



**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. – JUNE 14, 2023**

AGENDA

1. PLEDGE OF ALLEGIANCE
2. ROLL CALL OF BOARD OF DIRECTORS
3. ADOPTION OF AGENDA [1]
4. PRESENTATIONS
 - (a) “Water is Life” Art Contest Winners.
5. 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.
6. COMMITTEE REPORTS [2]
 - (a) Government Affairs and Community Outreach (*Treviño, Chair – Garcia, Vice-Chair*)
Minutes of meeting held on June 5, 2023 attached.
 - (b) Administration and Finance (*Santana, Chair – Treviño, Vice-Chair*)
Minutes of meeting held on June 6, 2023 attached.
 - (c) Water Resources and Facility Management (*Treviño, Chair – Garcia, Vice-Chair*)
Minutes of meeting held on June 7, 2023 attached.
7. CONSENT CALENDAR [1]
 - (a) Minutes of a regular meeting of the Board of Directors held on May 24, 2023 at 4:00 p.m.
 - (b) List of Demands.
 - (c) Financial Reports – April 2023.
 1. Financial Statements.
 2. Director’s Public Outreach.
8. ACTION/DISCUSSION ITEMS [1]
 - (a) State legislative bill positions AB 1423, AB 1567 and SB 867, which are consistent with Upper District’s 2023-24 Legislative Policy Principles adopted by the Board on January 2023. (*Staff memorandum enclosed.*)

Recommendation

Due to lack of quorum, the Government Affairs and Community Outreach Committee forwarded this item to the Board of Directors without a recommendation from the Committee.

Staff recommends that the Board of Directors approve state legislative bill positions AB 1423, AB 1567 and SB 867, which are consistent with Upper District's 2023-24 Legislative Policy Principles adopted by the Board in January 2023.

- (b) Approve the Fiscal Year 2023/24 Budget. (*Staff memorandum enclosed. Fiscal Year 2023/24 Budget also enclosed.*)

Recommendation

Due to lack of quorum, the Administration and Finance Committee forwarded this item to the Board of Directors without a recommendation from the Committee.

Staff recommends that the Board of Directors approve the Fiscal Year 2023/24 Budget as presented. Staff also recommends that the Board of Directors approve a cost of living adjustment for District wages equivalent to 6.70% effective July 1, 2023.

9. INFORMATION ITEMS (These items are for the information of the Board of Directors and require no action) [2]
 - (a) Press Releases and News Articles.
10. ATTORNEY'S REPORT [2]
11. ENGINEER'S REPORT [2]
12. GENERAL MANAGER'S REPORT [2]
13. METROPOLITAN REPORT [2]
14. WATER QUALITY AUTHORITY REPORT [2]
15. WATERMASTER REPORT [2]
16. AB 1234 COMPLIANCE REPORT [2]
17. DIRECTOR'S COMMENTS [2]
18. FUTURE AGENDA ITEMS [1]
19. ADJOURN TO CLOSED SESSION – None.
20. ADJOURNMENT - To a regular meeting of the Board of Directors to be held on June 28, 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 at least 24 hours prior to meeting.



MEMORANDUM



6. (a) COMMITTEE REPORTS

June 5, 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 – June 5, 2023**

ATTENDANCE:	Anthony Fellow (Chair)	Katherine Vazquez
	Jennifer Santana	Ana Schwab
	Katie Garcia	Lowry Crook
	Tom Love	Steve Baker
	Patty Cortez	Steve O'Neill
	Jennifer Aguilar	
	Ruben Gallegos	
	Venessa Navarrette	

1. **Call to Order.**
2. **Public Comment.** None.
3. **Legislative Update.**
 - a. **Washington D.C.**

Ana Schwab, of Best, Best and Krieger (BB&K), provided the Washington D.C. report. She stated the Treasury Secretary had indicated to Congress that the federal government was going to default and exhaust their funding on June 5, 2023. House Speaker, Kevin McCarthy, and President Biden offered a deal that includes a call for regular order where Congress must pass all 12 appropriations bills by December 2023. Lowry Crook, of Best, Best and Krieger (BB&K), provided additional information regarding the debt ceiling issue, and also discussed updates regarding NEPA and how this would help streamline the process for federal environmental reviews.

Ana Schwab reported on the Colorado River negotiations and how the seven states came to a consensus agreement that led to the U.S. Bureau of Reclamation withdrawing their proposed draft for drought management of the Colorado River. Additionally, she reported the EPA comment period on the National Primary Drinking Water Regulation for PFAS is open with final comments due on May 30, 2023. BB&K has submitted comments on behalf of the Upper District. Lastly, the EPA has an advanced notice proposal to designate seven additional PFAS under the Superfund Law, which comments are due on June 12, 2023.

b. Sacramento

Steve Baker, of Aaron Read and Associates, provided the Sacramento legislative report. He mentioned the legislator's deadline to introduce bills has passed. There have been about 3,000 bills introduced: 2,000 in the Assembly and 1,000 in the Senate. He stated that the legislator has to approve until June 15th to approve the state budget. Additionally, on July 1st, the Assembly will have a new speaker with Assemblymember Robert Rivas expected to take the leadership position.

Steve Baker reported on the status of the Governor's budget proposal. Currently, the Governor is projecting a revenue shortfall of \$1.5 billion in the coming year. The General Fund budget of \$224 million is only 1 percent less than the budget from last year. He stated that money projected for the outyears has not come in as expected and the majority of the cuts the Governor is proposing are budgeted expenditures in the outyears. As part of the budget proposal, the Governor included 15 independent permitting reform proposals that he submitted to the legislature.

The Governor is proposing to cut capital overlay projects, such as flood control, water recycling, and climate proposals. He is proposing to transfer those expenditures to a resources bond that the legislature is considering for the 2024 ballot. Aaron Read and Associates have been in conversations with Metropolitan Water District of Southern California and other member agencies to determine water components for this bond measure. The coalition is advocating for \$1.8 billion for water recycling, more funding for conservation, flood control and other regional priorities.

Assemblymember Friedman's non-functional turf bill has been amended. The California Municipal Utilities Association (CMUA) and the Association of California Water Agencies (ACWA) are now neutral on this bill.

Committee Chair Fellow led a discussion on AB 1572 (Friedman) regarding non-functional turf and the impacts to disadvantaged communities in Upper District's service area. The committee comments centered on environmental justice, and equity and reaffirmed the strategy to oppose and work with the author to remove multi-family properties from the bill.

4. Federal and State Legislative Summaries and Positions

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

AB 1423 (Shiavo): Product safety: perfluoroalkyl and polyfluoroalkyl substances: artificial turf or synthetic surfaces - **Support**

AB 1567 (Garcia): Safe Drinking Water, Wildlife Prevention, Drought Preparation, Flood Protection, Extreme Heat Mitigation, and Workforce Development Bond Act of 2023 – **Support and Amend**

SB 867 (Allen): Drought, Flood and Water Resilience, Wildfire and Forest Resilience, Coastal Resilience, Extreme Heat Mitigation, Biodiversity and Nature Based Climate Solutions, Climate Smart Agriculture, Park Creation and Outdoor Access, and clean Energy Bond Act of 2024 – **Support and Amend**

Due to lack of committee quorum, the bills will be moved to the board for full consideration and approval without a committee recommendation.

5. **Update on Communication Plan Review**

Patty Cortez presented an update on Upper District's Communication and Budget Plan. She stated the budget for FY23-24 remains unchanged from its initial proposal in February to the committee. She reviewed the upcoming events, conservation workshops and programs for the next four months and stated that all events would be posted to the look ahead calendar. She also reported that Upper District's Plant Voucher Program would be returning in Fall 2023.

Director Garcia asked the types of plants residents would be allowed to purchase through the Plant Voucher Program.

6. **Update on Drought Communications**

Patty Cortez discussed the continuation of the "Thank U" messaging campaign for the summer and emphasized the focus will be "saving water today for a sustainable future." The campaign will run in multiple languages and 789 Inc. will be assisting in the messaging refresh. She mentioned staff will continue to write the monthly newsletters and will bring back the "Director's Corner" which gives the Directors an opportunity to message on conservation tips and best practices. Additionally, she reported that the next Civic Publications Newsletter insert will be out this month titled "Civic Leadership," and will feature an article on Upper District titled, "Our Water, Our Responsibility."

Lastly, she presented two new commercials that were commissioned with Spectrum and stated the commercials are now running for a six-week period. Additionally, Upper District has contracted for a four-week digital billboard ad buy along the 605/210 freeways with Spectrum.

Chair Fellow expressed his interest in having a water forum that would include council members from the City of Monrovia. Director Garcia expressed her interest in having the water forums being no more than two hours.

Director Santana stated she would be interested to know what the advocacy groups for low-income feel about the non-functional turf issue. She expressed her concern on the lack of green space in a multi-family residential property and the negative impacts it could have on residents.

7. **Other Matters.** None.

NEXT MEETING: Monday, July 10, 2023, at 4:00 p.m.

cc: General Manager



MEMORANDUM



6. (b) COMMITTEE REPORTS

June 8, 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 – June 6, 2023

ATTENDANCE: **Jennifer Santana, Chair** Steven O’Neill
 Tom Love Priscilla Lu
 Evelyn Rodriguez Jennifer Aguilar
 Patty Cortez Lenet Pacheco
 Venessa Navarrette

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 final draft of the proposed budget for FY 2023/24, stating that at this time, staff is not recommending adoption of water rates and charges for CY 2024 in anticipation of the Taxpayer Protection and Government Accountability Act (the Initiative”), qualified for the November 2024 ballot, which may potentially impact the water rate adoption process. She added that staff is working with District Counsel to ensure that the adoption of water rates for calendar year 2024 is consistent with the requirements of the Initiative. She then provided the budget highlights stating that Upper District has kept its current surcharge for nine consecutive years now. She added that the budget recommendation includes a recommendation for a cost of living adjustment (COLA) of 6.70% effective July 1, 2023. She explained that the reason this rate is higher than the April Consumer Price Index (CPI) for the Los Angeles-Long Beach-Anaheim areas historically used by the District in the past is because Upper District awarded a lower COLA in 2022 than the applicable CPI then.

District Counsel provided an update on the Initiative. He stated that if approved, the Initiative will amend the state constitutional provisions relating to the levying of fees and taxes and require certain procedural changes to Upper District’s water rate adoption process retroactive to January 2, 2022. He also explained that Upper District has historically adopted water rates by resolution and that adopting rates by ordinance will not only be consistent with the requirements of the Initiative but also makes the rates more defensible.

Director Santana and the General Manager discussed how the District's water rate increases includes passthrough of Metropolitan's rate increases.

The General Manager stated that staff will work on preparing a two-year budget to align with Metropolitan's two-year budget process. He also emphasized the positive net operating revenue in the budget summary.

Due to lack of a quorum, the Administration and Finance Committee forwarded this item to the Board of Directors without a recommendation from the Committee.

4. **Oral Reports.**

None.

5. **Other Matters.**

None.

NEXT MEETING: Tuesday, August 1, 2023 at 4:00 p.m.

cc: General Manager

MEMORANDUM



6. (c) COMMITTEE REPORTS

June 7, 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 - JUNE 7, 2023

ATTENDANCE: Charles Treviño (Chair) Venessa Navarrette Christine Carson
Ed Chavez Ruben Gallegos Lenet Pacheco
Tom Love Jennifer Aguilar
Patty Cortez Kat Vazquez

1. **Call to Order.**

2. **Public Comment.** None.

3. **Building Update.**

The General Manager shared that some final punch list items are being done throughout the building. He mentioned the lighting, HVAC system, fire permitting items, and a few non-contract items like the elevator, cabinets, access doors, and window treatments.

Patty Cortez mentioned that the dedication plaque is completed and ready to be installed as well. Director Chavez shared that he is looking forward to the plaque being installed.

The General Manager shared that at the Administration and Finance Committee Meeting the prior day, it was discussed that the budget includes some capital improvement funds from reserves that will handle the non-contract upgrades that need to be made.

4. **Elevator Update.**

The General Manager shared that the contract was awarded by the Board in May and they are working on some incentives to ensure the timelines are met by the contractor. He shared that the legal language is being added to make sure that if the timeline is longer, there are some reparations made for the inconvenience.

Director Treviño asked if the legal language requires board approval. The General Manager clarified that it will not need board approval and it is being handled with Steve O'Neill at this time.

5. EV Charging Station Update.

The General Manager shared that he has been working with the City of Monrovia's pilot program for the EV charging stations which has caused the slight delay. Using this program, the City will fund the stations installed with public access and the District will fund the stations that are installed in the garage area. He reported that the public use stations will have a cost to the user, but the ones within the garage for staff and Directors will be covered by the District.

Director Treviño asked about the number of stations dedicated to Directors. The General Manager clarified that there will be two or three stations within the garage for use by Upper District representatives including staff and Directors. He also shared that there will be the same amount in the outside parking lot as well.

Director Chavez asked about the hours for the public use stations. The General Manager clarified that the goal is to have those stations available during non-business hours to prevent the parking lot from being full while the office is open. He shared that the City of Monrovia was onboard with that timeline and agrees that there should be timelines for the use by the public. The General Manager also shared that once the program is ready for implementation, he will bring the final proposals and details to the Board for approval.

6. Water Supply Update.

The General Manager reported that the Key Well is at 233 feet and that the rate of rise has begun to decline. He shared that the County is releasing approximately 1,400 AF per day right now, so the spreading basins throughout the area are all remaining at capacity. The General Manager reported that Cogswell and San Gabriel Dams are both below minimum pool for the sediment clean out. He shared that the County is going to reduce the outflow at Morris Dam to 20 feet per second on June 19th and on June 20th, USG-3 will open to start the deliveries that have been ordered by Upper District. County construction on the stream passing will not begin until the Fall to accommodate the deliveries. The General Manager shared that the County, MWD, and Upper District have been working on a few infrastructure upgrades to allow for higher deliveries when the water is available. He shared that at this time, the goal is to deliver 100,000 AF through the MWD cyclic account this calendar year.

Director Treviño shared that he likes the collaboration with the other agencies and is happy that the relationship with the County has improved.

7. Safe Clean Water LA Update.

The General Manager reported that both the Upper San Gabriel River Watershed and the Rio Hondo Watershed Committees have been through the third round of applications. He shared that the Upper San Gabriel River Watershed Committee has allocated almost all of their funding, so they have not been able to fund new projects. He explained that the Rio Hondo Watershed Committee has some funding still available, but they have been making progress towards using it in the last round of applications. He shared that they are waiting for some additional applications to utilize the rest of their funding. The General Manager shared that he met with some students at Cal Poly Pomona regarding a proposed study. He provided the students with some comments and enhancements to improve their chances of receiving funding in the future through this program.

Director Treviño asked if MS4 was still an issue for cities. The General Manager confirmed that it still is an issue for cities but is not as highly discussed. Director Treviño asked if it seemed there would be any relief from the legislature. The General Manager explained that all efforts have been unsuccessful.

Patty shared that some funding measures may be coming to help alleviate the resource issue. Director Treviño asked if there had been any mention of Disadvantaged Communities and the impacts that MS4 has on them. Patty clarified that it has not come up specifically related to MS4 and DACs. Director Treviño further stated that DACs cannot afford the changes and it has a higher impact on those areas.

The General Manager shared that Measure W has language that aids in accommodating the issue and the Watershed Committees have placed a higher priority on projects within those areas.

8. Other Matters.

The General Manager mentioned that the District's Asset Management Plan needs to be updated, specifically in relation to the Recycled Water system. He shared that he has begun to work with John Robinson who has the institutional knowledge to complete this project for the District. He explained that he would like to plan ahead for replacement and risks of failure.

Director Treviño shared that he is concerned with the emergency situations that might occur in the region and how our infrastructure will hold up under that type of stress. The General Manager shared that the Asset Management Plan would assess the consequences of failure and see if there was any infrastructure that might need to be mitigated.

NEXT MEETING: Wednesday, July 5, 2023, at 4:30 p.m.

cc: General Manager

**PUBLIC HEARING AND 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. – May 24, 2023**

**7. (a)
Minutes**

A public hearing and 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 May 24, 2023 at the hour of 4:00 p.m.

ROLL CALL

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

DIRECTORS ABSENT: None.

STAFF PRESENT: Tom Love, General Manager; Martin Koczanowicz, 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; Katherine Vazquez, Government and Community Affairs Assistant; and Ruben Gallegos, Project Assistant

OTHERS PRESENT

David Muse, Kelly Gardner, Lenet Pacheco, Jose Martinez, Ralph Galvan, Terri Prado, and Susanna Hernandez.

ADOPTION OF AGENDA

On motion by Treasurer Garcia, seconded by Vice President Fellow, the agenda was adopted by the following vote:

AYES: SANTANA, FELLOW, GARCIA, CHAVEZ AND TREVIÑO
NOES: NONE
ABSTAIN: NONE
ABSENT: NONE

PUBLIC COMMENT

None.

COMMITTEE REPORTS

Next scheduled committee meeting dates are as follows:

- (a) Government Affairs and Community Outreach – June 5, 2023 at 4:00 p.m.
- (b) Administration and Finance – June 6, 2023 at 4:00 p.m.
- (c) Water Resources and Facility Management – June 7, 2023 at 4:00 p.m.

CONSENT CALENDAR

On motion by Director Treviño, seconded by Treasurer Garcia, the consent calendar was approved by the following vote:

AYES: SANTANA, FELLOW, GARCIA, CHAVEZ AND TREVIÑO
NOES: NONE
ABSTAIN: NONE
ABSENT: NONE

- (a) Minutes of a special 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.

**PUBLIC HEARING REGARDING
PROPOSED REAUTHORIZATION OF A
WATER AVAILABILITY STANDBY
CHARGE FOR FISCAL YEAR 2023/24**

The General Manager, Tom Love, provided a background on the standby charge implemented since the 1990s. He stated the standby charge is \$10 per parcel, or per acre or portion thereof, collected to fund the recycled water projects and the water use efficiency and conservation programs. The General Manager stated that the standby charge must be adopted by the Board on an annual basis.

There were no public comments.

President Santana closed the public hearing.

**ADOPTION OF ORDINANCE NO. 23-1,
IMPOSING STANDBY CHARGES FOR
FISCAL YEAR COMMENCING JULY 1,
2023**

On motion by Director Treviño, seconded by Vice President Fellow, Ordinance No. 23-1 was adopted by the following roll call vote:

FELLOW:	AYE
TREVIÑO:	AYE
GARCIA:	AYE
SANTANA:	AYE
CHAVEZ:	AYE

**CONTRACT AWARD FOR THE
ELEVATOR UPGRADE PROJECT**

The General Manager provided a brief update on the elevator upgrade project. He stated that he and Evelyn Rodriguez, Chief Financial Officer/Chief Administrative Officer, have requested proposals from four firms but received only two proposals. The General Manager recommended awarding the contract to GMS Elevator Service on account of their responsiveness. Staff confirmed with legal counsel that GMS' proposal included payment of prevailing wages. Lastly, the General Manager provided a timeline for the completion of the elevator upgrade.

On motion by Director Treviño, seconded by Secretary Chavez, the Board of Directors awarded the contract for the elevator upgrade project to GMS Elevator Service for a total cost of \$95,824 by the following vote:

AYES:	SANTANA, FELLOW, GARCIA, CHAVEZ AND TREVIÑO
NOES:	NONE
ABSTAIN:	NONE
ABSENT:	NONE

DRAFT STRATEGIC PLAN REVIEW

The General Manager provided an update on the workshop held with the Board, producers and District staff.

Ed Means of Means Consulting, LLC provided an overview of the strategic plan submitted to the Board in draft form. He explained that the intent is to incorporate feedback from the Board and producers into a final draft for the Board's consideration at the second board meeting in June.

President Santana and Mr. Means discussed alphabetizing the core values.

Director Treviño expressed his concerns about our infrastructure and whether the District has enough reserves for catastrophic events.

Vice President Fellow suggested exploring succession plans for the future and asked if this would fall under strategy 6.

Treasurer Garcia asked if objective 3 of the strategic plan was on the previous plan.

**NOMINATION FOR ACWA REGION 8
FOR THE 2023/24 TERM AND
ADOPTION OF RESOLUTION NO. 05-23-
657**

The General Manager mentioned Vice President Fellow has served in the ACWA Region 8 Board for many years.

Vice President Fellow stated that Chairwoman Gloria Gray will not run for Chair of Region 8 and that he plans to run for the position to represent Region 8.

President Santana nominated Vice President Fellow as Upper District's ACWA Region 8 representative. Treasurer Garcia seconded the nomination.

On motion by Secretary Chavez, seconded by President Santana, the nomination for ACWA Region 8 for the 2023/24 term and adoption of Resolution No.05-23-657 was approved by the following vote:

AYES:	SANTANA, FELLOW, GARCIA, CHAVEZ AND TREVIÑO
NOES:	NONE
ABSTAIN:	NONE
ABSENT:	NONE

INFORMATION ITEMS

(a) Press Releases and News Articles

ATTORNEY'S REPORT

Martin Koczanowicz, District Counsel, reported working with staff on the standby charges, preparation of the ordinance, and ensuring these items are in compliance with the applicable laws.

ENGINEER'S REPORT

Steve Johnson, District Engineer, provided a report on hydrologic conditions. He shared the Baldwin Park Key Well is 230.2 as of May 19, 2023.

He reported on inflows to the San Gabriel Reservoir of over 500 CFS. He added that releases of about 1,000 CFS are getting replenished in the Main San Gabriel Basin and Central Basin. He then stated that approximately 750 CFS are being conserved in our Basin, between the Santa Fe and the river, and the remainder of water is being distributed in the lower basin area.

He reported requesting information from Los Angeles County to find out how much water was lost to the ocean. He stated he will evaluate the percentage of water conserved but estimates it to be 80-90%. He then reported on recent rainfall and rainfall averages.

Lastly, he stated 44 wells were sampled in April and 39 wells were sampled in March under the Title 22 Program. He reported that there were no notices of wells shutdown due to water quality issues.

The District Engineer mentioned President Santana raised a question regarding how the Safe Yield has been for the past 10 years. He provided a brief presentation regarding what "Safe Yield" means for the basin and its background.

Treasurer Garcia thanked the District Engineer for the presentation.

President Santana also thanked the District Engineer for the presentation and expressed the importance of keeping our Basin healthy for our residents and the need for imported water. She also expressed support for the State Water Project and Pure Water Southern California.

GENERAL MANAGER'S REPORT

The General Manager stated the District "pre-ordered" of 125,000 AF of imported water this year from MWD, starting around June 1st through the end of the year. He mentioned Los Angeles County is releasing water from Morris Dam so they may continue their sediment removal project.

The General Manager went over several administrative matters with the Board. He mentioned the Board will be provided with keys to gain access to the building and the garage. Additionally, he stated the budget will be included in the agenda for adoption at the next Board meeting.

Lastly, he stated inviting Eric Batman from the Los Angeles County of Public Works to conduct a presentation on the San Gabriel River Flood Control and water conservation operations to the Board.

METROPOLITAN REPORT

Vice President Fellow mentioned being the Vice Chair for MWD's subcommittee on Public Outreach and provided information on MWD's outreach activities for the Climate Adaptation Master Plan and the Solar Cup Program. He stated ACWA did a study on messaging and how the public has responded to certain messaging.

He also provided an update on his meeting with the President of Citrus College, Dr. Greg Schultz, and discussed the idea of training young students for the workforce. He said he hopes to have a booth for Citrus College at the next WaterFest to promote Citrus College's programs. He also mentioned the MWD Board Directors want to have the Solar Cup Program back and suggested having the municipals contribute more. He then talked briefly about the Colorado River negotiations.

Lastly, he reported being asked to present MWD's One Water Award to the Los Angeles County Arboretum for its environmental efforts.

Treasurer Garcia commented on her positive experiences with the Solar Cup Program and mentioned her students were able to participate in this program. She said she also hopes the program will be brought back.

WATER QUALITY AUTHORITY REPORT

Secretary Chavez reported that Mike Whitehead is no longer on the Water Quality Authority board and has been replaced by Robert DiPrimio. He added Mike Whitehead previously held the Treasurer position, a position now filled by Robert Gonzalez, Mayor of City of Azusa.

He briefly reported on the WQA budget and the approval of an education grant for a water education program for elementary and junior high students.

WATERMASTER REPORT

None.

AB 1234 COMPLIANCE REPORT

None.

DIRECTORS COMMENTS

Director Treviño stated the District should develop relationships with the local electeds.

Secretary Chavez thanked the Board and staff for their condolences for his mother.

Treasurer Garcia expressed her appreciation of the Key Well social media post and the Watershed Restoration Program photos.

