Gomberg said that while proponents tout the project as a way to make water supplies more reliable, “the promised reliability is highly uncertain” given the effects of climate change and environmental regulations that restrict pumping.

The Newsom administration last year [released plans](#) for the proposed tunnel, which would capture water from the Sacramento River and transport it for miles [under the delta](#). The water would reach existing pumps that send it south through the aqueducts of the State Water Project, flowing toward farmlands and Southern California’s cities.

Over the past two decades, the MWD has spent about \$240 million on planning for iterations of the proposed tunnel. The agency’s 38-member board has yet to take a vote on whether to support the so-called [Delta Conveyance Project](#). The earliest such a vote could be held is late 2024, but a decision could be delayed further.

“They’ve spent a lot of money on studies for the delta project,” Gomberg said during a news conference Tuesday. “They could cut that out of their budget, and that would be significant cost savings.”

Gomberg, who resigned last year from the State Water Resources Control Board, citing disagreements with the Newsom administration, now works with the California Water Impact Network as a consultant.



CALIFORNIA

**California drought official quits, blasting Newsom for ‘gut wrenching’ inaction**

July 28, 2022

Adán Ortega Jr., chair of the MWD board, said Gomberg has been asked to speak to the agency’s staff about his report. The agency will probably ask him to brief a committee that is working on a climate change adaptation plan.

“I think the board needs to understand from a variety of perspectives where the risks are in our delta investments,” Ortega said in an interview. “I think Metropolitan is looking at the delta with its eyes open. I think this report points to a lot of things that people are thinking about, and I’m glad that it’s there to inform the board as we look at our long-term climate adaptation planning.”

Ortega said he agrees with some points raised in the report, and “they’re relevant to this discussion that we have to have.”

“I think we’ve spent way too much in the delta in general,” Ortega added. “Imagine what we could have built down here with that.”

The district, he noted, is working on planning a [large wastewater recycling project](#) in Southern California.

Ortega cited the many years of conflicts over versions of the delta project, including a [two-tunnel proposal](#) under former Gov. Jerry Brown, as well as other water-related decisions in the delta.

“The same thing is happening with respect to the single tunnel, in terms of the challenges against it, that were happening against the dual tunnel,” Ortega said. “If you look at the history of these bay delta discussions, it’s litigation after litigation, challenge after challenge — on the permits, on everything.

“From what I’ve been told by staff here, we’re not going to be building any delta conveyance within this next planning horizon. Our planning horizon is 25 years,” he said.

Ortega said he is assuming that during his tenure as chair, the project will stay “in the background, simply because of the litigious and challenging history of it.” He said when asked if he is in favor of the project, his response is, “This debate is impractical.”

“It’s not doing the delta any good, because it prevents the long-term planning that needs to take place there,” Ortega said. “I want to see some analysis of the climate change impacts in the delta.”



CALIFORNIA

**California says \$2.6-billion pact can protect delta amid drought. Critics disagree**

April 1, 2022

Others argue that California needs the project. Water managers have said building it would help ensure that the State Water Project can more reliably capture and move water.

The Department of Water Resources [said recently](#) that if the project had been operational during the storms in January, it would have been able to send much more water south toward San Luis Reservoir “while still meeting fishery and water quality protections and regulations.”

The project is “is essential to maintain reliable water supplies, particularly as we deal with more prolonged droughts and periods of intense flooding,” said Nicolette Velazquez, a spokesperson for [Californians for Water Security](#).

Gomberg disagreed, saying that during dry conditions, environmental restrictions reduce the amount of water that can be pumped.

“These restrictions are going to be there. And the so-called reliability of this project is not,” Gomberg said.

Gomberg said the MWD needs to “reevaluate its business model.” He pointed out that the district is a wholesaler of imported water, and the vast majority of its revenue comes from selling water. But those sales have declined in recent years as residents have continued to conserve, bringing down the region’s water footprint.



“As those water sales decline, that is going to put an increasing strain on Met’s budget and create a set of difficult economic decisions about whether to try to increase revenues by increasing prices, diversify the revenue stream, cut expenses — but something has to give,” Gomberg said. “Otherwise, the financial position for Met and the affordability issues for the customers, households in Southern California, are going to be increasingly dire.”

He suggested that as a large landowner, the MWD could generate revenue by leasing land to put up solar panels or install telecommunications equipment.

As the district’s officials work on developing a climate adaptation plan in the coming months, they are preparing for [expected cuts](#) in supplies from the Colorado River. The river’s reservoirs have been severely depleted during 23 years of drought worsened by global warming, and the federal government is considering options for preventing reservoirs from falling to critically low levels.

The district’s managers have increasingly focused on plans to invest in local projects, such as recycling wastewater, to become less reliant on imported water.

“What we really need to do is figure out our business model so that we could sustain the enormous cost of building the local projects that we all want to build,” Ortega said. “I think the region recognizes that we have some huge challenges in building up our local resiliency.”



Ian James

Ian James is a reporter who focuses on water in California and the West. Before joining the Los Angeles Times in 2021, he was an environment reporter at the Arizona Republic and the Desert Sun. He previously worked for the Associated Press as a correspondent in the Caribbean and as bureau chief in Venezuela. He is originally from California.

# DWR Delivers \$143.7 Million to Local Communities to Address Regional Water Supply Challenges and Build Climate Resilience

Published: May 17, 2023

To help empower local communities and address impacts caused by climate change, the Department of Water Resources (DWR) has awarded \$143.7 million to implement 115 projects that support groundwater recharge, strengthen flood management, increase water conservation and improve water quality through the [Integrated Regional Water Management \(IRWM\)](#) program.

“California’s changing climate presents unique challenges to our regions across the state,” said DWR Director Karla Nemeth. “These projects meet multiple needs including constructing new water infrastructure, improving water quality, protecting wildlife and preparing for a hotter and drier future. Equally important, they leverage local, federal and other state dollars to help ensure water security for all Californians is affordable.”

Proposition 1 funding totaling \$143.7 million will be allocated to projects in the funding areas of Central Coast, Colorado River, Los Angeles, Mountain Counties, North Coast, North/South Lahontan, Sacramento River, Santa Ana, San Diego and San Francisco Bay Area.

