BOARD OF DIRECTORS
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
REGULAR MEETING
1402 N. VOSBURG DR. AZUSA, CA 91702
MONDAY, SEPTEMBER 09, 2024
8:00 AM – 10:00 AM (PDT)

This meeting will be held in person at the District office, located at 1402 North Vosburg Drive, Azusa, California. While the Boardroom is open for public attendance, you are strongly encouraged to participate in the meeting virtually through the remote Zoom link provided below. If you attend the Board meeting in person, please maintain appropriate social distancing to the extent feasible (i.e., maintain a six-foot distance between yourself and other individuals). Face coverings are encouraged but not required for attendees. Lastly, if you are experiencing any COVID-19 symptoms, including fever or chills, cough, shortness of breath or difficulty breathing, fatigue, muscle or body aches, headache, new loss of taste or smell, sore throat, congestion or runny nose, nausea or vomiting or diarrhea, please do not attend the meeting in person.

Join Zoom Meeting
https://us02web.zoom.us/j/89013306120?pwd=SUZJRzFFSDRXUVVTY0NhOXQ0c1l6QT09

Meeting ID: 890 1330 6120
Passcode: 512838
Dial by your location
+1 669 444 9171 US

PLEDGE OF ALLEGIANCE

ROLL CALL: Eng, Knoles, Paulson, Placido, Prince

PUBLIC COMMENTS FOR ITEMS NOT ON THE AGENDA

UPDATES FROM CITY REPRESENTATIVES

CONSENT CALENDAR: The following matters are expected to be routine and will be acted upon by a single motion with little discussion unless any Director or citizen requests a separate action:

Minutes of the Regular Board Meeting of August 12, 2024
Financial Statements of August 2024
Disbursements of the Revolving Fund Dated August 22, 2024, Check Nos. 12558 – 12564, EFTS and Wires
Disbursements of the Revolving Fund Dated September 5, 2024, Check Nos. 12565 – 12570, EFT, and Wires
Disbursements of the Revolving Fund Dated September 09, 2024, Check Nos. 12571 – 12574, and Wires
Disbursements of the General Fund Dated August 13 - 31, 2024, Check Nos. 44671 – 44693, and EFTs
Disbursements of the General Fund Dated September 09, 2024, Check Nos. 44694 – 44727
Disbursements of the State Water Project (SWP) Dated August 26, 2024, Check No. 1009

Future Meeting Attendance Approval: SGV PAN: SGV Mayors and City Councils Reception – Sept. 7, Monrovia

ACTION ITEMS

1. Delta Conveyance Funding Resolution No. 09-2024-839
2. City of Azusa Loan Request
3. Proposition 4
4. Approve Annual Report
5. Bids for Backup Generator Replacement
6. Staffing Needs
7. November Board Meeting

INFORMATION ITEMS

External Affairs Update

UNFINISHED BUSINESS

1. Report on Basin Management
2. Report of WQA
3. Report of the Attorney
4. Report of General Manager/Assistant Manager
5. Report of the State Water Contractors

COMMITTEE MEETING REPORTS

DIRECTOR REPORTS ON EVENTS ATTENDED

DIRECTORS COMMENTS

ADJOURNMENT

THIS AGENDA WAS POSTED ON SEPTEMBER 5, 2024 AT SGVMWD.
THE NEXT REGULAR BOARD MEETING WILL BE ON OCTOBER 14, 2024.

MINUTES
BOARD OF DIRECTORS
SAN GABRIEL VALLEY MUNICIPAL
WATER DISTRICT
REGULAR BOARD MEETING
1402 N. VOSBURG DR. AZUSA, CA 91702
MONDAY, AUGUST 12, 2024
8:00 A.M.

At 8:00 a.m. on August 12, 2024, the Board of Directors meeting was held in person at the District office, located at 1402 North Vosburg Drive, Azusa, California. While the Boardroom was open for public attendance, the District strongly encouraged attendees wanting to attend the meeting to participate in the meeting virtually through the remote Zoom link provided below. Attendees in person were asked to please maintain appropriate social distancing to the extent feasible (i.e., maintain a six-foot distance between yourself and other individuals). Face coverings were encouraged but not required for attendees.
https://us02web.zoom.us/j/89013306120?pwd=SUZJRzFFSDRXUVVTY0NhOXQ0c1l6QT09

Meeting ID: 890 1330 6120
Passcode: 512838
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PLEDGE OF ALLEGIANCE

CALL TO ORDER:

President Paulson called the meeting to order at 8:00 a.m.

ROLL CALL:

Directors present at Roll Call: Eng, Knoles, Paulson

Directors absent: Placido, Prince

ALSO PRESENT:

Darin Kasamoto, General Manager; Steve Kiggins, Assistant General Manager; Linda Esquivel, Executive Assistant: Evelyn Reyes, External Affairs Manager; Jim Ciampa, Lagerlof LLP; Tom Love, Upper San Gabriel Valley Municipal Water District; John Bednarski and Alicia Mendez, Metropolitan Water District of Southern California; Russ Bryden, Main San Gabriel Basin Watermaster

Via telephone/Zoom: Albert Lu, SGVMWD; David Dolphin, City of Alhambra; Mar Lucas and Carlos Solis, City of Azusa; Kelly Gardner, Main San Gabriel Basin Watermaster

PUBLIC COMMENTS ON NON-AGENDA ITEMS

None.

UPDATES FROM THE CITY REPRESENTATIVES

None.

CONSENT CALENDAR:

Minutes of the Regular Board Meeting of July 08, 2024
Financial Statements for July 2024
Treasurer's Investment Report Dated June 30, 2024
Disbursements of the Revolving Fund Dated:
July 11, 2024, Check Nos.12535 - 12541, EFT, and Wires in the amount of $66,719.39
July 25, 2024, Check Nos. 12542 - 12548, EFTs, and Wires in the amount of $68,719.74
August 08, 2024, Check Nos. 12549 - 12553, EFT, and Wires in the amount of $64,311.63
August 12, 2024, Check Nos. 12554 - 12557, and Wires in the amount of $3,881.80
Disbursements of the General Fund Dated:
July 09 - 31, 2024, Check Nos. 44599 – 44619 and EFTs in the amount of $176,005.77
August 01 - 12, 2024, Check Nos. 44620 – 44670, and EFTs in the amount of $783,661.07
Disbursements of the State Water Project (SWP) Dated:
July 22, 2024, Check No. 1008, in the amount of $2,034,046.00
Future Meeting Attendance Approval: None

On the motion of Director Eng, seconded by Director Knoles, and unanimously carried 3-0, the Consent Calendar was approved.

ACTION AGENDA ITEM

PURE WATER PROJECT UPDATE

Mr. Bednarski from the Metropolitan Water District of Southern California presented a PowerPoint to the Board regarding the Pure Water Southern California Project and responded to various questions from the directors regarding that project.

RESOLUTION NO. 08-2024-837 ADOPTING PROPERTY TAX RATE

On motion of Director Eng, seconded by Director Knoles, and unanimously carried 3-0, A RESOLUTION OF THE BOARD OF DIRECTORS OF SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT DETERMINING THE AMOUNT OF MONEY NECESSARY TO BE RAISED BY TAXATION FOR PAYMENT OF GENERAL OBLIGATION BONDS AND OTHER VOTER APPROVED INDEBTEDNESS FOR THE FISCAL YEAR 2024-2025 AND FIXING THE RATE OF TAX LEVIED (TAX CODE AREA 367.05 THROUGH 367.12), Resolution No. 08-2024-837 was approved.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on August 12, 2024, by the following roll call vote:

Ayes: Eng, Knoles, Paulson
Noes: None
Absent: Placido, Prince
Abstain: None

RESOLUTION NO. 08-2024-838 MODIFYING PURCHASING/PROCUREMENT POLICY IN ADMINISTRATIVE CODE

On motion of Director Knoles, seconded by Director Eng, and unanimously carried 3-0, A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT AMENDING DISTRICT ADMINISTRATIVE CODE, Resolution No. 08-2024-838 was approved.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on August 12, 2024, by the following roll call vote:

Ayes: Eng, Knoles, Paulson
Noes: None
Absent: Placido, Prince
Abstain: None

CORROSION ENGINEERING SERVICES

The Assistant General Manager reported that as part of the District's plans to do a comprehensive pipeline assessment and maintenance plan, a qualified corrosion engineer is required to help with the plan. An RFQ was sent to six firms and two of the firms submitted their qualifications.

On motion of Director Eng, seconded by Director Knoles, and unanimously carried 3 – 0, Corrpro Companies Inc. was approved to be the District's Corrosion Engineer.

INFORMATION ITEMS

EXTERNAL AFFAIRS

External Affairs Report in Agenda Packet.
Ms. Reyes reported on the Irrigation Direct Install Program. She also reported the status of bills that the District is monitoring or has a stance on during the 2024 Legislative Session.

UNFINISHED BUSINESS

REPORT ON BASIN MANAGEMENT

The Assistant General Manager reported that Tony Zampiello's official retirement date will be at the end of September and Lupe Artis will also be retiring at the end of this October. The Watermaster Board approved an agreement for both to work as retired annuitants to provide support services for up to one year and promoted Jackie Tsao, Senior Accountant, as the Controller.
He also reported that Sterling Kippel and Eric Batman reported the significant amount of water conserved for Los Angeles County.

Russ Bryden thanked the Board for their continuous support.

REPORT OF WQA

No report.

REPORT OF THE ATTORNEY

No report.

REPORT OF THE GENERAL MANAGER/ASSISTANT GENERAL MANAGER

The General Manager's written report is in the Agenda Packet.
The General Manager announced the District's Executive Assistant, Linda Esquivel, will be retiring at the end of the year. Maria "Gigi" Jarmin will be promoted to the Executive Assistant position effective as of January 1. At the next Board Meeting, an agenda action item will be brought to the Board for approval for hiring the replacement of the Accounting Specialist position for training and transitioning.

The Assistant General Manager's written report is in the Agenda Packet.
The Assistant General Manager reported that the last of the 2023 carryover water was delivered on August 4th. The pipeline's 55 CFS capacity will be maximized for the remainder of the calendar year. Delivery of the balance of the District's 2024 Table A allocation should be completed by mid-November.

REPORT OF THE STATE WATER CONTRACTORS

The General Manager's written report is in the Agenda Packet.

COMMITTEE MEETING REPORTS

None.

DIRECTOR REPORTS ON EVENTS ATTENDED

None.

DIRECTOR COMMENTS

Director Eng stated that he was very impressed with the Asian Media Event and the City of Monterey Park's PFAS Treatment Facility Dedication event. They both were very well put together and very informative.

ADJOURNED

There being no further business, the meeting was duly adjourned at 9:20 a.m. The next Regular Board Meeting of the San Gabriel Valley Municipal Water District will be on September 9, 2024, at 8:00 a.m.

_____
President

ATTEST:

_____
Secretary

San Gabriel Valley Municipal Water District
Balance Sheet
As of August 31, 2024

	Aug 31, 24
ASSETS	
Current Assets	
Checking/Savings	
1001 · General Fund Bank of America	4,728,234.51
1002 · SWP Fund Account	7,533,671.46
1005 · Revolving Cash Fund	104,585.92
1008 · Petty Cash	442.00
1009 · LAIF	10,987,541.83
1009.01 · LAIF FMV Adjustment	-40,026.03
1011 · UBS Resource Management Account	
1012 · Cash with Broker	32,453.22
1013 · Certificates of Deposit	9,946,844.71
Total 1011 · UBS Resource Management Account	9,979,297.93
1014 · UBS Accrued Interest	-63,027.21
Total Checking/Savings	33,230,720.41
Accounts Receivable	
1603 · Accounts Receivable	263,453.58
Total Accounts Receivable	263,453.58
Other Current Assets	
1605 · Taxes Receivable	-0.34
1606 · Interest Receivable	63,027.21
1620 · Prepaid Expenses	252,010.72
1660 · Water Inventory	1,081,804.54
Total Other Current Assets	1,396,842.13
Total Current Assets	34,891,016.12
Fixed Assets	
1862.1 · A/D Safety Project Assets	-1,731.51
1701 · State Water Project Engineering	156,789.28
1702 · State Water Prj Wtr Cntrct Pmts	5,627,376.00
1701.1 · Accum Ammort - State Water Proj	-4,739,813.25
1750 · SCADA 2013	966,165.05
1750.1 · Accum Depreciaton - SCADA 13	-869,066.08
1801 · Pipeline	27,227,652.85
1801.1 · Accum Depreciation - Pipeline	-17,440,892.92
1840 · SCADA Telemetry	48,442.01
1840.1 · Accum Depreciation -SCADA	-15,138.78
1860 · Repaving	3,950.00
1860.1 · A/D Paving	-1,294.82
1861 · Computer	9,865.84
1861.1 · A/D Computers	-6,256.83
1862 · Safety - Protection	47,955.32
1863 · SanDimas Hydro Deflec Batteries	35,595.25
1863.1 · A/D San Dimas Hydro	-16,018.63
1901 · Land	735,931.46
1902 · Buildings	2,320,676.42
1902.1 · Accum Depr - Buildings	-2,312,327.45
1904 · Furniture and Fixtures	182,299.76
1904.1 · Accum Depr - Furn and Fixtures	-138,782.19
1907 · Vehicles	257,156.24
1907.1 · Accum Depr - Vehicles	-209,991.80
1910 · Pipeline Misc Equipment	223,817.49
1910.1 · Accum Depr - Pipeline Misc Equi	-148,436.77
1923 · Hydroelectric Facility San Dima	1,336,536.21
1923.1 · Accum Depr Hydro Elect San D	-97,479.04
1925 · Roof	58,390.47
1925.1 · A/D Roof	-23,842.64
1920 · Construction in Process	
1921.12 · Sch 1 Joint Bond Est Comp 8/24	2,019,954.17

San Gabriel Valley Municipal Water District
Balance Sheet
As of August 31, 2024

	Aug 31, 24
Total 1920 · Construction in Process	2,019,954.17
Total Fixed Assets	15,237,481.11
Other Assets	
1927 · Sierra Madre Loan Agreement	-270,000.00
1931 · City Of Monterey Park Loan 2021	4,000,000.00
1925.04 · Monterey Park ADV NR Discount	-322,824.00
1932 · City Of Sierra Madre 2020 Loan	2,160,000.00
1932.1 · Loan to Sierra Madre Short T	540,000.00
1927.01 · Sierra Madre NR Discount	-144,057.00
1998.99 · Deferred Outflows -OPEB	156,710.00
1999.99 · 1999.Deferred Outflows of Res	1,727,477.00
Total Other Assets	7,847,306.00
TOTAL ASSETS	**57,975,803.23**
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2001 · Accounts Payable	684,660.59
Total Accounts Payable	684,660.59
Other Current Liabilities	
2010 · Accrued Payroll - V&SL	444,820.47
24000 · Payroll Liabilities	54.11
Total Other Current Liabilities	444,874.58
Total Current Liabilities	1,129,535.17
Long Term Liabilities	
1698.99 · Deferred Inflows- OPEB	1,097,070.00
2219.99 · Net Pension Liability	2,082,082.00
1699.99 · Deferred Inflow of Resources	347,692.00
2209 · Other Post-Employment Benefits	4,010,252.66
Total Long Term Liabilities	7,537,096.66
Total Liabilities	8,666,631.83
Equity	
2301 · Fund Balance	4,292,024.73
2302 · San Bernardino Contribution	1,781,730.83
2970 · Retained Earnings	44,805,191.49
2973 · Contribution Aid Capital	1,280,323.11
Net Income	-2,850,098.76
Total Equity	49,309,171.40
TOTAL LIABILITIES & EQUITY	**57,975,803.23**

San Gabriel Valley Municipal Water District
Income Statement - Actual vs. Budget
August 2024

	Aug 24	Budget	Jul - Aug 24	YTD Budget	Annual Budget
Ordinary Income/Expense					
Income					
General Operations					
3002 · Property Tax Revenue	189,011.00	500,000.00	0.00	1,000,000.00	6,000,000.00
3003 · Water Sales	24,916.80	166,667.00	24,916.80	333,334.00	2,000,000.00
3004 · Interest Income	0.00	83,333.00	34,388.91	166,666.00	1,000,000.00
3005 · Ready to Serve Revenue	990.00	990.00	1,980.00	1,980.00	11,880.00
3006 · RDA Prop Tax Trust Fund Alloc	0.00	58,333.00	354,675.49	116,666.00	700,000.00
3008 · SBVMWD Pipeline Maintenance Rev	0.00	2,500.00	0.00	5,000.00	30,000.00
3016 · Unrealized Gain (Loss) on Inves	0.00	0.00	36,846.47	0.00	0.00
Total General Operations	214,917.80	811,823.00	452,807.67	1,623,646.00	9,741,880.00
Power Revenue Sales					
3210 · Hydro Power Sales	0.00	4,167.00	0.00	8,334.00	50,000.00
Total Power Revenue Sales	0.00	4,167.00	0.00	8,334.00	50,000.00
Restricted Revenue - SWP					
3306 · Tax Revenue - State Water Proje	248,624.03	833,333.00	0.00	1,666,666.00	10,000,000.00
Total Restricted Revenue - SWP	248,624.03	833,333.00	0.00	1,666,666.00	10,000,000.00
Total Income	463,541.83	1,649,323.00	452,807.67	3,298,646.00	19,791,880.00
Gross Profit	463,541.83	1,649,323.00	452,807.67	3,298,646.00	19,791,880.00
Expense					
Unrestricted G.O. Expenses					
4001 · Director Fees	3,600.00	5,000.00	3,600.00	10,000.00	60,000.00
4010 · Salaries- Administrative	25,204.80	27,305.00	44,108.40	54,610.00	327,659.00
4014 · Field Supervision	17,438.40	19,436.00	30,517.20	38,872.00	233,229.00
4020 · Salaries Office	19,619.60	21,255.00	34,334.30	42,510.00	255,054.00
4021 · External Affairs Wages	11,668.01	12,723.00	21,638.01	25,446.00	152,672.00
4022 · Part Time Employee	0.00	0.00	0.00	0.00	0.00
4023 · External Affairs Specialist	6,398.41	6,932.00	9,904.41	13,864.00	83,179.00
4027 · Office Supplies - Equipment Mai	2,013.31	3,667.00	11,819.54	7,334.00	44,000.00
4028 · Water Forum	0.00	0.00	0.00	0.00	0.00
4029 · Election Expenses	0.00	6,833.00	0.00	13,666.00	82,000.00
4031 · Legal Services	2,400.00	4,167.00	2,400.00	8,334.00	50,000.00
4032 · State Water Contract Services	0.00	3,917.00	6,057.60	7,834.00	47,000.00
4033 · Public Relations	844.54	11,250.00	5,541.96	22,500.00	135,000.00
4034 · Governmental Relations Consulti	8,000.00	8,167.00	16,115.50	16,334.00	98,000.00
4035 · Consulting & Engineering Expens	13,957.75	83,333.00	20,157.95	166,666.00	1,000,000.00
4036 · Medicare Tax Expense	1,561.64	1,708.00	2,696.58	3,416.00	20,491.00
4039 · PERS - Retiremement Expenses	29,956.88	31,012.00	48,193.08	62,024.00	372,142.00
4040 · Social Security Tax Expense	5,114.71	6,327.00	8,795.46	12,654.00	75,920.00
4041 · State Compensation Fund	2,339.76	1,583.00	5,631.47	3,166.00	19,000.00
4042 · State Unemployment Insurance Ta	6.40	146.00	6.40	292.00	1,748.00

San Gabriel Valley Municipal Water District
Income Statement - Actual vs. Budget
August 2024

	Aug 24	Budget	Jul - Aug 24	YTD Budget	Annual Budget
4043 · Health Insurance Expense	31,657.29	32,000.00	63,314.58	64,000.00	384,000.00
4044 · Dental/ Vision Benefit Expense	2,759.55	7,667.00	6,494.63	15,334.00	92,000.00
4045 · Insurance - Liability, Casualty	3,592.75	4,583.00	30,588.63	9,166.00	55,000.00
4046 · Blue Cross Employee Reimburseme	3,736.51	7,500.00	6,572.07	15,000.00	90,000.00
4048 · Life Insurance	352.15	375.00	704.30	750.00	4,500.00
4050 · Dues and Associations	6,881.97	8,167.00	16,918.44	16,334.00	98,000.00
4051 · Travel and Conferences -Dir	50.92	2,083.00	2,490.39	4,166.00	25,000.00
4052 · Publications and Periodicals	0.00	25.00	0.00	50.00	300.00
4053 · State Water Contractors Audit	3,245.00	875.00	3,245.00	1,750.00	10,500.00
4054 · Financial Audit Expense	8,943.00	1,667.00	9,161.00	3,334.00	20,000.00
4055 · Travel & Conference -Staff	3,984.24	2,500.00	5,260.97	5,000.00	30,000.00
4057 · Taxes - Annual Fee	0.00	5,167.00	0.00	10,334.00	62,000.00
4058 · Tax Collection Fees	0.00	3,333.00	0.00	6,666.00	40,000.00
4059 · Property Tax Expense	0.00	71.00	0.00	142.00	850.00
4060 · Telephone Expense	2,339.83	3,083.00	4,118.00	6,166.00	37,000.00
4061 · Utilities - Gas, Electric, and	1,277.17	1,833.00	2,651.27	3,666.00	22,000.00
4063 · Safety Program	301.25	1,667.00	1,100.25	3,334.00	20,000.00
4065 · Water Conservation/Rebates Prog	3,214.00	24,583.00	5,816.00	49,166.00	295,000.00
4067 · OPEB -Other Post Employment Ben	23,333.33	65,000.00	46,666.66	130,000.00	780,000.00
4090 · SWP Transportation Cost	0.00	375,000.00	0.00	750,000.00	4,500,000.00
4093 · Uniform and Material Rentals	278.00	333.00	638.75	666.00	4,000.00
4095 · Vehicle Maintenance, Operating	2,106.48	2,833.00	4,484.06	5,666.00	34,000.00
4096 · Communication Expense	529.35	817.00	2,004.06	1,634.00	9,800.00
4099 · Facility Maintenance	1,958.71	2,500.00	3,312.19	5,000.00	30,000.00
4100 · Salaries - Field Workers	23,036.57	26,968.00	40,200.48	53,936.00	323,618.00
4108 · Grounds Maintenance and Materia	2,373.95	4,907.00	2,870.95	9,814.00	58,883.00
4112 · Depreciation Expense	49,457.00	0.00	95,530.00	0.00	0.00
4113 · Pipeline Maintenance & Material	0.00	4,167.00	843.88	8,334.00	50,000.00
4114 · SCADA Maintence	21,922.67	833.00	21,922.67	1,666.00	10,000.00
4120 · Grants	0.00	166,667.00	0.00	333,334.00	2,000,000.00
Total Unrestricted G.O. Expenses	347,455.90	1,011,965.00	648,427.09	2,023,930.00	12,143,545.00
Riverside Facility					
4300 · Salaries - Riverside	359.10	563.00	790.02	1,126.00	6,760.00
4301 · Riverside Maintenance and Mater	225.16	500.00	1,188.38	1,000.00	6,000.00
Total Riverside Facility	584.26	1,063.00	1,978.40	2,126.00	12,760.00
Hydro Expenses					
4402 · Salaries - Hydro	375.33	1,300.00	878.07	2,600.00	15,600.00
4403 · Hydro Maintenance Materials	0.00	2,083.00	487.72	4,166.00	25,000.00
4406 · Hydro So Cal Edison (8800)	398.59	833.00	793.15	1,666.00	10,000.00
Total Hydro Expenses	773.92	4,216.00	2,158.94	8,432.00	50,600.00