Vice President Fellow thanked the General Manager for working on the messaging with the producers and training people for the future during Monday's event. Vice President Fellow mentioned the Maryknoll Sisters' Presence, located in Monrovia, called him to visit the convent. He suggested having a native plant sale at their community garden. He then requested to adjourn in memory of Secretary Chavez's mother, Magdalena Chavez; former State Assemblywoman, Los Angeles City Councilwoman, and Los Angeles Supervisor, Gloria Molina; and former Baldwin

Park City Councilwoman and Valley County Water District's Board Director David Muse's wife, Teri Muse.

President Santana stated she will be camping with the Cub Scouts this weekend.
None.

FUTURE AGENDA ITEMS

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 in memory of Magdalena Chavez, Gloria Molina, and Terry Muse, 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.

ATTEST

PRESIDENT

SECRETARY

SEAL

DRAFT

Demands numbered 21956 through 21989 on the General Fund Account of the Upper District at Citizens Business Bank, in the amount of \$915,390.17 and demands numbered 1104 through 1109 on the Water Fund Account at the same bank in the amount of \$395,753.91.

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-1017986, 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	1,954.35	
		Computer Systems/Equipment/Maintenance/Insurance/ Outside Service	1,535.48	
		Directors's Outreach	400.00	
		Telephone/Utilities/Building Maintenance	3,064.85	
		Workers Comp	2,313.43	
		Water Conservation Program Expenses	1,266.74	
		WRP Operation & Maintenance/Permits/Water Purchases/PM/Public Info	22,167.51	
		Medical/ODA Reimbursement/Processing Fee/Retirement Plan/Overdeposit	<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 <i>(Board approved 06/13/22)</i>		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
			TOTAL	\$ 915,390.17
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	<u>1,776.16</u>	5,727.15
			TOTAL	\$ 395,753.91

7.(b)
List of Demands

June 1, 2023
General Fund

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 General Fund Account at Citizens Business Bank:

21990	Municipal Water District	Inv. 02/09/23UDREI, MWDOC Water Policy Forum & Dinner Sponsorship <i>(Previously Paid 05/11/23)</i>	\$	850.00
21991	Aaron Hussey	Art Contest Winner - 4th Place Grades 9-12		100.00
21992	Aaron Read & Associates, LLC	Inv. 212777, State and Legislative Advocacy Services, May 2023 <i>(Board approved 10/12/22)</i>		10,000.00
21993	Accent Computer Solutions, Inc	Inv. 157580, IT Management Support, April 2023 Inv. 157935, IT Management Support, June 2023 <i>(Board approved 02/09/22)</i>	353.47 <u>2,789.36</u>	3,142.83
21994	ACWA/JPIA	Inv. 0699404, Health Insurance Premium - June 2023		26,098.45
21995	Aleshire & Wynder, LLP	Professional Services, April 2023 Inv. 75553, Retainer Inv. 75554, Transactional Fees Inv. 75555, Transactional Fees <i>(Board approved 04/13/22)</i>	4,267.00 157.60 <u>1,548.60</u>	5,973.20
21996	Alice Kim	Art Contest Winner - 5th Place Grades 6-8		25.00
21997	Angela Shih	Art Contest Winner - 1st Place Grades 9-12		250.00
21998	Anthony Ordonez	Art Contest Winner - 5th Place Grades 3-5		25.00
21999	Ariana Duarte	Art Contest Winner - 2nd Place Grades 6-8		100.00
22000	Best Best & Krieger, LLP	Inv. 963639, Federal Legislative Advocacy Services through 03/31/23 Inv. 966133, Federal Legislative Advocacy Services through 04/30/23 <i>(Board approved 10/12/22)</i>	7,500.00 <u>7,500.00</u>	15,000.00
22001	Bulletin Displays, LLC	Inv. 34646, Digital Display "Water Conservation" Ad		4,500.00
22002	Caitlyn Xu	Art Contest Winner - 2nd Place Grades K-2		100.00
22003	Caroline Chen	Art Contest Winner - 5th Place Grades K-2		25.00
22004	City of Monrovia	Inv. 2301694, MAA Funding - Drought Marketing Materials		4,522.80
22005	Concentra	Inv. 77911095, Employee Medical		311.00
22006	Downtown El Monte Business Association	Inv. 10/22/22UDREI, Dia De Los Muertos Replacement Check		500.00
22007	Discovery Cube	Inv. 1712-A, Sustainable Watershed Education Program		5,680.00
22008	Dyana Wang	Art Contest Winner - 1st Place Grades 3-5		150.00
22009	EcoTech Services, Inc.	Inv. 2674, Landscaping Maintenance - June 2023 Inv. 2635, Landscaping Maintenance - May 2023	900.00 <u>900.00</u>	1,800.00
22010	Emma Zhong	Art Contest Winner - 3rd Place Grades K-2		75.00
22011	Fiona Chau	Art Contest Winner - 1st Place Grades 6-8		150.00
22012	G3LA, LLC	Inv. 1125, Birds & Pollinators Webinar - April 2023 Inv. 1126, Where Our Water Comes From - May 2023 <i>(Board approved 03/08/22)</i>	2,000.00 <u>2,000.00</u>	4,000.00
22013	Image Property Services, LLC	Inv. MCS-7745, Detailed Cleaning, February 2023 Inv. MCS-8682, Janitorial Services, May 2023	220.00 <u>1,338.14</u>	1,558.14
22014	Jocelin Huang	Art Contest Winner - 1st Place Grades K-2		150.00
22015	Joely Cheng	Art Contest Winner - 4th Place Grades K-2		50.00
22016	Joey C. Soto	Inv. 2023-UD-GA-APR-103, Grant Writing Services, April 2023 <i>(Board approved 06/08/22)</i>		842.50
22017	Kaelyn Park	Art Contest Winner - 4th Place Grades 6-8		50.00
22018	Kelly Services, Inc.	Inv. 1802523123, Temporary Services Week Ending 04/23/23 Inv. 1800374723, Temporary Services Week Ending 04/23/23 Inv. 1702693123, Temporary Services Week Ending 04/30/23 Inv. 1800374823, Temporary Services Week Ending 04/30/23 Inv. 1802687723, Temporary Services Week Ending 05/07/23 Inv. 1902760723, Temporary Services Week Ending 05/14/23 Inv. 2002743923, Temporary Services Week Ending 05/21/23 Inv. 2101941323, Temporary Services Week Ending 05/28/23 <i>(Board approved 12/16/21)</i>	1,508.63 55.87 1,338.53 49.57 1,701.63 1,433.25 1,680.00 <u>1,669.50</u>	9,436.98
22019	Khloe Lam	Art Contest Winner - 2nd Place Grades 3-5		100.00

22020	Kyra Tang	Art Contest Winner - 5th Place Grades 9-12		50.00
22021	Lands' End	Inv. SIN11165432, UD Logo Items CM. SCR1403627, Returned UD Logo Items Inv. SIN11262551, UD Logo Items	481.27 (216.03) <u>251.24</u>	516.48
22022	La Opinion	Inv. 129490423, Earth Day 2023 Ad		1,250.00
22023	Means Consulting, LLC	Inv. USGV-5908, Strategic Planning and Facilitation Services		13,720.74
22024	R M Systems	Inv. 905173, Additional Wireless Microphone/Installation		1,066.58
22025	Rowland Water District	Inv. 9025, UD Cost Share - Compressor Repairs for the Surge Tanks at PS2A		2,264.81
22026	Sameerah Bradford	Art Contest Winner - 3rd Place Grades 9-12		150.00
22027	Seonqhee (Sophie) Yoo	Art Contest Winner - 3rd Place Grades 6-8		75.00
22028	San Gabriel Valley Economic Partnership	Inv. 7874, UD Cost Share - Open House Catering		455.00
22029	San Gabriel Valley Newspaper	Inv. 0000565520, LA County Fair Ads, April 2023 Inv. D7CBE7F-0001, PH Notice Standby Charge	2,275.00 <u>724.72</u>	2,999.72
22030	Skylar Wang	Art Contest Winner - 4th Place Grades 3-5		50.00
22031	Spectrum Reach/Charter	Inv. 380016232, Public Information, May 2023 Inv. 420018975, Public Information, May 2023 Inv. 420018976, Public Information, May 2023	3,450.00 1,528.00 <u>1,500.00</u>	6,478.00
22032	Stetson Engineers, Inc.	Inv. 2533-205, General Engineering Support Services, April 2023		9,717.31
22033	Sunny Slope Water	Inv. MAAEWCPMET126-040323, Emergency Water Conservation Program Project Inv. MAAEWCPMET126-041823, Emergency Water Conservation Program Project	2,415.50 <u>1,214.50</u>	3,630.00
22034	Sylvia Wang	Art Contest Winner - 2nd Place Grades 9-12		200.00
22035	Team 968	Inv. GRNT22-23AREI, Acid, Base & PH Experiment		1,000.00
22036	Upper District Payroll Fund	Inv. APR 23, Reimbursement of Payroll and Payroll Taxes for Employees Inv. APR 23D, Reimbursement of Payroll Taxes for Directors	127,401.06 <u>6,500.18</u>	133,901.24
22037	Upper District Revolving Fund	Inv. MAY 23, Replenish Revolving Fund Account, May 2023 Office Supplies Computer Systems/Equipment/Maintenance/Insurance/ Outside Service Directors's Outreach Telephone/Utilities/Building Maintenance Meeting Expense District Vehicle Expense Travel/Conference Water Conservation Program Expenses WRP Operation & Maintenance/Permits/Water Purchases/PM/Public Info Medical/ODA Reimbursement/Processing Fee/Retirement Plan/Overdeposit	522.84 529.00 1,820.00 4,217.79 244.93 34.98 67.86 1,061.64 4,660.02 <u>4,382.33</u>	17,541.39

22038	U.S. Bank Corporate Payment System	CalCard Changes through 05/22/23 Membership/Other Meetings, Travel, Conferences Computer Systems/Office Equipment/Supplies/Maintenance & Service/Utilities Conservation Program Expenses, Education and Outreach	5,351.50 1,057.27 <u>1,184.00</u>	7,592.77
22039	Via Promotionals	Inv. 20934, UD Logo Items Inv. 20990, UD Logo Items	2,423.61 <u>3,194.66</u>	5,618.27
22040	WaterReuse Association	Inv. 11/05/23UD, 2023 Annual California Conference Sponsorship		2,000.00
22041	Wesley Zhu	Art Contest Winner - 3rd Place Grades 3-5		75.00
22042	Willdan Financial Services	Inv. 010-53694, FY 2022/23 Standby Charge Services through January 2023 Inv. 010-54639, FY 2022/23 Standby Charge Services through April 2023 (Board approved 04/03/19)	2,829.96 <u>12,160.06</u>	14,990.02
22043	Anthony Fellow	Director's Compensation, April 2023 10 Days District Business 10 MWD Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	2,550.00 2,550.00 516.87 (500.00) <u>(1,567.07)</u>	3,549.80
22044	Katerina Garcia	Director's Compensation, April 2023 5 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	1,275.00 516.87 (500.00) <u>(181.18)</u>	1,110.69
22045	Anthony Fellow	Director's Compensation, May 2023 10 Days District Business 10 MWD Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	2,550.00 2,550.00 516.87 (500.00) <u>(1,567.07)</u>	3,549.80
22046	Ed Chavez	Director's Compensation, May 2023 10 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	2,550.00 2,777.70 (1,600.00) <u>(1,691.54)</u>	2,036.16
22047	Charles Treviño	Director's Compensation, May 2023 10 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	2,550.00 516.87 (500.00) <u>(525.65)</u>	2,041.22
22048	Jennifer Santana	Director's Compensation, May 2023 6 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	1,530.00 516.87 (1,800.00) <u>(220.44)</u>	26.43
22049	Katerina Garcia	Director's Compensation, May 2023 7 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld	1,785.00 516.87 (500.00) <u>(292.05)</u>	1,509.82
			TOTAL	\$ 334,732.15

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:

1110	Central Basin MWD	Invoice No. USGV-APR23, Purchase of 0.4 AF of Recycled Water in March 2023 <i>(Previously paid 06/06/23)</i>	\$	256.31
1111	City of Industry City Hall	Invoice No. APR-23, Purchase of 40.2 AF of Recycled Water in April 2023		13,869.00
1112	City of Industry City Hall	Invoice No. APR-23CIP, CIP Charge for APR 2023 @ \$98 per AF		3,939.60
1113	Metropolitan Water District	Invoice No. 11129, Purchase of 334.3 AF of Treated Water in April 2023		795,882.30
1114	San Gabriel Valley MWD	Invoice No. 552, 99.86 AF of Water Delivered through the Alhambra/MWD Exchange Agreement in April 2023 @ \$200 per AF		19,972.00
1115	Suburban Water System	Invoice No. 6720, Phase IIB Normal Operating Charge, May 2023		<u>1,776.16</u>
			TOTAL	\$ <u>835,695.37</u>

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UPPER SAN GABRIEL VALLEY MWD
FINANCIAL SUMMARY FOR APRIL 30, 2023

Expenses	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING	Comments
	\$	\$	\$	\$	%	
Administrative Expenses	152,454	1,686,539	2,530,400	843,861	33.3%	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	148,816	1,338,607	2,024,900	686,293	33.9%	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	33,920	40,700	6,780	16.7%	YTD actuals are consistent with budgeted numbers.
Water Recycling Program	115,144	1,535,929	1,878,900	342,971	18.3%	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	43,380	457,347	599,900	142,553	23.8%	YTD actuals are consistent with budgeted numbers.
Water Purchases	407,668	40,433,812	30,917,600	(9,516,212)	-30.8%	As of April 30th, Upper District has delivered about 3,400 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	870,854	45,486,154	37,992,400	(7,493,754)	-19.7%	
Operating Revenue	1,174,393	48,895,299	38,202,200	(10,693,099)	-28.0%	As of April 30th, total untreated water sales is about 10,600 AF more than budgeted numbers.
Net Reserve Activity from Operations (-/+)	303,539	3,409,145	209,800	n/a	n/a	
Capital Expenditures	43,462	1,970,674	772,000	(1,198,674)	-155.3%	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	(43,462)	(1,970,674)	(772,000)	n/a	n/a	
Total Change in Fund Balances	\$ 260,077	\$ 1,438,471	\$ (562,200)	n/a	n/a	

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED APRIL 30, 2023

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
ADMINISTRATIVE AND OPERATING REVENUES					
17% @4-30-23					
Water Rate Revenues					
Tier 1 Treated	142,790	4,858,160	3,520,500	(1,337,660)	-38%
Tier 1 Untreated	-	32,632,045	23,970,000	(8,662,045)	-36%
Upper Surcharge Tier 1 Treated	43,076	424,101	309,000	(115,101)	-37%
Upper Surcharge Tier 1 Untreated	-	3,359,534	3,090,000	(269,534)	-9%
MWD Capacity Charge Revenue	32,330	301,190	349,800	48,610	14%
Gross MWD Standby Charge-Revenue Reconciliation	-	2,229,327	1,894,000	(335,327)	-18%
MSGB Watermaster-Ready-to-Serve	6,300	63,000	75,600	12,600	17%
Sub Total	224,496	43,867,357	33,208,900	(10,658,457)	-32%
Revolving Revenue					
MSGB Watermaster-SG River Watermaster	-	98,500	105,000	6,500	6%
Sub Total	-	98,500	105,000	6,500	6%
Other Administrative Revenues					
Interest/Investment Earnings	118,576	260,371	35,400	(224,971)	-636%
Taxes	170,228	645,864	500,000	(145,864)	-29%
Other Income (Loss)	1,741	12,978	24,000	11,022	46%
Sub Total	290,545	919,213	559,400	(359,813)	-64%
TOTAL ADMINISTRATIVE REVENUES	515,041	44,885,070	33,873,300	(11,011,770)	-33%
CAPITAL PROJECT FUND REVENUES					
Recycled Water Revenues					
Recycled Water Sales	7,775	332,807	465,000	132,193	28%
Upper Recycled Water Surcharge Revenue	36,677	1,273,557	1,098,000	(175,557)	-16%
Metropolitan Water District LRP Funds	1,927	122,691	106,000	(16,691)	-16%
Parcel/Standby Charge	549,140	1,853,529	2,050,000	196,471	10%
Prop 84 Passthrough Grant	-	7,155	-	(7,155)	0%
Interest/Investment Earnings	10,616	23,366	6,000	(17,366)	-289%
Sub Total	606,135	3,613,105	3,725,000	111,895	3%
Capital Program Revenues					
Grants - Other	-	-	-	-	0%
Sub Total	-	-	-	-	0%
Water Conservation Revenues					
Conservation Program Contributions	33,080	352,024	570,000	217,976	38%
Sub Total	33,080	352,024	570,000	217,976	38%
TOTAL CAPITAL PROJECT FUND REVENUES	639,215	3,965,129	4,295,000	329,871	8%
OTHER FUND REVENUES					
Water Quality and Supply Program Revenues					
Interest/Investment Earnings	15,307	34,094	31,600	(2,494)	-8%
Sub Total	15,307	34,094	31,600	(2,494)	-8%
Rate Stabilization Fund Revenues					
Interest/Investment Earnings	4,830	11,006	2,300	(8,706)	-379%
Sub Total	4,830	11,006	2,300	(8,706)	-379%
TOTAL OTHER FUND REVENUES	20,137	45,100	33,900	(11,200)	-33%
TOTAL REVENUES	1,174,393	48,895,299	38,202,200	(10,693,099)	-28%

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED APRIL 30, 2023

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
ADMINISTRATIVE AND OPERATING EXPENSES					
17% @4-30-23					
Personnel Expenses					
Employee Salaries	108,608	1,101,587	1,416,000	314,413	22%
Employee Benefits	28,461	205,838	278,000	72,162	26%
Retired Employee Benefits	10,674	78,402	100,000	21,598	22%
Employee Travel/Conference	5,313	29,163	50,000	20,837	42%
Sub Total	153,056	1,414,990	1,844,000	429,010	23%
Director Expenses					
Director Compensation	20,703	147,470	216,000	68,530	32%
Director Benefits	15,279	117,053	170,000	52,947	31%
Retired Director Benefits	2,587	14,114	32,000	17,886	56%
Director Public Outreach	400	11,349	25,000	13,651	55%
Director Travel/Conference	4,595	29,101	50,000	20,899	42%
Sub Total	43,564	319,087	493,000	173,913	35%
Pension Expense					
CalPERS-Employees, Directors, Retirees	14,558	363,453	450,000	86,547	19%
Sub Total	14,558	363,453	450,000	86,547	19%
Office Expenses					
Office Supplies/Equipment	2,433	60,131	40,000	(20,131)	-50%
Equipment Operations & Maintenance	1,097	13,347	26,000	12,653	49%
Computer Systems	3,683	39,469	60,000	20,531	34%
Dues and Assessments	-	13,816	75,000	61,184	82%
Meeting Expense	2,001	10,160	35,000	24,840	71%
Sub Total	9,214	136,923	236,000	99,077	42%
Facility Expenses					
Building Maintenance	7,767	43,497	45,000	1,503	3%
Liability/Property Insurance	-	60,454	65,000	4,546	7%
Office Lease	-	83,004	21,000	(62,004)	-295%
Telephone/Utilities	2,709	24,192	55,000	30,808	56%
Sub Total	10,476	211,147	186,000	(25,147)	-14%
Professional Services					
Legal/Financial	5,652	70,878	105,000	34,122	32%
Engineering	7,651	92,733	120,000	27,267	23%
Auditor	685	29,985	30,000	15	0%
Outside Services	7,940	50,763	55,000	4,237	8%
Public Information/Outreach	-	-	3,500	3,500	100%
Sub Total	21,928	244,359	313,500	69,141	22%
Other Expenses					
Election Costs	-	-	212,000	212,000	100%
Sub Total	-	-	212,000	212,000	100%
Allocation to Projects and Programs					
Salaries/Overhead Allocated to Projects	(100,342)	(1,003,420)	(1,204,100)	(200,680)	17%
Sub Total	(100,342)	(1,003,420)	(1,204,100)	(200,680)	17%
TOTAL	152,454	1,686,539	2,530,400	843,861	33%
Water Purchases					
Tier 1 Treated	407,668	4,831,633	3,520,500	(1,311,133)	-37%
Tier 1 Untreated	-	32,345,642	23,970,000	(8,375,642)	-35%
MWD Capacity Charge	-	263,370	349,800	86,430	25%
MWD Ready-to-Serve Charge	-	2,894,667	2,972,300	77,633	3%
Sub Total	407,668	40,335,312	30,812,600	(9,522,712)	-31%
Revolving Expenses					
San Gabriel River Watermaster	-	98,500	105,000	6,500	6%
Sub Total	-	98,500	105,000	6,500	6%
TOTAL	407,668	40,433,812	30,917,600	(9,516,212)	-31%
TOTAL ADMINISTRATIVE EXPENSES	560,122	42,120,351	33,448,000	(8,672,351)	-26%

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED APRIL 30, 2023

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
RECYCLED WATER PROGRAM EXPENSES					
Water Purchases-Recycled Water	10,483	515,298	465,000	(50,298)	-11%
SWRCB Loan Repayment	75,542	263,823	791,000	527,177	67%
Salaries and Overhead Allocation	5,175	51,750	62,100	10,350	17%
Standby Charge Development/Implementation	-	3,210	18,200	14,990	82%
Engineering - General	-	4,475	45,000	40,525	90%
Lobbyist	-	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	19,620	299,337	273,000	(26,337)	-10%
Operation and Maintenance Phase IIB	4,324	105,033	126,600	21,567	17%
Sub Total	115,144	1,535,929	1,878,900	342,971	18%
TOTAL RECYCLED WATER EXPENSES					
	115,144	1,535,929	1,878,900	342,971	18%
CAPITAL PROGRAM EXPENSES					
San Gabriel Valley Water Recycling Project					
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%
Sub Total	-	1,000	137,000	136,000	99%
Other Capital Program Expenses					
District Headquarters	43,462	1,969,674	635,000	(1,334,674)	-210%
Sub Total	43,462	1,969,674	635,000	(1,334,674)	-210%
TOTAL CAPITAL PROGRAM EXPENSES					
	43,462	1,970,674	772,000	(1,198,674)	-155%
STORMWATER PROGRAM EXPENSES					
Stormwater Program					
Salaries and Overhead Allocation	3,392	33,920	40,700	6,780	17%
Sub Total	3,392	33,920	40,700	6,780	17%
TOTAL STORMWATER EXPENSES					
	3,392	33,920	40,700	6,780	17%

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED APRIL 30, 2023

	FY ACTUAL MONTH	FY ACTUAL YEAR-TO-DATE	FY 2022-23 BUDGET	AMOUNT OF BUDGET REMAINING	PERCENT OF BUDGET REMAINING
WATER CONSERVATION PROGRAM EXPENSES					
17% @4-30-23					
WATER USE EFFICIENCY					
<u>Residential Programs</u>					
Member Agency Administered Programs	-	10,997	200,000	189,003	95%
Regional Rebate Program	25,625	68,744	20,000	(48,744)	-244%
Sub Total	25,625	79,741	220,000	140,259	64%
<u>Commercial/Industrial/Institution Programs</u>					
Member Agency Administered Programs	15,899	37,199	330,000	292,801	89%
Regional Rebate Program	-	-	20,000	20,000	100%
Sub Total	15,899	37,199	350,000	312,801	89%
<u>Allocation to Conservation Programs</u>					
Salaries & Overhead	19,942	199,420	239,300	39,880	17%
Sub Total	19,942	199,420	239,300	39,880	17%
TOTAL WATER USE EFFICIENCY EXPENSES	61,466	316,360	809,300	492,940	61%
EDUCATION & COMMUNITY OUTREACH					
<u>Watershed Programs</u>					
Natural Vegetation Restoration Program	16,625	16,625	20,000	3,375	17%
Sub Total	16,625	16,625	20,000	3,375	17%
<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	2,310	112,059	130,000	17,941	14%
Educational Materials/Grant Program	-	23,507	55,000	31,493	57%
Educational Outreach Programs/Events	341	129,675	130,000	325	0%
Sub Total	2,651	302,733	436,000	133,267	31%
<u>Outreach and Information Programs</u>					
Public Workshops/Seminars	7,500	20,500	35,000	14,500	41%
Conservation Devices/Items	3,499	25,124	40,000	14,876	37%
Bottled Water Program	422	12,976	15,500	2,524	16%
Community/Industry Sponsorships	5,740	26,190	35,000	8,810	25%
Displays/Fairs/Presentations	-	1,559	2,500	941	38%
Conferences/Meetings	911	7,763	6,500	(1,263)	-19%
Public Information	10,364	182,861	80,000	(102,861)	-129%
Technical Assistance	800	35,674	70,000	34,326	49%
Legal/Financial	80	2,662	10,000	7,338	73%
Sub Total	29,316	315,309	294,500	(20,809)	-7%
<u>Allocation to Conservation Programs</u>					
Salaries & Overhead	38,758	387,580	465,100	77,520	17%
Sub Total	38,758	387,580	465,100	77,520	17%
TOTAL EDUCATION & COMMUNITY OUTREACH EXPENSES	87,350	1,022,247	1,215,600	193,353	16%
TOTAL WATER CONSERVATION EXPENSES	148,816	1,338,607	2,024,900	686,293	34%
WATER QUALITY AND SUPPLY PROGRAM EXPENSES					
<u>Policy 9-00-8 Groundwater Remediation Projects</u>					
Engineering for Water Supply Projects	185	20,534	42,000	21,466	51%
Legislative Consultant	10,000	100,214	130,000	29,786	23%
Outside Services	-	-	10,000	10,000	100%
Sub Total	10,185	120,748	182,000	61,252	34%
<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	120	5,849	6,000	151	3%
Salaries and Overhead Allocation	33,075	330,750	396,900	66,150	17%
Sub Total	33,195	336,599	417,900	81,301	19%
TOTAL WATER QUALITY AND SUPPLY EXPENSES	43,380	457,347	599,900	142,553	24%
TOTAL EXPENSES	914,316	47,456,828	38,764,400	(8,692,428)	-22%