This amount includes \$59 million to implement projects in underserved communities and \$4 million for Tribes. [Funded projects](#) include:

- In the Central Coast area, the Monterey Peninsula Water Management District will receive approximately \$900,000 to restore more than 120 acres of floodplain near the south Carmel River and remove more than 100 properties from the 100-year flood zone. The San Benito County Water District also received \$900,000 to construct a managed aquifer recharge basin in the Pajaro River watershed to infiltrate 100 acre-feet per year of stormwater and supply an estimated annual average of 2,060 acre-feet per year of new water supply.
- In the Colorado River area, the City of Banning in the San Geronio IRWM region will receive \$964,324 to improve an existing water line within the rural underserved community of Twin Pines. The project will provide an adequate and reliable water supply to customers in the Twin Pines portion of the service area for drinking water and fire protection purposes.
- In the Lahontan area, the Honey Lake Valley Resource Conservation District will receive \$808,581 to rehabilitate an existing wooden dam. The project will reduce flood risk for approximately 5,500 acres of both upstream property and downstream areas in a flood event. The region will also receive \$587,578 to install a new pipeline to convey recycled water. The project will reduce potable water demand by 47 acre-feet of water per year by providing a long-term, droughtproof local water supply.
- In the Los Angeles area, the Los Angeles County Flood Control District will receive \$3.4 million to extend the recycled water system in the City of Bell Gardens and the City of Downey to provide recycled water for irrigation of parks serving disadvantaged communities.
- In the San Diego region, the South Orange County Watershed Management Area will receive \$1.2 million to capture stormwater and dry-weather runoff from a 109-acre tributary drainage area. The project includes construction of a diversion structure from the existing storm drain line, a trash separator and an infiltration basin.
- In the Santa Ana region, the Santa Ana Watershed Protection Authority will receive \$315,000 to address water quality in a historically underserved area by removing lead service lines and fittings. The project will replace approximately 4,100 lead lines and will provide approximately 3,450 acre-feet per year of safe water.
- In the San Francisco Bay Area region, the Association of Bay Area Governments will receive \$1.5 million to install multi-benefit projects at up to four school sites located within underserved areas in Daly City

community engagement.

- In the Mountain Counties region, the Sierra Resources Conservation District will receive \$500,000 to restore the health of fire-affected regions of Big Dry Creek and Jose Creek Watersheds of the upper San Joaquin River. The work includes removal of dead and dying trees, erosion mitigation, habitat improvements, and reforestation to support water quality and supplies for local and downstream uses.
- In the North Coast area, the Karuk Tribe will receive \$1.2 million to create 290 acres of habitat and improve streams to restore water quality for Chinook Salmon and other wildlife.
- In the Sacramento River region, Trout Unlimited - South Coast 923 will receive \$455,750 to improve water storage outcomes by naturally engineering solutions to increase water storage and provide late-season water releases in a warming climate using both Traditional Ecological Knowledge and current scientific methods. The project will benefit the Winnemum Wintu Tribe and the Pit River Tribe.

The IRWM program marked its 20th anniversary in 2022, having been established in 2002 by the passage of Assembly Bill 1672, the IRWM Planning Act. Unlike previous strategies that took a narrow approach to water management, IRWM encourages participation from regional leadership and local participants to share different resources and information to increase awareness about the health of a watershed. In the past three years, DWR has awarded \$268 million to communities including \$15 million to the Central Valley earlier this year, \$43 million in 2022 and \$211 million to 42 IRWM regions including approximately \$53 million for projects benefiting disadvantaged communities.

“For 20 years, the IRWM program has been successful in addressing diverse, local water issues by incentivizing and nurturing collaborative partnerships between groups that historically may not have worked together,” said Nemeth.

This funding is just one of the additional actions DWR and California are taking to empower local communities in building water resiliency under the state’s emerging “Go Golden” initiative. The initiative strives to help large organizations and water agencies implement projects that address water infrastructure repairs, water conservation, well rehabilitation and fish and wildlife protection as California prepares for a future driven by climate change. Interested parties can stay up to date with the latest “Go Golden” announcements and news through DWR’s [email subscription list](#).

For more information about upcoming grant opportunities, visit DWR’s [Grants and Loans webpage](#).

## Proposed reservoir in Northern California would boost Folsom Lake water storage

Author: Monica Woods

Published: 8:14 PM PDT May 17, 2023

SACRAMENTO, Calif. — No matter if it's a [dry year or wet year](#), there are continued pleas for more water storage. Now, an American River Basin study is showing how a strategically placed high Sierra reservoir might be part of the water solution.

The concern to capture Sierra runoff is seeing increased interest as California experiences even bigger climate whiplash years - going from droughts to floods.

The big snowpack in the Sierra this year stands out as an anomaly with climate models forecasting more rain than snow falling in the lower mountains by the end of the century. The other concern is the earlier runoff and having to store and manage reservoir water over a longer period of time through the dry summer months.

To help ease that tension, a new reservoir is being considered near Alder Creek in the Sierra. This is just above Pollock Pines in El Dorado County just off Highway 50.

Rebecca Guo with the El Dorado Water Agency says this strategically placed reservoir would be able to capture water during large rain events and also Sierra snowmelt, increasing Folsom's total water supply by about 18%. Since the water would be held upstream from Folsom Lake, it would relieve some of the operational pressure managers face to release water due to flood concerns or meeting environmental regulations.

The location for Alder Reservoir is also intriguing from an engineering perspective.

Kenneth Payne with the El Dorado Water Agency said it is at the convergence of two granite formations with a very deep canyon. This would allow cold water to be stored in a deep and narrow space with limited evaporation losses. The cold water could also be released to meet environmental concerns for certain fish species downstream.

This cold water component is especially appealing since Folsom is often the first responder to the Delta. Water managers sometimes need to release water from Folsom to help meet environmental water temperature regulations in the Sacramento-San Joaquin Delta. An upstream reservoir like the one at Alder Creek could help offset those cold water needs.

The proposed reservoir water would also be used for the agricultural community of El Dorado County. If needed, the water could also help cities like Folsom, Roseville and the San Juan Water District that currently rely on water from Folsom Lake.

When released, the water would move through creeks, streams, rivers and even the old gold mining flume system. In fact, this reservoir has been on the books since 1916.

Payne said it was during that time the county was seeing tremendous agricultural growth. There was a need to figure out water supply, so people started to look at ways to store rainfall and snowmelt. A total of 16 sites were proposed, but the only one still being considered is near Alder Creek.

The next steps for moving this forward are starting the feasibility study and economic analysis. Funding would come from local, state and federal agencies at a cost of about \$1.4 billion and take about 10 to 15 years to complete.

## FEATURE: Sacramento's New Wastewater Treatment Upgrade Will Help Recharge Groundwater—Will It Also Help the Delta?

[mavensnotebook.com/2023/05/16/feature-sacramentos-new-wastewater-treatment-upgrade-will-help-recharge-groundwater-will-it-also-help-the-delta/](https://mavensnotebook.com/2023/05/16/feature-sacramentos-new-wastewater-treatment-upgrade-will-help-recharge-groundwater-will-it-also-help-the-delta/)

Robin Meadows News and Features May 16, 2023 0 242

May 16, 2023

by Robin Meadows

Two decades ago, scientists were alarmed by sudden declines in at-risk fish and their tiny prey, called zooplankton, in California's Sacramento-San Joaquin River Delta.

"No one knew why," says Dylan Stern, a Program Manager at the Delta Stewardship Council, a state agency. "Everyone was kind of freaking out."