San Gabriel Valley Municipal Water District
Income Statement - Actual vs. Budget
August 2024

	Aug 24	Budget	Jul - Aug 24	YTD Budget	Annual Budget
Restricted Expense					
4510 · State Project Expense	590,824.00	733,333.00	2,624,870.00	1,466,666.00	8,800,000.00
4511 · State Project Amortization	8,034.00	8,083.00	16,068.00	16,166.00	97,000.00
4591 · State Project Cost of Water Adj	9,404.00	0.00	9,404.00	0.00	0.00
Total Restricted Expense	608,262.00	741,416.00	2,650,342.00	1,482,832.00	8,897,000.00
66000 · Payroll Expenses	0.00	0.00	0.00	0.00	0.00
66900 · Reconciliation Discrepancies	0.00	0.00	0.00	0.00	0.00
Total Expense	957,076.08	1,758,660.00	3,302,906.43	3,517,320.00	21,103,905.00
Net Ordinary Income	-493,534.25	-109,337.00	-2,850,098.76	-218,674.00	-1,312,025.00
Other Income/Expense					
Other Expense					
6001 · COVID-19 Expense	0.00	0.00	0.00	0.00	0.00
6002 · Employee Appreciation	0.00	0.00	0.00	0.00	0.00
4700 · Interest Expense	0.00	0.00	0.00	0.00	0.00
Total Other Expense	0.00	0.00	0.00	0.00	0.00
Net Other Income	0.00	0.00	0.00	0.00	0.00
Net Income	**-493,534.25**	**-109,337.00**	**-2,850,098.76**	**-218,674.00**	**-1,312,025.00**

SAN GABRIEL MUNICIPAL WATER DISTRICT

REVOLVING FUND RECAP

August 22, 2024

Check No.	Date	Description	Amount
12558-12561	08/22/24	Payroll Expense	$ 34,088.44
EFT	08/22/24	Payroll Expense - PERS	$ 10,176.64
Wires	08/22/24	Federal & State Payroll Taxes	$ 20,106.11
EFT	08/22/24	State Compensation Insurance	$ 1,809.92
EFT	08/22/24	State Compensation Insurance	$ 529.84
12562	08/22/24	Frontier	$ 634.63
12563	08/22/24	Lowes	$ 81.87
12564	08/22/24	SCE	$ 778.56
August 22, 2024		*GRAND TOTAL DISBURSEMENTS.....*	$ 68,206.01

REVOLVING FUND RECAP

September 05, 2024

Check No.	Date	Description	Amount
12565-12568	09/05/24	Payroll Expense	$ 34,563.17
EFT	09/05/24	Payroll Expense - PERS	$ 10,176.64
Wires	09/05/24	Federal & State Payroll Taxes	$ 19,626.55
12569	09/05/24	Azusa Light & Water	$ 112.23
12570	09/05/24	Verizon Wireless	$ 416.10
September 05, 2024		*GRAND TOTAL DISBURSEMENTS.....*	$ 64,894.69

REVOLVING FUND RECAP

September 09, 2024

Check No.	Date	Description	Amount
12571	09/09/24	Bruce H Knoles	$537.50
12572	09/09/24	Mark R Paulson	$730.00
12573	09/09/24	Michael F Eng	$547.50
12574	09/09/24	Miles L Prince	$365.00
Wires	09/09/24	Federal & State Payroll Taxes	$403.60
September 09, 2024		*GRAND TOTAL DISBURSEMENTS.....*	$2,583.60

San Gabriel Valley Municipal Water District
Transactions by Account
As of August 31, 2024

Type	Date	Num	Name	Amount
1001 · General Fund Bank of America				
Bill Pmt -Check	08/13/2024	EFT	Intuit Quickbooks	-392.43
Bill Pmt -Check	08/26/2024	EFT	Shell - Wex Bank	-115.94
Bill Pmt -Check	08/16/2024	EFT	BeniComp (Corp)	-2,275.08
Bill Pmt -Check	08/23/2024	EFT	BeniComp (Corp)	-39.20
Bill Pmt -Check	08/27/2024	EFT	BeniComp (Corp)	-90.26
Bill Pmt -Check	08/30/2024	EFT	BeniComp (Corp)	-1,557.86
Bill Pmt -Check	08/26/2024	44671	ACWA-JPIA 2	-23,403.13
Bill Pmt -Check	08/26/2024	44672	ACWA JPIA Medical/Life	-32,009.44
Bill Pmt -Check	08/26/2024	44673	C.J. Brown & Company ,CPAs	-218.00
Bill Pmt -Check	08/26/2024	44674	Civiltec Inc (Corp)	-7,548.75
Bill Pmt -Check	08/26/2024	44675	DePinto Morales Communicati...	-4,887.50
Bill Pmt -Check	08/26/2024	44676	EcoTech Services, Inc	-13,101.00
Bill Pmt -Check	08/26/2024	44677	Ernst & Young LLP (Attorney)	-3,245.00
Bill Pmt -Check	08/26/2024	44678	Evelyn Reyes	-1,095.67
Bill Pmt -Check	08/26/2024	44679	Frontier	-86.14
Bill Pmt -Check	08/26/2024	44680	Grainger (Corp)	-90.45
Bill Pmt -Check	08/26/2024	44681	Kevin Wise	-466.41
Bill Pmt -Check	08/26/2024	44682	Lagerlof, LLP (Atty)	-2,400.00
Bill Pmt -Check	08/26/2024	44683	Mallory Safety And Supply LLC	-560.46
Bill Pmt -Check	08/26/2024	44684	Meier Enterprises Inc	-1,764.95
Bill Pmt -Check	08/26/2024	44685	SCE	-430.97
Bill Pmt -Check	08/26/2024	44686	Sierra Madre Chamber of Com...	-500.00
Bill Pmt -Check	08/26/2024	44687	Spectrum Enterprise	-239.98
Bill Pmt -Check	08/26/2024	44688	State Water Contractors	-57,334.00
Bill Pmt -Check	08/26/2024	44689	Stetson Engineers, Inc.	-1,521.50
Bill Pmt -Check	08/26/2024	44690	The Gas Company	-14.79
Bill Pmt -Check	08/26/2024	44691	Ver Sales, Inc	-364.33
Bill Pmt -Check	08/26/2024	44692	Verizon Wireless (M2M)	-842.57
Bill Pmt -Check	08/26/2024	44693	T.E. Roberts, Inc.	-37,682.36
Total 1001 · General Fund Bank of America				-194,278.17
TOTAL				**-194,278.17**

San Gabriel Valley Municipal Water District
Transactions by Account
As of September 9, 2024

Type	Date	Num	Name	Amount
1001 · General Fund Bank of America				
Bill Pmt -Check	09/09/2024	44694	ACWA JPIA Medical/Life	-31,001.48
Bill Pmt -Check	09/09/2024	44695	Alhambra Chamber Commerce	-500.00
Bill Pmt -Check	09/09/2024	44696	Amy Massino	-80.00
Bill Pmt -Check	09/09/2024	44697	Applied Technology Group, Imc.	-320.00
Bill Pmt -Check	09/09/2024	44698	Azusa Light & Water	-1,150.15
Bill Pmt -Check	09/09/2024	44699	Battery Sales Unlimited	-881.78
Bill Pmt -Check	09/09/2024	44700	BOA-Visa	-3,695.72
Bill Pmt -Check	09/09/2024	44701	C.J. Brown & Company ,CPAs	-6,675.00
Bill Pmt -Check	09/09/2024	44702	California Advocates, Inc. (Corp)	-8,000.00
Bill Pmt -Check	09/09/2024	44703	California Underground Facilities	-73.03
Bill Pmt -Check	09/09/2024	44704	Cash Revolving Fund	-70,000.00
Bill Pmt -Check	09/09/2024	44705	Cell Business Equipment	-480.32
Bill Pmt -Check	09/09/2024	44706	Cintas	-278.00
Bill Pmt -Check	09/09/2024	44707	CP Construction Company	-19,950.00
Bill Pmt -Check	09/09/2024	44708	DePinto Morales Communicati...	-8,250.00
Bill Pmt -Check	09/09/2024	44709	DigAlert (Corporation)	-413.30
Bill Pmt -Check	09/09/2024	44710	DWR	-625,609.00
Bill Pmt -Check	09/09/2024	44711	Ensemble Solutions Group	-21,922.67
Bill Pmt -Check	09/09/2024	44712	Frontier	-129.67
Bill Pmt -Check	09/09/2024	44713	Keith Zhen	-80.00
Bill Pmt -Check	09/09/2024	44714	Maria Jarmin	-81.20
Bill Pmt -Check	09/09/2024	44715	Mark Paulson (Expense)	-22.78
Bill Pmt -Check	09/09/2024	44716	Metropolitan Water District	-500.00
Bill Pmt -Check	09/09/2024	44717	Michael F Eng (Expense)	-28.14
Bill Pmt -Check	09/09/2024	44718	Mission ACE Hardware (Corp)	-218.83
Bill Pmt -Check	09/09/2024	44719	Norina H.S. Tom	-80.00
Bill Pmt -Check	09/09/2024	44720	Public Water Agencies Group (...	-1,268.23
Bill Pmt -Check	09/09/2024	44721	Roy Tamiya	-85.00
Bill Pmt -Check	09/09/2024	44722	Sierra Madre Community Servi...	-25.00
Bill Pmt -Check	09/09/2024	44723	Steve Peng	-85.00
Bill Pmt -Check	09/09/2024	44724	Water Wise Consulting, Inc	-2,484.00
Bill Pmt -Check	09/09/2024	44725	Yiwen Dai	-80.00
Bill Pmt -Check	09/09/2024	44726	Alhambra Chamber Commerce	-25.00
Bill Pmt -Check	09/09/2024	44727	Cash Revolving Fund	-70,000.00
Total 1001 · General Fund Bank of America				-874,473.30
TOTAL				**-874,473.30**

VISA Recap
July 21, 2024 - August 20, 2024

8/15/2024	Staff	CalPERS Event (Gjarmin)	Credit Adj	-$549.00									-$549.00
8/15/2024	Staff	CSDA Seminar (Gjarmin)	Credit Adj	-$505.00									-$505.00
7/18/2024	Staff	SWC-SAC / D Kasamoto	Hotel 7/16-7/18	$482.13									$482.13
7/18/2024	Staff	AWWA - A. Lu	Conference Registration	$545.00									$545.00
7/19/2024	Office Supply	Apple.com	Icloud Storage	$2.99									$2.99
7/18/2024	Staff	WaterSMart Innovations - E. Reyes	Airfare 9/25	$263.96									$263.96
7/21/2024	Office Supply	Microsoft	Monthly Fee	$1.99									$1.99
7/23/2024	Vehicle Maint	Amazon	parts	$22.52									$22.52
7/25/2024	Vehicle Maint	Edwins Towing	District Truck Towed	$207.00									$207.00
7/27/2024	Office Supply	B2B Prime	Annual membership	$197.35									$197.35
7/29/2024	Staff	Tri-State Seminar	Hotel 8/5 - 8/8	$240.88									$240.88
8/1/2024	Office Supply	Google	Monthly Fee	$93.60									$93.60
8/1/2024	Office Supply	Remote PC	Fee	$44.25									$44.25
8/3/2024	Office Supply	Intuit	Payroll Monthly Fee	$72.00									$72.00
8/7/2024	Facility Maintenance	Amazon	Parts	$32.50									$32.50
8/8/2024	Office Supply	Microsoft	License	$594.00									$594.00
8/8/2024	Office Supply	Staples	Supplies	$58.74									$58.74
8/10/2024	Office Supply	Apple.com	Monthly Fee	$2.99									$2.99
8/12/2024	Staff	AWWA - S. Kiggins	Conference	$321.00									$321.00
8/12/2024	Office Supply	Board Meeting	Ladys Donuts	$21.85									$21.85
8/12/2024	Staff	CSDA Seminar (Gjarmin)	Conference	$1,510.00									$1,510.00
8/17/2024	Office Supply	Zoom	Monthly Fee	$31.98									$31.98
8/18/2024	Office Supply	Apple.com	Monthly Fee	$2.99									$2.99
													$0.00
			Total	$3,695.72		$0.00		$0.00		$0.00	$0.00	$0.00	$3,695.72

SAN GABRIEL MUNICIPAL WATER DISTRICT

SWP FUND RECAP

August 26, 2024

Check No.	Date	Description		Amount
1009	08/26/24	DWR	$	590,824.00
August 26, 2024		***GRAND TOTAL DISBURSEMENTS.....***	**$**	**590,824.00**



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AGENDA ACTION ITEM NO. 1

DELTA CONVEYANCE PROJECT FUNDING RESOLUTION NO. 09-2024-839.

RECOMMENDED ACTION: Adopt Resolution No. 09-2024-839.

BACKGROUND: In order to keep DCP planning activities moving toward the design phase of the project, additional funding is needed beginning January 2026 for a two-year period ending December 2027. The ask is $300 million of which the District's share is .79% or $2,370,000.

BUDGET IMPACT: Since funding would begin in 2026, this does not affect the current budget.

PRIOR BOARD ACTION: The Board approved a previous 4-year funding commitment in 2020 totaling $2.7 million.

RESOLUTION NO. 09-2024-839

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT (1) CONSIDERING THE FINAL ENVIRONMENTAL IMPACT REPORT FOR THE DELTA CONVEYANCE PROJECT (STATE CLEARINGHOUSE NO. 2020010227); (2) MAKING RESPONSIBLE AGENCY FINDINGS FOR THE DELTA CONVEYANCE PROJECT PURSUANT TO THE CALIFORNIA ENVIRONMENTAL QUALITY ACT ("CEQA") AND STATE CEQA GUIDELINES SECTION 15096; (3) ADOPTING CEQA FINDINGS OF FACT FOR THE DELTA CONVEYANCE PROJECT UNDER STATE CEQA GUIDELINES SECTION 15091; (4) ADOPTING A STATEMENT OF OVERRIDING CONSIDERATIONS UNDER STATE CEQA GUIDELINES SECTION 15093 FOR PRE-CONSTRUCTION WORK RELATED TO THE DELTA CONVEYANCE PROJECT; AND (4) AUTHORIZING THE GENERAL MANAGER TO EXECUTE AN AMENDMENT TO THE DISTRICT'S AGREEMENT FOR THE ADVANCE OR CONTRIBUTION OF MONEY TO THE DEPARTMENT OF WATER RESOURCES TO COMMIT FUNDS FOR THE DISTRICT'S SHARE OF THE DELTA CONVEYANCE PROJECT PLANNING AND PRE-CONSTRUCTION COSTS FOR CALENDAR YEARS 2026-2027 IN AN AMOUNT NOT TO EXCEED $2,4000,000.

WHEREAS, on April 29, 2019, Governor Gavin Newsom signed Executive Order N-10-19, directing the California Natural Resources Agency, California Environmental Protection Agency, and California Department of Food and Agriculture to develop a comprehensive strategy to build a climate-resilient water system and ensure healthy waterways through the twenty-first century; and

WHEREAS, after a public input period, on July 28, 2020, Governor Newsom released the California Water Resilience Portfolio, which identified a suite of complementary actions to ensure safe and resilient water supplies, flood protection, and healthy waterways for the state's communities, economy, and environment; among these actions was a project (the "**Delta Conveyance Project**") entailing new diversion and conveyance facilities in the Sacramento-San Joaquin Delta ("**Delta**") to safeguard the State Water Project ("**SWP**"); and

WHEREAS, the primary purpose of the SWP is to convey water to local and regional water suppliers across California that, in turn, supply end users engaged in the beneficial uses of that water; to this end, SWP has long-term contracts to supply water to 29 public water agencies, known as State Water Contractors, that distribute that water to farms, homes, and industry; and

WHEREAS, San Gabriel Valley Municipal Water District (the "District") is one of the State Water Contractors, and it possesses a long-term water supply contract with the Department of Water Resources ("**DWR**"), which is the owner and operator of the SWP, which allows for the annual importation of water via the SWP; and

WHEREAS, the District's allocation of imported SWP water fluctuates annually based on a variety of factors, including Delta conditions, reservoir levels, rainfall, snow pack, and pumping capacity in the Delta, as well as operational limits for fish and wildlife protection, water quality, and environmental and legal restrictions; and

WHEREAS, the infrastructure that enables the conveyance, or movement, of water supply from the Delta to the District is of great consequence to the District; and

WHEREAS, factors such as the continuing subsidence of lands, risk of seismic activity and any resulting impact on levees within the Delta, sea level rise, precipitation change, warmer temperatures, and wider variations in the hydrological conditions associated with climate change threaten the reliability of the current SWP water conveyance system; and

WHEREAS, the Delta Conveyance Project involves the construction and future operation of new water intake facilities on the Sacramento River in the north Delta and a single main tunnel to divert and move water entering the north Delta from the Sacramento Valley watershed to existing SWP facilities in the south Delta, which would result in a dual conveyance system in the Delta; and

WHEREAS, DWR's fundamental purpose in proposing to develop the Delta Conveyance Project is to restore and protect the reliability of SWP water deliveries to the State Water Contractors, including the District; and

WHEREAS, in January 2020, DWR, as lead agency for the Delta Conveyance Project under the California Environmental Quality Act ("**CEQA**"), filed and circulated a Notice of Preparation of an Environmental Impact Report ("**EIR**") for the Delta Conveyance Project;

WHEREAS, in July 2022, DWR circulated a Draft EIR (State Clearinghouse No. 2020010227) for the Delta Conveyance Project for a 92-day review period, beginning on July 27, 2022 and closing on October 27, 2022; and

WHEREAS, the EIR analyzed the potential environmental impacts of data collection and field work investigations, including ground-disturbing geotechnical work, water quality and hydrogeologic investigations, agronomic testing, the installation of monitoring equipment, construction test projects, pre-construction design work, and engineering work (collectively, "**Pre-Construction Work**") that would occur after certification of the EIR and that would guide the ultimate design, appropriate construction methods, and monitoring programs for the Delta Conveyance Project; and

WHEREAS, the EIR concluded that the Delta Conveyance Project, including the Pre-Construction Work, would have less than significant impacts without the implementation of mitigation as to some resources; less than significant impacts with the implementation of mitigation measures identified in a Mitigation Monitoring and Reporting Program ("**MMRP**") as to other resources; and significant and unavoidable impacts as to Agricultural Resources, Aesthetics, Cultural Resources, Transportation, Air Quality, Noise, Paleontological Resources, and Tribal Cultural Resources; and

WHEREAS, on December 21, 2023, DWR certified the Final EIR for the Delta Conveyance Project, adopted the MMRP to require DWR's implementation of the mitigation measures identified therein, adopted CEQA Findings of Fact pursuant to State CEQA Guidelines section 15091, adopted a Statement of Overriding Considerations relating to the Delta Conveyance Project's significant and unavoidable environmental impacts pursuant to State CEQA Guidelines section 15093, and approved the Delta Conveyance Project; and

WHEREAS, the Final EIR certified by DWR and related CEQA documents can be found at DWR's website, located at https://www.deltaconveyanceproject.com/planning-processes/california-environmental-quality-act/final-eir/final-eir-document. A copy of these documents has also been retained in the District's files and has been made available to the District's Board of Directors for their review; and

WHEREAS, on September 9, 2024, the District previously entered an Agreement for the Advance or Contribution of Money to DWR for preliminary planning and design costs related to a potential Delta Conveyance Project (the "**Agreement**"); and

WHEREAS, the District seeks to execute an amendment ("**Amendment**") to the Agreement to provide funding for Pre-Construction Work for the Calendar Years 2026-2027 in an amount not to exceed $2,4000,000; and

WHEREAS, the District only seeks to provide funding for Pre-Construction Work (as defined above), and the District is not approving or committing to the broader Delta Conveyance Project at this time; and

WHEREAS, the District is a responsible agency for the Delta Conveyance Project under CEQA, and pursuant to State CEQA Guidelines section 15096, the District hereby intends to adopt CEQA Findings of Fact under State CEQA Guidelines section 15091 and a Statement of Overriding Considerations under State CEQA Guidelines section 15093; and

WHEREAS, the District has heard, been presented with, reviewed, and considered all of the information and data presented to it, including the certified EIR for the Delta Conveyance Project; DWR's findings relating to the Delta Conveyance Project under State CEQA Guidelines section 15091 and 15093; and all public comments; and

WHEREAS, all other legal prerequisites to the adoption of this Resolution have occurred;

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. Incorporation of Recitals. The foregoing recitals are true and correct and are incorporated herein and made an operative part of this Resolution.

SECTION 2. Adequacy of the EIR under CEQA. The District has independently reviewed and considered the certified EIR for the Delta Conveyance Project, DWR's record of proceedings, and the District's record of proceedings, and the District finds that the EIR adequately and properly analyzes the potential environmental impacts of the Delta Conveyance Project, including Pre-Construction Work that the District seeks to fund.

The District further hereby finds that none of the conditions set forth in State CEQA Guidelines section 15162 that could potentially trigger the need for a Subsequent EIR or Subsequent Negative Declaration apply to the Pre-Construction Work. The Pre-Construction Work does not entail or propose any substantial changes to the Delta Conveyance Project that will require major revisions of the EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects. There have been no substantial changes that have occurred with respect to the circumstances under which the Pre-Construction Work, which was analyzed in the EIR, will be undertaken that will require major revisions of the EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects. There has been no new information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the EIR was certified, which shows that (1) the Pre-Construction Work will have one or more significant effects not discussed in the EIR; (2) significant effects previously examined will be substantially more severe than shown in the EIR; (3) mitigation measures or alternatives previously found not to be feasible would in fact be feasible, and would substantially reduce one or more significant effects of the Delta Conveyance Project or Pre-Construction Work; or (4) mitigation measures or alternatives which are considerably different from those analyzed in the EIR would substantially reduce one or more significant effects on the environment. None of these conditions, as set forth in State CEQA Guidelines section 15162, apply here.

SECTION 3. Finding concerning Alternatives and Mitigation Measures. The District, as a responsible agency under CEQA, is more limited than the lead agency (i.e., DWR) when considering alternatives and mitigation measures for the Delta Conveyance Project. A responsible agency has responsibility for mitigating or avoiding only the direct or indirect environmental effects of those parts of a project that the responsible agency decides to carry out, finance, or approve; moreover, a responsible agency is required to adopt a feasible alternative or feasible mitigation measures for a project only if (1) such alternative or mitigation measures are within the responsible agency's powers, and (2) the alternative or mitigation measures would substantially lessen or avoid any significant effect the project would have on the environment.

Here, the District is not approving or committing to carrying out, financing, or approving the broader Delta Conveyance Project, nor does the District have legal authority or powers to approve or carry out modifications or operations to the State Water Project or the Delta Conveyance Project. Instead, the District seeks only to assist in the funding of the Pre-Construction Work, which entails data collection, research, and resource evaluation activities that precede any physical construction of the Delta Conveyance Project. The District finds that the mitigation measures to be implemented by DWR, as set forth in the EIR and the MMRP adopted by DWR, mitigate and avoid the Pre-

Construction Work's potential environmental impacts to the extent feasible. The District finds there are no feasible alternatives or feasible mitigation measures within its powers that would substantially lessen or avoid any significant effect the Pre-Construction Work would have on the environment beyond what was identified in the EIR and the MMRP.