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
SUMMARY OF CASH AND INVESTMENTS
April 30, 2023**

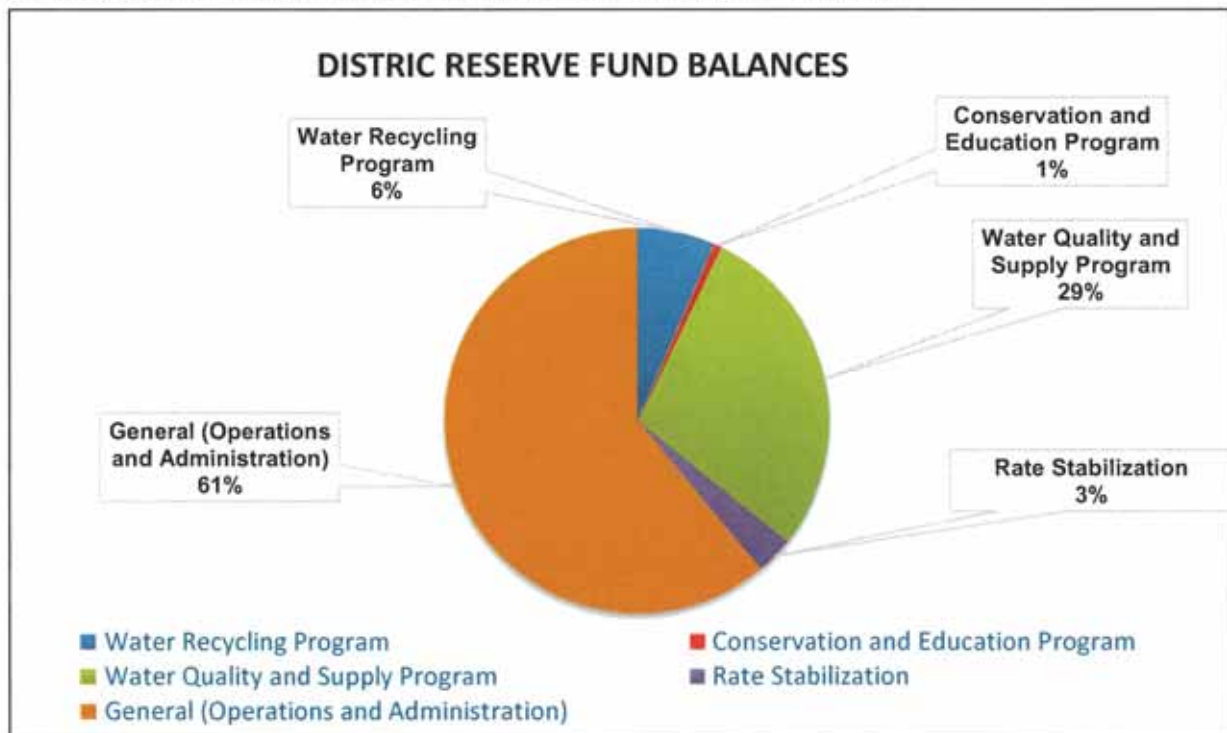
CASH AND INVESTMENT BALANCES

		<u>Amount (\$)</u>
Cash Account Balances		
General Fund-Checking	\$	742,254.41
Water Fund-Checking		387,534.50
Revolving Fund		67,297.64
Revolving Payroll Fund		210,373.18
Total Cash Account Balances	\$	<u>1,407,459.73</u>
Investment Account Balances		
	<u>Market Value</u>	<u>Cost/Book Value</u>
Local Agency Investment Fund	\$ 13,231,655.86	\$ 13,231,655.86
Other Investments	5,596,190.58	5,738,724.57
Total Investment Account Balances	<u>\$ 18,827,846.44</u>	<u>\$ 18,970,380.43</u>
Total Cash and Investment Balances		<u>\$ 20,235,306.17</u>

DISTRICT FUND BALANCES

Capital Program Fund:		
Water Recycling Program	\$	1,328,415.00
Conservation and Education Program		130,418.00
Water Quality and Supply Program		5,787,589.00
Sub Total		<u>7,246,422.00</u>
Rate Stabilization Fund		643,371.00
General Fund (Operations and Administration)		12,345,513.17
Total Fund Balances	\$	<u>20,235,306.17</u>

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.



California State Treasurer
Fiona Ma, CPA



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

May 01, 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

April 2023 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
4/14/2023	4/13/2023	QRD	1727484	N/A	SYSTEM	133,806.26

Account Summary:

Total Deposit:	133,806.26	Beginning Balance:	13,097,849.60
Total Withdrawal:	0.00	Ending Balance:	13,231,655.86



Upper San Gabriel Valley Municipal Water District - Account #10214

MONTHLY ACCOUNT STATEMENT

APRIL 1, 2023 THROUGH APRIL 30, 2023

Chandler Team: For questions about your account, please call (800) 317-4747, or contact operations@chandlerasset.com
Custodian US Bank Alexander Bazan (503) 402-5305

CHANDLER ASSET MANAGEMENT
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	1.21
Average Coupon	1.67%
Average Purchase YTM	1.81%
Average Market YTM	4.57%
Average S&P/Moody Rating	AA+/Aaa
Average Final Maturity	1.28 yrs
Average Life	1.27 yrs

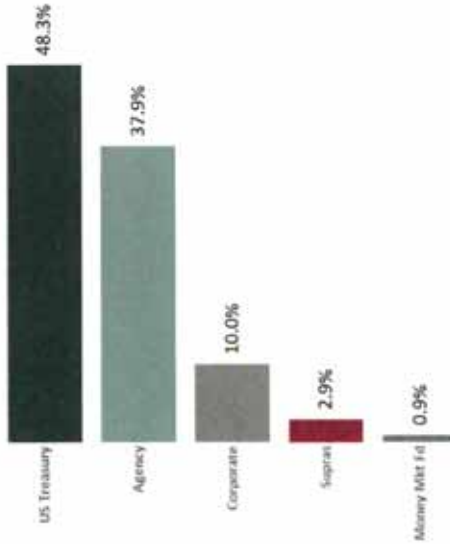
ACCOUNT SUMMARY

	Beg. Values as of 3/31/23	End Values as of 4/30/23
Market Value	5,099,670	5,115,679
Accrued Interest	21,302	19,358
Total Market Value	5,120,972	5,135,037
Income Earned	7,391	7,963
Cont./W/D		-613
Par	5,236,022	5,245,371
Book Value	5,228,151	5,237,444
Cost Value	5,222,618	5,231,315

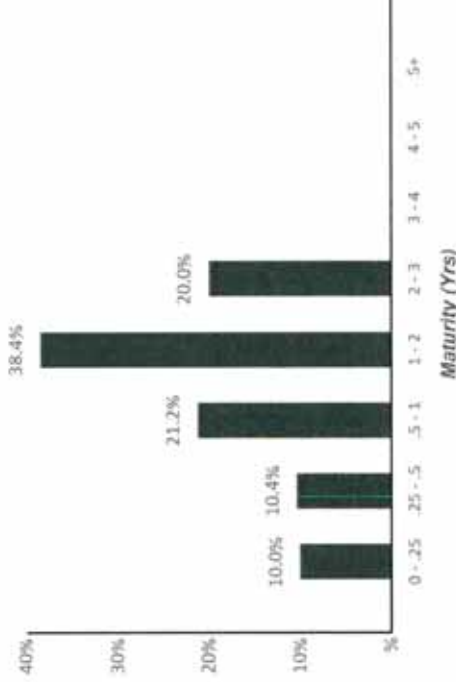
TOP ISSUERS

Government of United States	48.3%
Federal Farm Credit Bank	14.7%
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%
Wal-Mart Stores	1.3%
Microsoft	1.3%
Total	91.6%

SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

	Annualized								
	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	5/31/2014
Upper San Gabriel Valley Municipal Water District	0.29%	1.07%	1.62%	1.43%	-0.45%	-0.14%	1.39%	N/A	1.02%
ICE BofA 0-3 Yr US Treasury Index*	0.27%	1.12%	1.69%	1.43%	-0.50%	-0.26%	1.33%	N/A	0.95%

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

Statement of Compliance

As of April 30, 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	
Acquisition		Acquisition	
+ Security Purchases	\$99,332.00	Contributions	\$0.00
+ Money Market Fund Purchases	\$29,294.57	Security Sale Proceeds	\$0.00
+ Money Market Contributions	\$0.00	Accrued Interest Received	\$0.00
+ Security Contributions	\$0.00	Interest Received	\$8,905.63
+ Security Transfers	\$0.00	Dividend Received	\$388.94
Total Acquisitions	\$128,626.57	Principal on Maturities	\$20,000.00
Dispositions		Interest on Maturities	\$0.00
- Security Sales	\$0.00	Calls/Redemption (Principal)	\$0.00
- Money Market Fund Sales	\$99,332.00	Interest from Calls/Redemption	\$0.00
- MMF Withdrawals	\$613.48	Principal Paydown	\$0.00
- Security Withdrawals	\$0.00	Total Acquisitions	\$29,294.57
- Security Transfers	\$0.00	Dispositions	
- Other Dispositions	\$0.00	Withdrawals	\$613.48
- Maturities	\$20,000.00	Security Purchase	\$99,332.00
- Calls	\$0.00	Accrued Interest Paid	\$0.00
- Principal Paydowns	\$0.00	Total Dispositions	\$99,945.48
Total Dispositions	\$119,945.48	ENDING BOOK VALUE	\$46,370.75
Amortization/Accretion			
+/- Net Accretion	\$611.90		
Gain/Loss on Dispositions			
+/- Realized Gain/Loss	\$0.00		
ENDING BOOK VALUE	\$5,237,443.67		

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of April 30, 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
3137EAER6	FHLMC Note 0.375% Due 5/5/2023	95,000.00	05/05/2020 0.39%	94,960.10 94,999.85	99.94 4.47%	94,945.95 174.17	1.85% (53.90)	Aaa / AA+ AAA	0.01 0.01
3135G04Q3	FNMA Note 0.25% Due 5/22/2023	105,000.00	05/20/2020 0.35%	104,683.95 104,993.94	99.70 5.23%	104,681.01 115.94	2.04% (312.93)	Aaa / AA+ AAA	0.06 0.06
3137EAES4	FHLMC Note 0.25% Due 6/26/2023	100,000.00	09/24/2020 0.23%	100,044.00 100,002.45	99.27 4.98%	99,268.80 86.81	1.93% (733.65)	NR / AA+ AAA	0.16 0.15
3135G05G4	FNMA Note 0.25% Due 7/10/2023	70,000.00	07/08/2020 0.32%	69,849.50 69,990.38	99.10 4.94%	69,367.41 53.96	1.35% (622.97)	Aaa / AA+ AAA	0.19 0.19
3137EAEV7	FHLMC Note 0.25% Due 8/24/2023	95,000.00	08/19/2020 0.28%	94,903.10 94,989.85	98.46 5.18%	93,541.09 44.20	1.82% (1,448.76)	Aaa / AA+ AAA	0.32 0.31
3133ENJ68	FFCB Note 3.25% Due 9/1/2023	100,000.00	08/29/2022 3.44%	99,810.00 99,935.97	99.38 5.09%	99,381.60 541.67	1.95% (554.37)	Aaa / NR AAA	0.34 0.33
3137EAEW5	FHLMC Note 0.25% Due 9/8/2023	65,000.00	09/02/2020 0.26%	64,978.55 64,997.46	98.28 5.16%	63,885.19 23.92	1.24% (1,112.27)	Aaa / AA+ AAA	0.36 0.35
3137EAEY1	FHLMC Note 0.125% Due 10/16/2023	80,000.00	10/14/2020 0.25%	79,701.60 79,954.22	97.76 5.10%	78,205.44 4.17	1.52% (1,748.78)	Aaa / AA+ AAA	0.46 0.45
3137EAEZ8	FHLMC Note 0.25% Due 11/6/2023	105,000.00	11/03/2020 0.28%	104,905.50 104,983.70	97.53 5.16%	102,402.30 127.60	2.00% (2,581.40)	Aaa / AA+ AAA	0.52 0.50
3137EAF2A	FHLMC Note 0.25% Due 12/4/2023	50,000.00	12/02/2020 0.28%	49,950.50 49,990.19	97.24 5.03%	48,617.75 51.04	0.95% (1,372.44)	Aaa / AA+ AAA	0.60 0.58
3130AT7D3	FHLMC Note 3.5% Due 12/8/2023	60,000.00	09/27/2022 4.51%	59,307.54 59,649.01	99.21 4.83%	59,528.22 834.17	1.18% (120.79)	Aaa / AA+ NR	0.61 0.58
3133EMRZ7	FFCB Note 0.25% Due 2/26/2024	85,000.00	02/22/2021 0.26%	84,969.40 84,991.59	96.28 4.92%	81,836.05 38.37	1.59% (3,155.54)	Aaa / AA+ AAA	0.83 0.80
3130A0XE5	FHLMC Note 3.25% Due 3/8/2024	70,000.00	06/13/2022 3.23%	70,016.80 70,008.28	98.64 4.89%	69,047.51 334.93	1.35% (960.77)	Aaa / AA+ NR	0.86 0.83
3130ASD55	FHLMC Note 2.75% Due 6/28/2024	60,000.00	06/09/2022 2.87%	59,860.80 59,921.20	97.80 4.72%	58,678.80 563.75	1.15% (1,242.40)	Aaa / AA+ NR	1.16 1.11
3130ATT31	FHLMC Note 4.5% Due 10/3/2024	75,000.00	10/27/2022 4.56%	74,918.25 74,939.67	100.00 4.50%	75,000.53 262.50	1.47% 60.86	Aaa / AA+ NR	1.43 1.36
3133ENS43	FFCB Note 4.375% Due 10/17/2024	100,000.00	10/11/2022 4.44%	99,875.00 99,908.52	99.62 4.65%	99,620.10 170.14	1.94% (288.42)	Aaa / AA+ AAA	1.47 1.40

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of April 30, 2023



CUSIP	AGENCY	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
3130AQF40		FHLB Note 1% Due 12/20/2024	75,000.00	12/21/2021 1.03%	74,934.00 74,963.86	94.74 4.36%	71,055.45 272.92	1.39% (3,908.41)	Aaa / AA+ AAA	1.64 1.59
3133ENKS8		FFCB Note 1.125% Due 1/6/2025	40,000.00	01/06/2022 1.20%	39,910.00 39,949.18	94.87 4.32%	37,948.60 143.75	0.74% (2,000.58)	Aaa / AA+ AAA	1.69 1.63
3133ENPG9		FFCB Note 1.75% Due 2/14/2025	70,000.00	02/10/2022 1.84%	69,813.10 69,888.20	95.66 4.29%	66,963.19 262.01	1.31% (2,925.01)	Aaa / AA+ AAA	1.80 1.73
3133ENPY0		FFCB Note 1.75% Due 2/25/2025	100,000.00	03/09/2022 1.90%	99,578.00 99,740.25	95.61 4.29%	95,605.50 320.83	1.87% (4,134.75)	Aaa / AA+ AAA	1.83 1.76
3130AUZC1		FHLB Note 4.625% Due 3/14/2025	100,000.00	03/23/2023 4.18%	100,823.00 100,779.62	100.55 4.31%	100,548.40 950.69	1.98% (231.22)	Aaa / AA+ NR	1.87 1.76
3133EN7J3		FFCB Note 3.875% Due 2/2/2026	69,000.00	02/15/2023 4.51%	67,798.71 67,880.87	99.87 3.92%	68,910.37 661.01	1.35% 1,029.50	Aaa / AA+ AAA	2.76 2.57
3133EPCF0		FFCB Note 4.5% Due 3/2/2026	100,000.00	03/23/2023 3.97%	101,445.00 101,393.87	101.47 3.95%	101,469.10 737.50	1.99% 75.23	Aaa / AA+ AAA	2.84 2.63
3133EPF77		FFCB Note 3.75% Due 4/13/2026	100,000.00	04/10/2023 3.99%	99,332.00 99,342.97	99.53 3.92%	99,528.20 187.50	1.94% 185.23	Aaa / AA+ AAA	2.96 2.76
Total Agency			1,969,000.00	2.04%	1,966,368.40 1,968,195.10	4.68%	1,940,036.56 6,963.55	37.92% (28,158.54)	Aaa / AA+ AAA	1.12 1.06

CORPORATE										
14913RZS5		Caterpillar Financial Service Note 0.95% Due 1/10/2024	50,000.00	01/14/2022 1.07%	49,886.00 49,959.84	97.45 4.72%	48,724.95 146.46	0.95% (1,234.89)	A2 / A A	0.70 0.68
24422EYV6		John Deere Capital Corp Note 0.45% Due 1/17/2024	50,000.00	03/09/2022 1.98%	48,619.50 49,467.78	96.77 5.11%	48,386.40 65.00	0.94% (1,081.38)	A2 / A A+	0.72 0.69
09247XAL5		Blackrock Inc Note 3.5% Due 3/18/2024	50,000.00	05/11/2022 2.82%	50,606.50 50,289.32	98.69 5.03%	49,346.05 209.03	0.97% (943.27)	Aa3 / AA- NR	0.88 0.85
023135BW5		Amazon.com Inc Note 0.45% Due 5/12/2024	40,000.00	05/10/2021 0.50%	39,941.60 39,979.91	95.64 4.82%	38,257.48 84.50	0.75% (1,722.43)	A1 / AA AA-	1.04 1.01
69371RR81		Paccar Financial Corp Note 3.15% Due 6/13/2024	60,000.00	06/06/2022 3.16%	59,986.20 59,992.28	98.28 4.74%	58,966.74 724.50	1.16% (1,025.54)	A1 / A+ NR	1.12 1.07
037833BG4		Apple Inc Note 3.2% Due 5/13/2025	50,000.00	05/11/2022 3.02%	50,260.50 50,176.60	98.13 4.17%	49,062.75 746.67	0.97% (1,113.85)	Aaa / AA+ NR	2.04 1.92

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of April 30, 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
CORPORATE									
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	97.91 5.37%	63,644.56 854.64	1.26% (1,355.44)	A1 / A AA-	2.12 1.07
194162AM5	Colgate Palmolive Co. Note 3.1% Due 8/15/2025	25,000.00	08/01/2022 3.13%	24,977.00 24,982.53	97.57 4.22%	24,391.75 163.61	0.48% (590.78)	Aa3 / AA- NR	2.30 2.17
931142EW9	Wal-Mart Stores Note 3.9% Due 9/9/2025	65,000.00	Various 3.84%	65,103.50 65,081.40	99.41 4.16%	64,614.49 366.17	1.27% (466.91)	Aa2 / AA AA	2.36 2.22
594918B12	Microsoft Callable Note Cont 8/3/2025 3.125% Due 11/3/2025	65,000.00	01/24/2023 4.28%	63,051.30 63,234.23	97.85 4.04%	63,601.92 1,004.34	1.26% 367.69	Aaa / AAA NR	2.52 2.35
Total Corporate		520,000.00	2.85%	517,432.10 518,163.89	4.65%	508,997.09 4,364.92	10.00% (9,166.80)	Aa3 / AA- AA-	1.62 1.41
MONEY MARKET FUND									
31846V203	First American Govt Obligation Fund Class Y	46,370.75	Various 4.42%	46,370.75	1.00 4.42%	46,370.75 0.00	0.90% 0.00	Aaa / AAA AAA	0.00 0.00
Total Money Market Fund		46,370.75	4.42%	46,370.75	4.42%	46,370.75 0.00	0.90% 0.00	Aaa / AAA AAA	0.00 0.00
SUPRANATIONAL									
4581X0DM7	Inter-American Dev Bank Note 0.5% Due 5/24/2023	100,000.00	08/11/2022 3.21%	97,944.00 99,832.31	99.72 4.63%	99,724.90 218.06	1.95% (107.41)	Aaa / AAA NR	0.07 0.07
4581X0EE4	Inter-American Dev Bank Note 3.25% Due 7/1/2024	50,000.00	06/22/2022 3.26%	49,995.00 49,997.08	98.51 4.57%	49,254.95 541.67	0.97% (742.13)	Aaa / AAA AAA	1.17 1.12
Total Supranational		150,000.00	3.22%	147,939.00 149,829.39	4.61%	148,979.85 759.73	2.92% (849.54)	Aaa / AAA AAA	0.43 0.42
US TREASURY									
91282CAK7	US Treasury Note 0.125% Due 9/15/2023	100,000.00	05/28/2021 0.19%	99,855.47 99,976.43	98.21 4.97%	98,214.80 15.96	1.91% (1,761.63)	Aaa / AA+ AAA	0.38 0.37
91282CAP6	US Treasury Note 0.125% Due 10/15/2023	100,000.00	11/09/2020 0.24%	99,660.16 99,946.91	97.85 4.91%	97,851.60 5.46	1.91% (2,095.31)	Aaa / AA+ AAA	0.46 0.45

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of April 30, 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
US TREASURY									
91282CAW1	US Treasury Note 0.25% Due 11/15/2023	100,000.00	06/17/2021 0.29%	99,906.25 99,978.91	97.52 4.96%	97,515.60 115.33	1.90% (2,463.31)	Aaa / AA+ AAA	0.55 0.53
91282CBA8	US Treasury Note 0.125% Due 12/15/2023	100,000.00	12/17/2020 0.19%	99,816.41 99,961.56	97.11 4.87%	97,109.40 47.05	1.89% (2,852.16)	Aaa / AA+ AAA	0.63 0.61
91282CBE0	US Treasury Note 0.125% Due 1/15/2024	100,000.00	01/12/2021 0.24%	99,644.53 99,915.92	96.71 4.90%	96,710.90 36.60	1.88% (3,205.02)	Aaa / AA+ AAA	0.71 0.69
91282CBM2	US Treasury Note 0.125% Due 2/15/2024	100,000.00	02/16/2021 0.20%	99,761.72 99,936.78	96.29 4.93%	96,293.00 25.90	1.88% (3,643.78)	Aaa / AA+ AAA	0.80 0.78
91282CBR1	US Treasury Note 0.25% Due 3/15/2024	100,000.00	03/10/2021 0.33%	99,769.53 99,932.92	96.10 4.86%	96,097.70 31.93	1.87% (3,835.22)	Aaa / AA+ AAA	0.88 0.85
91282CBV2	US Treasury Note 0.375% Due 4/15/2024	100,000.00	04/14/2021 0.36%	100,035.16 100,011.23	95.87 4.84%	95,867.20 16.39	1.87% (4,144.03)	Aaa / AA+ AAA	0.96 0.94
91282CCC3	US Treasury Note 0.25% Due 5/15/2024	100,000.00	05/12/2021 0.35%	99,707.03 99,898.24	95.43 4.81%	95,425.80 115.33	1.86% (4,472.44)	Aaa / AA+ AAA	1.04 1.02
91282CCG4	US Treasury Note 0.25% Due 6/15/2024	100,000.00	06/09/2021 0.31%	99,820.31 99,932.62	95.18 4.70%	95,175.80 94.09	1.86% (4,756.82)	Aaa / AA+ AAA	1.13 1.10
91282CCL3	US Treasury Note 0.375% Due 7/15/2024	100,000.00	07/13/2021 0.42%	99,863.28 99,944.99	95.08 4.60%	95,078.10 109.81	1.85% (4,866.89)	Aaa / AA+ AAA	1.21 1.18
912828YE4	US Treasury Note 1.25% Due 8/31/2024	100,000.00	08/05/2021 0.39%	102,605.47 101,134.23	95.80 4.53%	95,796.90 210.60	1.87% (5,337.33)	Aaa / AA+ AAA	1.34 1.30
91282CCX7	US Treasury Note 0.375% Due 9/15/2024	100,000.00	09/10/2021 0.44%	99,804.69 99,910.36	94.61 4.46%	94,605.50 47.89	1.84% (5,304.86)	Aaa / AA+ AAA	1.38 1.34
91282CDB4	US Treasury Note 0.625% Due 10/15/2024	100,000.00	10/14/2021 0.63%	99,992.19 99,996.20	94.69 4.42%	94,691.40 27.32	1.84% (5,304.80)	Aaa / AA+ AAA	1.46 1.42
912828YM6	US Treasury Note 1.5% Due 10/31/2024	100,000.00	09/23/2021 0.52%	103,003.91 101,455.56	95.84 4.39%	95,843.80 4.08	1.87% (5,611.76)	Aaa / AA+ AAA	1.51 1.46
91282CDH1	US Treasury Note 0.75% Due 11/15/2024	100,000.00	11/29/2021 0.81%	99,816.41 99,904.21	94.68 4.35%	94,683.60 345.99	1.85% (5,220.61)	Aaa / AA+ AAA	1.55 1.50
912828YV6	US Treasury Note 1.5% Due 11/30/2024	75,000.00	09/29/2021 0.57%	77,188.48 76,095.19	95.75 4.30%	71,809.58 469.78	1.41% (4,285.61)	Aaa / AA+ AAA	1.59 1.53
91282CDN8	US Treasury Note 1% Due 12/15/2024	100,000.00	12/09/2021 1.00%	100,003.91 100,002.12	94.88 4.29%	94,882.80 376.37	1.86% (5,119.32)	Aaa / AA+ AAA	1.63 1.58