After a flurry of investigation, a potential cause emerged: nutrient pollution in the form of excess ammonia, a nitrogen compound, from Sacramento's wastewater treatment plant. Operated by the Sacramento Regional County Sanitation District (Regional San), the treatment plant is the largest discharger to an inland body of water west of the Mississippi River.

In 2010 the State Water Resources Control Board required reducing nutrients in this effluent, which necessitated a significant upgrade to the treatment plant. This month marks completion of the \$1.7 billion, decade-long upgrade, and nutrients in the effluent are way down.

"The new treatment process now removes 99 percent of ammonia, and 89 percent of nitrogen from the wastewater," says Terrie Mitchell, Regional San's Legislative and Regulatory Affairs Manager.

Will this nutrient reduction actually benefit the food web and fish—notably the endangered Delta smelt and the threatened longfin smelt—in the Delta? Researchers are conducting before and after studies of the upgrade to find out.

Either way, the modernized treatment plant will have environmental benefits. Regional San will soon supply recycled water to farms south of the city of Sacramento. This will reduce pumping from depleted groundwater basins and give farmers a reliable water supply as the state cracks down on overdrafting.

### Cleaner water

Regional San's wastewater treatment now includes three main steps. The first is screening out debris and separating solids from the water. The new upgrade adds additional steps, starting with biological nutrient removal (BNR) to reduce ammonia and other organic compounds.

Operational in 2021, the new BNR facility covers 39 acres and has eight enormous basins. Each basin is lined with thousands of tubes that bubble in oxygen, which supports bacteria that eat nutrients in the wastewater.

The BNR facility treats an average of 135 million gallons of wastewater per day, and the final step is running this effluent through the just-completed Tertiary Treatment Facility. This last treatment includes finer filtration to remove additional particulates to meet requirements for non-potable water reuse.

### Delta impacts

The hypothesis that excess nutrients were behind the food web and fish crash in the Delta was based on laboratory and field studies. Preliminary research suggested that concentrations of ammonium, which is derived from ammonia, in Delta waterways were high enough to kill zooplankton.

Other research suggested that ammonium concentrations were high enough to suppress the growth of phytoplankton, tiny plant-like organisms that are eaten by the zooplankton that in turn are eaten by fish. The logic behind the wastewater treatment plant upgrade was that reducing ammonium would restore phytoplankton and zooplankton, thus giving fish enough to eat.

This conclusion was not unanimous, however. "There were many conflicting ideas," says the Delta Stewardship Council's Stern, adding that other contenders included phytoplankton grazing by invasive clams, lack of light for phytoplankton in deep river channels, and native fish predation by non-native fish.

So the Council decided to test the impact of the wastewater treatment plant upgrade on the Delta. Called Operation Baseline, this effort entails monitoring a host of environmental quality indicators throughout the Delta, from nutrients and phytoplankton to dissolved oxygen, salinity, temperature and turbidity.

Gathering comprehensive data required re-imagining the existing monitoring program, which sampled at fixed points. "The Delta is gigantic," Stern says. "There's a huge data gap between fixed stations."

A \$4-plus million revamp of the Delta monitoring program, which is led by the U.S. Geological Survey, resulted in thrice yearly boat-based surveys. Water is pumped continuously through on-board instrumentation and then back into the Delta via hoses. The team has also tested hoovering sediment up for analysis via a suction cup dubbed the Sediment Roomba.

"The surveys give a detailed snapshot of the whole Delta," Stern says. "It's been revolutionary."

Operation Baseline began collecting data several years before the wastewater treatment plant's BNR Facility became operational in 2021. "It's important to have a baseline—you can't manage what you're not measuring," Stern says. "Now we have a way to see what the new, expensive upgrade does for the Delta." The findings will inform decisions about similar upgrades for other wastewater treatment plants that discharge into the Delta.

A definitive answer on the wastewater treatment plant upgrade's impact on the Delta's aquatic ecosystem could take decades.

## Groundwater recharge

---

In the meantime, Regional San's upgraded wastewater treatment plant has the immediate benefit of producing water clean enough for irrigating pastures and crops. Under the agency's Harvest Water Program, up to 50,000 acre-feet—about 16 billion gallons—of recycled water per year will be delivered to about 16,000 acres of land between the town of Elk Grove, the Stone Lakes National Wildlife Refuge, and the Cosumnes River Preserve.

This new recycled water will help replenish groundwater in the service area. "Everybody's pumping water out of the ground," says Walt Hardesty, one of 62 ranchers and farmers who've signed up for the Harvest Water Program. He raises up to 250 head of Angus cattle annually with his daughter and son. He doesn't need water in the winter but in the summer he irrigates the pastures.

As 1st Vice President of the Sacramento County Farm Bureau, Hardesty sat on the Harvest Water Program steering committee. "They asked what they could do for us and we told them the recycled water needed to cost the same, or less, as the electricity for the wells," says Hardesty, who grew up on a dairy farm and whose neighbors grow row crops, orchards, and vineyards.

"Farming margins have tightened up so much over the last 10 years that there's no wiggle room anymore," he adds. "If it's the same amount of money, I can feel good about using recycled water and saving the environment."

Regional San has received conditional approval from the California Water Commission for a \$291 million Water Storage Investment Program grant, which is from Proposition 1, to fund constructing a pump station, laying the pipes, and developing ways of enhancing habitats in the service area. Regional San hopes to get the funding OK by the summer and to start construction in the fall. Recycled water could be delivered as soon as the end of 2025.

"In 15 years, there could be an up to a 30 foot increase in groundwater elevations in certain areas," Regional San's Mitchell says. The basin could ultimately store more than 370,000 acre-feet or about one-third the capacity of Folsom Lake, which provides drinking water to the greater Sacramento area.

## Ecosystem benefits

---

A higher water table will support ecosystems such as riparian forests. This impact could extend to the Cosumnes River, which runs 52 miles from the Sierra Nevada to the Delta and borders the Harvest Water Program service area.

Thick forests that included valley oaks, Northern California walnut, and box elder once flourished all along the Cosumnes' banks in the Delta. But these trees depend on summer water. The further upstream from the river's confluence in the Delta, where groundwater is on the high side, the sparser the forest.

"There are fewer native tree species, and the trees are farther apart, and their mortality increases," says Sara Sweet, a restoration ecologist at Cosumnes River Preserve, more than 50,000 acres of wildlife habitat and agricultural land managed by partners including The Nature Conservancy.

Besides revitalizing riparian forests, groundwater replenishment in the area may also help restore flows in the Cosumnes River. "It goes dry sometime in the summer and may not reconnect until January, depending on the rains," Sweet says. "It's dry when adult salmon are coming back in the fall."