SECTION 4. CEQA Findings of Fact under State CEQA Guidelines section 15091. The District adopts DWR's CEQA Findings of Fact, a true and correct copy of which is attached hereto as **Attachment "A"** and incorporated herein by reference, as to the Pre-Construction Work.

SECTION 5. Statement of Overriding Considerations. The District finds that the Pre-Construction Work's economic, legal, social, technological, and other benefits outweigh, both individually and collectively, the Pre-Construction Work's potentially significant and unavoidable environmental effects. Pursuant to State CEQA Guidelines section 15093, the District hereby adopts the Statement of Overriding Considerations attached hereto and incorporated by reference as **Attachment "B."**

SECTION 6. Approval of Funding for Pre-Construction Work. The District's Board of Directors hereby authorizes the District's General Manager to execute an Amendment to the Agreement to provide funding for Pre-Construction Work for the Calendar Years 2026-2027 in an amount not to exceed $2,4000,000.

SECTION 7. Notice of Determination. The District's Board of Directors hereby directs staff to prepare, file, and cause to be posted a Notice of Determination with the County Clerk or Clerk to the Board of Supervisors in the Counties of Alameda, Contra Costa, Sacramento, San Joaquin, Solano, and Yolo within five (5) working days of the approval of the Resolution.

SECTION 8. Custodian of Documents. The custodian of documents constituting the record of proceedings for this matter is Linda Esquivel, Clerk of the District. The documents constituting the record of proceedings for this matter are located at 1402 North Vosburg Drive, Azusa, California 91702.

SECTION 9. Severability. If any provision of this Resolution is held invalid, the remainder of this Resolution shall not be affected by such invalidity, and the provisions of this Resolution are severable.

SECTION 10. Effective Date. This Resolution shall become effective immediately upon its adoption.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District on this 9th day of September, 2024, by the following vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

_____
President

Attest:

_____
Secretary

State of California
California Natural Resources Agency
DEPARTMENT OF WATER RESOURCES

AGREEMENT FOR THE ADVANCE OR CONTRIBUTION OF MONEY TO THE DEPARTMENT OF WATER RESOURCES BY THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

FOR PRELIMINARY PLANNING AND DESIGN COSTS RELATED TO A POTENTIAL DELTA CONVEYANCE PROJECT

THIS AGREEMENT is made, pursuant to the provisions of all applicable laws of the State of California, between the State of California, acting by and through its Department of Water Resources ("Department" or "DWR"), and the San Gabriel Valley Municipal Water District ("Contractor"), each herein referred to individually as a "Party" and collectively as the "Parties".

Recitals

WHEREAS, DWR and the Contractor listed on the signature page hereto have entered into and subsequently amended a long-term water supply contract, herein referred to as a "Water Supply Contract," providing that DWR will supply certain quantities of water to the Contractor, providing that Contractor shall make certain payments to DWR, and setting forth the terms and conditions of such supply and such payments; and

WHEREAS, the Bay Delta Conservation Plan ("BDCP") process was initiated in 2005-2006 and the Delta Habitat Conservation and Conveyance Program ("DHCCP") was initiated in 2008; and

WHEREAS, the Bay Delta Conservation Plan ("BDCP") and ("DHCCP") resulted in development of a project known as the California WaterFix ("WaterFix"); and

WHEREAS, on July 21, 2017, DWR approved the California WaterFix project; and

WHEREAS, certain Contractors have entered into that certain Joint Powers Agreement dated May 14, 2018 forming the Delta Conveyance Design and Construction Authority ("DCA"); and

WHEREAS, DWR and DCA have entered into that certain Joint Powers Agreement ("JEPA"), dated May 22, 2018, as amended and restated, and as the same has or may be further amended, wherein the DCA will provide preliminary design, planning and other preconstruction activities to assist the environmental planning process for a potential Delta conveyance project under the supervision of DWR (the "Work" as defined in the JEPA); and

WHEREAS, a copy of the resolution of the Board of Directors of Contractor authorizing its General Manager to execute this Agreement is attached hereto as Exhibit A; and

WHEREAS, a State Agency may advance or contribute funds to DWR for SWP purposes pursuant to Water Code section 11135 and (ii) DWR may accept such advanced or contributed funds and thereafter use such funds in accordance with the terms of this Agreement pursuant to Water Code section 11141; and

WHEREAS, DWR and Contractor desire to enter into this funding Agreement to provide for the contribution or advance of funds to DWR and authorize the use of the contributed funds for purposes related to environmental review, planning and design of a Delta conveyance project as described below.

AGREEMENT

NOW, THEREFORE, it is mutually agreed by the Parties as follows:

1. When used in this Agreement, terms defined in the Water Supply Contract (as defined herein) shall be defined by reference to the Water Supply Contractor. In addition, the following definitions shall apply:

    a. "**Calendar Year**" means the period January 1 through December 31.

    b. "**Contributed Funds**" means money contributed or advanced to DWR by Contractor pursuant to this Agreement. The total initial amount Contractor agrees to provide is $2,678,173.00, and is comprised of the following annual amounts to be paid to DWR in the manner described in Section 5 of this Agreement: $496,856.00 for 2021; $484,737.000 for 2022; $807,895.00 for 2023; and $888,685.00 for 2024.

    c. "**Contribution Payment(s)**" means the payments of Contributed Funds that Contractor agrees to provide to DWR pursuant this Agreement

    d. "**Contractor**" means a State Agency that is a party to a Water Supply Contract with DWR.

    e. "**Department**" or "**DWR**" means the California Department of Water Resources.

    f. "**Effective Date**" has the meaning ascribed to it in section 11 hereof.

    g. "**JEPA**" means the Joint Exercise of Powers Agreement between DWR and the DCA dated May 22, 2018, as amended and restated and as may be further amended from time to time.

h. "**Pay-Go Charge**" means the charge included on Contractor's Statements of Charges for the purpose of collecting Contributed Funds that Contractor agrees to advance or contribute to DWR pursuant to this Agreement.

i. "**Party**" or "**Parties**" means DWR, the undersigned Contractor, or all signatories to this Agreement.

j. "**State Agency**" has the meaning ascribed to it by Water Code section 11102.

k. "**SWP**" or "**State Water Project**" means the State Water Project operated by DWR. The SWP generally includes the State Water Facilities, as defined in California Water Code section 12934(d), and certain facilities authorized by the Central Valley Project Act at section 11100 *et. seq*.

l. "**Water Supply Contract**" means the long-term water supply contract, as amended and as may be amended in the future, between Contractor and DWR.

m. "**Work**" has the meaning ascribed to it in the Recitals to this Agreement.

2. Effect of Agreement. DWR and Contractor agree that nothing in this Agreement supersedes previous funding agreements or the obligations under those funding agreements unless specifically addressed in this Agreement.

3. Purposes of Agreement. This Agreement documents Contractor's agreement to provide Contributed Funds to DWR for the purposes set forth in Section 4, the manner of providing those funds as set forth in Section 5, and the means by which future contributions may be made.

4. Use of Funds. DWR shall use the Contributed Funds and any future Contributed Funds collected from Contractor pursuant to section 5 hereof, for the payment of DCA invoices submitted to DWR on or after October 1, 2020 for the Work done or costs incurred by DCA, or for Delta conveyance project planning work done by DWR through the Delta Conveyance Office ("DCO") and any other purpose consistent with the JEPA, as the same has been, and may be, amended from time to time. DWR will not use funds provided under this Agreement for the activities described in the Mitigated Negative Declaration for Soil Investigations for Data Collection in the Delta adopted by DWR on July 9, 2020.

5. Charge Procedure. Contractor shall pay its Pay-Go Charge on the date(s) and in the amount(s) set forth on the revised Statement of Charges for 2021, and subsequent Statements of Charges issued to Contractor by DWR. The annual amounts will be paid in twelve monthly installments. Contractor may agree, without amending this Agreement, to advance additional funds after the Effective Date, which shall be considered Contributed Funds, by delivery to DWR of a letter in substantially the form attached hereto as Exhibit B, which letter shall specify the amount to be advanced or contributed, whether the payments will be in the form of one or more lump sums or in 12 equal installments, and

together with such other information the Parties deem necessary or desirable to effectuate the advance or contribution. A copy of the resolution, or other Board authorization, of Contractor's Board of Directors approving the subject contribution shall be enclosed with the letter. Upon receipt of a contribution letter DWR shall indicate its agreement by returning a counter signed copy of the letter to Contractor. The agreed upon advance or contribution shall thereafter be included in Contractor's Statement of Charges or a revised Statement of Charges, as appropriate. The charge shall be designated by reference to the year in which the charge is to begin, followed, if there be more than one such subsequent advance or contribution in a year by a dash and an integer followed by the words Pay-Go Charge.

6. Limitation. With respect to the Work and the DCA, nothing in this Agreement imposes any duty or obligation either expressly or by implication on DWR other than the duty to use Contributed Funds to pay the undisputed portion of DCA invoices submitted to DWR during the term of this Agreement in accordance with the terms of this Agreement and the JEPA if, as and when Contributed Funds have been received by DWR under this Agreement and other similar agreements or arrangements with other Contractors for purposes substantially the same as those described herein and is available for the payment thereof.

7. Reporting. DWR, through its DCO and in coordination with its State Water Project Analysis Office (SWPAO), shall annually prepare a report summarizing the advances or contributions received, and expenditures made pursuant to, this Agreement. The first such report shall be completed not later than March 31, 2021 and thereafter not later than March 31 of each subsequent year. Contractor may request in writing a summary of the advances, contributions, and expenditures at any time during the term of this Agreement and DWR shall provide such within thirty (30) days of such written request.

8. Status of Project. Contractor recognizes that the funds contributed pursuant to this Agreement are for the planning activities in support of DWR's environmental review and permitting process, including but not limited to the Work, for a potential Delta Conveyance project. The advance or contribution of Contributed Funds is not contingent on, or in exchange for, DWR's agreement to exercise its discretion in future to approve a Delta conveyance project.

9. Unspent Funds. Upon termination of this Agreement, it is the intent of the Parties that any unspent Contributed Funds remaining after payment of all costs for which the funds were contributed will be returned to Contractor as a credit on Contractor's Statement of Charges in proportion to its percentage share of advances or contributions made by all Contractors that entered into Agreements similar to this Agreement.

10. Reimbursement of Contributed Funds. If a Delta conveyance project is approved by DWR and is implemented it is the intent of the Parties hereto that the Contributed Funds spent in accordance with this Agreement be reimbursed or credited to Contractor according to the relative amount each such Contractor paid pursuant to this Agreement, upon the issuance and sale of revenue bonds by either the Department or a Joint Powers Authority established , whichever occurs earlier, for the purpose of, among other things, funding a future Delta

conveyance facility. The Department shall be under no obligation to issue and sell bonds for the purpose(s) described in the foregoing sentence or to undertake any reimbursement or credit as so described, unless a determination is first made by DWR in its sole discretion that such issuance and sale of revenue bonds, such reimbursement, or such credit as applicable is consistent with applicable law, applicable judicial rulings, and applicable contractual obligations of DWR, and the Parties have negotiated and executed such further agreements as may be necessary to accomplish such credit or reimbursement on terms acceptable to DWR.

11. Effective Date and Term. This Agreement shall become effective on the date the last Party hereto signs the Agreement as set forth on the signature page(s) hereto ("Effective Date") and shall continue in effect until terminated in writing by the Parties. The Parties obligations under Section 10 shall survive termination of this Agreement.

12. Invoices, Notices or Other Communications. All invoices, notices, or other communications required under this Agreement will be in writing, and will be deemed to have been duly given upon the date of service, if: (i) served personally on the Party to whom notice is to be given; (ii) sent by electronic mail, and the Party to whom notice is to be given confirms receipt; or (iii) on the third day after mailing, if mailed to the Party to whom invoice, notice or other communication is directed, by first-class mail, postage prepaid, and properly addressed to the designated representative(s) of the Party set forth below.

DWR:
Pedro Villalobos
Chief, State Water Project Analysis Office
Department of Water Resources
1416 Ninth Street, Room 1620
Post Office Box 94236
Sacramento, California 94236-0001

Copy to
Anthony Meyers
Executive Director, Delta Conveyance Office
Department of Water Resources
901 P Street, Room 413
Sacramento, California 94236-0001

Copy to
Christopher Martin
Office of the Chief Counsel
Department of Water Resources
1416 Ninth Street, Room 1620
Post Office Box 94236
Sacramento, California 94236-0001

Contractor:

Copy to:
Darin Kasamoto
General Manager
San Gabriel Valley Municipal Water District
1402 East Vosburg Drive
Azusa, CA 91702

13. No Delegation of Authority. Nothing in this Agreement constitutes a delegation by any Party of its existing authority to make any decision it is mandated to make. Nothing in this Agreement shall limit DWR's final decision-making authority at the time of consideration of future Delta conveyance facility related approvals. All provisions of this Agreement are intended to be, and shall to the extent reasonable be interpreted to be, consistent with all applicable provisions of State and federal law. The undersigned recognize that the Parties are public agencies and have specific statutory responsibilities, and that actions of these public agencies must be consistent with applicable procedural and substantive requirements of State and federal law. Nothing in this Agreement is intended to, nor will have the effect of, constraining or limiting any public agency in carrying out its statutory responsibilities or requiring an agency to take any action inconsistent with applicable law. Nothing in this Agreement constitutes an admission by any Party as to the proper interpretation of any provision of law, nor will it have the effect of, waiving or limiting any public entity's rights and remedies under applicable law except as expressly provided elsewhere in this Agreement. Execution of this Agreement does not constitute pre-approval of any project or preferred project alternative, or waive or otherwise abridge responsible trustee duties required, or discretion authorized or granted by, State and federal law.

14. Amendment. Except as otherwise set forth above, this Agreement may only be amended or modified by a subsequent written agreement approved and executed by both Parties.

15. Applicable Law. This Agreement will be construed under and will be deemed to be governed by the laws of the United States and the State of California.

16. Integration. This Agreement constitutes the sole, final, complete, exclusive and integrated expression and statement of the terms of this Agreement among the Parties concerning the subject matter, and supersedes all prior negotiations, representations or agreement, either oral or written, that may be related to the subject matter of this Agreement.

17. Counterparts. This Agreement may be executed in counterparts, each of which shall constitute an original, but all of which shall constitute one and the same agreement. Each signing Party shall have received a copy of the signature page signed by every other Party.

Exhibits attached and incorporated herein:

Exhibit A Board Resolution or other Board Authorization
Exhibit B Form of Letter Regarding Future Contributions

IN WITNESS WHEREOF, the Parties hereto, by their authorized representatives, have executed this Agreement on the date(s) set forth below.

Approved as to Legal Form
and Sufficiency

_____
Spencer Kenner, Chief Counsel

_____
Date

State of California
Department of Water Resources

_____
Karla A. Nemeth,
Director

_____
Date

Approved as to Legal Form
and Sufficiency

_____
Signature

_____
Printed Name

_____
Date

San Gabriel Valley Municipal Water District

_____
Signature

_____
Printed Name

_____
Title

_____
Date

IN WITNESS WHEREOF, the Parties hereto, by their authorized representatives, have executed this Agreement on the date(s) set forth below.

Approved as to Legal Form
and Sufficiency

Spencer Kenner, Chief Counsel

Date

State of California
Department of Water Resources

Karla A. Nemeth,
Director

Date

Approved as to Legal Form
and Sufficiency

Signature

JAMES D. CIAMPA
Printed Name

12/1/2020
Date

San Gabriel Valley Municipal Water District

Signature

DARIN J. KASAMOTO
Printed Name

GENERAL MANAGER
Title

12/9/2020
Date

Exhibit A

Resolution of the Board of Directors of Contractor

Exhibit B

Form of Contribution Letter

[date]
[address]

Re: Contribution or Advance of Money for Delta Conveyance Planning Activities

Dear Mr. Villalobos:

This letter is sent pursuant to section 5 of the Agreement for the Advance of Contribution of Money to the Department of Water Resources for Preliminary Planning and Design Costs Related to a Potential Delta conveyance Project dated _____, 2019 between Department of Water Resources and the [agency] ("Funding Agreement").

On [date] the Board of Directors of [agency] approved the contribution or advance of $[amount] to the Department for use in accordance with the terms of the Funding Agreement. A copy of the Board's resolution is enclosed with this letter. The contribution or advance will be collected from [agency] in [a lump sum][equal monthly installments] by inclusion of a charge [on its Statement of Charges for [year]][on a revised Statement of Charges for [year] that Department will issue to [agency]]. The charge shall be referred to as the [year] Pay-go Charge. As provided by section 5 of the Agreement the contribution or advance described herein will be subject to the terms and conditions of the Agreement.

Please confirm your agreement to the foregoing by countersigning in the space provided below and returning an original copy of this letter agreement to [agency] at [address].

[signature blocks for agency and Department]

Enclosure(s)

cc: Anthony Meyers, Executive Director of Delta Conveyance Office

AGENDA ITEM:

CONSIDERATION AND POSSIBLE APPROVAL OF RESOLUTION NO. 09-2024-839, A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT (1) CONSIDERING THE FINAL ENVIRONMENTAL IMPACT REPORT FOR THE DELTA CONVEYANCE PROJECT (STATE CLEARINGHOUSE NO. 2020010227); (2) MAKING RESPONSIBLE AGENCY FINDINGS FOR THE DELTA CONVEYANCE PROJECT PURSUANT TO THE CALIFORNIA ENVIRONMENTAL QUALITY ACT ("CEQA") AND STATE CEQA GUIDELINES SECTION 15096; (3) ADOPTING CEQA FINDINGS OF FACT FOR THE DELTA CONVEYANCE PROJECT UNDER STATE CEQA GUIDELINES SECTION 15091; (4) ADOPTING A STATEMENT OF OVERRIDING CONSIDERATIONS UNDER STATE CEQA GUIDELINES SECTION 15093 FOR PRE-CONSTRUCTION WORK RELATED TO THE DELTA CONVEYANCE PROJECT; AND (4) AUTHORIZING THE GENERAL MANAGER TO EXECUTE AN AMENDMENT TO THE DISTRICT'S AGREEMENT FOR THE ADVANCE OR CONTRIBUTION OF MONEY TO THE DEPARTMENT OF WATER RESOURCES TO COMMIT FUNDS FOR THE DISTRICT'S SHARE OF THE DELTA CONVEYANCE PROJECT PLANNING AND PRE-CONSTRUCTION COSTS FOR CALENDAR YEARS 2026-2027 IN AN AMOUNT NOT TO EXCEED $2,4000,000.

==========

Staff Report Insert

Under the California Environmental Quality Act ("CEQA") and the State CEQA Guidelines, the Department of Water Resources ("DWR"), acting as Lead Agency, prepared and processed a Final Environmental Impact Report ("Final EIR") for the Delta Conveyance Project ("DCP"). The DCP consists of the construction, operation, and maintenance of new State Water Project ("SWP") water diversion and conveyance facilities in the Sacramento-San Joaquin Delta ("Delta") that would be operated in coordination with existing SWP facilities. The DCP includes the following key components and actions:

- Two intake facilities along the Sacramento River in the north Delta near the community of Hood with on-bank intake structures that would include fish screens.
- A concrete-lined tunnel, and associated vertical tunnel shafts, to convey flow from the intakes about 45 miles to the south of the Bethany Reservoir Pumping Plant and Surge Basin at a location south of the existing SWP Clifton Court Forebay.
- A Bethany Reservoir Pumping Plant to lift the water from inside the tunnel below ground into the Bethany Reservoir Aqueduct for conveyance to the Bethany Reservoir Discharge Structure and into the existing Bethany Reservoir.
- Other ancillary facilities to support construction and operation of the conveyance facilities including, but not limited to, access roads, concrete batch plants, fuel stations, and power transmission and/or distribution lines.
- Efforts to identify geotechnical, hydrogeologic, agronomic, and other field conditions that will guide appropriate construction methods and monitoring programs for final

engineering design and construction data collection and field work investigations, including ground-disturbing geotechnical work, water quality and hydrogeologic investigations, agronomic testing, the installation of monitoring equipment, construction test projects, pre-construction design work, and engineering work ("Pre-Construction Work").

DWR certified the Final EIR and approved the DCP on December 21, 2023. DWR also adopted CEQA Findings of Fact ("Findings"), a Statement of Overriding Considerations, and a Mitigation Monitoring and Reporting Program ("MMRP"), and filed a Notice of Determination ("NOD") under CEQA.

The Final EIR identifies the State Water Contractor member agencies as responsible agencies for actions related to the DCP. DWR's Final EIR, Findings, Statement of Overriding Considerations, MMRP, and NOD can be found at the official DWR website at: https://www.deltaconveyanceproject.com/planning-processes/california-environmental-quality-act/final-eir/final-eir-document]. These documents are also available at the District's office, and have been previously provided to the District's Board of Directors for review and consideration.

Although DWR has approved the Delta Conveyance Project, **the District is not approving or committing to the broader Delta Conveyance Project at this time**. Instead, the narrow approval action before the District's Board of Directors today is the provision of funding, at DWR's request, that would allow DWR to undertake continued Pre-Construction Work. Thus, the Board of Directors is being presented with an potential action to authorize funding for that purpose.

Staff recommends that, prior to any approval of funding the Pre-Construction Work, the Board of Directors take actions under CEQA as a Responsible Agency, including by adopting the CEQA findings of the Lead Agency for the Delta Conveyance Project, and adopting a Statement of Overriding Considerations regarding the potentially significant impacts that may result from the Pre-Construction Work.

A Resolution that would take those CEQA actions, approve an expenditure of funds for the Pre-Construction Work, and authorize the General Manager to execute an amendment to the District's existing funding agreement with DWR for that purpose is included for the Board's consideration.

Attachments:

- Resolution No.09-2024-839, including:
  - Exhibit A (DWR's CEQA Findings for the Delta Conveyance Project)
  - Exhibit B the District's Statement of Overriding Considerations for the Pre-Construction work)
- Amendment to Agreement for the Advance or Contribution of Money to the Department of Water Resources by the San Gabriel Valley Municipal Water District for Preliminary Planning and Design Costs related to a Potential Delta Conveyance Project

Attachment "A"

Department Of Water Resources'

CEQA Findings Of Fact

Attachment "B"

Statement of Overriding Considerations

California Public Resources Code section 21081, subdivision (b), and State CEQA Guidelines section 15093 provide that, when a public agency decision-maker approves a project that may have potentially significant, unavoidable environmental impacts identified in an environmental impact report, the decision-making body must state in writing the reasons to support its action based on the completed EIR and/or other information in the administrative record.

Here, the San Gabriel Valley Municipal Water District (the "District") is considering approval of Amendment to Funding Agreement to fund data collection and field work investigations, including ground-disturbing geotechnical work, water quality and hydrogeologic investigations, agronomic testing, the installation of monitoring equipment, construction test projects, pre-construction design work, and engineering work (collectively, "**Pre-Construction Work**") that will guide the ultimate design, appropriate construction methods, and monitoring programs for the Department of Water Resources' ("**DWR**") Delta Conveyance Project ("**DCP**"). The DCP entails the development of new diversion and conveyance facilities in the Sacramento-San Joaquin Delta ("**Delta**") to safeguard the State Water Project ("**SWP**"), which provides water supplies to the District. The District is not considering approval of the DCP at this time, nor is the District committing to a future approval of the DCP by approving the Pre-Construction Work.