Upper San Gabriel Valley Municipal Water District

Holdings Report

Account #10214

As of April 30, 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
US TREASURY									
91282CD57	US Treasury Note 1.125% Due 1/15/2025	100,000.00	03/16/2022 2.06%	97,437.50 98,452.60	94.91 4.24%	94,910.20 329.42	1.85% (3,542.40)	Aaa / AA+ AAA	1.72 1.66
912828ZF0	US Treasury Note 0.5% Due 3/31/2025	100,000.00	04/04/2022 2.63%	93,921.88 96,100.20	93.48 4.07%	93,480.50 42.35	1.82% (2,619.70)	Aaa / AA+ AAA	1.92 1.87
91282CEH0	US Treasury Note 2.625% Due 4/15/2025	100,000.00	04/27/2022 2.72%	99,738.28 99,827.21	97.25 4.10%	97,250.00 114.75	1.90% (2,577.21)	Aaa / AA+ AAA	1.96 1.88
91282CEQ0	US Treasury Note 2.75% Due 5/15/2025	100,000.00	06/01/2022 2.84%	99,738.28 99,819.13	97.46 4.06%	97,460.90 1,268.65	1.92% (2,358.23)	Aaa / AA+ AAA	2.04 1.93
91282CEY3	US Treasury Note 3% Due 7/15/2025	100,000.00	09/29/2022 4.28%	96,667.97 97,364.46	97.93 3.99%	97,925.80 878.45	1.92% 561.34	Aaa / AA+ AAA	2.21 2.09
91282CFP1	US Treasury Note 4.25% Due 10/15/2025	120,000.00	12/12/2022 4.15%	120,318.75 120,276.02	100.83 3.89%	120,993.72 222.95	2.36% 717.70	Aaa / AA+ AAA	2.46 2.31
91282CGA3	US Treasury Note 4% Due 12/15/2025	120,000.00	12/15/2022 3.96%	120,150.00 120,131.37	100.46 3.81%	120,548.40 1,806.59	2.38% 417.03	Aaa / AA+ AAA	2.63 2.44
91282CGE5	US Treasury Note 3.875% Due 1/15/2026	45,000.00	01/24/2023 3.89%	44,977.15 44,979.17	100.16 3.81%	45,072.09 510.60	0.89% 92.92	Aaa / AA+ AAA	2.72 2.52
Total US Treasury		2,560,000.00	1.30%	2,553,204.72 2,554,884.54	4.47%	2,471,295.09 7,269.64	48.27% (83,589.45)	Aaa / AA+ AAA	1.41 1.35
TOTAL PORTFOLIO		5,245,370.75	1.81%	5,231,314.97 5,237,443.67	4.57%	5,115,679.34 19,357.84	100.00% (121,764.33)	Aaa / AA+ AAA	1.28 1.21
TOTAL MARKET VALUE PLUS ACCRUED						5,135,037.18			



Brokerage Account Statement

April 1, 2023 - April 30, 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
BEGINNING ACCOUNT VALUE	\$459,590.05
Dividends, Interest and Other Income	6.15
Net Change in Portfolio¹	1,350.00
ENDING ACCOUNT VALUE	\$460,946.20
Accrued Interest	\$207.20
Account Value with Accrued Interest	\$461,153.40
Estimated Annual Income	\$19.31

¹ 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

ELECTRONIC DELIVERY

Congratulations! All your documents are enrolled for electronic delivery. Please log in to your account or contact your Registered Representative to make any changes to your electronic delivery preferences.

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

evelyn@usgvmwd.org

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



Portfolio Holdings

Description	Quantity	Opening Balance	Closing Balance	Accrued Income	Income This Year	30-Day Yield
CASH, MONEY FUNDS AND BANK DEPOSITS 1.00% of Portfolio Money Market						
GOLDMAN SACHS FSQ GOVT CMS	1,901.2000	1,895.05	1,901.20	0.00	19.31	3.95%
Total Money Market		\$1,895.05	\$1,901.20	\$0.00	\$19.31	
TOTAL CASH, MONEY FUNDS AND BANK DEPOSITS		\$1,895.05	\$1,901.20	\$0.00	\$19.31	

Description	Quantity	Market Price	Market Value	Accrued Interest	Estimated Annual Income
FIXED INCOME 99.00% of Portfolio (In Maturity Date Sequence)					
U.S. Treasury Securities					
UNITED STS TREAS NTS 0.250% 08/31/25 B/E DTD 08/31/20 IST CPN	500,000.0000	91.8090	459,045.00	207.20	
DTE 02/28/21 CPN PMT SEMI ANNUAL ON FEB 28 AND AUG 31 Moody Rating Aaa					
Security Identifier: 91282CAJ0					
Total U.S. Treasury Securities	500,000.0000		\$459,045.00	\$207.20	
TOTAL FIXED INCOME	500,000.0000		\$459,045.00	\$207.20	\$19.31

Total Portfolio Holdings

Market Value	Accrued Interest	Estimated Annual Income
\$460,946.20	\$207.20	\$19.31

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 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,





April 1, 2023 - April 30, 2023
UPPER SAN GABRIEL VALLEY

Portfolio Holdings Disclosures (continued)

Reinvestment (continued)
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
Dividend Income				
Money Market-Non-Qualified	6.15	0.00	19.31	0.00
Interest Income				
Bond Interest	0.00	0.00	625.00	0.00
Total Income	\$6.15	\$0.00	\$644.31	\$0.00



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
Dividends and Interest	\$6.15	\$0.00	\$6.15	\$644.31	\$0.00	\$644.31
Fees	\$0.00	\$0.00	\$0.00	\$0.00	-\$1.00	-\$1.00
Totals	\$6.15	\$0.00	\$6.15	\$644.31	-\$1.00	\$643.31

Transactions in Date Sequence

Process/ Settlement Date	Activity Type	Description	Quantity	Price	Accrued Interest	Amount	Currency
04/28/23	MONEY MARKET FUND INCOME RECEIVED Non-Qualified PER382220	GOLDMAN SACHS FSQ				6.15	USD

Total Value of Transactions

The price and quantity displayed may have been rounded.

\$0.00 \$6.15 USD

Money Market Fund Detail

Date	Activity Type	Description	Amount	Balance
Sweep Money Market Fund				
GOLDMAN SACHS FSQ GOVT CMS				
Current Yield: 3.96% Activity Ending: 04/28/23				
04/01/23	Opening Balance		1,895.05	1,895.05
04/28/23	Deposit	INCOME REINVEST	6.15	1,901.20
04/28/23	Closing Balance			\$1,901.20
Total All Money Market Funds				\$1,901.20

Messages

Although a money market mutual fund (money fund) seeks to preserve the value of your investment at \$1 per share, it is possible to lose money by investing in a money fund. Shares of a money fund or the balance of a bank deposit product held in your brokerage account may be liquidated upon request with the proceeds credited to your brokerage account. Please see the money fund's prospectus or the bank deposit product's disclosure document or contact your advisor for additional information. Pursuant to SEC Rule 10b-10(b) (1) confirmations are not sent for purchases into money funds processed on the sweep platform. Pursuant to applicable regulation, account statements will be produced monthly or quarterly. Balances in Federal Deposit Insurance Corporation (FDIC) -insured bank deposit sweep products are not protected by Securities Investor Protection Corporation (SIPC).

eDelivery



Upper San Gabriel Valley Municipal Water District
Summary of Director Outreach Expenses
For the period of July 1, 2022 through April 30, 2023

Director	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	Actual to Date	Balance Remaining
Director Chavez	\$ -	-	500.00	115.90	-	-	300.00	-	700.00	400.00	\$ 2,015.90	\$ 2,984.10
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
Total	\$ 1,957.00	800.00	500.00	2,315.90	1,100.00	250.00	590.00	1,000.00	2,436.00	400.00	\$ 11,348.90	\$ 13,651.10

Upper San Gabriel Valley Municipal Water District
 Director Public Outreach Program Expenses
 For the period of July 1, 2022 through April 30, 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
04/20/23	Golf Tournament Sponsorship	400.00	23482	American Legion Post 241
	Total	<u><u>2,015.90</u></u>		
	Outreach Fund Balance	<u><u>2,984.10</u></u>		

Upper San Gabriel Valley Municipal Water District
 Director Public Outreach Program Expenses
 For the period of July 1, 2022 through April 30, 2023

Director Fellow

Paid Date	Description	Amount	Check #	Recipient
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 April 30, 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 April 30, 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
	Total	<u><u>4,031.00</u></u>		
	Outreach Fund Balance	<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 April 30, 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
		Total		
		<u>2,225.00</u>		
	Outreach Fund Balance			
		<u>2,775.00</u>		

MEMORANDUM



ITEM 8. (a)

DATE: June 8, 2023
TO: Board of Directors
FROM: General Manager
SUBJECT: State Legislative Summaries and Positions

RECOMMENDATION

Approve staff recommendation for state legislative bill positions AB 1423, AB 1567 and SB 867 which are consistent with Upper District's 2023-24 Legislative Policy Principles adopted by the Board in January 2023.

State Bill Analysis

AB 1423 (Shiavo): Product safety: perfluoroalkyl and polyfluoroalkyl substances: artificial turf or synthetic surfaces

Introduced: 02/17/2023; **Amended:** 4/13/2023; **Location:** Senate Rules

Summary: Existing law, beginning January 1, 2025, prohibits the manufacture, sale, delivery, hold, or offer for sale in commerce of any cosmetic product that contains any intentionally added perfluoroalkyl and polyfluoroalkyl substances (PFAS), as defined. Existing law similarly prohibits, commencing January 1, 2025, a person from manufacturing, distributing, selling, or offering for sale in the state any new, not previously used, textile articles that contain regulated PFAS, except as specified, and requires a manufacturer to use the least toxic alternative when removing regulated PFAS in textile articles to comply with these provisions.

Analysis: This bill would, commencing January 1, 2024, require a manufacturer or installer of a covered surface, defined as artificial turf or a synthetic surface that resembles grass, proposing to design, sell, or install a field with a covered surface to any party to notify the party at the earliest possible date that the covered surface contains regulated PFAS, as defined. The bill would also prohibit, commencing January 1, 2024, a public entity, including a charter city, charter county, city, or county, any public or private school serving pupils in kindergarten or any of grades 1 to 12, inclusive, a public institution of higher education, other than the University of California, or a private institution of higher education from purchasing or installing a covered surface containing regulated PFAS, as provided. It has been determined that chemicals, such as perfluoroalkyl and polyfluoroalkyl substances, are highly toxic and persistent in the environment, and have been identified to cause health issues.

Staff Recommendation: Support

AB 1567 (Garcia): Safe Drinking Water, Wildlife Prevention, Drought Preparation, Flood Protection, Extreme Heat Mitigation, and Workforce Development Bond Act of 2023

Introduced: 2/17/2023; **Amended:** 5/26/2023 **Location:** Senate Rules

Summary: Existing law requires, except under certain circumstances, a 2/3 vote of the Legislature and a majority vote for the people at an election, before the state may issue a general obligation (GO) bond. It also prescribes the state's responsibilities regarding the issuance and sale of GO bonds.

Analysis: This bill would enact the Safe Drinking Water, Wildlife Prevention, Drought Preparation, Flood Protection, Extreme heat Mitigation, and Workforce Development Bond Act of 2024, which, if approved by the voters, would authorize the sale of \$15.995 billion in general obligation bonds. This bill would provide for the submission of these provisions to the voters at a statewide general election. If this bill passes, funding would be allocated to the following Chapters:

- Wildfire Prevention, Climate Risk Reduction, and Protection Against Power Shutoffs: \$2.275B
- Protecting Coastal Lands, Bays, and Oceans from Sea Level Rise and Other Climate Risks: \$1.655B
- Ensuring Safe Drinking Water, Drought Preparation, and Enhancing the State's Flood Protection: \$5.255B
- Protecting Fish, Wildlife, and Natural Areas from Climate Risks: \$1.5B
- Protecting Farms, Ranches, and Working Lands from the Impacts of Climate Change: \$520M
- Responding to Extreme Heat, Community Enhancement, and Resilience: \$1.59B
- Strengthening California's Regional Climate Resilience: \$1.2B
- Clean Energy: \$2B

This bill seeks to make California more climate resilient by investing in various adaptation activities throughout the state, ranging from wildfire risk reduction to drought preparation, to protection against sea-level rise. This measure would also help with providing Californians with long-term green jobs to rebuild the workforce. Upper District staff and Steve Baker have been working on a larger allocation for water recycling and is seeking an amendment in the amount of \$1.8B for water recycling projects. Currently the bill allocates \$500M with \$300M for recycled water project criteria favorable to the MWD service area. We will continue to work with the regional advocacy group and WaterReuse to advocate for this funding increase.

STAFF RECOMMENDATION: Support and Amend

SB 867 (Allen): Drought, Flood and Water Resilience, Wildfire and Forest Resilience, Coastal Resilience, Extreme Heat Mitigation, Biodiversity and Nature Based Climate Solutions, Climate Smart Agriculture, Park Creation and Outdoor Access, and clean Energy Bond Act of 2024.

Amended: 4/20/2023; **Location:** Assembly

Summary: Existing law requires, except under certain circumstances, a 2/3 vote of the Legislature and a majority vote for the people at an election, before the state may issue a general obligation (GO) bond. It also prescribes the state's responsibilities regarding the issuance and sale of GO bonds. This bill would provide for the submission of these provisions to the voters at a future statewide election.

Analysis: This bill would authorize the issuance of bonds in the amount of \$15.5B pursuant to the State General Obligation Bond Law to finance projects for drought, flood, and water resilience, wildfire and forest resilience, coastal resilience, extreme heat mitigation, biodiversity and nature-based climate solutions, climate smart agriculture, park creation and outdoor access, and clean energy programs. If this bill passes, funding would be allocated to the following Chapters:

- Drought, Flood, and Water Resilience: \$5.2B
- Wildfire and Forest Resilience: \$3B

- Coastal Resilience: \$2B
- Extreme Heat Mitigation: \$500M
- Protect Biodiversity and Accelerating Nature Based Climate Solutions: \$2B
- Climate Smart Agriculture for Sustainability and Resiliency: \$300M
- Park Creation and Outdoor Areas: \$500M
- Clean Energy: \$2B

The bill sets aside \$550M for recycled and stormwater projects; \$100M for ag and urban water conservation and \$250M for groundwater projects. Upper District staff and Steve Baker will continue working with a larger regional advocacy group to increase the funding for water recycling to \$1.8 billion.

Staff Recommendation: Support and Amend



MEMORANDUM



ITEM 8. (b)

DATE: June 8, 2023
TO: Board of Directors
FROM: General Manager
SUBJECT: Fiscal Year 2023/24 Budget

Recommendation

Staff recommends that the Board of Directors approve the Fiscal Year 2023/24 Budget (Attachment 1), including a cost-of-living adjustment for district wages equivalent to 6.70%.

Background

The formal budget process began in January 2023 with midyear reviews of the administrative and program expenses by the respective committees. During March and April, staff presented the proposed initiatives and budgets for fiscal year (FY) 2023/24 to the respective committees and on May 2nd, staff presented the first draft of Upper District's consolidated budget for FY 2023/24 to the Administration and Finance Committee. Staff also presented the proposed water rates and charges for calendar year 2024.

Uses of funds for the proposed FY 2023/24 budget total \$47.39 million, a increase of \$8.63 million from the current year budget of \$38.76 million, mainly due to an increase in untreated water purchases and Metropolitan rate increases to be effective in 2024. It is important to note that cost reductions identified in prior years have been maintained and will carry over into FY 2023/24. These include savings from reduction in total personnel and legislative consultants as well as avoided lease expenses. The enclosed staff report (Attachment 1) provides a detailed discussion of the budget. Budget highlights include:

- Projected imported water deliveries total - 40,000 acre-feet
- Upper District surcharge unchanged at \$103 per acre-foot
- Increase in imported water cost due to increases in Metropolitan's Tier 1 treated and untreated water rates of 3.89% and 5.61%, respectively, effective January 1, 2024
- Increase of \$0.68 million in Metropolitan's Readiness-to-Serve Charge (RTS)
- \$0.55 million from Metropolitan's Member Agency Administered Allocation Program will fund a portion of the District's Water Use Efficiency Program
- Net income from operations of \$176 thousand
- Debt service coverage ratio of 1.23%
- Use of reserves - \$42 thousand

Proposed Water Rates and Charges for Calendar Year 2024

At this time, staff is not recommending adoption of the proposed water rates and charges for calendar year 2024 in anticipation of Initiative No. 21-0042A1, the Taxpayer Protection and Government Accountability Act (the Initiative”), filed in 2022 and qualified for the November 2024 ballot. If approved, the Initiative will amend the state constitutional provisions relating to the levying of fees and taxes and require certain procedural changes to Upper District’s water rate adoption process retroactive to January 2, 2022. The amendments include provision for the adoption of rates by ordinance and publication of such ordinance prior to adoption.

Water rates will have to increase effective January 2024 to pass through increases in Metropolitan’s water rates and charges to Watermaster and the producers. Staff is working with District Counsel to ensure compliance with the Initiative and will bring the matter to the board for approval and adoption at a future meeting.

Proposed rates and charges for calendar year 2024 along with adopted rates for the past four years are presented in Table 1 for information purposes only.

Table 1. Upper District Rates

	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Proposed 01/01/24	CY 2024 % Increase
Full Service Treated Tier 1						
MWD	1,078	1,104	1,143	1,209	1,256	3.89%
Upper District Surcharge	103	103	103	103	103	
Upper District Rate	1,181	1,207	1,246	1,312	1,359	3.58%
Full Service Treated Tier 2						
MWD	1,165	1,146	1,185	1,418	1,455	2.61%
Upper District Surcharge	103	103	103	103	103	
Upper District Rate	1,268	1,249	1,288	1,521	1,558	2.43%
Full Service Untreated Tier 1						
MWD	755	777	799	855	903	5.61%
Upper District Surcharge	103	103	103	103	103	
Upper District Rate	858	880	902	958	1,006	5.01%
Full Service Untreated Tier 2						
MWD	842	819	841	1,064	1,102	3.57%
Upper District Surcharge	103	103	103	103	103	
Upper District Rate	945	922	944	1,167	1,205	3.26%
Capacity Charge (per CFS)	\$ 8,800	\$ 10,700	\$ 12,200	\$ 10,600	\$ 11,200	5.66%

Cost of Living Adjustment (COLA) Effective July 1, 2022

Each fiscal year, the Board of Directors considers adjustment of District wages and salaries to account for inflation. The Consumer Price Index (CPI) for the Los Angeles -Long Beach-Anaheim areas for the one-year period ending in April has been used historically to measure inflation and as basis for Upper District

COLA adjustments. The CPI for the Los Angeles-Long Beach-Anaheim areas for the period April 2022-April 2023 (Attachment 2) is equivalent to 3.8%.

Last year, staff recommended a COLA adjustment of 5% even though the applicable CPI then was +7.9%, anticipating that the record high inflation was going to be short-term. However, high inflation persisted in subsequent months resulting in significant increases in living costs. To catch up with last year's COLA shortfall, staff recommends that the board authorize a cost-of-living adjustment for district wages equivalent to 6.70%. If approved, the COLA will increase total personnel expenses by \$6,600 per month or \$79,200 per year.

//Attachments

Upper District

Budget

Fiscal Year 2023/24

June 14, 2023

Staff Report

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About Upper District

District Profile

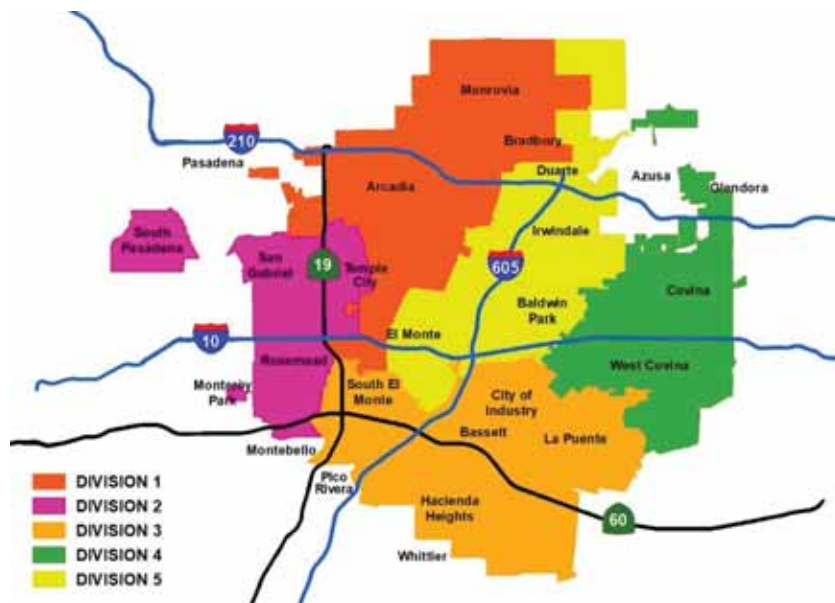
History

Upper District, formed by voters in the San Gabriel Valley on December 8, 1959 to help solve water problems in the rapidly developing San Gabriel Valley, was later incorporated in 1960. On March 12, 1963, residents of the District voted to annex to the Metropolitan Water District of Southern California (Metropolitan), to provide supplemental water, first from the Colorado River and later the State Water Project, to replenish local groundwater supplies.

The Upper District played a vital role in determining water rights within the Main San Gabriel Basin by acting as plaintiff in the 1973 court case of the Upper San Gabriel Valley Municipal Water District, Plaintiff, v. City of Alhambra, et al, Defendants. This case brought about the creation of the Main San Gabriel Basin Watermaster (Watermaster) to administer and enforce provisions of the Judgment.

Service Area

Five elected Directors, each serving a 4-year term and representing a designated geographic area within the Upper District's boundaries, govern the Upper District. Most of the water imported into the Upper District service area is used to replenish the Main San Gabriel Groundwater Basin. A small percentage is purchased by city water departments and private water utilities for direct sale to customers.