In the wet season, Regional San hopes to use recycled water to flood fields for sandhill cranes that overwinter in the region. These threatened birds, which stand as tall as four feet, roost in water as deep as one foot for protection against predators. The Harvest Water Program could flood 3,500 acres, enough for 700 cranes.

The triple win of benefiting farmers, the groundwater basin, and ecosystems drew widespread support for the Harvest Water Program. "It had no opposition whatsoever," Mitchell says with a smile.

## Even after a wet winter, California is preparing for the next drought

Communities are focused on recharging underground aquifers and improving conservation.

BY: [MATT VASILOGAMBROS](#) - MAY 15, 2023 5:00 AM

SAN DIEGO — Mountains are capped with record snowpack, rolling hills are covered in a rainbow of wildflowers, reservoirs are filled to the brim, and rivers are rushing with snowmelt.

A vast majority of California is finally out of drought this month, after a punishing multiyear period of severe aridity that forced statewide water cuts and fueled existential fear over the future of the water supply.

Although a series of massive storms during the winter months brought desperately needed precipitation throughout the Golden State, water experts and state officials remain focused on preparing for the inevitable next drought. Based on lessons learned in recent years, they're refilling the state's over-drafted groundwater aquifers and encouraging water efficiency among residents learning to live with climate change.

By recharging groundwater basins and keeping in place some conservation policies, state and local water officials can help alleviate the pain of future droughts — but those efforts require flexibility and more investment, said Andrew Ayres, a research fellow with the Public Policy Institute of California, a nonpartisan think tank.

"There's still a lot of work to do to make sure that we can provide reliability in the next drought," he said. "Whenever that rolls around, things are always uncertain. It could be next year, and we might be right back into it."

After the deluge in a rare wet winter, less than 6% of California is in moderate drought, according to the U.S. Drought Monitor, a federal service run in partnership with the University of Nebraska-Lincoln. Yet nearly a third of the state is still abnormally dry.

What we're seeing in this shift from an extreme drought to now extreme flooding is emblematic of climate change. — Heather Cooley, Pacific Institute

With many of the state's reservoirs nearing full capacity — and others likely to continue to fill up as the mountains' snow melts and flows downstream — state and federal water authorities are for the first time in nearly two decades allocating full amounts of requested water supplies for cities and farming communities.

The storms this winter have helped restore reservoirs, but the state should continue building long-term water resilience, said Jeanine Jones, the interstate resources manager for the California Department of Water Resources, the agency in charge of water allotments.

"While this precipitation has helped surface water supplies and eased impacts from the state's record-breaking drought, California's groundwater basins are still depleted due to prolonged dry conditions and will require more than a single wet year to recover," she wrote in an emailed statement.

State and local water officials have for months focused on recharging groundwater basins through new investment and efforts such as diverting and collecting stormwater. Additionally, Democratic Gov. Gavin Newsom in a March executive order eased some regulations so communities could more easily capture and store floodwater in the ground — sometimes by flooding fields and letting that water seep.

Some of that groundwater recharging will occur around wetlands and floodplains, which could be a boon for migratory birds and other wildlife whose habitats have suffered in recent years.

But the increase in water also can bring its own challenges. With so much snowmelt, flooding is already taking a toll in some areas of the state. The once dormant Tulare Lake in the San Joaquin Valley has flooded the surrounding Central California community and farmland.

Much of Southern California's water supply from the Colorado River also remains in flux.

Last month, the Biden administration released three proposals for the future of water-sharing among the seven states that use water from the Colorado River, whose basin is still in a 23-year drought. Most of Southern California's cities and farmland get their water from the river.

In order to prevent going to court, Western states will have to agree on one of those proposals, which primarily weigh California's historic water rights against what other states argue is an updated, more equitable approach.

Through the recent Inflation Reduction Act and other laws, the feds also are providing millions of dollars to incentivize farmers and ranchers in the Colorado River's upper basin states to forgo some water use and allow greater flows downstream. Money is going toward Salton Sea restoration in Southern California, as well.

There's a common refrain among conservationists: Plan for the wet times when it's dry, and plan for the dry times when it's wet.

A conservation mentality among California residents hasn't fully sunk in yet, said Heather Cooley, the director of research at the Pacific Institute, an Oakland-based nonprofit that studies water policy.

Communities must continue building resiliency to a hotter and drier climate, she said, by replacing old, wasteful appliances and fixtures with more modern, efficient models; replacing water-intensive grass with plants that are more suited for the Western climate; and building new infrastructure to capture and recycle stormwater.

"What we're seeing in this shift from an extreme drought to now extreme flooding is emblematic of climate change," she said. "It's a future of more extremes. Now is the time to be making our communities resilient."



## The Human Right to Water

Stanford engineer discusses water equity in California and the U.S.

May 12, 2023

By: Rob Jordan

If safe water is a human right, why does it remain out of reach for so many? A Stanford-led project, supported by the Sustainability Accelerator of the Stanford Doerr School of Sustainability, is focused on the broad goal of achieving the human right to water (HR2W) in California. Cindy Weng, a PhD candidate in environmental engineering, is leading the project's data analytics for assessing equity in urban water access during droughts. Recently, she discussed the project, water equity issues, and potential solutions for California and the rest of the country.

### What drew you to the human right to water project?

I was drawn to this project because of my experience growing up in Oakland and its culture of social justice. Since high school, I've been passionate about understanding the intersection of engineering and society, but most of my academic career has focused on technical issues, such as developing catalysts and nanomaterials. For a long time, I've wondered how I could combine my interests in water and equity. Two years ago, I worked on a small policy project to propose legislation to support the HR2W legislation in California. While working on the project, I was fascinated by how complex water issues are and the institutional barriers that low-resource communities face. So, when I found out about the HR2W project with the team at Stanford, I felt like it would be a great fit.

### What might the average person be surprised to learn about access to water in California and the U.S.?

Over 1 million California residents lack access to safe drinking water. One out of 8 households in the state have water bill debt, adding up to about one billion dollars in debt. Projections show that U.S. water debt will only worsen in the next five years, with the number of households that find their water bill to be unaffordable tripling. Furthermore, federal funding for water systems has fallen 77% in the last 40 years. Water access challenges disproportionately impact historically marginalized communities the greatest, with a 2021 DigDeep study showing that "race is the strongest predictor of water and sanitation access."

### What are some promising technological solutions for these challenges?

I would be interested to see more experts and academics study the idea of making water decentralized and interdependent, similar to how we think about microgrids in the renewable energy sector. I imagine us taking the learnings from decentralization of the energy sector via solar and doing the same with water in California. What would it look like if we broadly implemented potable reuse and reduced the scale such that treatment was occurring closer to point of use (i.e. building scale)? In a decentralized system, water could be treated more specifically to the use purpose, and we would use less energy to transport the water.