DWR prepared and certified an Environmental Impact Report ("**EIR**") (State Clearinghouse Number 2020010227) that analyzed the potential environmental impacts of the DCP, inclusive of potential impacts associated with the Pre-Construction Work. The EIR concluded that the DCP, inclusive of the Pre-Construction Work, may have significant and unavoidable impacts on the environment, and these impacts are listed below and prefaced by their identification number from the EIR:

- Impact AG-1: Convert a Substantial Amount of Prime Farmland, Unique Farmland, Farmland of Local Importance, or Farmland of Statewide Importance as a Result of Construction of Water Conveyance Facilities
- Impact AG-2: Convert a Substantial Amount of Land Subject to Williamson Act Contract or under Contract in Farmland Security Zones to a Nonagricultural Use as a Result of Construction of Water Conveyance Facilities
- Impact AES-1: Substantially Degrade the Existing Visual Character or Quality of Public Views (from Publicly Accessible Vantage Points) of the Construction Sites and Visible Permanent Facilities and Their Surroundings in Nonurbanized Areas
- Impact AES-2: Substantially Damage Scenic Resources including, but Not Limited to, Trees, Rock Outcroppings, and Historic Buildings Visible from a State Scenic Highway
- Impact AES-3: Have Substantial Significant Impacts on Scenic Vistas

- Impact CUL-1: Impacts on Built-Environment Historical Resources Resulting from Construction and Operation of the Project
- Impact CUL-2: Impacts on Unidentified and Unevaluated Built-Environment Historical Resources Resulting from Construction and Operation of the Project
- Impact CUL-3: Impacts on Identified Archaeological Resources Resulting from the Project
- Impact CUL-4: Impacts on Unidentified Archaeological Resources That May Be Encountered in the Course of the Project
- Impact CUL-5: Impacts on Buried Human Remains
- Impact TRANS-1: Increased Average VMT Per Construction Employee versus Regional Average
- Impact AQ-5: Result in Exposure of Sensitive Receptors to Substantial Localized Criteria Pollutant Emissions
- Impact NOI-1: Generate a Substantial Temporary or Permanent Increase in Ambient Noise Levels in the Vicinity of the Project in Excess of Standards Established in the Local General Plan or Noise Ordinance, or Applicable Standards of Other Agencies
- Impact PALEO-2: Cause Destruction of a Unique Paleontological Resource as a Result of Tunnel Construction and Ground Improvement
- Impact TCR-1: Impacts on the Delta Tribal Cultural Landscape Tribal Cultural Resource Resulting from Construction, Operations, and Maintenance of the Project Alternatives
- Impact TCR-2: Impacts on Individual Tribal Cultural Resources Resulting from Construction, Operations, and Maintenance of the Project Alternatives

In the judgment of the District's Board of Directors, each benefit of the Pre-Construction Work, as set forth below, outweighs – both individually and collectively – each of these potentially significant and unavoidable impacts for the reasons set forth below.

1. **The Pre-Construction Work is necessary for the safe and efficient design of the DCP**. The information collected from and generated by the Pre-Construction Work would be used to develop the DCP safely, efficiently, and in manner that minimizes impacts to the environment. For example, the information collected would be used to develop, among other things, detailed design of the DCP's structure and bridge foundations, new or modified levee cross sections, and ground improvement methodology. Moreover, information from the Pre-Construction Work would determine selection of tunnel boring machine methods, dewatering methods and quantities, below-grade construction methods (such as at the shafts and the pumping plant), need for impact pile driving, and methods to reduce ground settlement risk at all construction sites and along the tunnel alignment. The information would also be used to determine the specific depths and widths of groundwater cutoff walls to be installed at select construction sites. Additionally, soil samples obtained during soil borings would be analyzed to determine the structural capabilities of the soil to construct tunnel shaft pads and levee improvements, among other things. Soil and water quality tests would also be

conducted to determine the potential for the presence of high concentrations of metals, organic materials, or hazardous materials that would require specific treatment and/or disposal methods. Thus, the Pre-Construction Work would generate information necessary to guide any construction of the DCP in a manner that would minimize its potential environmental impacts and most efficiently achieve the DCP's objectives.

2. **The DCP, which cannot be developed without the Pre-Construction Work, would restore and protect the reliability of SWP Water Deliveries South of the Delta**. The primary purpose of the SWP is to convey water to local and regional water suppliers, including the District, across California that, in turn, supply end users engaged in the beneficial uses of that water. Protection of the SWP is thus important to the District. The Pre-Construction Work will help ensure that the DCP, if constructed, will help protect SWP water deliveries to the District by addressing seismic risks. Notably, the current SWP system relies heavily on natural channels within the Delta to convey water and is extremely vulnerable to seismic events because most land in the central Delta has subsided well below sea level. If levees fail because of a seismic event, seawater intrusion from the western Delta could create salinity conditions that could require ceasing diversions from the SWP's current point of diversion in the south Delta. The capability of the DCP to continue operations would improve the ability of SWP Delta facilities to function after a seismic event by operating diversion facilities north of existing SWP facilities. The operations of the DCP would allow continued water supply diversions should south Delta export facilities become inoperable.

   The DCP cannot proceed without the Pre-Construction Work, and the DCP would allow continued water deliveries to the District and operational flexibility in the event of a catastrophic levee failure from seismic activity that could temporarily disrupt water supply or affect water quality.

3. **The DCP, which cannot be developed without the Pre-Construction Work, would restore and protect the reliability of SWP Water Deliveries South of the Delta by addressing reasonably foreseeable consequences of climate change and extreme weather events**. The DCP is part of the State of California's strategy to adapt the SWP water supply to climate change. As described in the Final EIR certified for the DCP, Volume 1, Chapter 30, *Climate Change*, projected future conditions under climate change, such as higher average temperature and more extreme variability in annual precipitation patterns, is anticipated to further diminish overall water supply and reliability of water delivery to the District. Climate change is already taking a toll on California's water supplies in the form of more frequent and more severe droughts. A warmer atmosphere would modify precipitation and runoff patterns and affect extreme hydrologic events like floods and droughts. It is anticipated that droughts would increase in severity and duration, resulting in periods of critical dryness, further reducing Delta inflows during these dry periods. At the same time, associated increases in the frequency and severity of flashy storms in the cool season could increase high-flow events and flood risk in the Delta. These trends point to the need for alternate methods of water diversion and conveyance to effectively respond to changing water flow regimes under future climate change. In this context, the District considers capture and conveyance in the Delta as important potential adaptations in protecting the SWP from future climatic change and mitigating system losses due to changing precipitation patterns and seasonal runoff. Having alternative points of diversion in the north Delta would increase resiliency in managing combined effects of sea level rise, including potential impacts on Delta morphology, and changes to timing and quantity of seasonal runoff. As water demand and supply challenges continue to increase, the DCP is designed to enhance resilience to climate change impacts

and ensure that safe and reliable water deliveries to the District continue far into the future (California Department of Water Resources 2023b).

4. **The DCP, which cannot be developed without the Pre-Construction Work, would restore and protect the reliability of State Water Project Water Deliveries South of the Delta by addressing sea level rise**. The DCP would protect the District SWP water supplies by facilitating adaption to sea level rise and potential changes in hydrologic conditions associated with climate change. As described in Final EIR, Volume 1, Appendix 6A, *Water Supply 2040 Analysis*, the DCP would improve SWP water supply reliability under current and future conditions, including extreme high sea level rise. As the District relies on SWP water supply, the Pre-Construction Work, and the DCP that it would enable, would provide significant benefits to the District.

5. **The Pre-Construction Work is necessary to obtain a more accurate cost estimate in relation to prudent financial planning and decision making of the District.** The ultimate financial costs of the DCP are continuing to be refined as feasibility, planning, and design evolve. Until more information is known regarding the precise construction techniques, unique localized conditions that may increase construction costs, and potential schedule for any future construction, the financial cost of the DCP will continue to evolve. The District wishes to better confirm the ultimately anticipated DCP costs, in order to allow for better disclosure to its rate-payers and future financial planning efforts. The Pre-Construction Work is necessary to achieve those ends.

Through this Statement of Overriding Considerations, and based on the substantial evidence in the administrative record, the District's Board of Directors has weighed the Pre-Construction Work's benefits against its environmental impacts and finds that the Pre-Construction Work's potentially significant and unavoidable environmental impacts are "acceptable" in light of the environmental, economic, legal, social, technological, and/or other considerations set forth herein, and that each benefit of the Pre-Construction Work outweighs, both individually and collectively, the potentially significant and unavoidable environmental impacts.

NOTICE OF DETERMINATION

TO:	Office of Planning and Research 1400 Tenth Street Sacramento, CA 95814	FROM:	**Responsible Agency:** San Gabriel Valley Municipal Water District 1402 N. Vosburg Drive Azusa, CA 91702 **Contact:** Darin Kasamoto, General Manager; (626) 969-7911
	Alameda County Clerk 1106 Madison Street Oakland, CA 94607		
	Sacramento County Clerk 3636 American River Drive, Suite 110 Sacramento, CA 95864		
	Yolo County Clerk 625 Court Street, Room B-01 Woodland, CA 95695		
	San Joaquin County Clerk 44 North San Joaquin Street Second Floor, Suite 260 Stockton, CA 95202		
	Contra Costa County Clerk 555 Escobar Street Martinez, CA 94553		
	Solano County Clerk 675 Texas Street, Suite 2700 Fairfield, CA 94533		

Lead Agency:	California Department of Water Resources 1416 Ninth Street, Sacramento, CA 95814 Contact: Katherine Marquez Phone: (916) 651-7011

SUBJECT: Filing of Notice of Determination in compliance with 21152 of the Public Resources Code.

State Clearinghouse Number:	2020010227
Project Title:	Delta Conveyance Project
Lead Agency and Project Applicant:	Department of Water Resources ("DWR") 1516 9th Street, Sacramento, CA 95814 Contact: Marcus Yee Phone: (916) 699-8405

Responsible Agency:	San Gabriel Valley Municipal Water District Contact: Darin Kasamoto, General Manager Phone: (626) 969-7911
Project Location:	Pre-Construction Work for the Delta Conveyance Project will occur within the Sacramento-San Joaquin Delta ("Delta") in Alameda, Contra Costa, Sacramento, Solano, San Joaquin, and Yolo Counties. See Attachment 1 and Figure 1.
Project Description:	On December 21, 2023, DWR certified the environmental impact report ("EIR") for, and approved, the Delta Conveyance Project. (State Clearinghouse No. 2020010227). The Delta Conveyance Project consists of the construction, operation, and maintenance of new State Water Project ("SWP") water diversion and conveyance facilities in the Delta that would be operated in coordination with existing SWP facilities. The Delta Conveyance Project includes the following key components and actions: • Two intake facilities along the Sacramento River in the north Delta near the community of Hood with on-bank intake structures that would include fish screens. • A concrete-lined tunnel, and associated vertical tunnel shafts, to convey flow from the intakes about 45 miles to the south of the Bethany Reservoir Pumping Plant and Surge Basin at a location south of the existing SWP Clifton Court Forebay. • A Bethany Reservoir Pumping Plant to lift the water from inside the tunnel below ground into the Bethany Reservoir Aqueduct for conveyance to the Bethany Reservoir Discharge Structure and into the existing Bethany Reservoir. • Other ancillary facilities to support construction and operation of the conveyance facilities including, but not limited to, access roads, concrete batch plants, fuel stations, and power transmission and/or distribution lines. • Efforts to identify geotechnical, hydrogeologic, agronomic, and other field conditions that will guide appropriate construction methods and monitoring programs for final engineering design and construction data collection and field work investigations, including ground-disturbing geotechnical work, water quality and hydrogeologic investigations, agronomic testing, the installation of monitoring equipment, construction test projects, pre-construction design work, and engineering work ("Pre-Construction Work")

	San Gabriel Valley Municipal Water District (the "District"), as a responsible agency, has not approved the Delta Conveyance Project. The District has, however, issued a limited approval relating to funding of Pre-Construction Work for the Delta Conveyance Project.
Person or entity undertaking the project pursuant to Public Resources Code section 21065	The District approved the amendment and extension of the funding agreement entered into with DWR for the Pre-Construction Work.

This is to advise that, on or about September 9, 2024, San Gabriel Valley Municipal Water District, as a Responsible Agency, considered the EIR certified for the Delta Conveyance Project (State Clearinghouse No. 2020010227); made CEQA Findings of Fact pursuant to State CEQA Guidelines sections 15091 and 15096 for the Delta Conveyance Project; adopted a Statement of Overriding Considerations specific to Pre-Construction Work pursuant to State CEQA Guidelines section 15093; approved a resolution authorizing the District's General Manager to execute an Amendment to the Agreement to provide funding for Pre-Construction Work for the Calendar Years 2026-2027 in an amount not to exceed $2,4000,000; and made the following determinations regarding the Pre-Construction Work:

1.	The Pre-Construction Work **will** have a significant effect on the environment.
2.	An EIR **was** previously prepared and certified by DWR for the Delta Conveyance Project, which included an analysis of the Pre-Construction, pursuant to the provisions of CEQA.
3.	Mitigation measures **were** made a condition of the approval of the Delta Conveyance Project, including the Pre-Construction Work, by DWR.
4.	A mitigation monitoring or reporting plan **was** adopted by DWR.
5.	Findings **were** made pursuant to State CEQA Guidelines section 15091 and the provisions of CEQA for the Delta Conveyance Project.
6.	A Statement of Overriding Considerations **was** adopted for the Pre-Construction Work.

This is to certify that the above-referenced EIR and the record of proceedings relating to the District's above-described action is available to the General Public at the following location:
1402 N. Vosburg Drive, Azusa, CA 91702; www.sgvmwd.com

Date: _____	_____ Darin Kasamoto, General Manager

Date Received for Filing: _____

Authority cited: Sections 21083, Public Resources Code.
Reference Section 21000-21174, Public Resources Code.

SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

Darin Kasamoto <dkasamoto@sgvmwd.com>

Next Phase Funding Request

1 message

Chandra Chilmakuri <cchilmakuri@swc.org> Wed, Sep 4, 2024 at 8:02 AM
To: Adnan Anabtawi <aanabtawi@mojavewater.org>, abradley <abradley@zone7water.com>, Ali Elhassan <aelhassan@scvwa.org>, "Anselm, Arne" <arne.anselm@ventura.org>, Celeste Moses <CMoses@cvwd.org>, Chandra Chilmakuri <cchilmakuri@swc.org>, Cindy Kao <ckao@valleywater.org>, Claudia Bolanos <cbolanos@palmdalewater.org>, "cwallace@kcwa.com" <cwallace@kcwa.com>, Dan Flory <dflory@ppeng.com>, "dkasamoto@sgvmwd.com" <dkasamoto@sgvmwd.com>, David Tate <DTate@dwa.org>, Emmett Campbell <ecampbell@sgpwa.com>, heatherd <heatherd@sbvmwd.com>, JMarkman <JMarkman@rwglaw.com>, jharms <jharms@mwdh2o.com>, "Jennifer A. Spindler" <clawa2@verizon.net>, Jennifer Pierre <JPierre@swc.org>, Jim Barrett <JBarrett@cvwd.org>, Joseph Byrne <joseph.byrne@bbklaw.com>, kadriano <kadriano@valleywater.org>, "Padway, Kevin" <kpadway@zone7water.com>, kconstant <kconstant@westsidewa.org>, Kira Johnson <kira.johnson@bbklaw.com>, Lance Eckhart Pass Agency <leckhart@sgpwa.com>, Laura Hidas <laura.hidas@acwd.com>, "Xie, Lillian" <lxie@zone7water.com>, Maricela Cabral <mcabral@sgpwa.com>, Mark Gilkey <mgilkey@dudleyridgewd.org>, Matt Stone <mstone@scvwa.org>, Matthew Knudson <mknudson@avek.org>, "Martin,Maureen A" <mmartin@mwdh2o.com>, Michael Plinski <MichaelP@sbvmwd.com>, Najwa Pitois <npitois@scvwa.org>, "Hawk,Nina E" <nhawk@mwdh2o.com>, "pclark@avek.org" <pclark@avek.org>, Peter Thompson <pthompson@avek.org>, Petya Vasileva <pvasileva@cvwd.org>, Ranithri Slayton <Rslayton@valleywater.org>, Robert Cheng <rcheng@cvwd.org>, Steve Johnson <sjohnson@dwa.org>, SBermudez <SBermudez@cvwd.org>, "McCarthy, Thomas" <tmccarthy@kcwa.com>, "Pryor, Valerie" <vpryor@zone7water.com>, Vincent Gin <vgin@valleywater.org>, Wes Thomson <wthomson@co.slo.ca.us>
Cc: Darcy Austin <daustin@swc.org>, Elaine Benjamin <EBenjamin@swc.org>, Jennifer Pierre <JPierre@swc.org>, Jonathan Young <jyoung@swc.org>, Julie Ramsay <JRamsay@swc.org>, Linda Standlee <LStandlee@swc.org>, Manny Bahia <mbahia@swc.org>, Theresa Lightle <TLightle@swc.org>

Good morning, folks!

DWR has been working with participating public water agencies (PWAs) and the Delta Conveyance Design and Construction Authority (DCA) since 2020 to plan, permit, and conceptually design the Delta Conveyance Project (DCP) and we continue to make good progress.

The Delta Conveyance Project helps modernize the State Water Project to address regulatory pressures, climate change, sea level rise, and earthquake risk. This project will help sustain the State Water Project into the future and protect this important resource that supports a $2.3 trillion dollar economy.

The PWAs last voted to provide funding in 2020 to support DWR and DCA work from 2021-2024, which led to successful completion of CEQA compliance and approval of the Delta Conveyance Project in December 2023. Through careful financial management, this funding is extended to last through the end of 2025, but additional funding will be needed, starting in 2026. Funding for 2026 and 2027 will include continued planning and permitting work but will focus on increasing work on design of the Delta Conveyance Project. This additional funding will help accelerate the design activities, which will allow construction completion 2 years earlier and save over $1 billion in inflation over time.

DWR has collaborated with PWA staff and identified key activities that need to be completed in upcoming years. The result of this effort is a request for $300 million dollars for planning, permitting, and engineering work in 2026 and 2027, shared between the participating PWAs. DWR requests that the participating PWAs approve their share of this next phase funding request by end of 2024.

Please let Jennifer and me know if you have any questions.

Thank you,

Chandra

Chandra Sekhar Chilmakuri, Ph.D., P.E.

Assistant General Manager for Water Policy

State Water Contractors

1121 L Street, Suite 1050 | Sacramento, CA 95814

P: 916.562.2583 | M: 916.335.3017 | **cchilmakuri@swc.org**





www.swc.org https://saveourwater.com/

AGENDA ACTION ITEM NO. 2

CITY OF AZUSA LOAN REQUEST

RECOMMENDED ACTION: Approve the request for $3.4 million for the term of 10 years and 0% interest.

BACKGROUND: The project description is attached. The District currently has $34 million in cash reserves; therefore the request complies with the District's Loan Policy. Also, it should be noted the City of Azusa has never made any loan requests to the District in the past so this would be the first time the city has received a loan.

BUDGET IMPACT: This would obviously have a short-term impact on District reserves, but since it is a loan, it would not have an impact on the overall budget.

PRIOR BOARD ACTION: N/A

AZUSA
LIGHT & WATER
For Quality of Life

City of Azusa

September 3, 2024

San Gabriel Valley Municipal Water District
1402 E. Vosburg Drive
Azusa CA 91702
Attn: SGVMWD Board & General Manager

Dear San Gabriel Valley Municipal Water District Board Members and General Manager Darin Kasamoto,

Subject: Request a 3.4 million dollar loan at 0% interest for 10 years available to the City of Azusa to help partially fund CIP project WF-221 South Reservoir

On behalf of the City of Azusa, please accept our formal project request for funding. Funding would support the City's new South Reservoir project, which stands to provide critical water resources to our community. The Project will enhance local water supply access, reliability, and operational efficiency. We thank you in advance for your generous consideration.

The existing concrete South Reservoir was built in the early 1920's providing potable drinking water to the City of Azusa. The tank is located at the Spreading Grounds near the San Gabriel River. In the reservoir's current state, it is leaking extensively, structural wire strands are exposed to the elements and water keeps pooling near the foundation slab. The existing tank has reached the end of its useful life and cannot be rehabilitated. The tank does not meet current seismic standards. In 2008, the City of Azusa contracted Civiltec Engineering Inc. to design a new reservoir to replace the existing South Reservoir. Plans and Specifications were prepared but the project was shelved and never built due to lack of funding.

In 2017 Consultants and Azusa Staff, inspected nine (9) concrete reservoirs within the water system to evaluate Azusa's existing storage infrastructure and developed a plan for maintenance, repair, rehabilitation and replacement. Upon inspection, South Reservoir was determined to have reached the end of its useful life and was recommended for replacement. The State Water Resource Control Board Division of Drinking Water has requested Azusa to replace South Reservoir as well. In the interim Azusa has significantly lowered the operating level of South Reservoir due to extensive leakage. At that time, the new tank was estimated to cost $4.5 million.

In 2022 Azusa spent a significant amount of effort seeking funding opportunities for South Reservoir. On September 6, 2022, Assembly Bill 179 (Budget Act of 2022) was approved, and $3 million was designated to the City of Azusa for the replacement of the South Reservoir. This funding was possible through the generous support and efforts of State Assembly member Blanca E. Rubio and State Senator Susan Rubio. The grant funding secured is time-sensitive and will sunset in 2026. The overall cost of the project (2022) was estimated to cost $6 million.

In 2023, Azusa consulted with Civiltec under a Professional Services Agreement to update the plans and specifications and ensure the new 4 million gallon reservoir will meet current seismic and building code standards. Civiltec finished the construction plans and specifications for the new reservoir in June 2024.

On July 22, 2024, the City of Azusa Utility Board approved the solicitation to request proposals from qualified Contractors to construct the new reservoir and its appurtenances. Civiltec's Engineer Estimate for the entire project was projected to cost $8 million dollars.

On August 28, 2024, sealed bid proposals were received from qualified contractors were opened at the Azusa City Clerk's office. The lowest bidder's bid proposal came in above the Engineer's Estimate, at almost $11 million dollars, and the City of Azusa is asking SGVMWD to help bring this long-needed project to fruition.

As one of the four members of the San Gabriel Municipal Water District, Azusa is requesting help with the funding of this project. In previous years the SGVMWD has made 10 year no interest loans to other member agencies showing the District's willingness to support member agencies CIP projects.

The City of Azusa is asking for a loan from SGVMWD in the amount of 3.4 million dollars no interest with a ten-year payback period.

This loan will allow the City of Azusa to move forward with this critical capital improvement project and continue providing high-quality drinking water to the community. As a member agency, Azusa's need for a partnership with SGVMWD to partially fund this project will help ensure the community served by the SGVMWD will have a safe and reliable water storage facility for the next 100 years.