Board of Directors



Division 1 – Director Dr. Anthony R. Fellow
Representing all or parts of Arcadia, Bradbury,
El Monte, Monrovia, and Temple City



Division 2 – Director Charles M. Treviño
Representing all or parts of Rosemead, San Gabriel, South
Pasadena, South San Gabriel and Temple City



Division 3 – Director Ed Chavez
Representing all or parts of Avocado Heights, Bassett, City of
Industry, Hacienda Heights, La Puente, North Whittier, South
El Monte, Valinda and West Covina

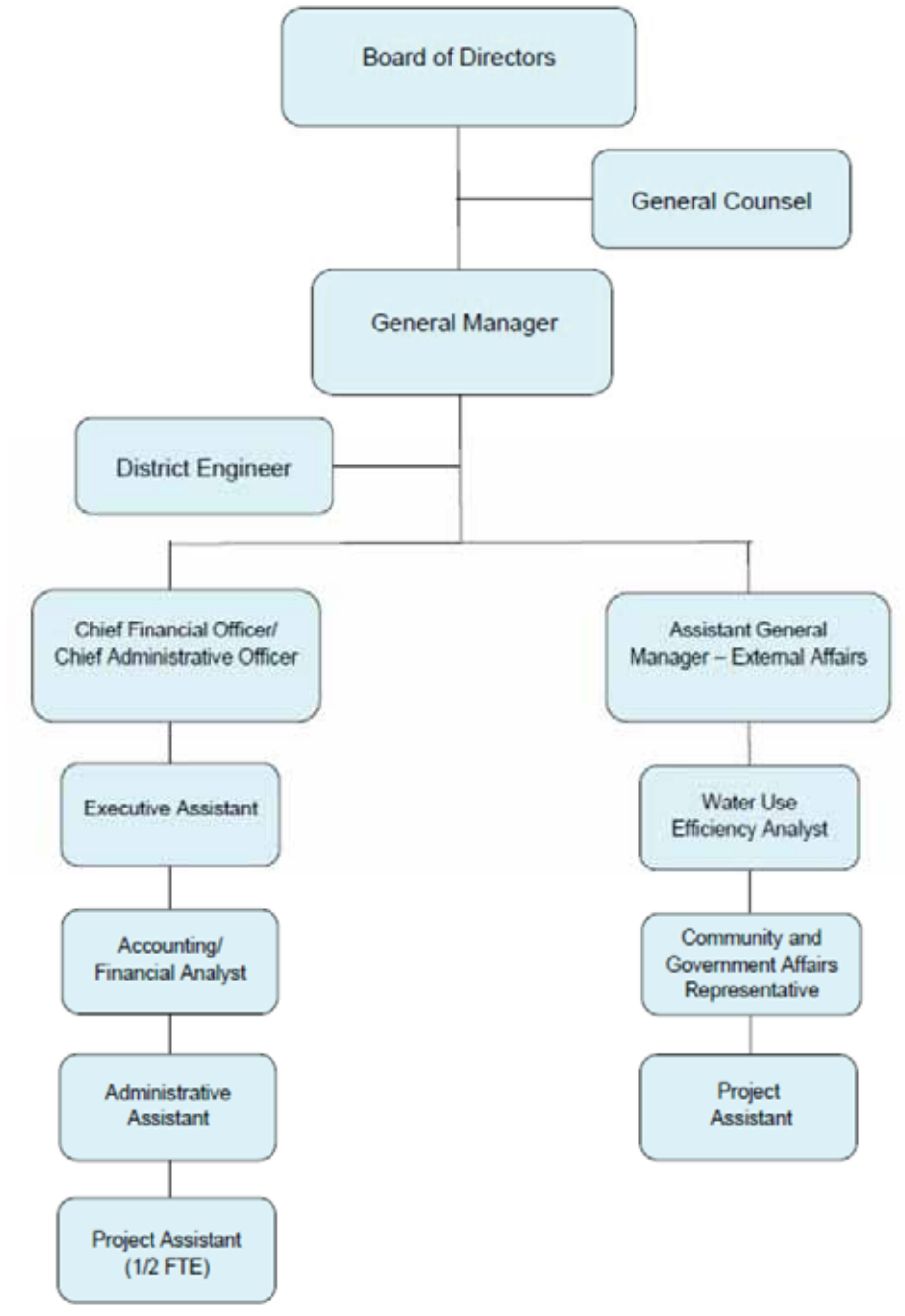


Division 4 – Director Katarina Garcia
Representing all or parts of Azusa, Covina, Glendora, and
West Covina



Division 5 – Director Jennifer Santana
Representing all or parts of Baldwin Park, Duarte, El Monte and
Irwindale

Organization Chart



As the chart above shows, Upper District has a relatively small workforce of 9.5 full-time equivalents (FTEs) working to implement Upper District's program initiatives and goals. No additional positions are budgeted for fiscal year (FY) 2023/24.

Vision

Upper District aims to support a high quality of life in the greater San Gabriel Valley by providing valued water services.

Mission

Upper District's 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:

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

Strategic Plan

Upper District's strategic plan is intended to be a living document and includes the following high-level goals: water reliability, financial integrity, workforce and governance, and community representation and engagement. In March 2019, Upper District reassessed its mission, vision, goals and objectives and adopted a five-year strategic plan to provide a long-term perspective for service delivery and financial management.

Staff reviewed the strategic goals and objectives outlined in the 2019 Strategic Plan in March 2023. The review indicated 85 of the 93 objectives have been completed, six objectives are underway and the remaining two objectives have either been deferred or determined to be not a priority. A board retreat was held in April 2023 to update the strategic plan after seeking input from staff and the producers. Adoption of the 2023 Strategic Plan is scheduled in June 2023.

Major Accomplishments

Planning

Every five years, Upper District prepares and adopts an Urban Water Management Plan (UWMP) as required under the California Water Code. UWMPs are prepared by California's urban water suppliers to ensure adequate water supplies are available to meet existing and future water demands. Every urban water supplier that either provides over 3,000 acre-feet of water annually or serves more than 3,000 or more connections (either directly or indirectly) is required to assess the reliability of its water sources over a 20-year planning horizon considering normal, dry, and multiple dry years. Upper District's 2020 UWMP was adopted on June 10, 2020. The Department of Water Resources completed its review of the District's UWMP in May 2022 and determined its compliance with the California Water Code.

The Board adopted Upper District's Long Range Financial Plan (LRFP) to serve as a planning tool that helps identify prudent strategies and actions for long-term sustainability by ensuring sufficient financial resources are available to Upper District to achieve its mission. The LRFP provides guidance on the management of available resources, capital needs and service objectives.

Imported Water

Upper District championed policies to support sustainable groundwater management and fair treatment of San Gabriel Valley ratepayers and taxpayers.

Since 2015, Upper District has been pre-purchasing untreated water for storage. By the end of the fiscal year, the District will have about 6,000 acre-feet of water in its storage account. Upper District may consider future "preemptive" imported water deliveries while Metropolitan has supplies available and can accommodate deliveries. These future decisions may be economically viable utilizing District reserves and continue the vision of a "wet water"-based management solutions.

During calendar years 2017 and 2018, Metropolitan delivered water totaling 53,500 acre-feet to its cyclic account, to be purchased over a period of five years. Between calendar years 2019 and 2020, Metropolitan made additional deliveries of about 91,500 acre-feet of cyclic water, also payable over a period of five years. As of April 2023, Metropolitan has 24,100 acre-feet of water in its cyclic storage account.

As of April 2023, untreated water in MWD, Upper District and producer cyclic storage accounts represents about 13 feet of groundwater elevation at the Baldwin Park Key Well.

The new 10-year cyclic storage agreement executed by Upper District, Metropolitan and Watermaster in March 2022 provides much needed flexibility in moving water into the Main San Gabriel Basin (Basin) by allowing Metropolitan to deliver and store up to 200,000 acre-feet of water in advance of demand from Watermaster and Upper District. Working with Watermaster, Upper District placed a cyclic order in March 2023 for 125,000 acre-feet of untreated water to be delivered by Metropolitan between June and December 2023.

As California grappled with yet another historically dry year in 2022, Upper District worked closely with Metropolitan, Watermaster and the producers to develop potential short-term and long-term actions to reduce dependence on State Water Project (SWP) supplies.

A Quagga Mussel Control Plan was developed and submitted for approval by the Department of Fish and Wildlife and the Los Angeles Flood Control District as part of efforts to get Colorado River water (CRW) into the basin. The plan, which includes provisions for control and containment, post-delivery eradication, testing and monitoring, identified four sections of the San Gabriel River. Control methods and monitoring strategies have been developed for each section. This effort can potentially save up to 50 thousand acre-feet of SWP supplies annually.

Metropolitan launched its Reverse Cyclic Program (RCP) in 2022 as another strategy for preserving SWP supplies during low allocation years through deferment of deliveries to a future wet year. This program allowed member agencies to purchase imported water during calendar year 2022 for deferred delivery in future years at Metropolitan's discretion, but no later than five full calendar years from the date of purchase. In January 2023, Upper District executed a letter agreement with Watermaster regarding the 15,000 acre-feet of water purchased in December through Metropolitan's RCP. The letter provides for deferred billing of Upper District's surcharge and recognition of related water sales revenue in the year water is actually delivered by Metropolitan.

The prolonged drought in 2022 was followed by an exceptionally wet winter, bringing drought relief to the region. With reservoirs nearing capacity and the snowpack being one of the largest on record in California, the Department of Water Resources raised the SWP allocations to 100% in April 2023, a first since 2006. In March 2023, the Metropolitan board also rescinded the emergency conservation mandate imposed in 2022.

Recycled Water

The Direct Reuse Program provided for the phased construction of a recycled water distribution system used to provide water for irrigation purposes. Receiving over \$30 million in state and

federal funding, Upper District completed the final site to be connected under the Package 3 and 4 Customer Retrofits Project in June 2015. The direct reuse recycled water system includes over 20 miles of 4" to 24" pipelines; several pump stations and a 2-million-gallon reservoir. This system is anticipated to serve about three million gallons per day or 3,000 acre-feet per year, directly offsetting the need to import increasingly expensive imported water.

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 and pay Upper District's operating costs for recycled water and 80 percent of Upper District's surcharge.

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 and received \$2.17 million in Proposition 84 grant funds from the Department of Water Resources through Upper District.

Upper District works closely with local water purveyors and property owners to increase the use of recycled water in the region. The District also continued its support of Pure Water Southern California, Metropolitan's large-scale, regional advanced treated wastewater project currently in the environmental planning phase.

Stormwater

Stormwater capture facilities in the Upper San Gabriel River Watershed have substantial capacity for capture of precipitation that falls within the upper watershed. Facilities owned and operated by the Los Angeles County Flood Control District capture runoff in three reservoirs in San Gabriel Canyon and use the captured water to replenish the groundwater basin. These facilities capture over 95% of all rainfall in the upper watershed.

Upper District assisted the San Gabriel Valley Council of Governments in developing strategies toward reaching MS4 stormwater permit compliance issued by the Los Angeles Regional Water Quality Control Board. The SGV COG advanced four bills in the state legislature to address issues related to storm water cleanup.

Conservation

Upper District's dynamic public outreach programs continue to enhance the performance of its conservation rebate programs. During the last five years, rebate programs provided close to \$2 million to San Gabriel Valley residents for water efficient devices and turf removal, generating a lifetime water savings of about 3,550 acre-feet.

Upper District finalized the "Water Smart Home Program" which was a free first-of-its-kind direct install program targeted to disadvantaged communities (DAC) within the district boundaries. The program provided for the direct installation of water efficient irrigation products, WBICs, showerheads, FLUME devices, and leak kits filled with replacement products and materials at no cost to the participant. The average program cost of retrofit for a participant averaged \$1,100 per home. The individuals served through this program have benefitted greatly by reducing their water use and increased their knowledge in water efficiency and leak solutions. Through the course of the program, 163 homes were retrofitted with 7,162 devices.

Following the success of the "Water Smart Home Program," Upper District revamped the program to allow for a greater audience reach by introducing the "Water Smart Home Kit". The kit contains the same replacement devices and educational materials with the addition of a showerhead, shower start device, and toilet flapper. The educational materials included in the kit provide a QR code which links the user to the Upper District website containing educational videos for repair and replacement of devices. The program continues to focus on assisting DAC residents become more water efficient, but by removing some of the administrative costs of the program, Upper District is able to increase the number of potential homes that can benefit from this program. The launch of the new program aligned well with Upper District's emergency drought actions which called for a 20 percent reduction in water use.

Upper District also finalized its Water Bottle Fill Station Program in FY 2022/23 with 95 stations provided to city facilities, community centers, and school sites. The program has garnered enthusiastic support from participating sites and cost sharing partners.

Snow and rainfall levels remained below average during the past fiscal year and groundwater storage remained depleted in many areas due to the continued impact of dry conditions. The Upper District recognizes the need to continue building on its conservation efforts by emphasizing water efficient practices as a continued way of life for its residents and businesses.

Education & Community Outreach

Upper District implements a variety of education programs including a “Water is Life” student art contest, Water Education Grant Program (WEGP), and its 4th-7th grade Sustainable Watershed Education Program. The WEGP offers teachers grants of up to \$1,000 for implementing water-related curriculum or projects. Twenty-four WEGP applicants received a total of \$24,661 in grants for FY 2022/23 that directly involved 2,564 students. Despite the ongoing impact of the Covid-19 pandemic, Upper District’s 4th-7th grade Sustainable Watershed Education Program is on track to serve well over 3,000 students throughout the San Gabriel Valley during the 2022/23 school year.

Educational public workshops were hosted online and free of charge. Topics covered an array of water efficient topics such as turf maintenance, composting, edible gardening, planter beds, drip irrigation, weed and pest management, firescaping, and leak detection. The online workshop series garnered high participation rates with close to 500 individuals attending 14 workshops hosted by the Upper District during FY 2022/23.

Upper District’s Watershed Restoration Program, hosted in partnership with the U.S. Forest Service, actively engages volunteers with tree planting and clean-up efforts within the San Gabriel River watershed. Upper District was pleased to be able to host two events once again in Spring 2023 after being unable to host volunteer events during due to the impact of the Covid 19 pandemic. Since the start of the program in 1991, approximately 13,500 volunteers have planted over 140,000 tree saplings and collected over 4,865 lbs. of garbage.

After 2 years of cancellations due to the Covid 19 pandemic, Upper District held it’s annual WaterFest in 2022 which was to be held in partnership with the Los Angeles County Supervisor Kathryn Barger and the Los Angeles County Department of Parks and Recreation. The educational event typically features interactive booths, environmental displays, informative presentations, and free water-saving materials. The event was fun and engaging with over 50 exhibitors and approximately 1,500 participants.

Government Affairs

Both Congress and the State Legislature wrapped up their two year 2021-22 session. The two year session will go down in history as the COVID session, where both state and federal lawmakers focused on pandemic policies, remote meetings, protests, and wild budget swings. One of the most significant issues impacting California was the ongoing drought conditions in the West. In March, Governor Newsom called on water agencies to move to Level 2 of their Water Shortage Contingency Plans and in May the State Water Board adopted emergency regulations on water conservation.

Other significant policy issues impacting the state legislature and Congress were passage of historic plastic reduction legislation, a comprehensive climate package, energy legislation, and reproductive rights in the wake of the Supreme Court's decision on Roe v. Wade.

In January 2023, Upper District's Board of Directors adopted the 2023/24 Legislative Policy Principles which coincide with the start of the new legislative session. Upper District will continue to engage on issues that will advance the sustainability goals of the San Gabriel Watershed, and advocate positions that are consistent with Upper District's mission.

Finance and Administration

Upper District began prefunding Upper District's other post-employment benefit (OPEB) liability through the California Employers' Retiree Benefit Trust in 2014. As of the latest valuation with measurement date of June 30, 2022, Upper District's OPEB is 78% funded, having total trust assets of \$2.17 million. As of the quarter ended March 31, 2023, assets held in trust total \$2.25 million.

In June 2022, the Board authorized an additional discretionary payment of \$1 million to CalPERS to reduce Upper District's unfunded accrued liability related to pension. The Board also authorized participation in the California Employers' Pension Prefunding Trust Program with an initial trust funding of \$0.50 million. As of the quarter ended March 31, 2023, assets held in trust for prefunding pension liability total \$0.52 million.

The retirement of two long-time employees during fiscal year 2021/22 provided Upper District an opportunity to not only reduce staff by one FTE but also allow upward mobility for existing staff by using internal recruitment for one of the positions. Currently, the District has 9.5 FTEs working to implement its program initiatives.

Upper District continues to engage Watermaster and the producers in its annual rate setting process. Following a series of meetings and discussions with the producers and Watermaster, Upper District and Watermaster executed a minimum purchase agreement letter in December 2021 whereby Watermaster commits to purchase a set amount of water each fiscal year sufficient to meet the District's required debt coverage ratio and Upper District agrees to sell untreated sales in excess of the annual purchase commitment at cost. This letter agreement aims to address the variability of untreated water sales and the growing gap between the District's share of the RTS charge and the standby charge revenue collected by Metropolitan on Upper District's behalf. It also supports the overall management and sustainability of the basin

by increasing Watermaster and the producers' purchasing power during years when there is excess demand for replenishment water. Of the 41,000 acre-feet of untreated water sold in FY 2022/23, Upper District sold 9,700 acre-feet to Watermaster at cost pursuant to the minimum purchase agreement letter.

Financial Policies

Investment Policy

Annually, the Board of Directors adopts an investment policy consistent with the requirements of the California Government Code. In order of priority, three fundamental criteria are followed by the Upper District in the investment program:

- (a) *Safety of Principal* - Investments shall be undertaken in a manner that first seeks to ensure the preservation of principal in the portfolio. Each investment transaction shall be entered into after taking into consideration the quality of the issuer, the underlying security or collateral, and diversification of the portfolio.
- (b) *Liquidity* - Investments shall be made so that the maturity date is compatible with cash flow needs and safety of principal.
- (c) *Return on Investment* - Investments shall be undertaken to produce an acceptable rate of return after first considering safety of principal and liquidity and the prudent investor standard.

Designated Reserve Policy

Upper District's adopted Designated Reserve Fund Policy sets prudent levels of reserve funds to provide financial resources not only during emergencies or planned capital projects but also for scheduled and unscheduled expenses such as operation and maintenance, debt service and stabilization of rates. The Reserve Fund Policy establishes the following six designated reserves, each with its own recommended minimum, target, and maximum levels: 1) Emergency Reserve; 2) Operating Reserve; 3) Pay-go Capital Improvement and Replacement Reserve; 4) Capital Reserve; 5) Revenue Stabilization Reserve; and 6) Water Banking Reserve.

Debt Management Policy

The District's Debt Management Policy aims to improve the quality of decision making, develop strategies using existing governing and planning documents, and support Upper District's financial needs by demonstrating a commitment to best practices in debt management, planning and execution. The Debt Management Policy provides up to date compliance procedures for existing rules and regulations in connection with the Internal Revenue Service, Municipal Securities Rulemaking Board and the Securities and Exchange Commission.

Budget Process and Controls

Budgets are often used as a performance tool for measuring accountability of public agencies to its stakeholders. Upper District annually adopts a budget not only as a management tool for planning and control purposes but also to demonstrate its commitment to fiscal responsibility and transparency. Upper District also uses the budget as a communication tool that shows how the District intends to allocate its resources in support of its mission, goals and objectives.

Developing and monitoring the budget is an ongoing process. Upper District conducts a series of budget workshops to encourage stakeholder participation and input prior to adoption of the final budget. Monthly financial statements showing budget-to-actual comparison and analysis are presented to management and the Board of Directors to facilitate review and assessment throughout the fiscal year.

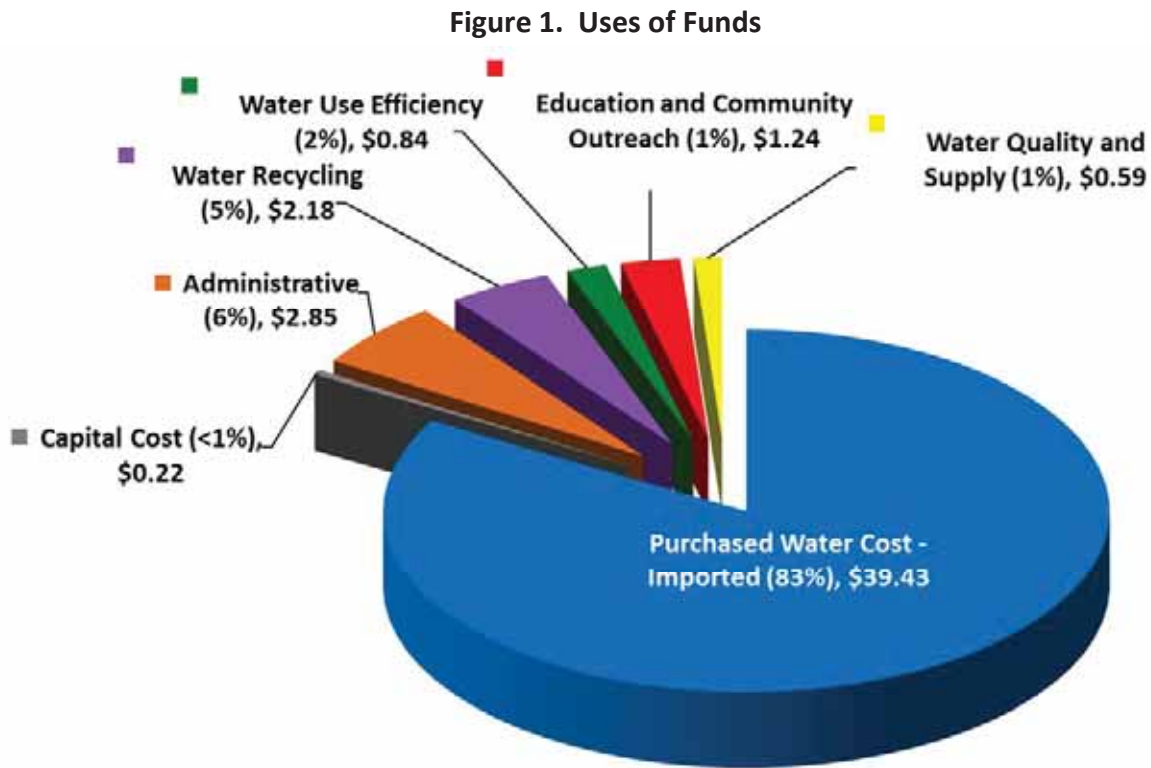
Timeline

Upper District's budget process begins in December of each year and is a product of a comprehensive team effort between departments as shown in the following budget calendar:

- December Finance Department begins working with program managers to develop year-end projections for the current fiscal year.
- January Program managers update goals and objectives and develop proposed initiatives for the coming fiscal year.
- February - March Program managers present preliminary budgets to respective committees.
- April A consolidated draft of Upper District's proposed budget for the coming fiscal year is presented to the Administration and Finance Committee.
- April - May Proposed budget is presented to the producers. If needed, budget revisions are made prior to the 2nd presentation of the budget to the Administration and Finance Committee.
- May - June Staff presents next fiscal year's proposed budget and next calendar year's proposed water rates to the Board of Directors with a recommendation for adoption.

Uses of Funds

Uses of funds for the proposed 2023/24 budget total \$47.39 million, \$8.63 million higher than current year's budget of \$38.76 million mainly due to an increase in imported water purchases. Cost reductions identified in prior years will be maintained and carried over into FY 2023/24. These includes savings from reduction in total FTE personnel and legislative consultants as well as avoided lease expenses. Figure 1 illustrates the total uses of funds.



Purchased Water Costs

Imported Supplies

Under the current purchase order with Metropolitan, Upper District can purchase up to 67,200 acre-feet per year of the less expensive Tier 1 water through 2024. FY 2023/24, budgeted sales consist of 3,000 acre-feet of Tier 1 treated water and 37,000 acre-feet of Tier 1 full service untreated water.

In April 2022, Metropolitan adopted its biennial budget for FY 2022/23 and 2023/24 along with the water rates and charges for calendar years 2023 and 2024. Metropolitan's Tier 1 treated water rate will increase from \$1,209 to \$1,256 per acre-foot effective January 1, 2024. Tier 1 untreated water rate will increase from \$855 to \$903 per acre-foot, also effective January 1, 2024. The increase in Metropolitan's water rates in 2024 along with higher untreated water sales will increase total purchased water cost for imported supplies by \$8.52 million or about 28%.

Watermaster implemented the water resource development assessment to purchase untreated imported water for stormwater augmentation (RDA II) as part of its Drought Management Plan to address declining basin levels that threaten producers' ability to pump groundwater from the basin. During 2021/22, Upper District delivered a total of 44,600 acre-feet of untreated water to meet Watermaster's order for RDA II water and various producers order for cyclic storage water. By the end of the current fiscal year, Upper District anticipates delivering a total of 41,000 acre-feet of untreated water to meet RDA and producer cyclic water orders. This is 11,000 acre-feet more than budget. The budget for FY 2023/24 assumes 37,000 acre-feet of untreated water purchases.

Metropolitan imposes capacity charge to recover costs incurred in providing capacity within its distribution system. This charge is based on a three-year trailing peak day demand, measured in cubic foot per second (CFS) during the May 1 through September 30 period. The capacity charge aims to encourage Metropolitan sub-agencies to shift demands from the peak summer months. For calendar year 2024, Metropolitan used the three-year period ended December 31, 2022 and the peak summer demand that occurred on August 18, 2021 to levy the capacity charge. Metropolitan's capacity charge will increase from \$10,600 per CFS to \$11,200 per CFS effective January 1, 2024.

Metropolitan also levies a Readiness-to-Serve (RTS) charge on its member agencies to pay for emergency and standby service. This charge is based on a 10-year rolling average of firm

demand. Upper District's share of the RTS charge will increase from \$2.97 million to \$3.65 million in FY 2023/24.

Recycled Supplies

Recycled water demand is anticipated to be about 2,300 acre-feet for FY 2023/24. The combined effects of higher recycled water sales and anticipated increases in per acre-foot cost of recycled water supplied by Central Basin Municipal Water District, Sanitation Districts of Los Angeles County (Sanitation Districts) and City of Industry will translate to an overall increase in purchased recycled water cost of about 34% in FY 2023/24.

Capital Costs

New Headquarters

In 2011, Upper District relocated its offices from the El Monte property it previously owned to a leased commercial space in Monrovia. At the Board's direction, staff evaluated options for the El Monte property culminating in the sale of the property in December 2017.