### What does the policy landscape look like for ensuring the human right to water in California?

More than a decade after a California assembly bill (AB 685) enshrined the human right to water, safe, affordable, and accessible water still isn't a reality for many Californians. This is a result of financial and policy challenges, including Proposition 218, passed in 1996, which makes investment in non-traditional water sources difficult by stipulating that the cost of water can't exceed how much it costs to provide the water. A state senate bill (SB 222) tried to make water more affordable for consumers, but ultimately was vetoed due to lack of funding. A bill currently under debate, SB 66, sets aside funding to help ensure affordable drinking water, among other goals. I'm hopeful.

### What gives you hope about water access / justice in California?

We have come a long way in terms of water infrastructure and access. Every year, California passes policies that outpace the nation's conversations surrounding water, environmental justice, and social issues. Our leaders are dedicating significant time to resolving water challenges. The fact that we are being funded to work on water access and equity in California indicates a prioritization of historically marginalized communities. It's an exciting time to be in California, at the forefront of these issues that I care about deeply.

**Contact Information**

Rob Jordan

Associate Editor, Environment and Sustainability, Woods Institute

[rjordan@stanford.edu](mailto:rjordan@stanford.edu)

News for Immediate Release\_\_

Contacts:

Rebecca Kimitch, (213) 217-6450; (202) 821-5253, mobile; [rkimitch@mwdh2o.com](mailto:rkimitch@mwdh2o.com)  
Maritza Fairfield, (213) 217-6853; (909) 816-7722, mobile; [mfairfield@mwdh2o.com](mailto:mfairfield@mwdh2o.com)

---

# Metropolitan releases inaugural report outlining progress on Climate Action Plan

Agency makes progress on efforts to reach carbon neutrality by 2045 through suite of measures to address climate change

April 25, 2023

The [Metropolitan Water District of Southern California](#) today released its [inaugural Climate Action Plan report](#), detailing its progress over the past year on a suite of measures designed to help the district achieve carbon neutrality by 2045.

Adopted by Metropolitan's 38-member board [in May 2022](#), the CAP outlines 42 greenhouse gas reduction measures to help Metropolitan reach its target, and also requires annual public reporting on progress on meeting those goals. The inaugural report highlights achievements on these measures from May-December 2022, including the total amount of non-functional turf removed, progress switching to cleaner electricity purchases and development of a plan to replace fossil-fuel vehicles.

"This progress was achieved through the hard work and dedication of groups across Metropolitan," said Liz Crosson, chief sustainability, resilience and innovation officer. "I am proud of our team of sustainability champions helping us deliver on our commitment to find solutions that benefit people, nature and the climate."

Highlights from the report include:

- **Creation of a new Sustainability, Resilience and Innovation Office** responsible for developing a districtwide sustainability and resiliency strategy to adapt to climate change impacts and driving initiatives to foster innovation.
- **Launch of [CAPDash](#)**, a web-based tool that allows the public to view Metropolitan's progress toward GHG emission reduction targets.
- **Implementation of a Zero-Emissions Vehicle Task Force** that will develop a plan to replace fossil-fuel vehicles and build the necessary infrastructure to support the transition.

- **Transition of about 41% of its retail electricity accounts (electricity purchased from a utility) from the standard electricity mix to a green tariff option**, which includes higher rates of carbon-free and renewable electricity. The target for 2025 is to procure at least 88% of electricity from carbon-free sources.
- **Significantly outperforming Metropolitan's annual target to remove 1.5 million square feet of grass with more water efficient landscaping.** Through its [turf rebate program](#), Metropolitan incentivized the removal of an annual average of 4.4 million square feet of grass from 2017 to 2022, resulting in about 9,393 acre-feet of water savings. An acre foot is approximately 326,000 gallons, enough to serve three typical Southern California households a year.
- **Completion of an audit of natural gas consuming equipment** across all Metropolitan facilities, which will lead to a transition to cleaner, electric equipment over time.

"We have a long history of environmental stewardship at Metropolitan," said board Chair Adán Ortega, Jr. "In the area of sustainability, we have quite literally helped change the landscape of Southern California with our massive turf replacement program. This plan is helping us look at everything through a climate lens to ensure we're developing the best-possible future for the communities we serve."

Metropolitan board Vice Chair for Climate Action Heather Repenning said these actions will be increasingly important as we face the escalating impacts of climate change.

"With climate change and rapid swings in weather challenging all of our water resources, our Climate Action Plan represents a comprehensive approach for how Metropolitan can be part of the solution," Repenning said. "I know we have much to do, but I am impressed with the amount of progress we've been able to achieve so far and look forward to continuing this work."



**BE INFORMED,  
BE INVOLVED**

[www.mwdh2o.com](http://www.mwdh2o.com)



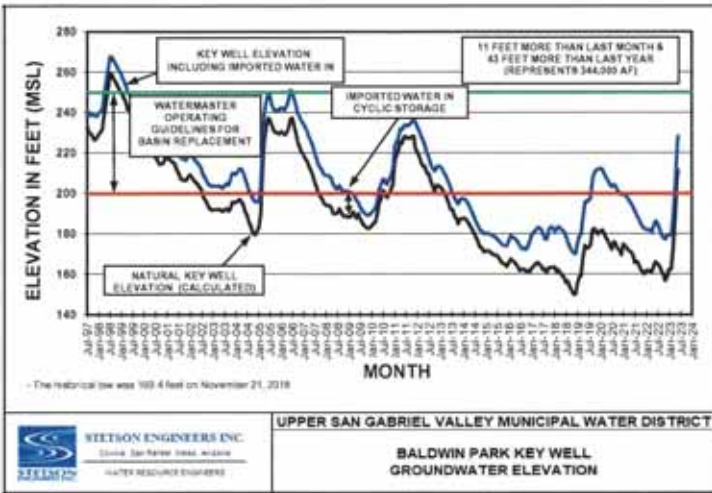
@mwdh2o

The Metropolitan Water District of Southern California is a state-established cooperative that, along with its 26 member agencies and retail suppliers, provide water for 19 million people in six counties. The district imports water from the Colorado River and Northern California to supplement local supplies, and helps its members to develop increased water conservation, recycling, storage and other resource-management programs.