Azusa really appreciates your expedited review and decision. If you have any questions, please do not hesitate to reach out to Melissa Barbosa, Azusa Light & Water Assistant General Manager at (626) 812-5173 or via email at mbarbosa@azusaca.gov

Sincerely,

Melissa Barbosa

South Reservoir Replacement Project (WF-221)



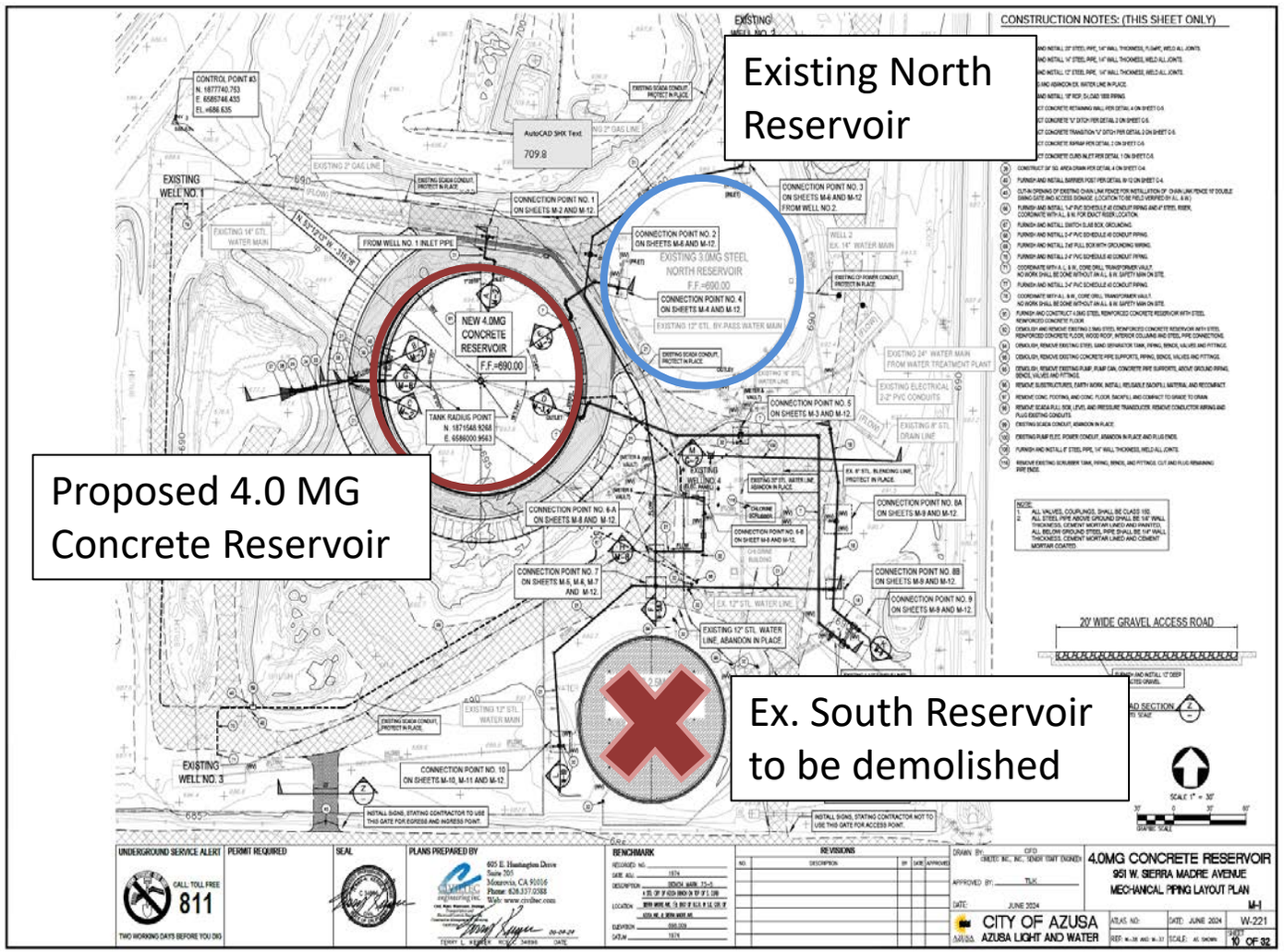
Existing South Reservoir

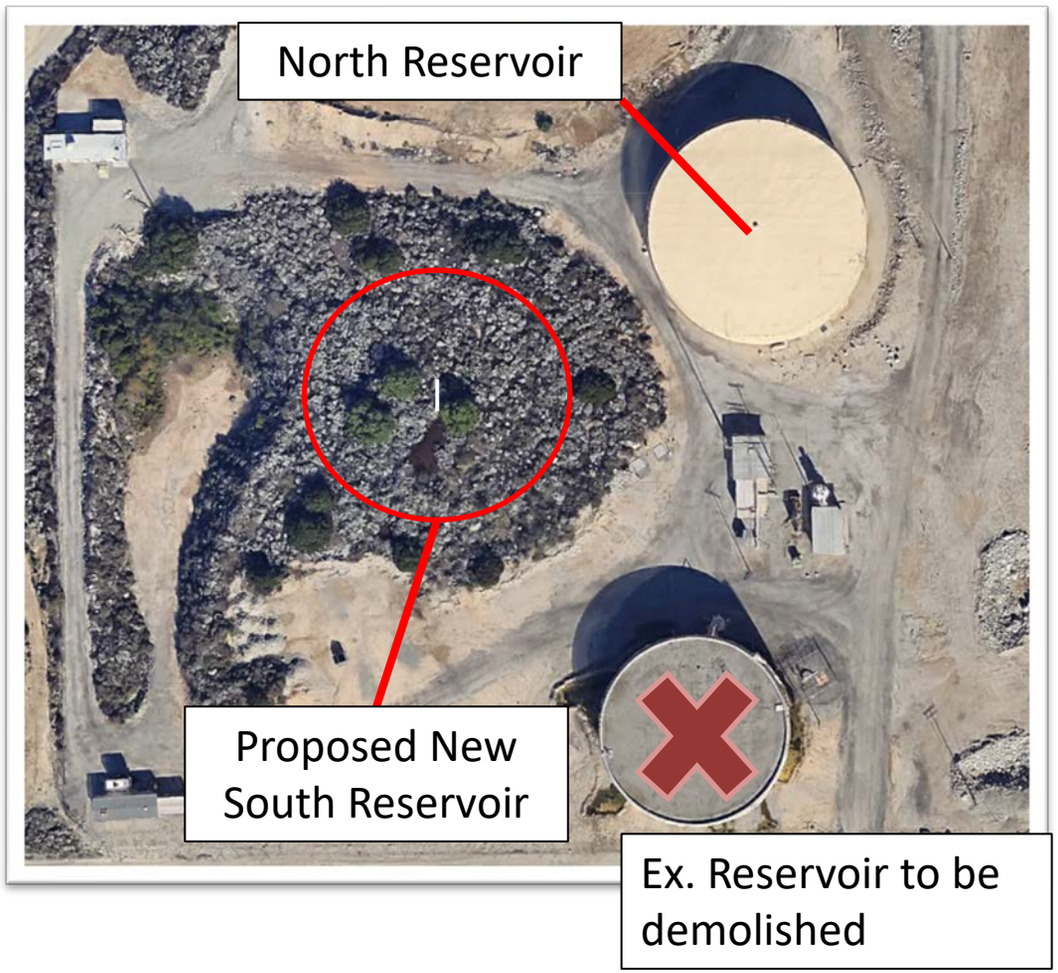
Project Location: 951 W Sierra Madre Avenue Azusa

September 09, 2024

South Reservoir Replacement Project (WF-221)

PROPOSED SITE LAYOUT





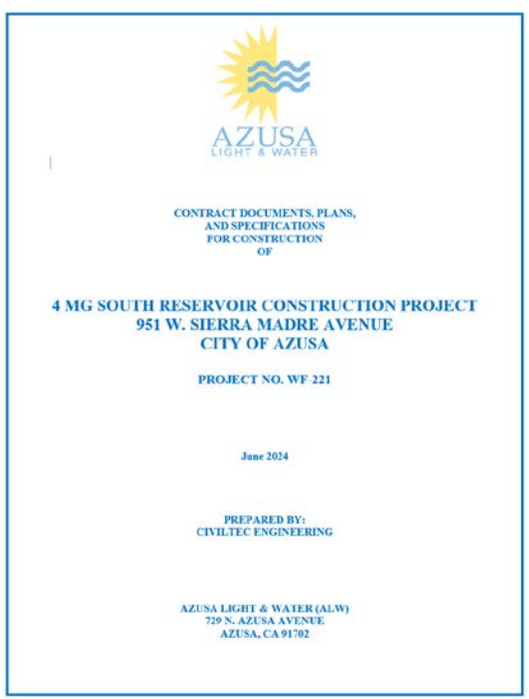
South Reservoir Replacement Project (WF-221)

PROJECT UPDATE

- Earthquake resilient
- Compliant with current standards
- Filed CEQA Notice of Exemption in March 2024



- Civiltec prepared Plans & Specifications
- Project was advertised July 2024
- Bid Proposals were received 08/28/2024



AZUSA
LIGHT & WATER

CONTRACT DOCUMENTS, PLANS,
AND SPECIFICATIONS
FOR CONSTRUCTION
OF

4 MG SOUTH RESERVOIR CONSTRUCTION PROJECT
951 W. SIERRA MADRE AVENUE
CITY OF AZUSA

PROJECT NO. WF 221

June 2024

PREPARED BY:
CIVILTEC ENGINEERING

AZUSA LIGHT & WATER (ALW)
729 N. AZUSA AVENUE
AZUSA, CA 91702

South Reservoir Replacement Project (WF-221)

PROJECT FUNDING TIMELINE

- 2022 City of Azusa applied for grants
  - *Project Estimate $6 million dollars (2022)*
- October 2022 – Assembly Bill 179 (Budget Act of 2022) approved for $3 Million to Azusa (State Assemblymember Blanca Rubio & State Senator Susan Rubio)
- September 2023 – Execute Grant Agreement
  - Between City of Azusa & California Dept of Water Resources
- June 2024 - Plans and Specifications completed by Civiltec
- July 2024 - Azusa Utility Board approved to advertise South Tank CIP Project
  - *Civiltec's Engineer's estimate $8 million dollars (July 2024)*
- August 28, 2024 - Azusa received sealed Bid Proposals
  - *Lowest Contractor proposal $11 million dollars*

South Reservoir Replacement Project (WF-221)

REQUEST

City of Azusa would like to partner with SGVMWD

- To ensure reliable water storage for the community

- SGVMWD has made loans before to other agencies for Capital Improvement Projects

City of Azusa would like to request a loan from the SGVMWD

- 3.4 million dollars at 0% interest, with ten (10) year payback period
- Decision is time-sensitive; grant funding has an expiration date 2026
- Azusa appreciates in advance your consideration

South Reservoir Replacement Project (WF-221)

Timeline



BUDGET

- Apparent Lowest Proposal: $11M
- Grant Funding secured from the State: $3M
- **SGVMWD Funding Request**: $3.4M at 0% interest over 10 year pay back
- Azusa CIP Fund $4.6M
- Total Azusa to Fund is $8M for this CIP Project ($4.6 + $3.4 Loan)

San Gabriel Valley Municipal Water District
Balance Sheet
As of July 31, 2024

	Jul 31, 24
ASSETS	
Current Assets	
Checking/Savings	
1001 · General Fund Bank of America	5,460,521.53
1002 · SWP Fund Account	7,875,871.43
1005 · Revolving Cash Fund	101,685.36
1008 · Petty Cash	442.00
1009 · LAIF	10,987,541.83
1009.01 · LAIF FMV Adjustment	-40,026.03
1011 · UBS Resource Management Account	
1012 · Cash with Broker	32,453.22
1013 · Certificates of Deposit	9,946,844.71
Total 1011 · UBS Resource Management Account	9,979,297.93
1014 · UBS Accrued Interest	-63,027.21
Total Checking/Savings	34,302,306.84
Accounts Receivable	
1603 · Accounts Receivable	24,260.80
Total Accounts Receivable	24,260.80
Other Current Assets	
1605 · Taxes Receivable	-0.34
1606 · Interest Receivable	63,027.21
1620 · Prepaid Expenses	221,507.13
1660 · Water Inventory	465,599.54
Total Other Current Assets	750,133.54
Total Current Assets	35,076,701.18
Fixed Assets	
1862.1 · A/D Safety Project Assets	-1,598.51
1701 · State Water Project Engineering	156,789.28
1702 · State Water Prj Wtr Cntrct Pmts	5,627,376.00
1701.1 · Accum Ammort - State Water Proj	-4,731,779.25
1750 · SCADA 2013	966,165.05
1750.1 · Accum Depreciaton - SCADA 13	-861,884.08
1801 · Pipeline	27,207,443.56
1801.1 · Accum Depreciation - Pipeline	-17,409,883.92
1840 · SCADA Telemetry	48,442.01
1840.1 · Accum Depreciation -SCADA	-14,734.78
1860 · Repaving	3,950.00
1860.1 · A/D Paving	-1,272.82
1861 · Computer	9,865.84
1861.1 · A/D Computers	-6,127.83
1862 · Safety - Protection	47,955.32
1863 · SanDimas Hydro Deflec Batteries	35,595.25
1863.1 · A/D San Dimas Hydro	-15,721.63
1901 · Land	735,931.46
1902 · Buildings	2,320,676.42
1902.1 · Accum Depr - Buildings	-2,312,296.45
1904 · Furniture and Fixtures	182,299.76
1904.1 · Accum Depr - Furn and Fixtures	-137,990.19
1907 · Vehicles	257,156.24
1907.1 · Accum Depr - Vehicles	-208,445.80
1910 · Pipeline Misc Equipment	223,817.49
1910.1 · Accum Depr - Pipeline Misc Equi	-146,198.77
1923 · Hydroelectric Facility San Dima	1,316,586.21
1923.1 · Accum Depr Hydro Elect San D	-92,048.04
1925 · Roof	58,390.47
1925.1 · A/D Roof	-23,599.64
1920 · Construction in Process	
1921.12 · Sch 1 Joint Bond Est Comp 8/24	1,982,271.81

AGENDA ACTION ITEM NO. 3

CONSIDER ADOPTING A POSITION ON PROPOSITION 4, "THE SAFE DRINKING WATER, WILDFIRE PREVENTION, DROUGHT PREPAREDNESS, AND CLEAN AIR BOND ACT OF 2024"

RECOMMENDED ACTION: Recommended that the Board of Directors adopt a "Support" position on Proposition 4.

BACKGROUND: In February 2023, Senator Allen introduced SB 867, a bill proposing a $15 billion bond to be placed on the ballot for a future election. A similar measure, AB 1567, was introduced by Assemblymember Eduardo Garcia, also with a financial impact of approximately $15 billion. Both bills became two-year bills at the end of the 2023 Legislative Session. However, in June 2024, the California Legislature agreed on a $10 billion climate resilience bond for the November 2024 ballot.

On July 3, 2024, SB 867 was passed by the Legislature and signed by Acting Governor McGuire just before the statutory deadline for placing measures on the November ballot. The bond would provide a total of $10 billion, making it the largest public investment in climate resilience in state history. Of this amount, $3.8 billion would be allocated for safe drinking water, drought, flood, and water resilience.

- $386 million- Groundwater storage projects
- $100 million- Watershed resilience
- $75 million- Water conservation
- $1.5 billion - Wildfire and Forest Resilience
- $1.2 billion - Sea Level Rise and Coastal Resilience
- $1.2 billion - Protect Biodiversity and Accelerating Nature-Based Climate Solutions
- $850 million - Clean Air
- $700 million - Park Creation and Outdoor Access
- $300 million - Climate Smart, Sustainable, and Resilient Farms, Ranches, and Working Lands
- $450 million - Extreme Heat Mitigation

BUDGET IMPACT: N/A

PRIOR BOARD ACTION: N/A

LAO

PROPOSITION 4

Authorizes Bonds for Safe Drinking Water, Wildfire Prevention, and Protecting Communities and Natural Lands From Climate Risks. Legislative Statute.

ANALYSIS OF MEASURE

BACKGROUND

State Pays for Natural Resources and Climate Activities. The state pays for many activities aimed at conserving natural resources, as well as responding to the causes and effects of climate change ("natural resources and climate activities"). These activities focus on increasing the amount of water available for use, conserving land to benefit fish and wildlife, increasing recreational opportunities at state and local parks, and other purposes. In some cases, state government agencies perform natural resources and climate activities. In other cases, the state provides grants and loans to local governments, not-for-profit organizations, and businesses to support similar activities.

State Pays for Natural Resources and Climate Activities in Various Ways. Sometimes the state pays up front for natural resources and climate activities with money it already has. In other cases, the state pays for these activities by using bonds. Bonds are a way that the state borrows money and then repays the money plus interest over time. (For more information about bonds, please see "Overview of State Bond Debt" later in this guide.)

Over the past decade, the state has spent an average of about $13 billion each year (annually) on natural resources and climate activities. About 15 percent of this amount has been from bonds. The state still has a few billion dollars remaining from prior natural resources and climate bonds that have not yet been committed for specific activities.

Local and Federal Governments Also Pay for Similar Activities. In addition to the state funding, other entities also pay for natural resources and climate activities. For example, in some areas, local governments pay for water and energy infrastructure as part of their roles as local utilities. Local governments such as cities and counties also pay for local parks. The federal government also pays for various natural resources and climate activities. For example, the federal government provides money to improve local drinking water systems and to build energy infrastructure.

PROPOSAL

New Bond for Natural Resources and Climate Activities. Proposition 4 allows the state to sell a $10 billion bond for natural resources and climate activities. Much of the bond money would be used for loans and grants to local governments, Native American tribes, not-for-profit organizations, and businesses. Some bond money also would be available for state agencies to spend on state-run activities.

Funding Would Pay for a Variety of Activities. As shown in Figure 1, Proposition 4 pays for activities within eight broad categories, each with different goals. Some of the main activities in each category are summarized below:

Figure 1

Key Goals of Proposition 4 Bond Funds

(In Millions)

Category	Key Goals	Amount
Drought, Flood, and Water Supply	Increase the amount and quality of water available for people to use and reduce the risk of flooding.	$3,800
Forest Health and Wildfire Prevention	Improve the health of forests and protect communities from wildfires.	1,500
Sea-Level Rise and Coastal Areas	Reduce the risks from sea-level rise, restore coastal areas, and protect fish.	1,200
Land Conservation and Habitat Restoration	Protect and restore natural areas.	1,200
Energy Infrastructure	Support the state's shift to more renewable sources of energy, such as offshore wind.	850
Parks	Expand, renovate, and repair local and state parks.	700
Extreme Heat	Reduce the effects of extreme heat on communities.	450
Farms and Agriculture	Help farms respond to the effects of climate change and become more sustainable.	300
Total		**$10,000**

- ***Drought, Flood, and Water Supply ($3.8 Billion).*** Roughly half of this money would be for activities to increase the amount and quality of water available for people to use ($1.9 billion). This would include storing water so it can be used during future droughts, as well as cleaning polluted water to make it safe to drink. Money would also be used to help reduce the risk of floods, such as by repairing dams and capturing and reusing stormwater ($1.1 billion). The rest of the money would be used for various activities, such as restoring rivers and lakes.
- ***Forest Health and Wildfire Prevention ($1.5 Billion).*** All of this money would support activities to improve the health of forests and reduce the risk of severe and destructive wildfires. This would include thinning trees in forests that are overgrown

and clearing vegetation near where people live. Money would also be used for other activities, such as helping homeowners make their properties more resistant to wildfire damage.

- ***Sea-Level Rise and Coastal Areas ($1.2 Billion).*** Most of this money would pay for activities to restore coastal areas and protect them from the effects of rising sea levels ($890 million). This could include restoring wetlands so they can serve as buffers to rising sea levels. The rest of this money would be used to improve ocean habitats and protect fish and other marine wildlife ($310 million).
- ***Land Conservation and Habitat Restoration ($1.2 Billion).*** This money would be used to protect and restore land for the benefit of fish and wildlife. For example, it could support purchasing land to set aside so that it is not developed.
- ***Energy Infrastructure ($850 Million).*** More than half of this money would support the development of wind turbines off the California coast ($475 million). Most of the remaining money would pay for building infrastructure such as transmission lines to carry electricity long distances ($325 million). The rest of the money would pay for projects to build large batteries that store electricity for when it is needed ($50 million).
- ***Parks ($700 Million).*** The bulk of this money would support various activities that expand recreational opportunities at parks or reduce the impacts of climate change on parks ($300 million). These activities could include adding new trails and parking areas. Some of this money would provide grants to local communities to build new parks or renovate existing parks ($200 million). The rest of this money would be used to repair state parks and provide nature education ($200 million).
- ***Extreme Heat ($450 Million).*** Much of this money would pay for activities focused on protecting communities from extreme heat ($200 million). These activities could include adding trees and greenspaces. *Money would also support places for people to go during heatwaves or disasters ($100 million).* The rest of the money would provide grants for local communities to conduct activities that provide environmental benefits, such as reducing air pollution ($150 million).
- ***Farms and Agriculture ($300 Million).*** Much of this money would be used for activities that encourage farmers to improve soil health, reduce air pollution, and use less water ($105 million). This money would also support community gardens and farmers' markets, such as by purchasing shade canopies ($60 million). The rest of this money would support a range of other activities, such as purchasing vans to transport farmworkers and conserving farmland.

Establishes Other Requirements for the Use of Funds. Proposition 4 requires the bond money to be used in certain ways. For example, at least 40 percent of bond money must be used for activities that directly benefit communities that have lower incomes or are more vulnerable to the impacts of climate change. Proposition 4 also requires regular public reporting of how the bond money is spent.

Fiscal Effects

Increased State Costs of About $400 Million Annually for 40 Years to Repay the Bond. The estimated cost to repay the bond would be **about $400 million annually over a 40-year period**. Payments would be made from the state General Fund. (The General Fund is the account the state uses to pay for most public services, including education, health care, and prisons.) This would be less than one-half of 1 percent of the state's total General Fund budget. Since the state has to pay interest on the money it borrows, the total cost of the bond would be about 10 percent more (after adjusting for inflation) than if the state paid up front with money it already has.

Likely Reduced Local Costs for Natural Resources and Climate Activities. The availability of state bond funds could have various fiscal effects on local governments. In some cases, the additional state funding could replace local government money that would otherwise be needed to pay for a project. For example, this could include using bond funds to help support an essential water treatment facility the local government otherwise would have needed to fund by itself. In other cases, however, the availability of state funds could encourage local governments to spend more money to build larger projects than they otherwise would. For example, this could include adding additional amenities to a local park. On net, Proposition 4 likely would result in savings to local governments. The amount of these savings is uncertain but could average tens of millions of dollars annually over the next few decades.

Potential State and Local Savings if Funding Prevents Disasters. To the extent the bond funds result in completing activities that reduce the risk or amount of damage from disasters, it could reduce state and local costs for responding to and recovering from those events. For example, improving a levee could reduce the amount of flooding that occurs. Additionally, thinning trees in a forest could reduce the severity of wildfires. The amount of such potential savings is uncertain.

YES/NO STATEMENT

A **YES** vote on this measure means: The state could borrow $10 billion to fund various activities aimed at conserving natural resources, as well as responding to the causes and effects of climate change.