During the 2018 strategic planning sessions, development of a strategy for a permanent office space for Upper District has been discussed and identified as a top priority and in April 2020, the District successfully negotiated and completed the purchase of a commercial building located in Monrovia, California for \$3.53 million. Construction of the required improvements was substantially completed in November 2022.

Recycled Water Programs

Direct Reuse

Opportunities to develop additional direct reuse facilities have been carefully studied. However, due to the success of water conservation efforts during the drought, indoor water use and therefore wastewater flows necessary to produce recycled water, are significantly lower than in previous years. The lack of available recycled water supplies in the Upper Area of the San Gabriel River Watershed calls for the delivery of recycled water from much lower areas in the watershed.

As of June 30, 2022, Upper District's investments in direct reuse capital assets total \$52.11 million with a net carrying value of \$40.45 million.

Prop 84 Recycled Water Projects

Three projects submitted by Upper District as part of the Proposition 84 Round 3 Part 1 funding were among the Greater Los Angeles Integrated Regional Water Management Program (IRWMP) projects selected for grant funding: Rose Hills - up to \$0.50 million; San Gabriel Valley Water Company's (SGVWC) South El Monte and El Monte Extension – up to \$1.28 million; and La Puente Valley County Water District (LPVCWD) – up to \$0.43 million.

Completed in May 2016, Rose Hills' final retrofit site will increase the use of recycled water for irrigation purposes by about 600 acre-feet per year (AFY).

SGVWC completed construction of the South El Monte Project in November 2017, estimated to generate about 72 AFY of recycled water for irrigation. Subsequent to the approval of the wastewater change petition, the individual service connections were completed with full deliveries initiated in 2019.

The La Puente Valley County Water District Project provides for conversion of approximately 60 AFY and will receive up to \$0.43 million in Proposition 84 funding. Construction of the new recycled water pipeline is complete, including the bridge crossing at Patriot Place and San Jose Creek and the connection to the City of Industry's recycled water transmission main. This project will also receive funding from Metropolitan's Local Resources Program.

Whittier Narrows Pump Station

Upper District and the Sanitation Districts evaluated the conditions of the pumps, motors, and electrical motor drives at the Whittier Narrows recycled water pump station. While the pumps and motors have been found to be operating normally, one of the four (4) variable frequency drives (VFD's) that power the pump motors has had electrical drive component failures. The District replaced all four variable frequency drives completing the construction project in FY 18/19. The FY 2023/24 budget includes \$0.10 million for major repairs and evaluation of alternatives to improve reliability of the recycled water system. Discussions are underway to evaluate the feasibility of having a potable water backup connection to the Whittier Narrows Water Reclamation Plant.

Storm Water Capture Program

Upper District will continue to work closely with Watermaster, LA County Flood Control District, the Army Corps and San Gabriel Valley cities to continue the development practical ways to clean up and capture storm water. Fiscal year 2023/24 budget includes storm water capture program expenses consisting of estimated staff time.

Recycling Operations

Recycled water program expenses, excluding cost of purchased water, amount to about \$1.55 million for fiscal year 2023/24. This amount consists of State Revolving Fund (SRF) debt service amounting to \$0.79 million and engineering support and operation and maintenance expenses totaling \$0.76 million.

To keep overall service costs low and not unnecessarily duplicate resources, Upper District contracts with the producers to operate and maintain the recycled water system that provides irrigation water in their respective services areas.

Upper District's existing SRF debt amounting to \$7.31 million as of June 30, 2022 has a twenty-year term at zero percent nominal interest and will be fully paid in May 2033.

Water Use Efficiency

The early decades of the Water Use Efficiency (WUE) Program focused heavily on indoor residential water use, principally through water efficient toilet (PHET/HET/ULFT) giveaways which resulted in the distribution of over 43,500 water efficient toilets. The WUE Master Plan showed that Upper District's service area is well saturated with water efficient toilets (over 80%) and led to a shift in program emphasis toward outdoor water use efficiency.

Upper District continues to effectively leverage regional funding offered through Metropolitan's Member Agency Administered (MAA) allocation program. The MAA program offers funding for WUE programs administered directly by member agencies or their retailers. Stringent guidelines over the past few years have curtailed producer participation in utilizing MAA funding for implementing WUE programs. Since Metropolitan operates the MAA program on a 2-year cycle, the \$572,000 of MAA funding secured during FY 2020/21 remained in place in FY 2021/22 for implementing both Upper District and producer administered WUE programs. Over the course of the 2-year cycle, Upper District and its retailers were able to utilize \$549,808

in MAA funding for various programs throughout the service area. This marked the highest amount and utilization of MAA funds in over ten years. In FY 2022/23, there are six current MAA programs running with \$458,000 reserved of the \$572,000 allocated for the current 2-year cycle. Over \$170,000 of that reserved MAA funding will be reimbursed for program costs in FY 2022/23.

Upper District successfully finalized its Water Filling Station (WFS) Program which was primarily funded through Metropolitan's MAA allocation program in conjunction with several co-funding partners. Installation of water bottle filling stations occurred at a number of schools and other public high foot-traffic venues within the service area. The WFS program raises awareness about sustainability, reduces the amount of disposable one-time use plastic bottles, and results in water savings from reduced plastic bottle production. A total of 23 water fill stations were provided during FY 2019/20, another 19 installed during FY 2020/21, 39 installations provided during FY 2021/22, and 19 water fill stations were provided during FY 2022/23.

For FY 2021/22 the Upper District conducted a new innovative WUE program called *Water Smart Home*, a direct installation program that offers qualifying residents an opportunity to choose a variety of water efficient items to be installed at their home, free of charge, by a licensed contractor. This cutting-edge program focuses on bringing water use efficiency to households within Upper District's underserved communities. The program benefitted 163 homes FY 2021/22 with over 7,000 water efficient devices being directly installed for participants throughout the District.

Upper District's purveyors have the option to provide co-funding to increase rebate incentive amounts offered on water efficient devices received by their customers participating in the So Cal WaterSmart regional rebate program. Approximately \$70,000 in co-funding was provided by purveyors during FY 2022/23. Staff estimates approximately \$40,000 of rebate co-funding from Upper District purveyors for FY 2023/24.

It is important to note that the WUE budget remains highly dependent on outside funding. About \$0.55 million is expected to come from Metropolitan's MAA program to partially fund the District's FY 2023/24 Water Use Efficiency Program expenses.

Table 1 summarizes the proposed budget and sources of funding for the FY 2023/24 Water Use Efficiency Program. Depending on further input from the producers, and consideration by the Board, the emphasis on how the budget allocates resources among the different WUE programs may be adjusted during the year.

Table 1. Water Use Efficiency Program

CATEGORY	FY 2023/24 Budget		
	Total Program Costs	Upper District Funding	Funding from Other Agencies
Residential Programs			
Member Agency Administered Programs	\$ 335,000	\$ -	\$ 335,000
Regional Rebate Program	40,000	-	40,000
Commercial/Industrial/Institutional (CII) Rebate Programs			
Member Agency Administered Programs	210,000	-	210,000
Regional Rebate Program	-	-	-
Salaries and Overhead	251,300	251,300	-
Total	\$ 836,300	\$ 251,300	\$ 585,000

Education and Outreach

The Education and Outreach Program provides resources to schools, cities, community groups and organizations interested in learning about water use efficiency, sustainable watershed management, as well as storm water capture and water treatment.

Upper District understands the need to continue promoting water efficient practices as a way of life for its residents and businesses. Upper District remains steadfast in its public awareness efforts about the importance of water conservation. The continued impact of the COVID-19 pandemic altered the landscape for public outreach as the effects of social distancing requirements significantly reduced opportunities for engagement at city, school, and community events. Projects for FY 2022/23 include continued education to community stakeholder and residents through short educational videos, online landscaping courses, and educational outreach.

Continuing education and outreach programs include sustainable watershed and stormwater education for 4th, 5th, 6th and 7th grade students; watershed restoration program; water education grant program for teachers; sponsorship of Solar Cup high school teams; “*Water is Life*” art contest; distribution of water efficient devices; public workshops and seminars; and public information/outreach. The impact of the COVID-19 pandemic resulted in substantial efforts to offer remote learning opportunities that might be offered as an option for schools as an alternative to onsite learning experiences during the 2022/23 school year. This remote learning format will continue to be offered as an alternative to in-person activities for schools throughout the 2023/24 school year.

The sustainable watershed education program, successfully used by several other water agencies, includes interactive assembly-style lessons and classroom instruction for up to approximately 10,000 students. The curriculum focuses on water use efficiency, sustainable watershed management practices and storm water runoff prevention. The budget for this program is about \$60,000. This program is offered each year to schools within each of Upper District’s five divisions.

The advertising budget reflects print media presence outlined in the Community Outreach Plan which also meets the minimum requirements established in the Urban Water Management Plan.

Table 2 summarizes the proposed Education and Outreach Program Budget for FY 2023/24.

Table 2. Education and Outreach Program

CATEGORY	Total Program Costs
Watershed Programs	
Watershed Restoration Program	\$ 20,000
Educational Programs	
Water Awareness Youth Art Contests	11,000
4th - 6th Grade Water Education Program	60,000
Solar Cup	-
Memberships	135,000
Educational Materials/Grant Program	55,000
Educational Outreach Programs/Events	150,000
Outreach and Information Programs	
Public Workshops/Seminars	40,000
Conservation Devices/Items	40,000
Bottled Water Program	15,500
Community/Industry Sponsorships	35,000
Displays/Fairs/Presentations	5,000
Conferences/Meetings	7,000
Public Information	100,000
Technical Assistance	70,000
Legal/Financial	10,000
Salaries & Overhead	488,400
Total	\$ 1,241,900

Water Quality and Supply

The budget for FY 2023/24 includes associated consulting costs for imported water operations, planning and administration; water supply planning; and general engineering services for water quality and supply. It also includes advocacy costs for legislative initiatives in Sacramento as well as salaries and overhead allocated to the program, mostly related to district staff's legislative efforts.

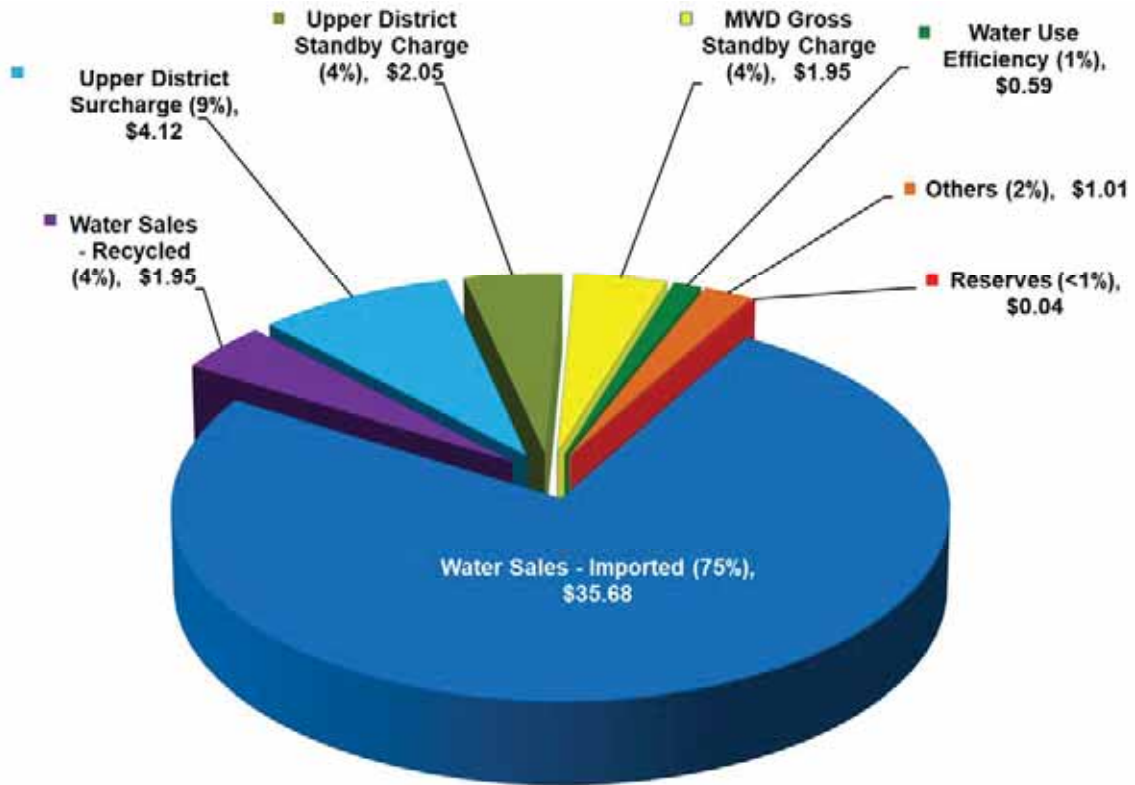
Administration

Administrative expenses for FY 2023/24 total \$2.85 million and include the labor, materials, supplies and services necessary to provide general administrative support for the various programs. General administrative support includes day-to-day management, accounting operations, human resources, information technology, office administration, and administrative support for the Board of Directors.

Sources of Funds

Total sources of funds amount to \$47.39 million and are presented in Figure 2.

Figure 2. Sources of Funds



Water Sales

Upper District delivers both imported water purchased from Metropolitan and recycled water purchased from the Sanitation Districts, City of Industry and Central Basin MWD.

Imported Sales

Revenue from imported water sales account for almost 84% of Upper District’s revenues or about \$39.80 million, of which \$4.12 million consists of Upper District’s surcharge. Treated water sales, estimated at 3,000 acre-feet for FY 2023/24, consist of water provided to the City of Alhambra in accordance with the Alhambra Exchange Agreement. Untreated water sales for FY 2023/24 is estimated at 37,000 acre-feet. The estimated untreated water sales for FY

2023/24 represent the minimum volume needed to generate sufficient revenue to meet District's coverage ratio.

Recycled Sales

The recycled water distribution system includes over 20 miles of 4" to 24" pipelines, several pump stations, a 2-million-gallon reservoir and over 40 connections. Recycled water sales are based on uniform contract rates paid by Upper District's retail water provider customers set at 80% of Watermaster's replacement water assessment. FY 2023/24 revenue from sale of recycled water is estimated at \$1.95 million based on a recycled water demand of about 2,300 acre-feet.

Upper District Standby Charge

To recover a portion of the costs for the recycled water program and water use efficiency program, a standby charge of \$10 per acre or portion thereof is levied on all parcels within Upper District's service area. The standby charge will generate about \$2.05 million in revenues and provides funding to the water conservation and water recycling programs.

MWD Standby Charge

Metropolitan levies a separate standby charge on behalf of Upper District to cover Upper District's share of the RTS charge. The RTS charge aims to recover a portion of Metropolitan's costs for ensuring a reliable water supply, including capital infrastructure for emergency and drought water storage, and imported water system conveyance capacity. The standby charge collected by Metropolitan on behalf of Upper District is netted against the RTS charge. The Metropolitan standby charge, set at \$9.27 per parcel, is estimated to generate about \$1.95 million in FY 2023/24. In the past, the standby charge sufficiently covered Metropolitan's RTS charge. However, Metropolitan's RTS charge has increased significantly over the years and eventually surpassed the standby charge revenue beginning FY 2018/19. For FY 2023/24, the shortfall in standby charge revenue amounts to \$1.70 million. This shortfall will continue to grow over the years along with Metropolitan's projected increases in its RTS charge.

The purchase agreement letter between Upper District and Watermaster which set minimum water purchases per fiscal year provided a short term solution to this growing revenue gap. Staff will continue working with Watermaster and the producers to develop a viable, longer term solution.

Water Use Efficiency

The proposed budget assumes continued efforts to not only raise public awareness about the importance of water conservation but is also intended to bring a significant amount of direct rebate dollars back to the San Gabriel Valley through the socialwatersmart.com website, a regional water conservation rebate program. About \$0.55 million of WUE revenues consist of MAA funding from Metropolitan.

Other Revenues

Other revenues total \$1.01 million and include: interest, property tax allocations, RTS charge for USG-3, reimbursement from Main San Gabriel Basin Watermaster of Upper District's share in San Gabriel River Watermaster's budget, and credits received from Metropolitan's Local Resources Program for delivery of recycled water.

Reserves

Upper District will need to draw about \$42,000 from its reserves to fund a portion of its capital budget for FY 2023/24.

Fund Balances

In November 2020, the Upper District adopted a formal designated reserve fund policy, setting prudent levels of reserve funds to provide financial resources not only during emergencies or planned capital projects but also for scheduled and unscheduled expenses. Six designated reserves, each with its own recommended minimum, target, and maximum levels, were established - 1) Emergency Reserve; 2) Operating Reserve; 3) Pay-go Capital Improvement and Replacement Reserve; 4) Capital Reserve; 5) Revenue Stabilization Reserve; and 6) Water Banking Reserve.

The proposed budget for fiscal year 2023/24 shows a slight decrease in Upper District's reserves attributable to capital expenses related the recycled water project. Figure 3 illustrates the trend in total fund balances five years prior to 2024 as well as forecasted levels for the next three years. The minimum purchase agreement letter with Watermaster and the winding down of capital projects resulted in the stabilization of fund balances for the next three fiscal years.

Figure 3. Fund Balance (in \$ millions)



Debt Service Coverage Ratio

A critical financial ratio that Upper District must consistently maintain, demonstrating an ability to meet payment obligations to establish credit, is a debt service coverage ratio. Upper District is required per the loan agreements with the State to set rates and charges to generate sufficient net operating revenue to maintain a minimum debt service coverage ratio of 120%. However, in the financial market, a debt coverage of at least 150% is necessary to obtain an “AA” credit rating.

Total imported water sales of 40,000 acre-feet and Upper District’s surcharge unchanged at \$103 per acre-foot will provide net operating revenue before debt service for FY 2022/23 of about \$1 million. This provides sufficient revenue to meet the ratio required by the District’s existing SRF loan for FY 2023/24.

Table 4. Debt Service Coverage Ratios

	Forecasted 2022-23 \$Millions	Budget 2022-23 \$Millions	Budget 2023-24 \$Millions
Operating costs not including debt service	\$ 45.39	\$ 37.20	\$ 46.38
Less revenue offsets	(4.95)	(4.89)	(5.42)
Net operating costs funded from imported water sales	40.44	32.31	40.96
Operating revenues (water sales)	42.22	33.31	41.93
Operating revenues in excess/(short) of operating costs funded from water sales	1.78	1.00	0.97
Debt Service			
SRLF	0.79	0.79	0.79
Other			
Total Debt Service	\$ 0.79	\$ 0.79	\$ 0.79
Debt Service Coverage Ratio	225% [▲]	127%	123%

2024 Water Rates

Upper District is not proposing an increase in its current surcharge of \$103 per acre-foot for calendar year 2024. This will be the 9th year Upper District has kept the surcharge at this level. However, Upper District’s Tier 1 imported water rates will still increase by 3.58% and 5.01% for treated and untreated water, respectively, as Upper District passes through increases in Metropolitan’s rates to the producers and Watermaster.

Table 5 shows the proposed rates effective January 1, 2024. Adopted rates for the prior four years are also presented.

Table 5. Upper District Rates

	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Proposed 01/01/24
Full Service Treated Tier 1					
MWD	1,078	1,104	1,143	1,209	1,256
Upper District Surcharge	103	103	103	103	103
Upper District Rate	1,181	1,207	1,246	1,312	1,359
Full Service Treated Tier 2					
MWD	1,165	1,146	1,185	1,418	1,455
Upper District Surcharge	103	103	103	103	103
Upper District Rate	1,268	1,249	1,288	1,521	1,558
Full Service Untreated Tier 1					
MWD	755	777	799	855	903
Upper District Surcharge	103	103	103	103	103
Upper District Rate	858	880	902	958	1,006
Full Service Untreated Tier 2					
MWD	842	819	841	1,064	1,102
Upper District Surcharge	103	103	103	103	103
Upper District Rate	945	922	944	1,167	1,205
Capacity Charge (per CFS)	\$ 8,800	\$ 10,700	\$ 12,200	\$ 10,600	\$ 11,200

Budget Tables

Upper San Gabriel Valley Municipal Water District 2023/24 Budget Summary

	ACTUAL FY 2020-21	ACTUAL FY 2021-22	FORECASTED FY 2022-23	BUDGET FY 2022-23	BUDGET FY 2023-24
Administrative	\$ 3,305,657	\$ 3,160,332	\$ 2,374,500	\$ 2,530,400	\$ 2,848,200
Water Use Efficiency	469,939	679,001	419,400	809,300	836,300
Education and Community Outreach	884,857	968,889	1,200,100	1,215,600	1,241,900
Water Recycling	2,005,334	1,905,850	1,978,300	1,878,900	2,178,200
Water Quality and Supply	843,776	765,891	561,100	599,900	589,700
Stormwater	24,996	3,933	40,700	40,700	42,700
Water Purchases	<u>49,155,359</u>	<u>43,812,191</u>	<u>39,609,000</u>	<u>30,917,600</u>	<u>39,433,600</u>
Total Operating Expenses	56,689,918	51,296,087	46,183,100	37,992,400	47,170,600
Operating Revenues	<u>60,820,424</u>	<u>52,703,437</u>	<u>47,174,100</u>	<u>38,202,200</u>	<u>47,346,100</u>
Net Reserve Activity from Operations (+/-)	<u>4,130,506</u>	<u>1,407,350</u>	<u>991,000</u>	<u>209,800</u>	<u>175,500</u>
Capital Expenditures	391,838	1,796,609	1,959,800	772,000	217,000
Capital Program Revenues	-	-	-	-	-
Net Change in Cash Due to Capital Outlays (+/-)	<u>\$ (391,838)</u>	<u>\$ (1,796,609)</u>	<u>\$ (1,959,800)</u>	<u>\$ (772,000)</u>	<u>\$ (217,000)</u>
Total Change in Fund Balances (+/-)	<u>\$ 3,738,668</u>	<u>\$ (389,259)</u>	<u>\$ (968,800)</u>	<u>\$ (562,200)</u>	<u>\$ (41,500)</u>

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
EXPENSE SUMMARY
FISCAL YEAR 2020/21 THROUGH FISCAL YEAR 2023/24**

	FY 2020-21 ACTUAL	FY 2021-22 ACTUAL	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
<u>Administrative Expenses</u>					
Personnel Expenses					
Employee Salaries	1,527,379	1,320,707	1,325,000	1,416,000	1,455,000
Employee Benefits	310,985	269,179	270,000	278,000	288,000
Retired Employee Benefits	45,364	93,180	100,000	100,000	103,000
Employee Travel/Conference	6,369	14,768	30,000	50,000	50,000
Sub Total	1,890,097	1,697,834	1,725,000	1,844,000	1,896,000
Director Expenses					
Director Compensation	192,563	177,147	205,000	216,000	216,000
Director Benefits	145,111	145,041	140,000	170,000	155,000
Retired Director Benefits	32,885	27,812	30,000	32,000	33,000
Director Public Outreach	10,362	18,144	25,000	25,000	25,000
Director Travel/Conference	2,449	29,040	30,000	50,000	50,000
Sub Total	383,370	397,184	430,000	493,000	479,000
Pension/OPEB Expense					
CalPERS-Employees, Directors, Retirees	1,389,856	1,447,315	450,000	450,000	500,000
Sub Total	1,389,856	1,447,315	450,000	450,000	500,000
Office Expenses					
Office Supplies/Equipment	17,293	33,190	65,000	40,000	40,000
Equipment Operations & Maintenance	12,814	12,341	22,000	26,000	26,000
Computer Systems	48,647	43,528	53,000	60,000	60,000
Assessments	66,749	69,280	69,000	75,000	75,000
Meeting Expense	2,331	12,028	15,000	35,000	35,000
Sub Total	147,834	170,367	224,000	236,000	236,000
Facility Expenses					
Building Maintenance	9,001	8,594	30,000	45,000	45,000
Liability/Property Insurance	55,183	51,009	61,000	65,000	65,000
Office Lease	249,012	249,012	83,000	21,000	-
Telephone/Utilities	20,816	16,931	30,000	55,000	45,000
Sub Total	334,012	325,546	204,000	186,000	155,000
Professional Services					
Legal/Financial	102,455	99,587	105,000	105,000	112,000
Engineering	109,851	209,496	140,100	120,000	145,000
Auditor	29,085	29,900	30,000	30,000	31,000
Outside Services	44,205	35,863	55,000	55,000	55,000
Public Information/Outreach	-	644	3,500	3,500	3,500
Sub Total	285,596	375,490	333,600	313,500	346,500
Other Expenses					
Election Costs	542,688	212,000	212,000	212,000	500,000
Sub Total	542,688	212,000	212,000	212,000	500,000
Allocation to Projects and Programs					
Salaries/Overhead Allocated to Projects	(1,667,796)	(1,465,404)	(1,204,100)	(1,204,100)	(1,264,300)
Sub Total	(1,667,796)	(1,465,404)	(1,204,100)	(1,204,100)	(1,264,300)
Total Administrative Expenses	3,305,657	3,160,332	2,374,500	2,530,400	2,848,200
Water Purchases/Revolving Expense	49,155,359	43,812,191	39,609,000	30,917,600	39,433,600
Program Expenses					
Water Use Efficiency Program	469,939	679,001	419,400	809,300	836,300
Education and Community Outreach Program	884,857	968,889	1,200,100	1,215,600	1,241,900
Water Quality & Supply Program	843,776	765,891	561,100	599,900	589,700
Recycled Water Program	2,005,334	1,905,850	1,978,300	1,878,900	2,178,200
Stormwater Program	24,996	3,933	40,700	40,700	42,700
Sub Total	4,228,902	4,323,564	4,199,600	4,544,400	4,888,800
Total Administrative/Operating/Program Expenses	56,689,918	51,296,087	46,183,100	37,992,400	47,170,600
Total Capital Outlays	391,838	1,796,609	1,959,800	772,000	217,000
TOTAL	57,081,756	53,092,696	48,142,900	38,764,400	47,387,600