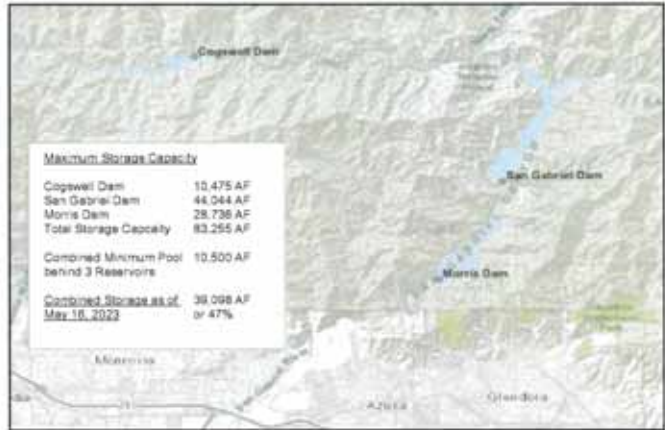


**REPORT OF THE DISTRICT ENGINEER  
ON HYDROLOGIC CONDITIONS  
MAY 24, 2023**

**Baldwin Park Key Well**

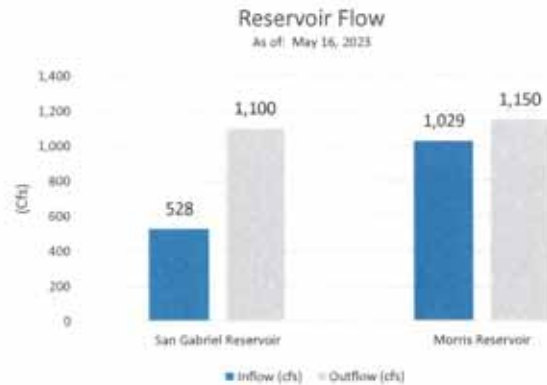


**Reservoir Storage and Releases**



**Groundwater Elevation  
May 2023**

	Groundwater Elevation (ft)	Difference from prior month (ft)	Difference from prior year (ft)
May 13, 2022	185.5		
April 14, 2023	217.5		
May 12, 2023	228.4	10.9	42.9



**Untreated Imported Water in Cyclic Storage Accounts**

Producer Cyclic Storage	64,000 AF
MWD Cyclic Storage (For UD RDA Delivery)	24,000 AF
Other Cyclic Storage	15,000 AF
<b>Total</b>	<b>103,000 AF*</b>

\*Represents about 13 feet of groundwater elevation at the Key Well

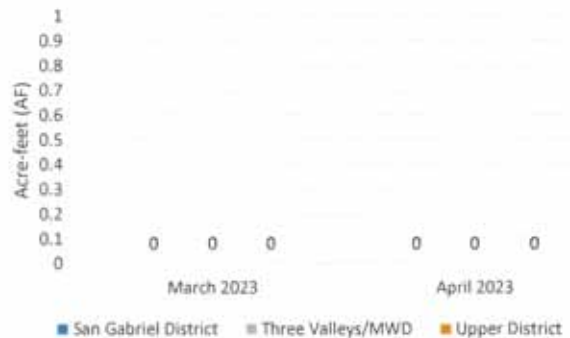
**San Gabriel Canyon Spreading Grounds**

**Imported Deliveries to San Gabriel Canyon**

**USG-3**

- Located in San Gabriel Canyon, just below Morris Dam, it represents Upper District's primary point of delivery of untreated imported water for groundwater replenishment to the San Gabriel Valley
- Typical delivery rate is about 190 cfs (or about 375 AF per day)

**Imported Deliveries through USG-3**

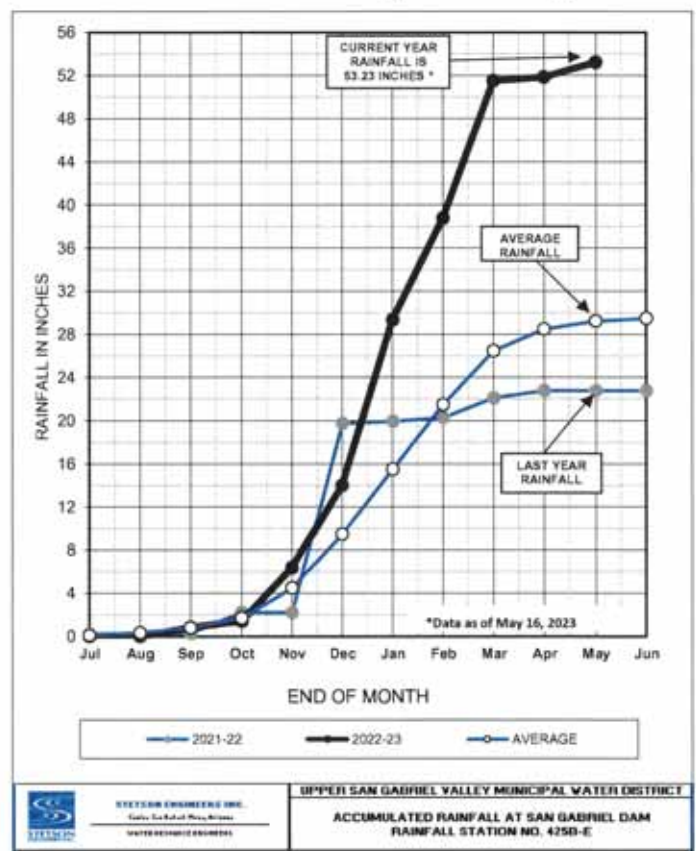
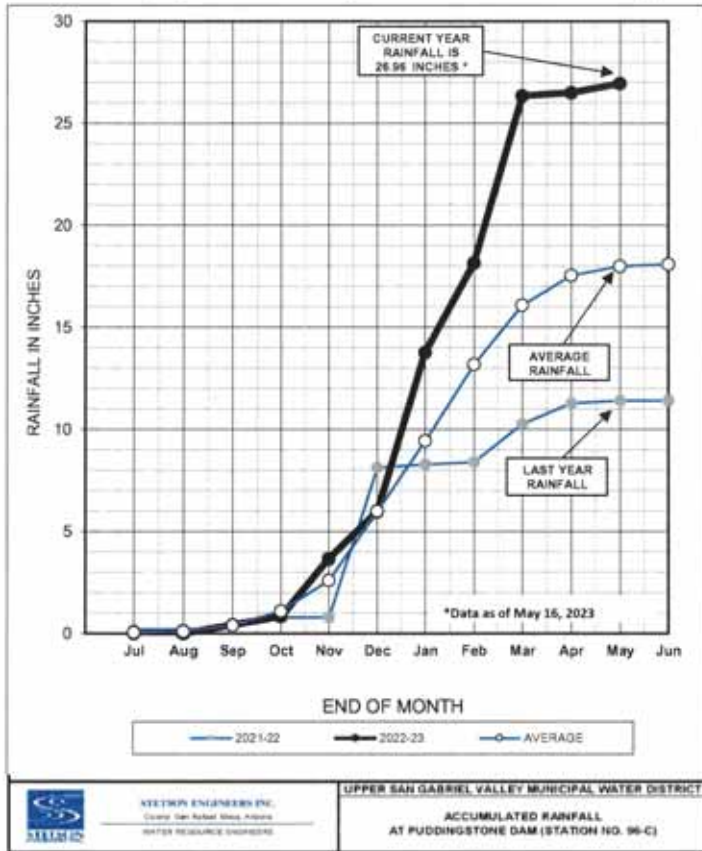




**REPORT OF THE DISTRICT ENGINEER  
ON HYDROLOGIC CONDITIONS  
MAY 24, 2023**

**Rainfall**

• Data are readily available on a daily basis and are indicative of comparative amount of rainfall in the San Gabriel Valley (percent of average)