A **NO** vote on this measure means: The state could not borrow $10 billion to fund various activities aimed at conserving natural resources, as well as responding to the causes and effects of climate change.

SUMMARY OF LEGISLATIVE ANALYST'S ESTIMATE OF NET STATE AND LOCAL GOVERNMENT FISCAL IMPACT

- Increased state costs of about $400 million annually for 40 years to repay the bond.

State Bond Cost Estimate	
Amount borrowed	$10 billion
Average repayment cost	$400 million per year over 40 years
Source of repayment	General tax revenue

BALLOT LABEL

Fiscal Impact: Increased state costs of about $400 million annually for 40 years to repay the bond.

AGENDA ACTION ITEM NO. 4

APPROVE ANNUAL REPORT

RECOMMENDED ACTION: Approve the Annual Report for distribution.

BACKGROUND: A draft of the 2023-2024 Annual Report is presented to the Board for review and approval to distribute.

BUDGET IMPACT: N/A

PRIOR BOARD ACTION: N/A

SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

AZUSA | SIERRA MADRE | MONTEREY PARK | ALHAMBRA

2023-2024 ANNUAL REPORT



65 YEARS OF SERVICE
1959-2024

AS THE PAST AND FUTURE CONVERGE

We Invest in Infrastructure Improvements and Explore Supply Innovations

AFTER 65 YEARS, OUR PAST AND FUTURE CONVERGE

As we recognize the District's 65th year of service, the San Gabriel Valley and California have emerged from an extended drought with greatly improved water supply conditions: local groundwater levels at their highest levels since 2006, reservoirs near capacity, snowpack is above average, State Water Project imported water deliveries are flowing, and conservation efforts have been embraced.

Yet, long-term, our water supplies are always in a deficit, and we use more water than Mother Nature provides. As the District's infrastructure ages, we have begun a multi-year condition assessment and infrastructure maintenance program, recently completing the first "schedule," a nearly $2.2 million investment. And we have created plans for additional infrastructure improvements in the upcoming decade that will further ensure the operational integrity of our facilities.

Having made a $2.68 million investment in the State Water Project's Delta Conveyance Plan (DCP) in 2020, the Board will consider additional investment this year in the DCP, which progressed to having its Environmental Impact Report certified late in 2023. And we are studying the local Pure Water Southern California recycled water project closely given its broad implications for the District.

The District remains in a solid position financially, possessing the lowest wholesale water rate in the Valley. We slightly increased water rates this past year, which are strictly a "pass through" of the cost the District pays to move water through the State Water Project, and we've also projected water rates for our member cities for the next three years. The property tax rate assessed to our member cities remained unchanged and we do not anticipate changes in the near future.

Early in 2024, the District developed a new strategic plan which will help guide our plans and operations for several years, including continuation of the comprehensive pipeline assessment and maintenance program, evaluation and action on external water supply opportunities including banking opportunities, and continued investment in water education, conservation and outreach programs. We thank our member cities and regional water partners for their partnership during our first 65 years, and we look forward to working together to preserve and conserve our precious water resources in the future.



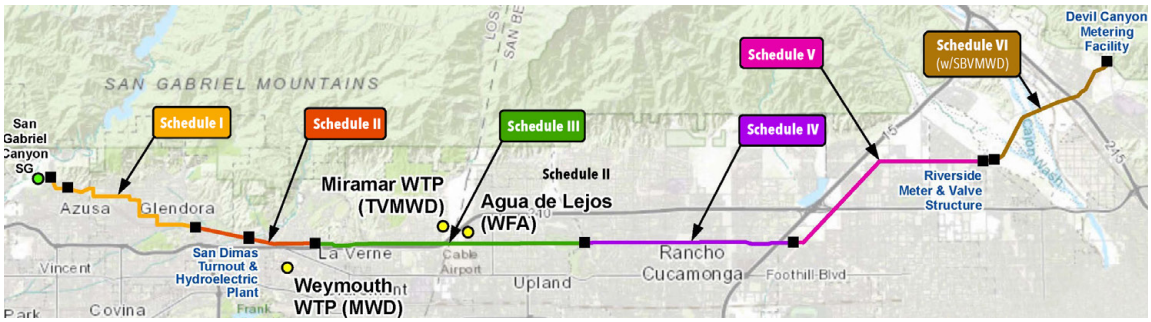
Mark Paulson, Board President

SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

Darin Kasamoto, General Manager



INVESTING IN THE DISTRICT'S INFRASTRUCTURE



Schedules for Devil Canyon-Azusa Pipeline Maintenance

- Spreading Grounds
- Facility/WTP Location
- DCAP Facility

Schedule I
Schedule II
Schedule III
Schedule IV
Schedule V
Schedule VI

THE DISTRICT'S AGING INFRASTRUCTURE

As the District's Devil Canyon-Azusa Pipeline (DCAP) and ancillary facilities age, we are rigorously testing the condition (leaks, corrosion, pressure, etc.) of our underground and above ground facilities which cover approximately 40 miles and run west from the Devil Canyon Power Plant in the San Bernardino Mountains to the San Gabriel Canyon Spreading Grounds in Azusa. The Pipeline is gravity-fed and has three pressure reducing stations in Glendora, La Verne, and Fontana. The diameter of the Pipeline ranges from 30 inches to more than 4 feet around. The pipeline's capacity is 55cfs (cubic feet per second) which is the equivalent of 27,450 gallons per minute.

COMPREHENSIVE CONDITION ASSESSMENT AND MAINTENANCE PLAN

Our comprehensive Plan identifies approximately $12 million of short-term projects (1-3 years) and $12 million of long-term projects (4-10 years), totaling about $24 million. The Plan is organized into six different "schedules," which are linear sections of the Pipeline. The District is in the process of conducting third-party review of the Plan to ensure the accuracy of projects, timelines and budgets.







THE DISTRICT'S *SCHEDULE 1 PILOT PROJECT*

Utilizing state-of-the-art monitoring technology, we recently concluded a Schedule 1 pilot project at a cost of nearly $2.2 million. *Key facets of the pilot project included: San Gabriel Flow Control Structure 30" Ball Valve Replacement, San Dimas Hydro Butterfly Isolation Valve Replacement, Fall Protection Upgrades, Schedule I Joint Bonding and Condition Assessment Validation, Lytle Creek Turnout SCADA Integration, Schedules I and VI Manway Top Replacements, and Sierra Madre Avenue Blowoff Plug Valve Replacement.*

INVESTING IN WATER SUPPLY INNOVATIONS, OUTREACH AND CONSERVATION

WATER SUPPLY INNOVATIONS ARE MAKING PROGRESS

The District is committed to participating in new water supply solutions that serve our member cities. Such projects take considerable research, funding, outreach and time to develop. Two such projects, described below, are several years into their development stages, and aim to increase the quantity and reliability of local and imported water supplies.



DELTA CONVEYANCE PROJECT

The Project: The *Delta Conveyance Project* is proposed to enhance California's aging imported water delivery system in the Sacramento-San Joaquin Delta against water supply losses and interruptions caused by climate change, sea level rise and earthquakes. Since about 20% of the water we use in the San Gabriel Valley is imported from northern California and the Colorado River, increasing its reliability is critical.

2020 Investment: The District invested $2.68 million to support planning and environmental research for the Project.



Fall 2024 Status: The Environmental Impact Report for the Project was completed in December 2023. In Fall 2024, the District will consider further investment in the Project.

PURE WATER SOUTHERN CALIFORNIA

The Project: The *Pure Water Southern California Project* is proposed by the Metropolitan Water District of Southern California (MWD) and the Los Angeles County Sanitation Districts (LACSAN). The Project would add up to 6,000 acre-feet of recycled water per year to the District's water portfolio and more than 155,000 AF of water throughout the Main San Gabriel Basin. This Project is poised to benefit residents and businesses by transforming wastewater into safe, high-quality drinking water, replenishing groundwater basins, and integrating into MWD's drinking water treatment and delivery system.

2022 Letter of Intent: The District adopted a Letter of Intent with MWD and LACSAN in 2022. In addition to potentially increasing the amount of water available for groundwater recharge in the Basin, the District's infrastructure is being evaluated as part of the water treatment and delivery process.

Fall 2024 Status: During the past two years, the District met with MWD, toured potential Project facilities (pictured above), developed a white paper analyzing the Project's plans, and hosted MWD representatives at its August 2024 board meeting.

WE PARTNER WITH MEMBER CITIES TO PROMOTE WATER EDUCATION AND CONSERVATION

In addition to providing low-cost water to our member cities, we offer loans, grants, school programs, community events, legislative meetings and tours, educational materials, speakers' bureau presentations, rebates and more. Highlights of our partnership efforts are featured below.



ALHAMBRA

SGVMWD Directors Mike Eng and Steve Placido presented a check in support of the Alhambra HS Debate Team Tournament Focused on Water Issues.



AZUSA

Evelyn Reyes, External Affairs Manager, assists community members at a summer Concerts in the Park event.



SIERRA MADRE

The District helped sponsor the Mt. Wilson Trail Run.



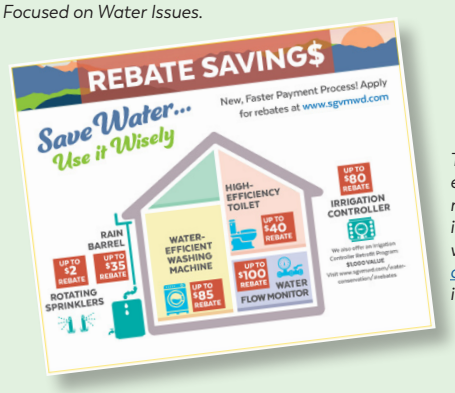
MONTEREY PARK

The District is among the funding sponsors of the Centralized Groundwater Treatment System Facility and attended the ribbon-cutting ceremony.



ASIAN-AMERICAN OUTREACH

The District hosts an annual briefing for Asian-American media, also attended by local elected officials.



SAVING MONEY BY SAVING WATER

The District continues to improve and expand its rebate program with new rebate items and an enhanced irrigation retrofit program. Visit our website (https://sgvmwd.com/water-conservation/#rebates) for more information and on-line applications.

O.W.L
Opportunities for Water Leadership

COMMUNITY GRANT PROGRAM

Our O.W.L. Community Grant Program (Opportunities for Water Leadership) helps fund school and non-profit conservation projects. To learn more and to apply for funds, visit our website (https://sgvmwd.com/water-conservation/#owl-grants).

2023-2024 HIGHLIGHTS

JULY 2023
Baldwin Park Key Well Measured at 232.6 Feet Above Mean Sea Level Compared to 185.2 Feet in July 2022

AUGUST 2023
Property Tax Rate for Member Cities Approved by Board of Directors

OCTOBER 2023
Alhambra High School's Debate Tournament Funded by the O.W.L. Community Grant Program

California's 3.5 Year Drought Cycle Ended

NOVEMBER 2023
Sierra Madre presented update of District-Funded Greener Yards Program to Board of Directors

The Monterey Park Bruggemeyer Library and its "Junior Friends Club" Awarded O.W.L. Grant to Promote Water Conservation

DECEMBER 2023
Department of Water Resources Certified Environmental Impact Report (EIR) for the proposed Delta Conveyance Project

JANUARY 2024
2024 Board Officers' Elections and Committee Assignments Approved by Board of Directors

Department of Water Resources' Initial State Water Project Allocation to State Water Contractors Set at 10% of Planned Allocations

Strategic Planning Workshop Conducted

FEBRUARY 2024
Strategic Plan Approved by Board of Directors

State Water Project Allocation to State Water Contractors to 15% of Planned Allocations Increased

MARCH 2024
State Water Project Allocation to State Water Contractors Increased to 30% of Planned Allocations

Catalyst SGV and Cal State LA Unveil Desert Garden at Marguerita Elementary School in Alhambra Funded by Grant from the District

APRIL 2024
State Water Project Allocation to State Water Contractors Increased to 40% of Planned Allocations

Wholesale Water Rates for Member Cities for 2024-2025 Approved by Board of Directors

Legislative Visits in Sacramento Conducted by Board and Staff

MAY 2024
Analysis of Pure Water Southern California Recycled Water Project Presented to Board of Directors by Stetson Engineers

Department of Water Resources' (DWR) Analysis Concludes Benefits of Delta Conveyance Project Far Exceed Costs

Student Education Programs Provided to Schools during May/Water Awareness Month

JUNE 2024
Baldwin Park Key Well Measured at 240 Feet Above Mean Sea Level Compared to 233 Feet in June 2023

Reservoir Levels Statewide are 116% of Average and 80% of Capacity

2023-2024 OPERATIONAL DATA

STATE WATER PROJECT DELIVERIES

20,418 ACRE-FEET (AF)
(SGVMWD's full allocation is 28,800 AF per calendar year)

COMMUNITY INVESTMENTS

$158,231
in grants, rebates and irrigation retrofits distributed

HYDROELECTRIC POWER GENERATED

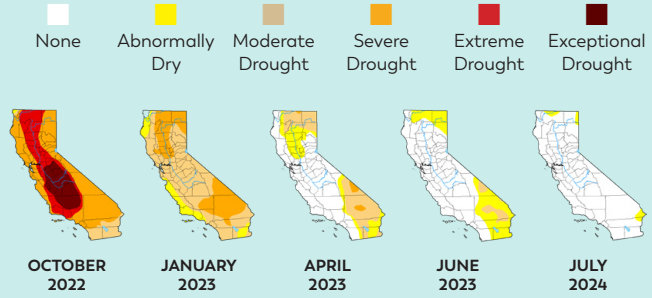
4,767.8
MEGAWATT-HOURS (MWH)

INFRASTRUCTURE INVESTMENTS

$2,180,248
Schedule 1 Maintenance Projects

2023-2024 WATER SUPPLY CONDITIONS

CALIFORNIA DROUGHT



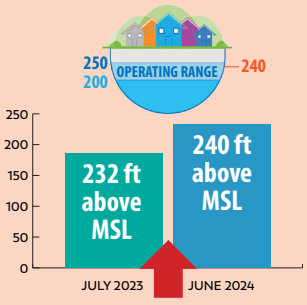
LOCAL RAINFALL: 23.23 INCHES

130%
OF NORMAL

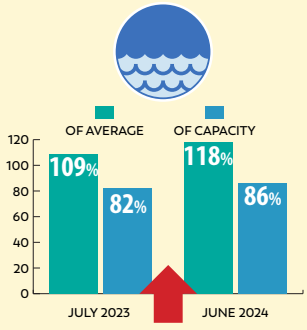
* Source:
Los Angeles County Dept. of Public Works
(measured July 1, 2023 through June 30, 2024)

GROUNDWATER LEVEL

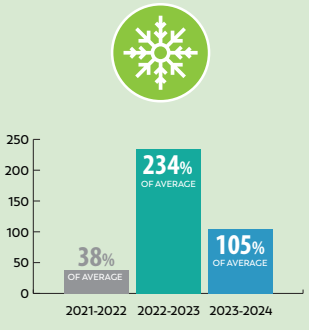
in the Main San Gabriel Basin



STATEWIDE RESERVOIRS



STATEWIDE SNOWPACK



MISSION STATEMENT

The San Gabriel Valley Municipal Water District provides reliable supplemental water for the communities of Alhambra, Azusa, Monterey Park and Sierra Madre in a cost-effective and environmentally responsible manner.



Mark R. Paulson, President Division I - Alhambra



Steven T. Placido, DDS, Vice President Division II - Alhambra and Monterey Park



Mike Eng Director Division III - Monterey Park



Miles L. Prince, Secretary Division IV - Sierra Madre



Bruce H. Knoles Treasurer Division V - Azusa

1402 N. VOSBURG DRIVE | P.O. BOX 1299 | AZUSA, CA 91702 | 626.969.7911 | WWW.SGVMWD.COM | INFO@SGVMWD.COM

AGENDA ACTION ITEM NO. 5

GENERATOR REPLACEMENT PROJECT PROPOSALS

RECOMMENDED ACTION: Reject all received bids and solicit a modified RFP without a prequalified electrical subcontractor.

BACKGROUND: Five existing standby generators are at end-of-life and require replacement, and Riverside Meter Structure currently does not have standby power. In 2022 DAP Electric provided a proposal to install six generators. Civiltec evaluated DAP Electric's proposal and, after visiting the six sites, identified necessary improvements to bring the existing electrical equipment to code. Since DAP Electric, Inc. installed the generator at the District office and provided the initial proposal, they were added to the RFP as a prequalified electrical contractor.

BUDGET IMPACT: The 2024-2025 budget for Major Capital Expenditures- Standby Generator Replacement is $606,000.00.

PRIOR BOARD ACTION: N/A

CIVILTEC
engineering inc.
Civil, Water, Wastewater, Drainage, Transportation and
Electrical/Controls Engineering ● Construction Management ● Surveying
California ● Arizona

August 22, 2024

San Gabriel Valley Municipal Water District
1402 N. Vosburg Dr
Azusa, CA 91702

Sent Via Email: stevekiggins@sgvmwd.com

ATTN: Mr. Steve Kiggins

RE: Review of Generator Project RFP Bid Proposal

Dear Mr. Kiggins,

Civiltec engineering, inc. (Civiltec) has performed a review of the Generator Project RFP bids received.

Two bids were received for the project as follows:

- RC Foster Inc: $1,183,580
- TE Roberts: Inc: $1,101,096

Both contractors are highly reputable, have worked on other District projects satisfactorily, and would be qualified to perform the project work.

A review of the received bids and the original cost estimate is summarized in the table below.

	CIVILTEC	RC FOSTER	TE ROBERTS
	$ 550,909	$ 1,163,580	$ 1,033,896
Bidform Item 36: Mobilization/Demobilization (6% Typical)	$ 33,055	$ 20,000	$ 43,200
Bidform Item 37: Incidental Materials and Labor	$ -	$ -	$ 24,000
Grand Total:	$ 583,964	$ 1,183,580	$ 1,101,096

The project began internally at the District with the receipt of a proposal from DAP Electric Inc (DAP) in 2022 to replace the existing generators at 5 sites, and to provide a new generator at one location. The District asked ***Civiltec*** to review the proposal and we found a number of existing electrical system components involved no longer met code requirements, as well as some structural modifications and site improvements would be needed. These additional elements were beyond the scope provided by DAP and would require a general contractor to oversee the construction.

In the RFP for the generator project DAP was listed as a prequalified electrical subcontractor to perform the work and participated in the mandatory pre-bid job walk with prospective bidders.

In reviewing bids received we went back to the 2022 DAP proposal of $270,890 and attempted adjust the cost for inflation, the added electrical elements to meet code, site improvements, and the general contractor mark-up for DAP as subcontractor. The table below summarizes our estimate of what the DAP proposal would be when adjusted for those costs.

ADJUSTED DAP 2022 PROPOSAL

Base Proposal (2022)		$ 270,890
Inflation 11%		$ 29,798
Missing Electrical Upgrades		$ 255,000
	Subtotal	$ 555,688
Contractor Markup 20%		$ 111,138
Missing Site Improvements		$ 75,000
	Total	**$ 591,825**

The two received general contractor bids for the RFP were comparable to each other, indicating they received a proposal from DAP for supplying/installing the generators and added in the work outside of DAP's scope fairly and equally. It has to be assumed the marked difference in cost from the DAP 2022 proposal and the ***Civiltec*** cost estimate to the costs in the bids received lays with a significantly higher DAP proposal provided to each of the general contractors than the District received in 2022.

We believe listing DAP as a prequalified electrical subcontractor in the specifications and their participation in the pre-bid job walk was disadvantageous to the District. Therefore, it is ***Civiltec***' s recommendation for the District to reject all received bids and resolicit a modified RFP where DAP Electric Inc is removed from the specifications as a prequalified electrical subcontractor.

Sincerely,

Civiltec engineering, inc.

Steven M. Walker, P.E.
(shawes@civiltec.com)
Project Manager

R.C. Foster

PROPOSAL BID FORM					
Item #	Name	Description	Quantity	Unit	Price
		Rialto Meter Structure			
1	Demolition	Costs to demolish and lawfully dispose of existing concrete, wiring, conduits, meter and panels.	1	LS	$ 480.00
2	Switchgear 600V/ATS/Meter	Contractor provide and install new 600V switchgear, ATS, meter, pull boxes and integration to existing facility.	1	LS	$ 19,120.00
3	Ductbanks/Wire/Conduits/Grounding	Cost to provide and install new ductbanks, wiring, conduits, grounding system, and integration into the existing facility.	1	LS	$ 89,480.00
4	10kW Generator and Enclosure	Cost to provide and install all generator, enclosure and integration into the existing facility.	1	LS	$ 75,000.00
5	Concrete Support Pad, Meter Pedestal, Crushed Stone and Grading	Cost to provide and install all concrete support pads/pedestals, site crushed stone and grading at the existing facility.	1	LS	$ 79,300.00
	Startup, Testing, and SCE Coordination	Cost to perform startup, testing and commissioning of the new systems, and SCE coordination.	1	LS	$ 2,700.00
A				Rialto Meter Structure Site Total Price:	$ 266,080.00
		Etiwanda Pressure Reducing Station			
6	Demolition	Costs to demolish and lawfully dispose of existing concrete, wiring, conduits, meter and panels.	1	LS	$ 6,800.00
7	Switchgear 600V/ATS/Meter	Contractor provide and install new 600V switchgear, ATS, meter, pull boxes and integration to existing facility.	1	LS	$ 13,200.00
8	Ductbanks/Wire/Conduits/Grounding	Cost to provide and install new ductbanks, wiring, conduits, grounding system, and integration into the existing facility.	1	LS	$ 50,600.00
9	10kW Generator and Enclosure	Cost to provide and install all generator, enclosure and integration into the existing facility.	1	LS	$ 72,000.00
10	Concrete Support Pad, Meter Pedestal, Crushed Stone and Grading	Cost to provide and install all concrete support pads/pedestals, site crushed stone and grading at the existing facility.	1	LS	$ 17,800.00
11	Startup, Testing, and SCE Coordination	Cost to perform startup, testing and commissioning of the new systems, and SCE coordination.	1	LS	$ 2,700.00
B				Etiwanda PRS Site Total Price:	$ 163,100.00

Emerald Pressure Reducing Station					
12	Demolition	Costs to demolish and lawfully dispose of existing concrete, wiring, conduits, meter and panels.	1	LS	$ 6,800.00
13	Switchgear 600V/ATS/Meter	Contractor provide and install new 600V switchgear, ATS, meter, pull boxes and integration to existing facility.	1	LS	$ 13,200.00
14	Ductbanks/Wire/Conduits/Grounding	Cost to provide and install new ductbanks, wiring, conduits, grounding system, and integration into the existing facility.	1	LS	$ 52,400.00
15	10kW Generator and Enclosure	Cost to provide and install all generator, enclosure and integration into the existing facility.	1	LS	$ 72,000.00
16	Concrete Support Pad, Meter Pedestal, Crushed Stone and Grading	Cost to provide and install all concrete support pads/pedestals, site crushed stone and grading at the existing facility.	1	LS	$ 17,800.00
17	Startup, Testing, and SCE Coordination	Cost to perform startup, testing and commissioning of the new systems, and SCE coordination.	1	LS	$ 2,700.00
C				Emerald PRS Site Total Price:	$ 164,900.00