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
ADMINISTRATIVE BUDGET**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
ADMINISTRATIVE EXPENSES			
Personnel Expenses			
Employee Salaries	1,325,000	1,416,000	1,455,000
Employee Benefits	270,000	278,000	288,000
Retired Employee Benefits	100,000	100,000	103,000
Employee Travel/Conference	30,000	50,000	50,000
Sub Total	<u>1,725,000</u>	<u>1,844,000</u>	<u>1,896,000</u>
Director Expenses			
Director Compensation	205,000	216,000	216,000
Director Benefits	140,000	170,000	155,000
Retired Director Benefits	30,000	32,000	33,000
Director Public Outreach	25,000	25,000	25,000
Director Travel/Conference	30,000	50,000	50,000
Sub Total	<u>430,000</u>	<u>493,000</u>	<u>479,000</u>
Pension/OPEB Expense			
CalPERS-Employees, Directors, Retirees	450,000	450,000	500,000
Sub Total	<u>450,000</u>	<u>450,000</u>	<u>500,000</u>
Office Expenses			
Office Supplies/Equipment	65,000	40,000	40,000
Equipment Operations & Maintenance	22,000	26,000	26,000
Computer Systems	53,000	60,000	60,000
Assessments	69,000	75,000	75,000
Meeting Expense	15,000	35,000	35,000
Sub Total	<u>224,000</u>	<u>236,000</u>	<u>236,000</u>
Facility Expenses			
Building Maintenance	30,000	45,000	45,000
Liability/Property Insurance	61,000	65,000	65,000
Office Lease	83,000	21,000	-
Telephone/Utilities	30,000	55,000	45,000
Sub Total	<u>204,000</u>	<u>186,000</u>	<u>155,000</u>
Professional Services			
Legal/Financial	105,000	105,000	112,000
Engineering	140,100	120,000	145,000
Auditor	30,000	30,000	31,000
Outside Services	55,000	55,000	55,000
Public Information/Outreach	3,500	3,500	3,500
Sub Total	<u>333,600</u>	<u>313,500</u>	<u>346,500</u>
Other Expenses			
Election Costs	212,000	212,000	500,000
Sub Total	<u>212,000</u>	<u>212,000</u>	<u>500,000</u>
Allocation to Projects and Programs			
Salaries/Overhead Allocated to Projects	(1,204,100)	(1,204,100)	(1,264,300)
Sub Total	<u>(1,204,100)</u>	<u>(1,204,100)</u>	<u>(1,264,300)</u>
TOTAL ADMINISTRATIVE EXPENSES	<u>2,374,500</u>	<u>2,530,400</u>	<u>2,848,200</u>
ADMINISTRATIVE AND OPERATING REVENUES			
Interest	142,000	35,400	83,900
Sub Total	<u>142,000</u>	<u>35,400</u>	<u>83,900</u>
Other Administrative Revenues			
Taxes	500,000	500,000	500,000
Other Income	25,000	24,000	26,400
Sub Total	<u>525,000</u>	<u>524,000</u>	<u>526,400</u>
TOTAL ADMINISTRATIVE AND OPERATING REVENUES	<u>667,000</u>	<u>559,400</u>	<u>610,300</u>
ADMINISTRATIVE AND OPERATING EXPENSES	<u>(2,374,500)</u>	<u>(2,530,400)</u>	<u>(2,848,200)</u>
NET	(1,707,500)	(1,971,000)	(2,237,900)

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
WATER PURCHASES & REVOLVING FUND REVENUES**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
WATER PURCHASE EXPENSE			
Tier 1 Treated	3,842,800	3,520,500	3,692,100
Tier 1 Untreated	32,345,600	23,970,000	31,635,000
MWD Capacity Charge	349,800	349,800	353,200
MWD Readiness-to-Serve Charge	2,972,300	2,972,300	3,648,300
Sub Total	<u>39,510,500</u>	<u>30,812,600</u>	<u>39,328,600</u>
REVOLVING EXPENSE			
San Gabriel River Watermaster	98,500	105,000	105,000
Sub Total	<u>98,500</u>	<u>105,000</u>	<u>105,000</u>
TOTAL WATER PURCHASES/REVOLVING FUND EXPENSES	<u><u>39,609,000</u></u>	<u><u>30,917,600</u></u>	<u><u>39,433,600</u></u>
IMPORTED WATER PURCHASE REVENUES			
Water Rate Revenues			
Tier 1 Treated	3,842,800	3,520,500	3,692,100
Tier 1 Untreated	32,345,600	23,970,000	31,635,000
Upper Surcharge Tier 1 Treated	339,900	309,000	309,000
Upper Surcharge Tier 1 Untreated	3,274,200	3,090,000	3,811,000
Capacity Charge Revenue	349,800	349,800	353,200
Gross MWD Stand-by Charge - Revenue Reconciliation	1,894,000	1,894,000	1,950,000
MSGB Watermaster-Ready-to-Serve	75,600	75,600	75,600
TOTAL WATER PURCHASE REVENUES	<u>42,121,900</u>	<u>33,208,900</u>	<u>41,825,900</u>
Revolving/Other Revenue			
MSGB Watermaster-SG River Watermaster	98,500	105,000	105,000
TOTAL REVOLVING FUND REVENUES	<u>98,500</u>	<u>105,000</u>	<u>105,000</u>
TOTAL WATER PURCHASE & REVOLVING FUND REVENUES	<u><u>42,220,400</u></u>	<u><u>33,313,900</u></u>	<u><u>41,930,900</u></u>
WATER PURCHASE EXPENSES	<u>(39,609,000)</u>	<u>(30,917,600)</u>	<u>(39,433,600)</u>
NET	2,611,400	2,396,300	2,497,300

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
WATER USE EFFICIENCY**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
WATER USE EFFICIENCY PROGRAM EXPENSES			
Residential Programs			
Member Agency Administered Programs	61,000	200,000	335,000
Regional Rebate Program	48,100	20,000	40,000
Sub Total	<u>109,100</u>	<u>220,000</u>	<u>375,000</u>
Commercial/Industrial/Institution Programs			
Member Agency Administered Programs	71,000	330,000	210,000
Regional Rebate Program	-	20,000	-
Sub Total	<u>71,000</u>	<u>350,000</u>	<u>210,000</u>
Allocation to Conservation Programs			
Salaries & Overhead	239,300	239,300	251,300
Sub Total	<u>239,300</u>	<u>239,300</u>	<u>251,300</u>
TOTAL WATER USE EFFICIENCY EXPENSES	<u><u>419,400</u></u>	<u><u>809,300</u></u>	<u><u>836,300</u></u>
WATER USE EFFICIENCY REVENUES			
MWD Member Agency Allocation/Rebate Funding	409,400	570,000	585,000
TOTAL WATER USE EFFICIENCY REVENUES	<u><u>409,400</u></u>	<u><u>570,000</u></u>	<u><u>585,000</u></u>
WATER USE EFFICIENCY EXPENSES	<u>(419,400)</u>	<u>(809,300)</u>	<u>(836,300)</u>
NET	(10,000)	(239,300)	(251,300)

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
EDUCATION & COMMUNITY OUTREACH**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
EDUCATION & COMMUNITY OUTREACH EXPENSES			
Watershed Programs			
Natural Vegetation Restoration Program	15,000	20,000	20,000
Sub Total	<u>15,000</u>	<u>20,000</u>	<u>20,000</u>
Educational Programs			
Water Awareness Youth Art Contests	6,000	11,000	11,000
Educational Activities	40,000	100,000	60,000
Solar Cup	-	10,000	-
Memberships	135,000	130,000	135,000
Educational Materials/Grant Program	30,000	55,000	55,000
Educational Outreach Programs/Events	140,000	130,000	150,000
Sub Total	<u>351,000</u>	<u>436,000</u>	<u>411,000</u>
Outreach and Information Programs			
Public Workshops/Seminars	20,000	35,000	40,000
Conservation Devices/Items	40,000	40,000	40,000
Bottled Water Program	15,500	15,500	15,500
Community/Industry Sponsorships	30,000	35,000	35,000
Displays/Fairs/Presentations	2,500	2,500	5,000
Conferences/Meetings	8,000	6,500	7,000
Public Information	180,000	80,000	100,000
Technical Assistance	70,000	70,000	70,000
Legal/Financial	3,000	10,000	10,000
Sub Total	<u>369,000</u>	<u>294,500</u>	<u>322,500</u>
Allocation to Conservation Programs			
Salaries & Overhead	465,100	465,100	488,400
Sub Total	<u>465,100</u>	<u>465,100</u>	<u>488,400</u>
TOTAL EDUCATION & COMMUNITY OUTREACH EXPENSES	<u><u>1,200,100</u></u>	<u><u>1,215,600</u></u>	<u><u>1,241,900</u></u>
EDUCATION & COMMUNITY OUTREACH REVENUES			
Educational Outreach Program/Events	19,500	-	-
TOTAL EDUCATION & COMMUNITY OUTREACH REVENUES	<u><u>19,500</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
EDUCATION & COMMUNITY OUTREACH EXPENSES	<u><u>(1,200,100)</u></u>	<u><u>(1,215,600)</u></u>	<u><u>(1,241,900)</u></u>
NET	<u><u>(1,180,600)</u></u>	<u><u>(1,215,600)</u></u>	<u><u>(1,241,900)</u></u>

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
WATER QUALITY AND SUPPLY PROGRAM**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
WATER QUALITY AND SUPPLY PROGRAM EXPENSES			
Engineering for Water Supply Projects	33,200	42,000	32,000
Legislative Consultant	125,000	130,000	130,000
Other Outside Services	-	10,000	-
Sub Total	<u>158,200</u>	<u>182,000</u>	<u>162,000</u>
Other Expenses			
Integrated Resources Plan	-	10,000	-
Water Supply Reliability Plan/Emergency Preparedness	-	5,000	5,000
Legal and Financial	6,000	6,000	6,000
Salaries & Overhead Allocation	396,900	396,900	416,700
Sub Total	<u>402,900</u>	<u>417,900</u>	<u>427,700</u>
TOTAL WATER QUALITY AND SUPPLY EXPENSES	<u><u>561,100</u></u>	<u><u>599,900</u></u>	<u><u>589,700</u></u>
WATER QUALITY AND SUPPLY PROGRAM REVENUES			
Interest	31,600	31,600	75,200
TOTAL WATER QUALITY AND SUPPLY REVENUES	<u><u>31,600</u></u>	<u><u>31,600</u></u>	<u><u>75,200</u></u>
WATER QUALITY AND SUPPLY PROGRAM EXPENSES	<u>(561,100)</u>	<u>(599,900)</u>	<u>(589,700)</u>
NET	(529,500)	(568,300)	(514,500)

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
RECYCLED WATER REVENUES & EXPENSES**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
RECYCLED WATER EXPENSES			
Water Purchases-Recycled Water	529,000	465,000	624,000
SWRCB Loan Repayment	791,000	791,000	791,000
Salaries & Overhead Allocation	62,100	62,100	65,200
Standby Charge Design/Implementation	18,200	18,200	18,500
Engineering - General	20,000	45,000	52,500
Lobbyist	90,000	90,000	95,000
Legal and Financial	3,000	3,000	3,000
Public Information	5,000	5,000	5,000
Operation and Maintenance Phase I/IIA	330,000	273,000	361,000
Operation and Maintenance Phase IIB	130,000	126,600	163,000
TOTAL RECYCLED WATER EXPENSES	<u>1,978,300</u>	<u>1,878,900</u>	<u>2,178,200</u>
RECYCLED WATER REVENUES			
Recycled Water Sales	529,000	465,000	624,000
Upper Recycled Water Surcharge Revenue	1,121,000	1,098,000	1,323,000
Metropolitan Water District LRP Funds	107,000	106,000	128,000
Parcel/Standby Charge	2,050,000	2,050,000	2,050,000
Interest	13,200	6,000	14,300
TOTAL RECYCLED WATER REVENUES	<u>3,820,200</u>	<u>3,725,000</u>	<u>4,139,300</u>
RECYCLED WATER EXPENSES	<u>(1,978,300)</u>	<u>(1,878,900)</u>	<u>(2,178,200)</u>
NET	1,841,900	1,846,100	1,961,100

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
STORMWATER REVENUE & EXPENSE**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
STORMWATER EXPENSES			
Salaries & Overhead Allocation	40,700	40,700	42,700
TOTAL STORMWATER EXPENSES	<u>40,700</u>	<u>40,700</u>	<u>42,700</u>
STORMWATER REVENUES			
Interest	-	-	-
TOTAL STORMWATER REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
STORMWATER EXPENSES	<u>(40,700)</u>	<u>(40,700)</u>	<u>(42,700)</u>
NET	(40,700)	(40,700)	(42,700)

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
RATE STABILIZATION FUND BUDGET**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
RATE STABILIZATION FUND EXPENSES			
Miscellaneous	-	-	-
TOTAL RATE STABILIZATION FUND EXPENSES	<u>-</u>	<u>-</u>	<u>-</u>
RATE STABILIZATION FUND REVENUES			
Interest	6,000	2,300	5,400
TOTAL RATE STABILIZATION FUND REVENUES	<u>6,000</u>	<u>2,300</u>	<u>5,400</u>
TOTAL RATE STABILIZATION FUND EXPENSES	<u>-</u>	<u>-</u>	<u>-</u>
NET	6,000	2,300	5,400

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
CAPITAL PROGRAM BUDGET**

	FY 2022-23 FORECASTED	FY 2022-23 BUDGET	FY 2023-24 BUDGET
CAPITAL EXPENDITURES			
Direct Reuse	10,000	105,000	100,000
USG Connections	-	30,000	15,000
Legal and Financial	2,000	2,000	2,000
Sub Total	<u>12,000</u>	<u>137,000</u>	<u>117,000</u>
Other Capital Outflows			
District Office Building	1,947,800	635,000	100,000
Sub Total	<u>1,947,800</u>	<u>635,000</u>	<u>100,000</u>
TOTAL CAPITAL OUTLAYS	<u>1,959,800</u>	<u>772,000</u>	<u>217,000</u>
CAPITAL PROGRAM INFLOWS			
Interest	-	-	-
TOTAL CAPITAL INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>
CAPITAL OUTFLOWS	<u>(1,959,800)</u>	<u>(772,000)</u>	<u>(217,000)</u>
NET	(1,959,800)	(772,000)	(217,000)



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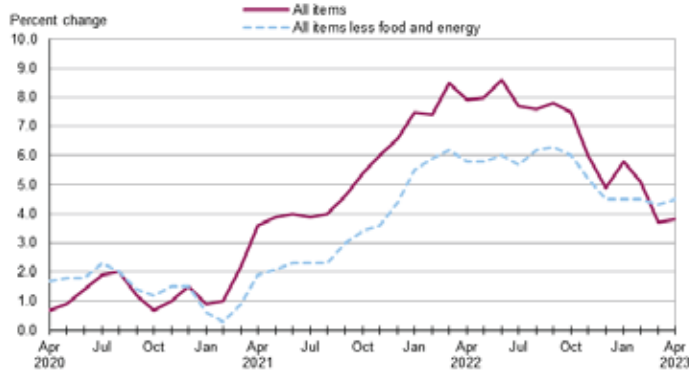
Consumer Price Index, Los Angeles area — April 2023

Area prices were up 0.7 percent over the past month, up 3.8 percent from a year ago

Prices in the Los Angeles area, as measured by the Consumer Price Index for All Urban Consumers (CPI-U), advanced 0.7 percent in April, the U.S. Bureau of Labor Statistics reported today. (See [table A](#).) Regional Commissioner Chris Rosenlund noted that the April increase was influenced by higher prices for shelter. (Data in this report are not seasonally adjusted. Accordingly, month-to-month changes may reflect seasonal influences.)

Over the last 12 months, the CPI-U advanced 3.8 percent. (See [chart 1](#) and [table A](#).) Food prices rose 6.5 percent. Energy prices decreased 8.3 percent, largely the result of a decrease in the price of gasoline. The index for all items less food and energy rose 4.5 percent over the year. (See [table 1](#).)

Chart 1. Over-the-year percent change in CPI-U, Los Angeles-Long Beach-Anaheim, CA, April 2020–April 2023



Source: U.S. Bureau of Labor Statistics.

[View Chart Data](#)

Food

Food prices rose 0.4 percent for the month of April. (See [table 1](#).) Prices for food at home rose 0.3 percent, with higher prices in three of the six grocery categories. Prices for food away from home advanced 0.7 percent for the same period.

Over the year, food prices rose 6.5 percent. Prices for food at home increased 5.5 percent since a year ago, with higher prices in five of the six grocery categories. Prices for food away from home increased 7.9 percent.

Energy

The energy index declined 0.9 percent over the month. The decrease was mainly due to lower prices for natural gas service (-10.6 percent). Prices for gasoline advanced 0.4 percent, while prices for electricity were unchanged for the same period.

Energy prices decreased 8.3 percent over the year, largely due to lower prices for gasoline (-15.9 percent). Prices paid for natural gas service decreased 5.0 percent, but prices for electricity rose 7.0 percent during the past year.

All items less food and energy

The index for all items less food and energy advanced 0.9 percent in April. Components contributing to the increase included other goods and services (5.0 percent) and shelter (0.6 percent).

Over the year, the index for all items less food and energy rose 4.5 percent. Components contributing to the increase included other goods and services (10.5 percent) and shelter (5.4 percent). Partly offsetting the increases was a price decrease in used cars and trucks (-5.2 percent).

Table A. Los Angeles-Long Beach-Anaheim, CA, CPI-U 1-month and 12-month percent changes, all items index, not seasonally adjusted

Month	2019		2020		2021		2022		2023	
	1-month	12-month	1-month	12-month	1-month	12-month	1-month	12-month	1-month	12-month
January	0.7	3.2	0.8	3.1	0.2	0.9	1.1	7.5	1.9	5.8
February	0.1	2.5	0.3	3.4	0.4	1.0	0.3	7.4	-0.3	5.1
March	0.6	2.7	0.7	1.9	0.5	2.2	1.5	8.5	0.1	3.7
April	1.0	3.3	-0.3	0.7	1.1	3.6	0.5	7.9	0.7	3.8
May	0.2	3.1	0.4	0.9	0.6	3.9	0.8	8.0		
June	0.0	3.3	0.5	1.4	0.6	4.0	1.1	8.6		
July	0.1	3.3	0.6	1.9	0.6	3.9	-0.2	7.7		
August	0.0	3.0	0.1	2.0	0.2	4.0	0.1	7.6		
September	0.5	3.0	-0.3	1.2	0.3	4.6	0.5	7.8		
October	0.7	3.2	0.2	0.7	0.9	5.4	0.6	7.5		
November	-0.3	3.2	0.1	1.0	0.6	6.0	-0.8	6.0		
December	-0.6	3.0	-0.2	1.5	0.4	6.6	-0.6	4.9		

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'Improvised, spotty and belated': Will California reform its oversight of water rights?

BY IAN JAMES | STAFF WRITER JUNE 5, 2023 5 AM PT

California's complex system of water rights took shape starting in the mid-1800s, when settlers saw the state's water as abundant and free for the taking — a time when a Gold Rush prospector could stake claim to river flows simply by nailing a notice to a tree.

Today, California's oldest and most senior water rights — called riparian and pre-1914 rights — have been passed along to thousands of agricultural landowners, irrigation districts and urban water suppliers that claim control of roughly one-third of the water that is diverted from the state's rivers and streams.

But increasingly, California water regulators are struggling to manage supplies for 39 million residents, agriculture and the environment as climate change warps the hydrologic cycle and brings longer-lasting and more severe droughts. Legal experts say the way the state manages this antiquated system is in dire need of reform. Among other problems, they say, current law prevents officials from verifying whether claims of senior water rights are valid, ordering those water users to reduce usage, or imposing fines that are large enough to penalize those who flout the rules.

Three bills gaining momentum in the Legislature are seeking to change that, even as they draw heated opposition from water agencies and agricultural groups.

"These bills show that the Legislature is taking a serious look at bringing more comprehensive and consistent regulation to water rights — and empowering the State Water Resources Control Board to do the job California needs it to do," said Nell Green Nylen, a senior research fellow at the UC Berkeley School of Law's Wheeler Water Institute.

Green Nylen is part of a group of legal experts who recently published a state-funded report outlining recommendations for legislative and policy changes to improve oversight and management of the water rights system. She said the bills in the Legislature would partially address some of their recommendations, while still leaving some "concerning gaps in the state's ability to manage water scarcity."

One bill — AB 1337, introduced by Assemblymember Buffy Wicks (D-Oakland) — would clarify that the State Water Board has authority to issue a curtailment order for all diverters, including senior rights holders. The legislation was drafted in response to a recent decision by an appeals court, which sided with water agencies in the Sacramento-San Joaquin River Delta that had challenged the state's authority to order cuts. In its decision, the court suggested it's up to the Legislature to determine whether it's time to update the law.

Another measure approved by the Senate, SB 389, would give the State Water Board the authority to investigate and verify whether the claims of senior rights holders are valid and accurate.

"They've got to have more tools at their disposal to better understand the rights system as it exists," said Sen. Ben Allen (D-Santa Monica), who introduced the proposal. California's existing water rights allocate far more water than is available in an average year, Allen noted, and state water regulators are tasked with making the system work through increasingly intense droughts.

The change would help the water rights system function the way it's supposed to, "before we run out of time to fix it," Allen said.

Another bill, AB 460, would strengthen the State Water Board's enforcement powers to stop illegal water diversions and would sharply increase fines for violators.

The bill is intended to prevent the sort of violations that occurred in August in the Shasta River watershed, when farmers and ranchers who belong to the Shasta River Water Assn. defied a curtailment order for eight days and diverted more

than half the river's flow, flouting requirements aimed at protecting salmon. The State Water Board fined the association the maximum amount for the violation: \$4,000, which worked out to about \$50 for each of its members.

The case led to widespread calls for larger fines and stronger enforcement powers.

"If we have scofflaws out there taking water that is not theirs, then it really messes up the entire system," said Assemblymember Rebecca Bauer-Kahan (D-Orinda), who introduced the bill.

The bill would give the State Water Board the authority to issue temporary orders to stop the illegal taking of water, and would increase fines for violations to up to \$10,000 per day, plus \$2,500 per acre-foot of water diverted. (An acre-foot is 325,851 gallons, or enough to cover one acre a foot deep.)

Some environmental groups and tribes have called for a major overhaul of the state's water rights, arguing that the current system was built on a foundation of violence against Native people, the taking of land from tribes, and systemic racism that long prevented people of color from securing water rights.

Supporters of the reform proposals in the Legislature say the bills aren't meant to radically change the existing system, but rather to make a dysfunctional system work.

"These modest changes are a first step in retrofitting the water rights system for the 21st century challenges ahead," said Amanda Fencl, a senior climate scientist for the Union of Concerned Scientists. She said the measures offer critical updates to enable the State Water Board "to make informed and timely water management decisions and build climate resilience for the future."

The proposals are facing opposition from many water agencies and groups representing the agriculture industry.

The three bills "all create increased uncertainty in the water supply, which would make it harder for growers to plan — and could result in fewer planned acres of food grown," said Gail Delihant, senior director of California government affairs for Western Growers, which represents more than 1,500 crop growers, packers and shippers.

Delihant said the measures represent "attempts to destabilize the water rights system in California."

Also opposing the bills is the Assn. of California Water Agencies, or ACWA, which represents about 460 public agencies that deliver water to cities and farms. Kristopher Anderson, a legislative advocate for ACWA, said the bills "present a foundational change in the way California's water rights system is implemented, managed, and enforced."

"They would authorize the State Water Board to impose punitive penalties on even lawabiding water right holders, curtail water rights in any year, and strip entities of their water rights," Anderson said. "This package of legislation would create significant uncertainty, and lead to unintended consequences, for not just water right holders themselves, but communities and businesses across the state that depend on a reliable water supply."