**Water Quality**

• Water Systems are required by the Division of Drinking Water (DDW) to collect water quality data from source wells and provide the results to DDW Pursuant to Title 22 (Water quality data collected through Main San Gabriel Basin Watermaster's Basinwide Groundwater Quality Monitoring Program)

- During April 2023, 43 wells were sampled under Title 22
- During March 2023, 39 wells were sampled under Title 22
- During March 2023, Stetson Engineers Inc. received no public notice of wells shut down due to contamination

# MEMORANDUM



13.  
GENERAL MANAGER'S  
REPORT

## General Manager's Monthly Report May 24, 2023

### Water Supply Update



**Baldwin Park Key Well:** 228.4 feet on 5/12/23  
**San Gabriel Canyon:** 39,098 AF combined storage as of 5/16/23  
**San Gabriel Reservoir:** inflow 528 cfs; release 1100 cfs  
**Morris Reservoir:** inflow 1029 cfs; release 1150 cfs



**USG-3 deliveries:** none  
**Rainfall as of 5/16/23:**

- 26.96" - Puddingstone Dam
- 52.23" - San Gabriel Dam

### MWD Water Supply Conditions as of May 14, 2023, are summarized as follows:

Reservoir	Capacity	Current Storage	Compared to last year
San Luis	2.04 MAF	99%, 1.06 MAF	473 TAF more
Oroville	3.54 MAF	96%, 3.39 MAF	1.45 MAF more
D. Valley Lake	810 TAF	68%, 550 TAF	4 TAF less
Lake Powell	24.3 MAF	26%, 6.33 MAF	443 TAF more
Lake Mead	26.1 MAF	30%, 7.80 MAF	21 TAF more

*\*Storage volumes are in units of Million Acre-Feet (MAF), or Thousand Acre-Feet (TAF)*



### Drought Actions

WSCP status: Level 2, 20% conservation target, 2 day/week outdoor watering

### Building Update

At the direction of the Water Resources and Facility Management Committee, staff continued negotiations for the elevator upgrade project and will present its final recommendation for board consideration.

### Water Use Efficiency



#### Residential WaterSmart Rebates

Since July 2022 - \$771,714.65



#### Commercial WaterSmart Rebates

Since July 2022 - \$227,310.00



#### Water Smart Home Kits

Homes Served: 38  
Contract with Baldwin Park to partner



#### MAAP Funds 2023-2025 - \$572,000

Reserved: \$518,000  
Available: \$54,000  
Invoiced to MWD: \$155,805 (pending \$82,464)

## Education and Outreach



### Upcoming Landscaping Workshops

June 8<sup>th</sup> @ 6pm – Landscape Myth Busters - *virtual*

Fall 2023 Workshops have been picked and will be updated for June. Virtual & In-Person Options.



### Watershed Restoration

April 29<sup>th</sup> – 8 volunteers, 29 bags of trash collected at Crystal Lake campgrounds.

May 13<sup>th</sup> – 6 volunteers, 692 crated pine trees – these will be planted in Fall 2023

Fall 2023 dates: October 21<sup>st</sup> & November 4<sup>th</sup>

## Legislative Update

Governor Gavin Newsom released the May Revision to his proposed 2023-24 California state budget on May 12, projecting a \$31.5 billion shortfall, up from a projected \$22.5 billion shortfall in January. The administration proposes to resolve the shortfall through a series of spending reductions, trigger cuts, and delays or deferrals of spending authorized in earlier years as well as through internal borrowing and fund shifts. The \$224 billion General Fund spending plan would protect many ongoing investments made in prior years, mostly maintains state reserves that are projected to total \$37.2 billion, and rejects raising revenues to continue to invest in Californians. While many are wondering how we went from a \$100 billion surplus to a \$32 billion deficit, the Governor and his team are tackling a tough challenge while spending record amounts on the homeless and improving flood protection.

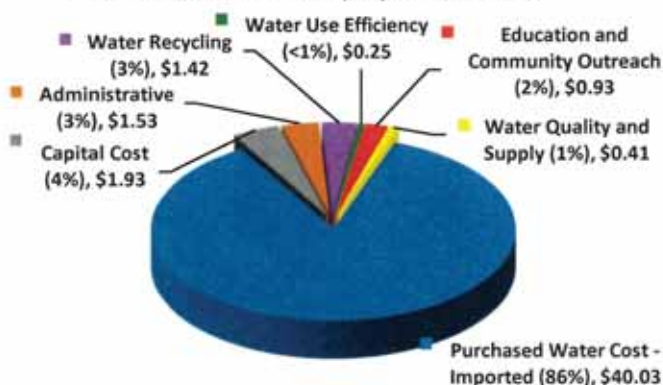
The Governor’s revised budget proposal will include \$492 million in funding to help protect Californians from ongoing flooding impacts in the Central Valley and throughout the state. The one-time funding will support at-risk communities, including those in the Tulare Basin, respond to the impacts of this year’s winter storms and better withstand future flooding. Additionally, he announced investments totaling \$290 million in new flood proposals:

- \* \$125 million to support preparedness, response and recovery related to the 2023 storms – funding shifted from drought contingency to flood contingency to address the weather whiplash California is facing;
- \* \$75 million to support local flood control projects;
- \* \$25 million to expand the current California Small Agricultural Business Drought Relief Grant Program to provide direct assistance to eligible agriculture-related businesses that have been affected by the recent storms;
- \* \$25 million for potential additional disaster relief and response costs in this fiscal year to address immediate impacts;
- \* \$40 million for the San Joaquin Floodplain restoration

The \$290 million is on top of the Governor’s January proposal of \$202 million in flood investments to protect urban areas, improve levees in the Delta region and support projects in the Central Valley – bringing total flood investments to nearly \$500 million. The Governor’s budget also includes proposed legislation that codifies provisions from recent executive orders that allow for the safe diversion of flood flows for groundwater recharge purposes. These provisions would make it easier to capture floodwater to recharge groundwater by setting clear conditions for diverting floodwaters without permits or affecting water rights.

## Finance and Administration

YTD Use of Funds as of 3/31/23 - \$46.54M



### Financial Highlights for March

- Treated water sales: 243 AF
- Untreated water sales: 0 AF
- YTD net operating revenues: \$3.11M



**Summary Report for  
The Metropolitan Water District of Southern California  
Board Meeting  
May 9, 2023**

**CONSENT CALENDAR OTHER ITEMS – ACTION**

Authorized the preparation of commendatory resolution supporting Cathy Green as Association of California Water Agencies President. **(Agenda Item 7B)**

Approved Committee Assignments.