San Dimas Hydro Power Generation Facility					
18	Demolition	Costs to demolish and lawfully dispose of existing concrete, wiring, conduits, meter and panels.	1	LS	$ 10,600.00
19	Switchgear 600V/ATS/Meter	Contractor provide and install new 600V switchgear, ATS, meter, pull boxes and integration to existing facility.	1	LS	$ 0.00
20	Ductbanks/Wire/Conduits/Grounding	Cost to provide and install new ductbanks, wiring, conduits, grounding system, and integration into the existing facility.	1	LS	$ 94,000.00
21	25kW Generator and Enclosure	Cost to provide and install all generator, enclosure and integration into the existing facility, including separate fuel tank, custom welded steel air exhaust shroud, and custom support frame to mate to existing concrete support pedestal.	1	LS	$ 70,000.00
22	Concrete Support Pad, Meter Pedestal, Crushed Stone and Grading	Cost to provide and install all concrete work at the existing facility.	1	LS	$ 17,000.00
23	Startup, Testing, and SCE Coordination	Cost to perform startup, testing and commissioning of the new systems, and SCE coordination.	1	LS	$ 2,700.00
D				San Dimas Hydro Power Generation Site Total Price:	$ 194,300.00

Big Dalton Pressure Reducing Station					
24	Demolition	Costs to demolish and lawfully dispose of existing concrete, wiring, conduits, meter and panels.	1	LS	$ 6,800.00
25	Switchgear 600V/ATS/Meter	Contractor provide and install new 600V switchgear, ATS, meter, pull boxes and integration to existing facility.	1	LS	$ 13,200.00
26	Ductbanks/Wire/Conduits/Grounding	Cost to provide and install new ductbanks, wiring, conduits, grounding system, and integration into the existing facility.	1	LS	$ ~~54,400.00~~ ~~BB~~ 52,400.00
27	10kW Generator and Enclosure	Cost to provide and install all generator, enclosure and integration into the existing facility.	1	LS	$ 67,000.00
28	Concrete Support Pad, Meter Pedestal, Crushed Stone and Grading	Cost to provide and install all concrete support pads/pedestals, site crushed stone and grading at the existing facility.	1	LS	$ 17,800.00
29	Startup, Testing, and SCE Coordination	Cost to perform startup, testing and commissioning of the new systems, and SCE coordination.	1	LS	$ 2,700.00
E				Big Dalton PRS Site Total Price:	$ 159,900.00

Azusa Flow Control Station					
30	Demolition	Costs to demolish and lawfully dispose of existing concrete, wiring, conduits, meter and panels.	1	LS	$ 9,900.00
31	Switchgear 600V/ATS/Meter/Main Breaker Panel	Contractor provide and install new 600V switchgear, ATS, meter, main breaker panel, pull boxes and integration to existing facility.	1	LS	$ 6,800.00
32	Ductbanks/Wire/Conduits/Grounding	Cost to provide and install new ductbanks, wiring, conduits, grounding system, and integration into the existing facility.	1	LS	$ 51,900.00
33	10kW Generator and Enclosure	Cost to provide and install all generator, enclosure and integration into the existing facility.	1	LS	$ 68,000.00
34	Concrete Support Pad, Meter Pedestal, Crushed Stone and Grading	Cost to provide and install all concrete support pads/pedestals, asphalt paving, site crushed stone and grading at the existing facility.	1	LS	$ 76,000.00
35	Startup, Testing, and SCE Coordination	Cost to perform startup, testing and commissioning of the new systems, and SCE coordination.	1	LS	$ 2,700.00
F				Azusa FCS Site Total Price:	$ 215,300.00

All Project Sites Common Work Items					
36	Mobilization and demobilization	Costs to mobilize and demobilize equipment, labor, materials including but not limited to establishment of jurisdictional businesses licensing, insurances, preparation of submittals, project close out documents, and items not explicitly stated or listed in other bid items.	1	LS	$ 20,000.00
37	Incidental Materials and Labor	Incidental materials and labor required to complete the work and provide fully functional generator systems at each of the project sites that is not explicitly stated in the bid form or described in the drawings and specifications.	1	LS	$ 0.00
G				All Project Sites Common Work Items Price	$ 20,000.00

Total of Proposal Sub-Items A, B, C, D, E, F, and G Price: $ 1,183,580.00

BID SCHEDULE

SGVMWD
Generator Replacement Project
August 1, 2024 at 2 PM

				Eng Est $	
				Bond $	
				Addendum's	
				Final Numbers	
	Bid Item	Qty	Unit	Bid Unit $	Total
1	Demo		1 LS	$12,000.00	$12,000.00
2	Switchgear 600V / ATS / Meter		1 LS	$18,000.00	$18,000.00
3	Ductbanks / Wire / Conduits / Grounding		1 LS	$18,000.00	$18,000.00
4	10kW Generator and enclosure		1 LS	$159,600.00	$159,600.00
5	Concrete support pad,meter pedestal, crushed stone and grading		1 LS	$18,000.00	$18,000.00
6	Startup, testing and SCE coordination		1 LS	$6,912.00	$6,912.00
7	Demo		1 LS	$6,000.00	$6,000.00
8	Switchgear 600V / ATS / Meter		1 LS	$12,000.00	$12,000.00
9	Ductbanks / Wire / Conduits / Grounding		1 LS	$12,000.00	$12,000.00
10	10kW Generator and enclosure		1 LS	$94,800.00	$94,800.00
11	Concrete support pad,meter pedestal, crushed stone and grading		1 LS	$12,000.00	$12,000.00
12	Startup, testing and SCE coordination		1 LS	$5,616.00	$5,616.00
13	Demo		1 LS	$6,000.00	$6,000.00
14	Switchgear 600V / ATS / Meter		1 LS	$18,000.00	$18,000.00
15	Ductbanks / Wire / Conduits / Grounding		1 LS	$12,000.00	$12,000.00
16	10kW Generator and enclosure		1 LS	$90,000.00	$90,000.00
17	Concrete support pad,meter pedestal, crushed stone and grading		1 LS	$12,000.00	$12,000.00
18	Startup, testing and SCE coordination		1 LS	$5,952.00	$5,952.00
19	Demo		1 LS	$12,000.00	$12,000.00
20	Switchgear 600V / ATS / Meter		1 LS	$18,000.00	$18,000.00
21	Ductbanks / Wire / Conduits / Grounding		1 LS	$12,000.00	$12,000.00
22	25kW Generator and enclosure		1 LS	$118,800.00	$118,800.00
23	Concrete support pad,meter pedestal, crushed stone and grading		1 LS	$12,000.00	$12,000.00
24	Startup, testing and SCE coordination		1 LS	$5,784.00	$5,784.00
25	Demo		1 LS	$6,000.00	$6,000.00
26	Switchgear 600V / ATS / Meter		1 LS	$18,000.00	$18,000.00
27	Ductbanks / Wire / Conduits / Grounding		1 LS	$12,000.00	$12,000.00
28	10kW Generator and enclosure		1 LS	$90,000.00	$90,000.00
29	Concrete support pad,meter pedestal, crushed stone and grading		1 LS	$12,000.00	$12,000.00
30	Startup, testing and SCE coordination		1 LS	$5,952.00	$5,952.00
31	Demo		1 LS	$12,000.00	$12,000.00
32	Switchgear 600V / ATS / Meter		1 LS	$18,000.00	$18,000.00
33	Ductbanks / Wire / Conduits / Grounding		1 LS	$18,000.00	$18,000.00
34	10kW Generator and enclosure		1 LS	$120,000.00	$120,000.00
35	Concrete support pad,meter pedestal, crushed stone and grading		1 LS	$18,000.00	$18,000.00
36	Startup, testing and SCE coordination		1 LS	$6,480.00	$6,480.00
37	Mob/Demob		1 LS	$43,200.00	$43,200.00
38	Incidential Materials & Labor		1 LS	$24,000.00	$24,000.00
				Grand Total	$1,101,096.00

Note: No major lead times

AGENDA ACTION ITEM NO. 6

STAFFING NEEDS

RECOMMENDED ACTION: Approve the hiring of an additional Accounting Specialist for a three month period.

BACKGROUND: Linda Esquivel has announced her intention to retire effective December 31, 2024. Maria Jarmin will be promoted to the position to replace her upon her retirement. There is the need to fill the position of Accounting Specialist which Maria currently occupies. I have identified that person and seek permission from the Board to hire that person beginning in October so that there will be sufficient time to train. This will result in there being two Accounting Specialists on staff until Linda's retirement.

BUDGET IMPACT: It will add about $36,000 to the current 2024-2025 Budget.

PRIOR BOARD ACTION: N/A

AGENDA ACTION ITEM NO. 7

NOVEMBER BOARD MEETING

RECOMMENDED ACTION: None.

BACKGROUND: The November Board Meeting is currently scheduled for November 11 which is the Veteran's Day Holiday. We should discuss an alternate date.

BUDGET IMPACT: N/A

PRIOR BOARD ACTION: N/A

Memorandum

To: San Gabriel Valley Municipal Water District Board of Directors

Cc: Darin Kasamoto, General Manager

From: Evelyn Reyes, External Affairs Manager

Date: September 5, 2024

Subject: External Affairs Report

Rebates:

	Rain Barrel	Washing Machines	High-Efficiency Toilets	Waterless Urinals	Smart Controllers	Sprinkler Nozzles	Soil Sensor	Flow Meter Monitor
	$35	$85	$40	$150	Up to $80	$2 – Min. 30	Up to $80	Up to $100
Monthly Total	16	1	1	0	0	0	0	1
FY 24/25 Total	16	1	1	0	0	0	0	1

Irrigation Direct Install Program:

Assessed Properties	4
Waiting Install	1
Total Installed	5

External Affairs meetings/events attended:

- Alliance for Water Efficiency Conference
- ACWA Conservation Way of Life Regulations Webinar
- Meeting with US Bureau of Reclamation: Water and Energy Efficiency Grants
- PWAG CET Committee Meeting
- Alhambra Chamber of Commerce Government Affairs Committee
- PWAG Quarterly Meeting
- CSDA San Gabriel Valley Chapter Meeting

Upcoming outreach events:

- October 5: Sierra Madre Health and Wellness Fair + Community Bike Ride
- October 12: Sierra Madre Fire Prevention Fair

Legislative:

Upcoming legislative deadlines:

- September 30 – Governor's deadline to act on bills
- November 5 – General Election

LEGISLATIVE ADVISORY: LAST YEAR OF THE 2023-'24 LEGISLATIVE SESSION ENDS WITH WINS FOR ACWA MEMBERS

BY CAROLINE MINASIAN SEP 3, 2024

The California legislative year that ended Aug. 31 included many wins for ACWA member agencies across a wide range of issues. Below is an overview of action on some of the key bills in which ACWA staff advocated in support or opposition on behalf of its members this year.

Rate Setting Process

The Legislature passed ACWA-sponsored AB 2257 — which would help member agencies defend against Proposition 218 lawsuits — and it is now on Gov. Gavin Newsom's desk. He has until Sept. 30 to sign or veto bills.

Authored by Assemblymember Lori Wilson (D-Suisun City), AB 2257 would allow ratepayers to participate and raise specific objections to proposed rate changes before resorting to litigation after the new rates are approved. The bill would provide an opportunity for local agencies and ratepayers to resolve objections during the public process and avoid surprise litigation down the road.

ACWA has been leading a large coalition in support of the bill, building on the success of ACWA-sponsored SB 323 (Caballero, Chapter 216, Statutes of 2021), which created a 120-day statute of limitations for filing lawsuits against water and sewer rates through the Proposition 218 process.

Low-Income Rate Assistance

ACWA maintained an oppose-unless-amended position on SB 1255 (Durazo) and it failed to make it out of the Assembly Appropriations Committee's suspense file, effectively stopping the bill.

This bill would have required each retail water supplier that serves more than 3,300 connections to establish a water low-income rate assistance (LIRA) program with specified minimum requirements, some of which are unworkable.

ACWA recognizes the need for a water LIRA program, but it must be workable and efficient. With SB 1255, ACWA submitted recommended amendments to the author, some of which were accepted. However, amendments made still would not have adequately addressed the fundamental "opt-out" issue, and other issues, preventing ACWA from changing its position.

The bill was of serious concern to many ACWA members as it would have relied on voluntary contributions from ratepayers who were not eligible for the assistance, which is an uncertain funding source. The approach would have been an "opt-out" approach, so these ratepayers would have been charged the voluntary contribution unless they affirmatively opted out. They could have later sought a refund, but that would have made the funding stream even more uncertain. ACWA suggested a true "opt-in" approach.

The bill would have also capped the amount of administrative costs that could have been covered with the voluntary contributions, leaving agencies with a funding conundrum since the use of rate revenue from the non-eligible customers would have violated Proposition 218.

Water Rights

ACWA removed opposition to AB 460 (Bauer-Kahan) after significant amendments limited the bill to increasing penalties for certain violations, including illegal diversions. The Legislature passed the bill, and it is now before Gov. Newsom.

These amendments represented an extraordinary improvement to the bill, which previously would have granted the State Water Resources Control Board new and sweeping authority to prevent diverters from exercising their water rights. With the amendments, AB 460 will ensure penalties serve as a deterrent to illegal diversions.

Privacy - Terms

AB 460 was one of three water rights bills introduced in the California Legislature last year, making water rights a top priority for ACWA. ACWA led a large coalition of more than 100 organizations, including water industry, agricultural, business, and labor interests in opposing AB 460. The coalition, including many ACWA member agencies, was instrumental in advocacy through extensive contact with local legislators and testifying at hearings.

Groundwater

AB 2079 (Bennett), which would have banned local agencies from permitting some new groundwater wells, failed to pass out of the Senate Natural Resources and Water Committee, effectively stopping the bill.

ACWA's State Legislative Committee adopted an oppose-unless-amended position due to concerns over the moratorium on new wells throughout much of the state and the potential legal liability it created for local agencies. The bill would have prohibited well-permitting agencies from approving applications for agricultural and industrial wells in basins that experienced more than half a foot of subsidence since 2015, or if the well was within a quarter mile of a domestic well.

ACWA participated in a large coalition of associations, water agencies, business and agricultural interests in opposing the bill.

Climate Resilience Bond

The Legislature passed SB 867 (Allen), a $10 billion climate resilience bond on July 3. Signed into law, this measure will appear on the Nov. 5 ballot as Proposition 4. It proposes $2.91 billion in funding for nine of the 10 water-related categories that ACWA and an ACWA-led coalition advocated to be included based on guidance on a statewide perspective from a large working group of the State Legislative Committee.

There are positive aspects, such as the measure includes significant funding for safe drinking water and dam safety projects. At the same time, the level of funding for the 10 categories is less than one-third of the bond, and funding levels are very low for some categories that are fundamental to water management.

Voluntary Agreements

SB 108 (Wiener), the Budget Act of 2024, was signed into law in June, and restored nearly $500 million for the Agreements to Support Healthy Rivers and Landscapes (Agreements), formerly known as the Voluntary Agreements.

The funding was previously rescinded in the main budget bill, AB 107 (Gabriel). ACWA, the Northern California Water Association, the State Water Contractors and more than 40 other organizations successfully advocated to maintain nearly all funding for the Agreements.

The Agreements represent an unprecedented opportunity to improve California's Sacramento-San Joaquin Bay-Delta ecosystem by creating a comprehensive program of habitat enhancement projects coupled with more water for fish and wildlife, managed in a collaborative, science-based manner.

Discontinuation of Water Service

ACWA-sponsored AB 2599, authored by the Assembly Environmental Safety and Toxic Materials Committee, passed the Legislature and is now before Gov. Newsom. The bill would incorporate agreed-upon amendments to SB 3 (Dodd, 2023), which made various changes to the Water Shutoff Protection Act, including granting the California Attorney General a restitution authority.

AB 2599 would provide that this new authority does not cover personal property — as water systems do not have the authority to obtain personal property from their customers — and applies where there "has been unlawful conduct" as opposed to where there "may have been unlawful conduct" under the Act.

Questions

NEWSOM ADAPTS STATE'S DROUGHT RESPONSE TO CHANGING CONDITIONS

BY OFFICE OF GOVERNOR GAVIN NEWSOM SEP 4, 2024 WATER NEWS

SACRAMENTO – With California's water year drawing to a close later this month, Governor Gavin Newsom today took action to adapt the state's response to the historic drought and flooding that Californians have experienced in recent years.

In response to improved water conditions following two wet winters, the Governor ended the drought state of emergency in 19 counties while maintaining it in the remaining 39 counties where it continues to support long-term recovery from the three driest years on record.

This action builds on the rollback of some drought emergency provisions in March last year and is in keeping with how the state entered the drought state of emergency in phases by region.

The Governor also rescinded certain provisions of prior executive orders related both to the drought and to flooding caused by 2023's late winter storms which are no longer necessary under current conditions. As California grapples with more extreme cycles of wet and dry, the state remains ready to respond to changing water conditions.

"As this week's weather makes clear, California and the West experience extreme weather swings that exacerbate our water challenges and make it more important than ever that we build a climate-resilient water system. This targeted action is responsive to current conditions while continuing the tools and support for work underway to help future-proof water supplies in the most impacted communities," stated Governor Gavin Newsom.

The Governor has terminated the drought state of emergency in 19 coastal and desert counties that are collectively home to 70% of the state's population: Imperial, Inyo, Los Angeles, Marin, Mendocino, Mono, Monterey, Orange, Riverside, San Bernardino, San Diego, San Francisco, San Luis Obispo, San Mateo, Santa Barbara, Santa Clara, Santa Cruz, Sonoma, and Ventura counties. A copy of the proclamation terminating the drought state of emergency in these counties can be found here.

The state of emergency remains in effect in California's remaining 39 counties, where significant impacts from the multi-year drought – including depleted groundwater supplies, domestic well failures and harm to native fish – persist in the Sacramento and San Joaquin River basins, the Tulare Lake basin, the Scott, Shasta and Klamath River watersheds, and the Clear Lake watershed.

The executive order rolling back several provisions of prior drought- and flood-related executive orders further narrows the drought state of emergency in the 39 counties where it remains in effect, while also rescinding orders related to flooding following the 2023 winter storms in 53 counties. The executive order rescinds provisions that are no longer necessary to respond to those emergencies without disrupting state agencies' legal authority and funding to continue expedited work to improve access to clean drinking water and ongoing drought resilience planning work. A copy of the executive order can be found here.

As California approaches the beginning of a new water year, the state remains ready to respond to changing water conditions, including the potential return of dry conditions. With estimates that hotter, drier conditions could reduce California's water supply by up to 10% by the year 2040, the state is implementing an all-of-the-above approach to safeguard and boost water supplies as outlined in the California Water Plan, Water Supply Strategy and Water Resilience Portfolio. Leveraging historic state and federal funding, California is:

- Advancing clear, ambitious targets to build drought and flood resilience, including increasing annual groundwater recharge capacity by 500,000 acre-feet
- Fast-tracking groundwater recharge efforts by streamlining permits
- Maximizing stormwater capture through new projects
- Supporting reservoir repair and expansion to boost water storage above and below ground
- Modernizing water conveyance infrastructure across the state, including the Delta Conveyance Project

Privacy - Terms

A PUBLIC HEARING AND REGULAR MEETING OF THE MAIN SAN GABRIEL BASIN WATERMASTER 725 NORTH AZUSA AVENUE, AZUSA, CALIFORNIA SEPTEMBER 4, 2024 AT 2:30 O'CLOCK P.M.

Agenda **Action/Notes**

1. CALL TO ORDER

2. PLEDGE OF ALLEGIANCE

3. ROLL CALL OF WATERMASTER MEMBERS

4. ADOPTION OF AGENDA [1]

5. PUBLIC HEARING ON PROPOSED WAIVER OF ASSESSMENTS [1]

   a) La Puente Valley County Water District - Puente Valley Operable Unit Intermediate Zone Treatment Facility

   b) San Gabriel Valley Water Company - B6 Treatment Facility

6. TIME RESERVED FOR PUBLIC COMMENT

7. ITEMS REMOVED FROM CONSENT CALENDAR [1]

8. CONSENT CALENDAR [1]
   All items on Consent Calendar may be approved with single action.

   a) Minutes of a Regular Meeting of Watermaster held on August 7, 2024

   b) Lists of Demands

   c) Financial Statements, August 2024

9. A RESOLUTION OF THE MAIN SAN GABRIEL BASIN WATERMASTER EXPRESSING APPRECIATION, COMMEMORATING AND INVITING PUBLIC ATTENTION TO THE OUTSTANDING SERVICES RENDERED BY ANTHONY C. ZAMPIELLO UPON THE OCCASION OF HIS RETIREMENT (Resolution No. 09-24-326) [1]

10. A RESOLUTION OF THE MAIN SAN GABRIEL BASIN WATERMASTER EXPRESSING APPRECIATION, COMMEMORATING AND INVITING PUBLIC ATTENTION TO THE OUTSTANDING SERVICES OF GRACE F. NAPOLITANO UPON THE OCCASION OF HER RETIREMENT FROM THE UNITED STATES CONGRESS (Resolution No. 09-24-328) [1]

11. AUTHORIZATION TO EXECUTE EXTENSION AGREEMENT FOR THE CITY OF EL MONTE FOR PRODUCER CYCLIC STORAGE ACCOUNT [1]

12. WATER QUALITY MANAGEMENT ACTIVITIES [1]

    a) City of Azusa, Section 28, “Application for Water Treatment Facility and Reactivation of Well” Aspan Well.

13. A RESOLUTION OF THE MAIN SAN GABRIEL BASIN WATERMASTER APPROVING AND ADOPTING THE GOVERNMENTAL EXECUTIVE RETIREMENT PLAN [1]

    a) Consideration of Adoption of Resolution No. 09-24-327 Approving Contribution

14. ATTORNEY'S REPORT [2]

15. ENGINEER'S REPORT [2]

16. EXECUTIVE OFFICER'S REPORT [2]

17. REPORT FROM RESPONSIBLE AGENCIES [2]

18. REPORT FROM LOS ANGELES COUNTY [2]

19. OUTSIDE COMMITTEE LIAISON REPORTS [2]

20. INFORMATION ITEMS [2]

    a) Temporary assignment or lease of 1,200.00 acre-feet of Production Right from Covina Irrigating Company to Suburban Water Systems for FY 2024-25

    b) Permanent transfer of 9.00 acre-feet of Prescriptive Pumping Right from The Maggiore Family Trust to California Domestic Water Company

    c) Change of Designee for Suburban Water Systems to Craig Gott

    d) Change of Designee for City of Alhambra to Dennis Ahlen

    e) Transmittal of San Gabriel Valley Municipal Water District monthly report for July 2024

21. COMMENTS FROM WATERMASTER MEMBERS [2]

22. FUTURE AGENDA ITEMS [1]

    a) Three-year Purchased Water Plan

    b) Consideration of Extension Agreement for San Gabriel Valley Municipal Water District for Producer Cyclic Storage

23. CLOSED SESSION [1]
    A closed session may be called to discuss pending or potential litigation.

24. ADJOURNMENT

LEGEND [1] INDICATES ACTION ANTICIPATED BY WATERMASTER ON THIS ITEM
[2] INDICATES INFORMATION ITEM - NO WATERMASTER ACTION ANTICIPATED

Chair Lynda Noriega Presiding

A REGULAR MEETING
OF THE
SAN GABRIEL BASIN WATER QUALITY AUTHORITY
AT
1720 W. CAMERON AVENUE, SUITE 100
WEST COVINA, CALIFORNIA

WEDNESDAY, AUGUST 21, 2024 AT 12:00 P.M.