Anderson said water agencies that belong to the association agree that higher fines are necessary to deter violations, such as those that occurred on the Shasta River last year. But he and other opponents argued the proposal is overly broad and goes beyond what is necessary.

Legislation to curb water use for irrigation clears California Assembly

BY [SUSAN CARPENTER](#) SACRAMENTO
PUBLISHED 9:32 AM PT JUN. 02, 2023

SACRAMENTO, Calif. — A pair of California bills aimed at curbing water use for landscaping has cleared the California State Assembly.

On Wednesday, AB 1573, which requires the use of California native plants, and AB 1572, banning the use of potable water for irrigation on non-functional turf, passed onto the Senate.

What You Need To Know

- AB 1573 requires the use of native plants in new and renovated commercial and industrial areas, including parking lots
- AB 1572 prohibits the use of potable water to irrigate any turf that isn't used for recreation or community space
- The bills passed the California State Assembly Wednesday.
- If passed, AB 1573 would be phased in starting Jan. 1, 2026, and AB 1572 would phase in starting Jan. 1, 2027

“Landscaping has so much potential to support California’s important goals to conserve water, support biodiversity and connect more people to nature,” Assembly member Laura Friedman, D-Burbank, said in a statement.

Friedman is the author of both bills.

AB 1573 is the first bill of its kind that seeks to replace the use of decorative grasses in new and renovated commercial and industrial areas, including parking lots.

If signed into law, it would require that such areas use 25% local native plants beginning Jan. 1, 2026, and increase to at least 75% beginning Jan. 1, 2035.

Friedman said the bill addresses the interdependence of native plants, insects and birds in maintaining biodiversity. Friedman cited a recent report from the nonprofit NatureServe that found 34% of plants and 40% of animal species in the U.S. are at risk of extinction.

California, it found, has the highest percentage of at-risk species.

“We understand that our industry partners — growers, nurseries and landscapes — need time to prepare and adapt,” Friedman said of the bill that focuses only on commercial and public works projects, not home landscapes, edible gardens or lawns used for recreation and civic gatherings.

AB 1572 takes a similar phased-in approach to AB 1573. If passed, starting on Jan. 1, 2027, AB 1572 would prohibit the use of drinkable water to irrigate any turf that isn’t used for recreation or community space on all properties owned or leased by the Department of General Services.

One year later, it would expand to properties owned by local agencies and public water systems. By Jan. 1, 2030, it would apply to common areas of all multifamily residential properties, and by Jan. 1, 2031, to all common areas of multifamily residential affordable housing properties.

PRESS-RELEASE

Sites Reservoir Water Right Application Moves Forward

Maxwell, Calif. – The Sites Project Authority (Authority) received notification from the State Water Resources Control Board (SWRCB) that the Sites Reservoir water right application has been deemed complete. Accordingly, the Sites Reservoir Project is moving forward to the next step in the process toward issuing a new water right permit for the project. A water right permit will provide the Authority legal authorization to divert water within certain conditions, for a specific purpose, and for use within a specified area. The Authority will be the State designated steward of the water right for the Sites Reservoir Project.

“We are excited to move into this next phase of the permitting process, which builds on the momentum we’ve had this past year,” said Jerry Brown, Executive Director of the Authority. “We welcome the public review of our work, and we are confident in our analysis that the Sites Reservoir Project can safely and reliably serve as a key component of new infrastructure to manage California’s water in light of our changing climate.”

Through the year-long application development process, the Authority prepared an extensive water availability analysis, more comprehensive than any other in California history. In addition to analyzing a specific scenario requested by the SWRCB, the analysis looked at six other water supply scenarios—ranging from historical conditions to climate change projections as far out as 2070—to determine how much water would be available to store in Sites Reservoir under a variety of hydrologic conditions. This highly technical work includes varying levels of conservatism to ensure cautious and thoughtful analysis.

The findings clearly demonstrate that there is water available to store in Sites Reservoir under a variety of conditions. Sites Reservoir can benefit the public while all other water uses including those serving environmental resources continue to be met.

“We have closely examined a number of scenarios and every analysis showed that there is water available that could be stored in Sites,” said Alicia Forsythe, Environmental Planning and Permitting Manager of the Authority. “This year is a great example. In 2023 alone—after multiple atmospheric rivers—roughly 700,000 acre-feet of water could have been stored in Sites Reservoir and saved for later use.”

As part of the permit process, the SWRCB is required by law to publish public notice of a water right application once it has been accepted and deemed complete. This notice begins a 60-day period whereby the public can protest the issuance of a water right permit for the Project on specific grounds, including alleged injury to prior rights, adverse impact on the environment, or failure to best conserve the public interest or public trust resources.

The 60-day public notice for the Authority application is the next step in the SWRCB’s process for issuing a water right permit for the Project. Through this process, a number of factors are considered, including potential injury to senior water right holders, potential environmental impacts, and potential adverse impacts to public trust resources. Finally, the SWRCB must find that unappropriated water is available to supply the Project and that the use of water is in the public interest; the State Water Board will issue a water right permit if they determine the Project meets these criteria.

Sites is an off-stream reservoir proposed north of the Sacramento-San Joaquin Delta, where it would provide unique water supply and environmental benefits during dry periods, especially during extended drought. Additional information can be found at www.sitesproject.org (<http://www.sitesproject.org>) or on Facebook and Twitter at @SitesProject.

[Download a PDF of this news release here.](https://sitesproject.org/wp-content/uploads/2023/06/Sites-Reservoir-Water-Right-Application-Moves-Forward-FINAL.pdf) (<https://sitesproject.org/wp-content/uploads/2023/06/Sites-Reservoir-Water-Right-Application-Moves-Forward-FINAL.pdf>)

Metropolitan honors six organizations for innovative, water-saving projects

May 22, 2023

'One Water' Awards ceremony shines a spotlight on Southern California's leaders in conservation, commitment to finding solutions

Six businesses and municipalities throughout Southern California were recognized by the Metropolitan Water District today for their investments in large-scale water-efficiency projects that together will save more than 1 billion gallons of water over the next decade.

Metropolitan's One Water Awards ceremony at the California Endowment in downtown Los Angeles honored organizations that used funding from Metropolitan's [Water Savings Incentive Program](#) to make major improvements to their water management operations and equipment, such as installing smart irrigation technology, water recirculation systems and soil moisture sensors.

"The transformation of daily operations for these organizations translates into long-term, sustainable change for entire communities," said Metropolitan General Manager Adel Hagekhalil. "Today's ceremony demonstrated that when everyone does what they can to use less water, we produce real water savings that benefits millions."

The following projects were presented with One Water Awards (click on links below for short videos on each project):

- [City of Chino Public Works Department](#)
 - o Member Agency: Inland Empire Utilities Agency, San Bernardino County
 - o Project: Installation of wireless soil moisture sensor systems at all city parks to identify leaks and manage irrigation more efficiently
 - o 10-year projected water savings: 112 million gallons
- [City of Huntington Beach Public Works Department](#)
 - o Member agency: Municipal Water District of Orange County
 - o Project: Recirculation system to save water during fire hydrant flushing
 - o 10-year projected water savings: 182 million gallons
- [Los Angeles Department of Parks and Recreation, Arboretum & Botanic Garden](#)
 - o Member agency: Upper San Gabriel Valley Municipal Water District, Los Angeles County
 - o Project: Efficient irrigation system to maintain existing California native plant collections
 - o 10-year projected water savings: 350 million gallons
- [Rice Canyon Ranch](#)
 - o Member agency: San Diego County Water Authority
 - o Project: Efficient irrigation system, high-density planting to save water during avocado-growing operations
 - o 10-year projected water savings: 381 million gallons
- [Ventura County Fire Department](#)
 - o Member agency: Calleguas Municipal Water District, Ventura County
 - o Project: Mobile water recirculating system to reduce water waste during firefighting training exercises
 - o 10-year projected water savings: 47 million gallons per unit
- [Victoria Village Homeowner Association](#)
 - o Member agency: Western Municipal Water District, Riverside County
 - o Project: Wireless soil moisture sensor system for common areas throughout the HOA community
 - o 10-year projected water savings: 58 million gallons

"Drought and climate change have stressed water supplies across the western United States and require us to think differently about how we plan and manage our water," said Metropolitan Board Vice Chair for Climate Action Heather Repenning. "The projects being recognized today showcase innovation and adaptation. These are the kinds of solutions we need to ensure a climate-resilient water supply for our region."

Named for Metropolitan's approach to water management that values and acknowledges that all water resources are connected, the One Water Awards program amplifies the success of participants in its [Water Savings Incentives Program](#). The program provides funding to commercial, industrial, institutional and agricultural customers that make water efficiency upgrades to their facilities but may not qualify for Metropolitan's standard commercial rebate programs. It pays up to \$0.60 per 1,000 gallons of water saved annually through customized projects that are developed by each organization to fit its needs.

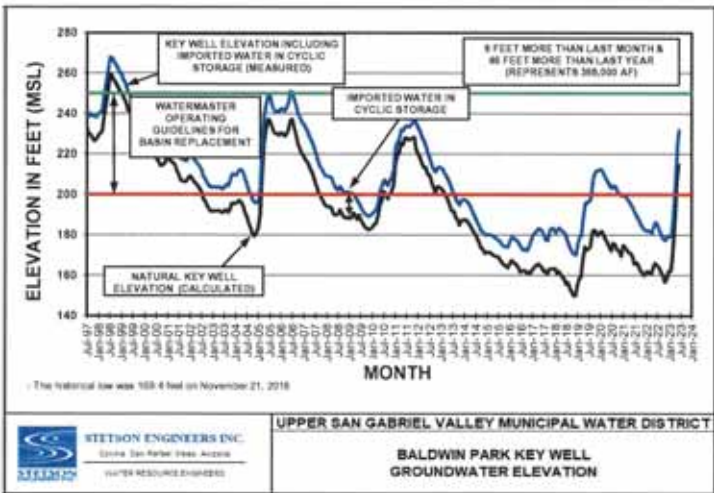
Since 1990, Metropolitan has invested nearly \$1 billion in conservation programs, saving about 3.5 million acre-feet of water. An acre-foot is about 326,000 gallons, enough to serve three typical Southern California households for a year.

The Metropolitan Water District of Southern California is a state-established cooperative that, along with its 26 cities and retail suppliers, provides 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.

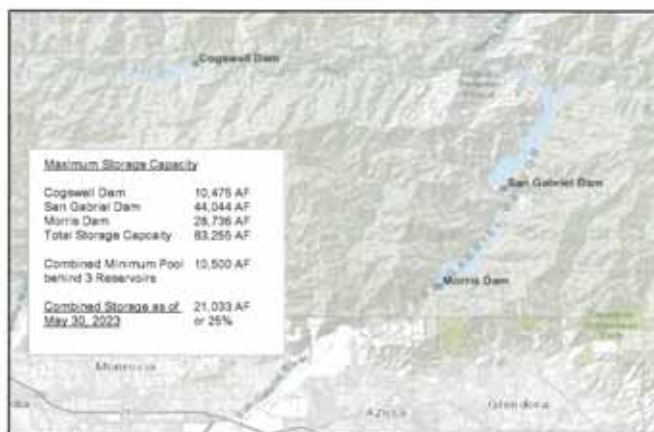


**REPORT OF THE DISTRICT ENGINEER
ON HYDROLOGIC CONDITIONS
JUNE 14, 2023**

Baldwin Park Key Well

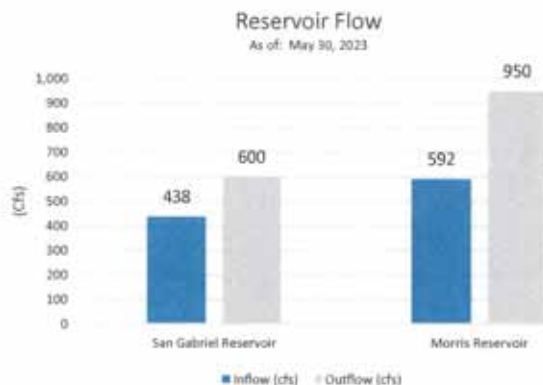


Reservoir Storage and Releases



**Groundwater Elevation
May 2023**

	Groundwater Elevation (ft)	Difference from prior month (ft)	Difference from prior year (ft)
May 27, 2022	186.3		
April 28, 2023	224.1		
May 26, 2023	231.9	7.8	45.6



Untreated Imported Water in Cyclic Storage Accounts

Producer Cyclic Storage	64,000 AF
MWD Cyclic Storage (For U/D RDA Delivery)	34,000 AF
Other Cyclic Storage	15,000 AF
Total	103,000 AF*

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

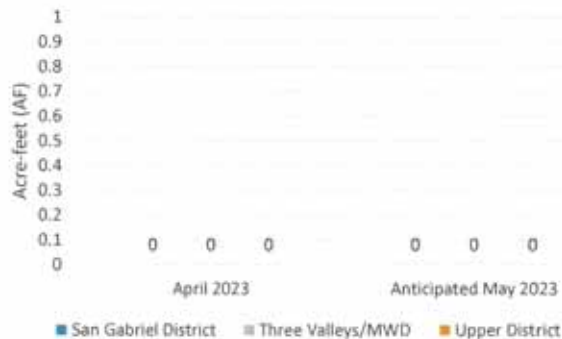
San Gabriel Canyon Spreading Grounds

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 to San Gabriel Canyon

Imported Deliveries through USG-3

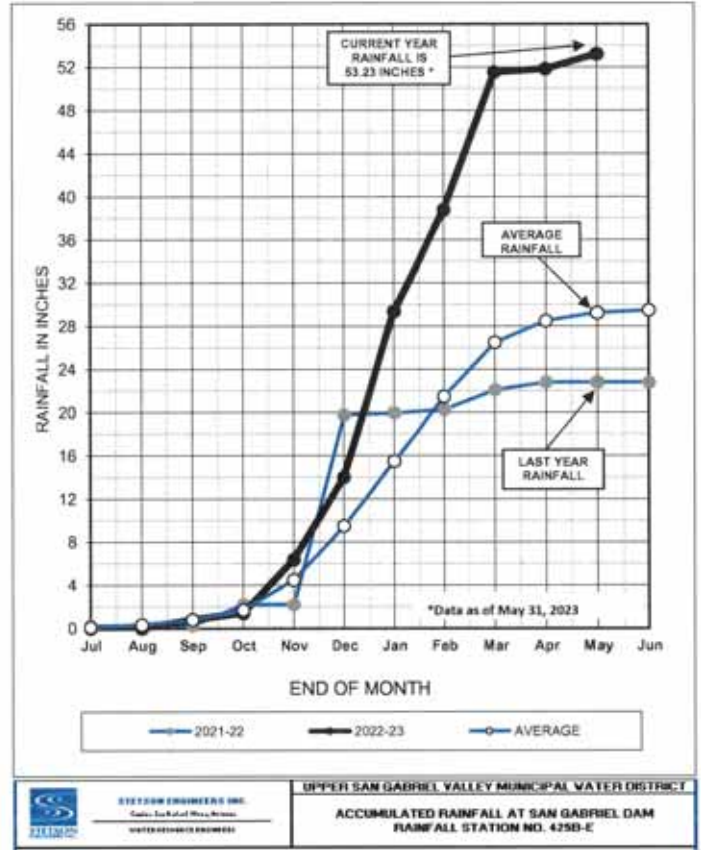
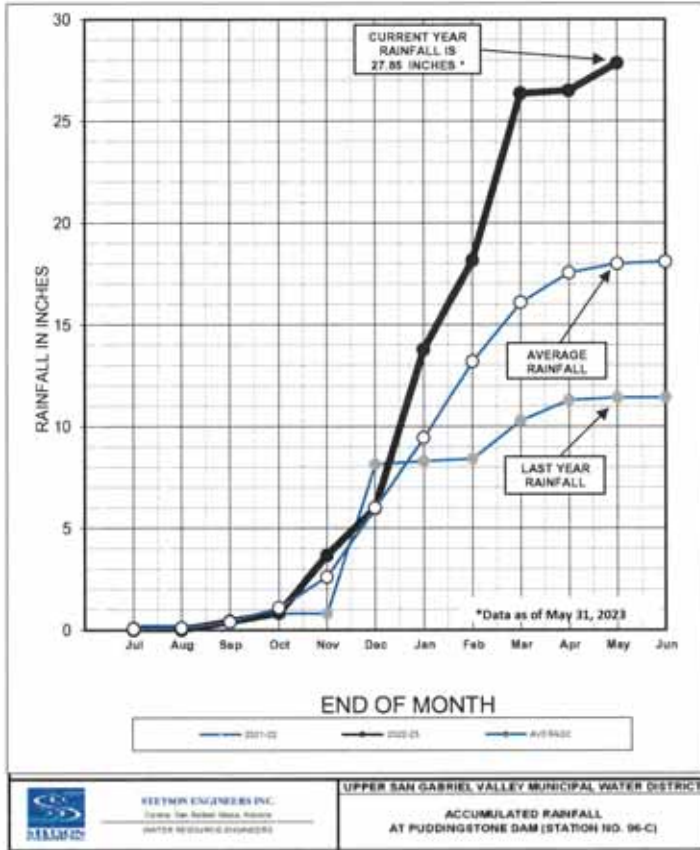




**REPORT OF THE DISTRICT ENGINEER
ON HYDROLOGIC CONDITIONS
JUNE 14, 2023**

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 May 2023, 69 wells were sampled under Title 22
- During April 2023, 47 wells were sampled under Title 22
- During April 2023, Stetson Engineers Inc. received no public notice of wells shut down due to contamination



MEMORANDUM



12.
GENERAL MANAGER'S
REPORT

General Manager's Monthly Report June 14, 2023

Water Supply Update



Baldwin Park Key Well: 233.0 feet on 6/2/23
San Gabriel Canyon: 21,033 AF combined storage as of 5/30/23
San Gabriel Reservoir: inflow 438 cfs; release 600 cfs
Morris Reservoir: inflow 592 cfs; release 950 cfs



USG-3 deliveries: none
Rainfall as of 5/31/23:

- 27.85" - Puddingstone Dam
- 53.23" - San Gabriel Dam

MWD Water Supply Conditions as of June 04, 2023, are summarized as follows:

Reservoir	Capacity	Current Storage	Compared to last year
San Luis	2.04 MAF	99%, 1.06 MAF	488 TAF more
Oroville	3.54 MAF	99%, 3.51 MAF	1.61 MAF more
D. Valley Lake	810 TAF	71%, 575 TAF	27 TAF more
Lake Powell	24.3 MAF	34%, 8.21 MAF	1.74 MAF more
Lake Mead	26.1 MAF	31%, 8.01 MAF	549 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 May 24, 2023 meeting, the Board of Directors awarded the contract for the elevator upgrade project to GMS Elevator Service. Staff is currently working with GMS to finalize the project agreement and schedule.

Water Use Efficiency



Residential Water\$mart Rebates
Since July 2022 - \$771,714.65



Commercial Water\$mart Rebates
Since July 2022 - \$227,310.00



Water Smart Home Kits
Homes Served: 38
Contract with Baldwin Park to partner
Kick off scheduled for mid-June.



MAAP Funds 2023-2025 - \$572,000
Reserved: \$518,000
Available: \$54,000
Invoiced to MWD: \$168,980 (pending \$13,175)

Education and Outreach



Student Workshops

Participants: 2118
Field Trips resuming 2023/24



2023 Art Contest

208 submissions
27 schools & 40 teachers



Upcoming Landscaping Workshops

August 29, 2023 – Hugelkultur (virtual) – 6pm
September 12, 2023 – Garden Design (virtual) – 6pm *MWD hosted
September 23, 2023 – Gardening for Shade and other Landscaping Challenges – 9am @ UD office
October 10, 2023 – Good-bye Grass: Qualify for Turf Replacement (virtual) – 6pm *MWD hosted
October 14, 2023 – Landscape Transformation on a Budget – 9am @ UD office
October 24, 2023 – Rainwater Harvesting (virtual) – 6pm *MWD hosted
November 9, 2023 – Alternatives to Removing Your Turf – 6pm @ UD office

Legislative Update



Colorado River Negotiations: After months of tense negotiations over Colorado River water usage between the Upper and Lower Basin states, Lower Basin states have come to an agreement with the Biden Administration on a proposal to cut and allocate water usage. In exchange, the Administration has agreed to provide the states with \$1.2 billion in federal funding. The proposal to cut water usage is meant to conserve water shortages in the two largest reservoirs in the nation, Lake Powell and Lake Mead. The deal constitutes that the three states making up the Lower Basin of the Colorado River, California, Nevada, and Arizona, will cut three million acre-feet of water over three years. The Administration will compensate these states using funds from the Inflation Reduction Act, giving money to farmers, Tribes, and others who voluntarily conserve their water usage. This deal is not yet a final outcome; the proposal must still be evaluated by the Department of Interior before it is implemented.

State: The Governor released the May Budget Revise on May 12th. The Governor projects a budget shortfall of \$31.5 billion, up from \$22.5 billion in January. The Administration proposes to resolve the shortfall through a series of spending reductions, trigger cuts, and delays of spending authorized previously, as well as internal borrowing and fund shifts. The \$224 billion General Fund spending plan would protect many ongoing investments made in prior years, mostly maintain state reserves that are projected to total \$37.2 billion. The Governor is also proposing shifting some capital expenditures to a bond measure. The Legislature has until June 15th to pass the budget.

Finance and Administration



Financial Highlights for April

- Treated water sales: 324 AF
- Untreated water sales: 0 AF
- YTD net operating revenues: \$3.41M

YTD Use of Funds as of 4/30/23 - \$47.46M



**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
May 24, 2023

Public Hearing - Draft Budget for Fiscal Year 2023/24

The Board of Directors held a public hearing regarding the draft budget for FY 2023/24. The Board also adopted the Budget for FY 2023/24.

Approve EcoVoices Proposal for FY 2023-24

The Board of Directors approved the EcoVoices proposal for \$15,000 as presented.

Adopt Resolution No. 23-006, Resolution Setting the Hearing Date, Time and Location of the Proposed Prescriptive Pumping Right Assessment of the San Gabriel Basin Water Quality Authority

The Board of Directors adopted Resolution No. 23-006 as presented.

Summary Report for the
Main San Gabriel Basin Watermaster
Regular Board Meeting
May 3, 2023

Public Hearing on Operating Safe Yield for Fiscal Years 2023-2024 Through 2027-28

The Board of Directors received one public comment from Tom Love, General Manager, Upper San Gabriel Valley Municipal Water District.

Adoption of Operating Safe Yield (Resolution No. 05-23-316)

The Board of Directors unanimously adopted Resolution No. 05-23-316 as presented.

Request from United Rock Products Corporation to Purchase 400 Acre-Feet of Water from Upper San Gabriel Valley Municipal Water District for Producer Cyclic Storage

The Board of Directors unanimously authorized the purchase of 400 acre-feet of cyclic storage water from USGVMWD.

Adoption of FY 2023-24 Administration Budget in the amount of \$4,974,660 and Assessments (Resolution No. 05-23-315)

The Board of Directors unanimously approved the FY 2023-24 Administration Budget and Assessments and adopted Resolution No. 05-23-315 as presented.

MEMORANDUM



16.
**DIRECTORS’
REPORT (AB 1234)**

Directors’ Activity Report – (AB 1234)
In accordance with CA Government Code Section 53232.3 (d)
May 2023

ANTHONY R. FELLOW, Division 1

Date	Event	Description
May 8 – 11, 2023	ACWA Spring Conference	Wildfire Preparedness: Lessons Learned & Investments Made to Mitigate Future Risk, Show Me the Money, Creating Win-Win Situations to Expedite Permitting Through Collaboration, Advancing Conveyance, Weather Whiplash: Flood Solutions for Climate Extremes.

CHARLES M. TREVIÑO, Division 2

Date	Event	Description
May 18-21, 2023	California Contract Cities Association	Building a Culture of Innovation with Amazon Web Services, Great Scott! Looking Toward the Future of City Networks, Developing and Sustaining Our Cities for Tomorrow, Counties and Cities Collaborating Together for a Brighter Future, Breakfast Keynote Speaker (Infrastructure), Energy and Fuel for Tomorrow, The Future of Urban Transit, Reshaping and Rethinking Fire Services, Reshaping and Rethinking Public Safety.

ED CHAVEZ, Division 3

Date	Event	Description
May 18-21, 2023	California Contract Cities Association	Building a Culture of Innovation with Amazon Web Services, Great Scott! Looking Toward the Future of City Networks, Developing and Sustaining Our Cities for Tomorrow, Counties and Cities Collaborating Together for a Brighter Future, Breakfast Keynote Speaker (Infrastructure), Energy and Fuel for Tomorrow, The Future of Urban Transit, Reshaping and Rethinking Fire Services, Reshaping and Rethinking Public Safety.

KATARINA GARCIA, Division 4

Date	Event	Description
	No reportable activity.	

JENNIFER SANTANA, Division 5

Date	Event	Description
	No reportable activity.	