Subcommittee on Pure Water Southern California and Regional Conveyance

Tim Smith

Subcommittee on Bay-Delta

Glen Peterson

Subcommittee on Demand Management and Conservation Programs and Priorities

Jeff Armstrong – Chair

Judy Abdo

Desi Alvarez

Lois Fong-Sakai

Russell Lefevre

Jacque McMillan

Marty Miller

Tracy Quinn

Marsha Ramos

**(Agenda Item 7C)**

**CONSENT CALENDAR ITEMS - ACTION**

Awarded a \$637,520 contract to Acro Constructors for upgrades to the video production room at Metropolitan's Headquarters Building. **(Agenda Item 7-1)**

Authorized an agreement with Arcadis U.S. Inc. for a not-to-exceed amount of \$550,000 to design, develop, and deploy Metropolitan's Capital Investment Plan Budget System Improvements. **(Agenda Item 7-2)**

(a) Authorized an increase of \$1.5 million to an existing agreement with Stantec Consulting Services Inc. for a new not-to-exceed total amount of \$1.69 million for preliminary design of a

mechanical dewatering facility at the Jensen Plant. (b) Authorized an amendment to an agreement with Los Angeles Department of Water and Power to forego construction of two new lagoons on LADWP's property and to extend Metropolitan's use of two solids lagoons at the Aqueduct Filtration Plant. **(Agenda Item 7-3)**

Amended the Capital Investment Plan for fiscal years 2022/2023 and 2023/2024 to include the Diemer Helicopter Hydrant Facility project. **(Agenda Item 7-4)**

Awarded a \$1,466,665 contract to B&K Valves & Equipment Inc. for procurement of 72 replacement air release and vacuum valves for San Diego Pipeline Nos. 3 and 5. **(Agenda Item 7-5)**

Authorized an increase in the maximum amount payable under contract with Thompson Coburn LLP for legal advice on state and federal energy regulatory and contractual matters by \$200,000 to a maximum amount payable of \$300,000. **(Agenda Item 7-6)**

Approved changes in the Administrative Code to clarify provisions relating to Board committees and the role of the Vice Chairs of the Board, to delete references to certain Ad Hoc Committees, and to correct the pay grade for Board Executive Secretary due to elimination of the job title of Board Administrator. **(Agenda Item 7-7)**

#### **OTHER BOARD ITEMS - ACTION**

Awarded a \$2,601,437 procurement contract to Sojitz Machinery Corporation of America to furnish two large diameter butterfly valves for the Inland Feeder/SBVMWD Foothill Pump Station Intertie project as part of water supply reliability improvements in the Rialto Pipeline service area. **(Agenda Item 8-1)**

Awarded a \$5,266,000 contract to Leed Electric Inc. to install 12 flow monitoring stations along the CRA conveyance system. **(Agenda Item 8-2)**

Adopted a resolution to support an approximately \$20,900,000 grant application to the Sacramento-San Joaquin Delta Conservancy to develop a multi-benefit landscape opportunity on Webb Tract, and authorized the General Manager or designated representative to accept the grant if awarded and return to the Board at a future meeting to review the draft funding agreement and funding plan and consider adding the proposed project to the Capital Investment Program. **(Agenda Item 8-3 amended option #1)**

Authorized the General Manager to enter into an agreement with Western Municipal Water District, Rubidoux Community Services District, West Valley Water District, and San Bernardino Valley Municipal Water District to deliver water to Western's service area through facilities not owned by Metropolitan or Western and direct staff to bring back to the Board, on a committee and board schedule to be established by staff working with the Board chair, relevant vice chairs, and committee chairs, the three policy issues identified in the Board letter and a fourth policy issue related to assessing water quality and salinity inequities among member

agencies, including but not limited to, a report on how staff seeks to achieve the objectives of Section 136 of the MWD Act on blending. **(Agenda Item 8-4 amended option #1)**

Reviewed and maintained the General Manager's implementation of the Cyclic Cost-Offset Program effective April 15, 2023, pursuant to the Program terms approved by the Board on April 9, 2019 (No motion or vote is required for this option; the Report will be received and filed.) **(Agenda Item 8-5)**

Adopted the resolution to continue the Standby Charge for fiscal year 2023/24.  
**(Agenda Item 8-6)**

Authorized the General Counsel to increase the maximum amount payable under a contract with Sheppard, Mullin Richter & Hampton LLP for legal services by \$150,000 to an amount not to exceed \$250,000. **(Agenda Item 8-7)**

Authorized filing a cross-complaint in Oswalt v. The Metropolitan Water District of Southern California, San Diego County Superior Court Case No. 37-2023-00009934-CU-PO-CTL.  
**(Agenda Item 8-8)**

**THIS INFORMATION SHOULD NOT BE CONSIDERED THE OFFICIAL MINUTES OF THE MEETING.**

All current month materials, and materials after July 1, 2021 are available on the public website here: <https://mwdh2o.legistar.com/Calendar.aspx>

This database contains archives from the year 1928 to June 30, 2021:  
<https://bda.mwdh2o.com/Pages/Default.aspx>

Summary Report for the  
San Gabriel Basin Water Quality Authority  
April 19, 2023

**Public Hearing/Workshop - Draft Budget for Fiscal Year 2023/24**

The Board of Directors approved the draft budget for FY 2023/24 as presented.

**Amendment to Policy No. 23**

The Board of Directors approved the amendment to policy No. 23 as presented.

**Adopt Resolution No. 23-005, Commending Michael Whitehead**

The Board of Directors adopted Resolution No. 23-005 as presented.

Summary Report for the  
Main San Gabriel Basin Watermaster  
Regular Board Meeting  
April 5, 2023

**Preliminary Determination of Operating Safe Yield for Fiscal Years 2023-24 Through 2027-28**

The Board of Directors received and filed the Preliminary Determination of OSY report for FY 2023-24 through 2027-28.

**Review of Preliminary Draft Administration Budget for FY 2023-24**

The Board of Directors received and filed the Preliminary Draft Administration Budget for FY 2023-24.

**Request to Execute Extension Agreement for City of Sierra Madre for Producer Cyclic Storage Account**

The Board of Directors unanimously authorized the extension of City of Sierra Madre/Watermaster Cyclic Storage Agreement for a period of five years, to expire on April 5, 2028.



# MEMORANDUM



**17.  
DIRECTORS'  
REPORT (AB 1234)**

**Directors' Activity Report – (AB 1234)**  
*In accordance with CA Government Code Section 53232.3 (d)*  
**April 2023**

**ANTHONY R. FELLOW, Division 1**

Date	Event	Description
	No reportable activity.	

**CHARLES M. TREVIÑO, Division 2**

Date	Event	Description
	No reportable activity.	

**ED CHAVEZ, Division 3**

Date	Event	Description
	No reportable activity.	

**KATARINA GARCIA, Division 4**

Date	Event	Description
	No reportable activity.	

**JENNIFER SANTANA, Division 5**

Date	Event	Description
	No reportable activity.	