Zoom Link:

https://us06web.zoom.us/meeting/register/tZ0qcOGhqDovHNzzTkpxaLtY13CHR8ILiIJz

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AGENDA

I. CALL TO ORDER — PAULSON

II. PLEDGE OF ALLEGIANCE

III. REMOTE PARTICIPATION DECLARATION - AB 2449 [Government Code Section 54953(f)] — MORENO

(a) Notification of Just Cause Remote Participation

(b) Notification and Vote to Approve Emergency Circumstance Request For Remote Participation

IV. ROLL CALL OF BOARD MEMBERS — MORENO

Mark Paulson, Chairman	____	_____(alt)
Lynda Noriega, Vice-Chairwoman	____	_____(alt)
Valerie Munoz, Secretary	____	_____(alt)
Robert Gonzales, Treasurer	____	_____(alt)
Bob Kuhn	____	_____(alt)
Ed Chavez	____	_____(alt)
Robert DiPrimio	____	_____(alt)

V. PUBLIC COMMENTS (Agendized Matters Only): — PAULSON

As provided under Government Code Section 54954.3, this time has been set aside for persons in the audience to provide comment or make inquiries on matters appearing on this Special Meeting agenda only. Please complete the appropriate request card and submit it to the Secretary, prior to the item being heard. A five-minute time limit on remarks is requested.

VI. ITEMS TOO LATE TO BE AGENDIZED - Recommended Action: — PAULSON

Approve motion determining need to take action on item(s) which arose subsequent to posting of the Agenda (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board or, if less than two-thirds of Board members are present, a unanimous vote)

VII. CONSENT CALENDAR **PAULSON**

(Consent items may all be approved by single motion) [enc]

(a) Minutes for 6/19/24 Regular Board Meeting
(b) Ratification of Demands on Administrative Fund for July 17, 2024
(c) Ratification of Demands on Project Fund for July 17, 2024
(d) Ratification of Demands on Project Fund for June 20, 2024, June 30, 2024 & July 31, 2024
(e) Minutes for 8/13/24 Legislative/Public Information Committee Meeting
(f) Minutes for 8/13/24 Administrative/Finance Committee Meeting
(g) Demands on Administrative Fund August 21, 2024
(h) Demands on Project Fund for August 21, 2024
(i) Update of Procedure 36 Definition of Part Time Employee
(j) Disposal of Fixed Assets as of June 30, 2024
(k) Report on Cash and Investments – 2nd Quarter 2024

VIII. COMMITTEE REPORTS

(These items may require action)

(a) Legislative/Public Information Committee Report [enc]

1. Review of Civic Leadership Advertorial

2. Discussion/Action Regarding Resolution No. 24-006, a Resolution in Support of Proposition 4 – the Safe Drinking Water, Wildfire Prevention, Drought Preparedness, and Clean Air Bond Act of 2024 [enc]

(b) Administrative/Finance Committee Report [enc]

1. Adopt Resolution No. 24-005, A Resolution for LAIF [enc]

2. Discussion/Action Regarding Site Access Agreement with M.O.D. Holdings [enc]

IX. PUBLIC HEARING **PAULSON**

"To Receive Comments on the Proposed 2024/2025 Fiscal Year $12.00/Acre-Foot Assessment on Those Holding Prescriptive Water Pumping Rights in the San Gabriel Basin"

X. OTHER ACTION/INFORMATION ITEMS **PAULSON**

(These items may require action)

(a) Adopt Resolution No. 24-007, A Resolution of the San Gabriel Basin Water Quality Authority Imposing an Annual Prescriptive Right Assessment to Pay for The Authority Budget for Fiscal Year 2024/2025 [enc]

(b) Discussion and Potential Action to Approve First Amendment to Amended and Restated Executive Director Employment Agreement. Prior to Board action on this item, a presentation of the salient terms of the agreement shall be stated on the record. It is recommended the Board:

1. Approve the enclosed First Amendment to Amended and Restated Executive Director employment agreement. ***(Board has the option to deliberate in closed session before taking action in open session if the Board so chooses. Board would recess briefly into closed session before moving this item.) [enc]***

2. Authorize the Board Chairman to execute the First Amendment on behalf of the Authority.

XI. PROJECT REPORTS — COLBY

(a) Treatment Plants:

		Status
1.	Baldwin Park Operable Unit	
	• Arrow/Lante Well (Subarea 1)	Operational
	• Monrovia Wells	Operational
	• SGVWC B6 Plant	Operational
	• SGVWC B5 Plant	Operational
	• CDWC Well No. 14	Operational
	• La Puente Valley County Water District	Operational
	• VCWD Nixon	Operational
	• VCWD Maine	Operational
2.	El Monte Operable Unit	
	• Eastern Shallow Zone	Operational
	• Eastern Deep Zone	Operational
	• GSWC Encinita Plant	Operational
	• Western Shallow Zone	Operational
3.	South El Monte Operable Unit	
	• Whitmore Street. Ground Water Remediation Treatment Facility	Operational
	• City of M.P. Well No. 5 VOC Treatment Facility	Operational
	• City of M.P. Well No. 12 VOC Treatment Facility	Operational
	• City of M.P. Well No. 15	Operational
	• City of M.P. Well Nos. 1, 3, 10 VOC Treatment Facility	Operational
	• GSWC Wells SG-1 & SG-2	Operational
	• GSWC Garvey	Operational
	• SGVWC Plant No. 8	Operational
	• SGVWC Plant G4	Operational
4.	Puente Valley Operable Unit	
	• Intermediate Zone	Construction
	• SGVWC Plant B11	Operational
5.	Area 3 Operable Unit	
	• City of Alhambra Phase 1	Operational
	• City of Alhambra Phase 2	Operational
	• City of South Pasadena Wilson	Operational
6.	Non-Operable Unit	
	• City of Arcadia Longden	Operational
	• City of Arcadia Live Oak	Operational
	• City of Monrovia Tower 1&2	Operational

- City of Monrovia Tower 3&4 Operational
- SGVWC Plant 11 Operational

XII. ATTORNEY'S REPORT **PADILLA**

(a) Review of AB 1234

(b) Expense Sheet Tutorial and Website Update

XIII. LEGISLATIVE REPORT **MONARES**

XIV. EXECUTIVE DIRECTOR'S REPORT **SCHOELLERMAN**

XV. FUTURE AGENDA ITEMS **PAULSON**

XVI. INFORMATION ITEMS [enc] **PAULSON**

(a) San Gabriel Basin Water Calendar

XVII. FUTURE BOARD/COMMITTEE MEETINGS **PAULSON**

(a) The next Legislative/Public Information Committee meeting was scheduled for Tuesday, September 10, 2024 at 9:00 a.m.

(b) The next Administrative/Finance Committee Meeting was scheduled for Tuesday, September 10, 2024 at 10:00 a.m.

(c) The next WQA Board meeting was scheduled for Wednesday, September 18, 2024 at 12:00pm

XVIII. CLOSED SESSION **PAULSON**

(a) Closed Session Pursuant to Government Code Section 54956.9(d)(1) – Conference with Legal Counsel re: Existing Litigation - San Gabriel Basin Water Quality Authority v. 3M Company et al, USDC Case No. 2:23-av-55555-CIV

(b) Closed Session Pursuant to Government Code Section 54957 – Completion of Annual Public Employee Performance Evaluation as Prescribed by Executive Director's Employment Contract

(c) Closed Session Pursuant to Government Code Section 54957.6 – Conference with Labor Negotiator

Agency Representatives: Mark Paulson and Lynda Noriega

Unrepresented Employee: Executive Director

XIX. RECONVENE OPEN SESSION **PAULSON**

XX. BOARD MEMBERS' COMMENTS/REPORTS **PAULSON**

XXI. ADJOURNMENT **PAULSON**

Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the Authority's business office located at 1720 W. Cameron Ave., Suite 100, West Covina, CA 91790, during regular business hours. When practical, these public records will also be made available on the Authority's internet web site, accessible at www.wqa.com .

Memorandum

To: San Gabriel Valley Municipal Water District Board of Directors

From: Darin Kasamoto General Manager

Date: Sept. 4, 2024

Subject: General Manager's Report

1. SWP UPDATE

The Delta Conveyance Project (DCP) Public Draft EIR Comment period has ended. The EIR was certified by DWR on December 18, 2023. There are now ten law suits that have been filed.

DWR will be looking for funding commitments from contractors to keep the DCP planning process going beyond 2025. The district will be asked to consider this once more information is available most likely at September meeting.

The State Water Project allocation for 2024 was increased to 40%. Given the 40% allocation SGVMWD will satisfy 100% of its obligations through 2024. We anticipate delivering all of our 2023 and 2024 SWP allocation by the end of this calendar year.

2. MAIN SAN GABRIEL BASIN UPDATE

As of Aug 20, the Key Well is at 242.1 feet which is 0.9 foot higher than the reading on July 26, 2024 due to imported water deliveries. The historic low is 169.4 feet.

3. GRANT PROGRAM UPDATES

The District, through Steve Bucknam and Hazen and Sawyer is continuously monitoring grant programs which could help fund District and city projects.

The USBR has approved the Districts feasibility study for Monterey Park/Central Basin recycled water connection. This makes the project eligible for potential USBR grant funding. We will follow up with Monterey Park and Central Basin to develop next steps in the process.

4. MANAGEMENT ISSUES

The Letter of Intent for the Regional Recycled Water Project has been approved by all parties. I have had a follow-up with MWD on next steps, and they want to look into use of SGVMWD existing infrastructure to add flexibility to the project. We have sent all of information requested by MWD for them to begin this analysis. The preliminary analysis performed by MWD indicates that it is physically possible to use our pipeline to get water to the treatment plant in La Verne. Stetson Engineers has prepared a white paper on pros and cons of allowing use of district facilities. MWD provided an update on the project at the August Board Meeting and indicates they will not be ready to discuss use of District pipeline and potential District capital funding until late 2025.

At the August Board meeting a discussion took place about District tax rates being lower for residents in areas annexed from MWD. The reason for this is because after the annexation MWD maintained its property tax rate on these residents so the District decided to discount the amount it charges these residents by the amount that MWD charges. This was done to assure that all District residents pay the same tax rate. These annexations were done in the 1990's so this has been occurring for 25+ years. Staff and legal counsel were asked to look into this. Based upon the most recent assessed valuation, this discount in property tax rates amounts to a $41,812 reduction in tax revenue. Due to this minimal amount of revenue and length of time this has been occurring, staff does not feel this is worth pursuing further.

CR52RPTA

COUNTY OF LOS ANGELES
AUDITOR-CONTROLLER, TAX DIVISION

2024 – 25 SECURED TAX RATES

ACCT #	AGENCY NAME	TAX RATE	
367.05	SAN GABRIEL VAL MUN WATER DIST	.000	
367.06	SAN GABRIEL VALLEY MWD GO BONDS	.000	
367.07	SAN GAB VAL MWD STATE WATER BOND	.030	
367.08	SAN GABRIEL VLY MWD-AZUSA REORG	.000	
367.09	SAN GAB VAL MWD-GO BONDS-AZUSA	.000	
367.10	SAN GAB VAL MWD – SWB – AZUSA	.0231	27,123
367.11	SAN GAB VLY MWD – REORG.NO. 1-1998	.000	
367.12	SAN GAB VLY MWD – SWB – ALH/MP	.0223	14,689
			$41,812

I, Darin J. Kasamoto, THE CHIEF EXECUTIVE OR THE CHIEF FINANCIAL OFFICER FOR THIS AGENCY AND I HEREBY CERTIFY THAT THE TAX RATES LEVIED HEREIN ARE IN ACCORDANCE WITH THE PROVISIONS OF ARTICLE XIII SECTION 1(b) OF THE CONSTITUTION OF THE STATE OF CALIFORNIA.

_____	General Manager	August 12, 2024
AUTHORIZED SIGNATURE	TITLE	DATE

STATE OF CALIFORNIA—THE RESOURCES AGENCY PETE WILSON, *Governor*

DEPARTMENT OF WATER RESOURCES
1416 NINTH STREET, P.O. BOX 942836
SACRAMENTO, CA 94236-0001
(916) 653-5791

AUG 1 1996

Mr. James E. Frei
General Manager
San Gabriel Valley
Municipal Water District
Post Office Box 1299
Azusa, California 91702-1299

Dear Mr. Frei:

This is in response to your letter of May 30, 1996 and subsequent information you provided notifying the Department of Water Resources of changes in the boundaries of the San Gabriel Valley Municipal Water District and asking for approval of these changes. As shown in Exhibit A, approximately 216 acres will be annexed to the City of Azusa and San Gabriel's service area while being detached from the Three Valleys Municipal Water District. Three Valleys is a member agency of The Metropolitan Water District of Southern California.

As provided for in Article 15 of San Gabriel's long-term Water Supply Contract with the State, the Department consents to this change (annexation) that provides for inclusion of additional lands to San Gabriel's service area and the exclusion of these lands from the service area of Metropolitan. The Department's consent is conditioned upon the understanding that the annexation will not materially impair San Gabriel's capacity to make payments to the State and the concurrence of Three Valleys and Metropolitan to the annexation as indicated in their respective letters of February 23, 1996 and May 28, 1996. Metropolitan's letter indicates its consent to this arrangement under its long-term Water Supply Contract with the State, with the understanding that the owners of the detached property are obligated to continue

paying property taxes to retire bonded indebtedness incurred while the area was part of Metropolitan.

If you have any questions, please call Dan Flory of my staff at (916) 653-5942 or John Pacheco at (916) 653-7355.

Sincerely,

Donald R. Long, Chief
State Water Project Analysis Office

Enclosures

cc: Mr. Stephen N. Arakawa, Assistant Chief
Planning and Resources Division
Metropolitan Water District
of Southern California
Box 54153, Terminal Annex
Los Angeles, California 90054

Attention: Ms. Kathleen Kaufman

EXHIBIT "A"

DESCRIPTION OF
"AZUSA REORGANIZATION, PARCELS 1, 2, 3 AND 20"
ANNEXATION TO SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT,
DETACHMENT FROM THREE VALLEYS MUNICIPAL WATER DISTRICT

Revised Description
Approved by the Local Agency Formation Commission

PARCELS 2, 3 and 20: ANNEXATION TO SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

All that portion of the City of Azusa as same existed on November 1, 1994, currently not within San Gabriel Valley Municipal Water District.

Containing: 216.33 acres

PARCELS 1, 2 AND 3: DETACHMENT FROM THREE VALLEYS MUNICIPAL WATER DISTRICT

All that portion within the City of Azusa as same existed on November 1, 1994.

Containing: 216.55 acres

(Areas as to individual parcels: Parcel 1 = 0.86 acre; Parcel 2 = 215.46 acres; Parcel 3 = 0.23 acre and Parcel 20 = 0.64 acre.)

k:azreor.ld
CS:jds
(1-11-95)

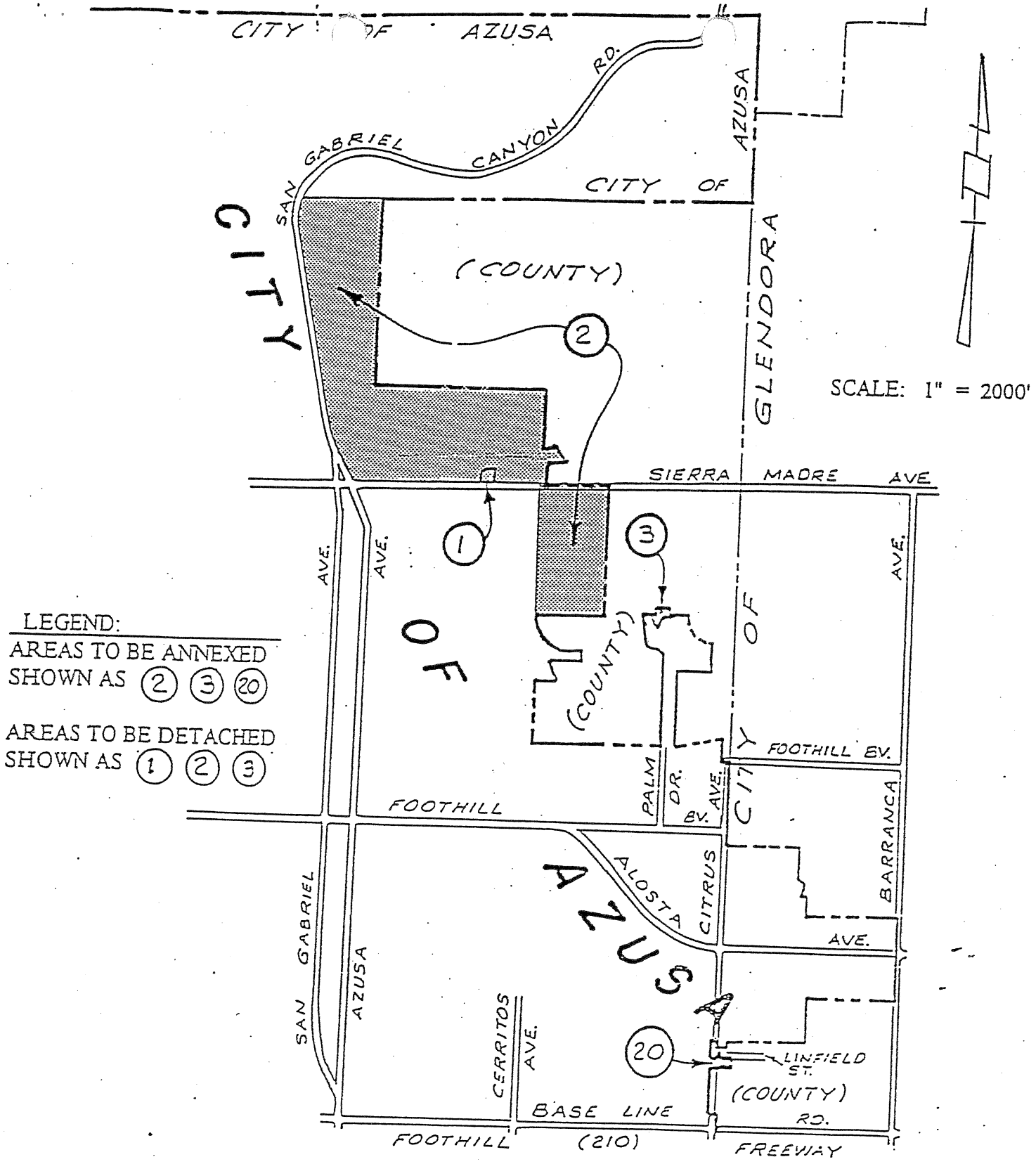
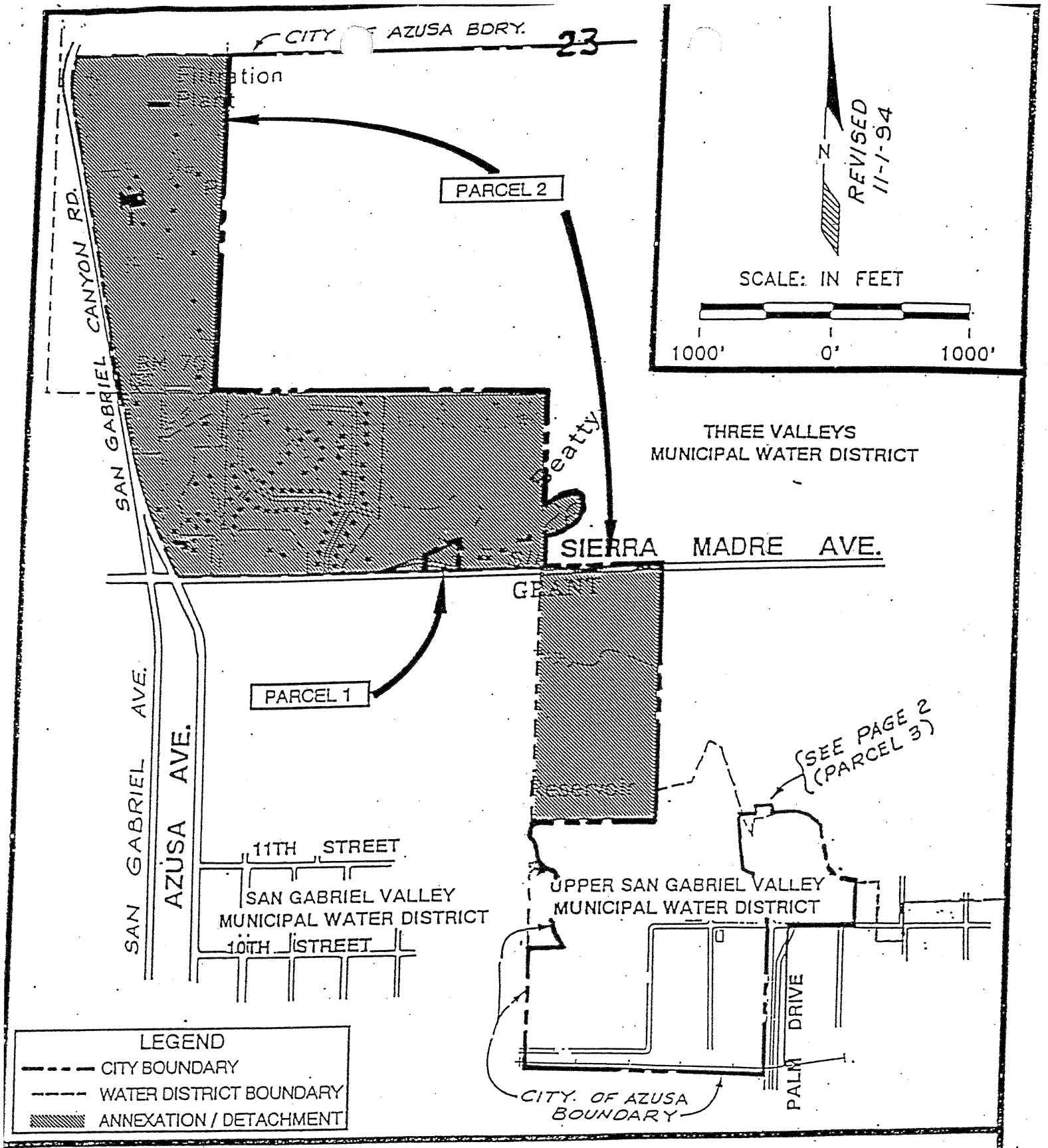

CITY OF AZUSA
SAN GABRIEL CANYON RD.
AZUSA
CITY OF
GLENDORA
(COUNTY)
2
SCALE: 1" = 2000'
SIERRA MADRE AVE
1
3
AVE.
AVE.
AVE.
CITY OF AZUSA
(COUNTY)
FOOTHILL BV.
PALM DR.
BV.
AVE.
FOOTHILL
ALOSTA
CITRUS
BARRANCA
AVE.
SAN GABRIEL
AZUSA
CERRITOS
AVE.
20
LINFIELD ST.
(COUNTY)
RD.
BASE LINE
FOOTHILL
(210)
FREEWAY
LEGEND:
AREAS TO BE ANNEXED SHOWN AS 2 3 20
AREAS TO BE DETACHED SHOWN AS 1 2 3

EXHIBIT "A"

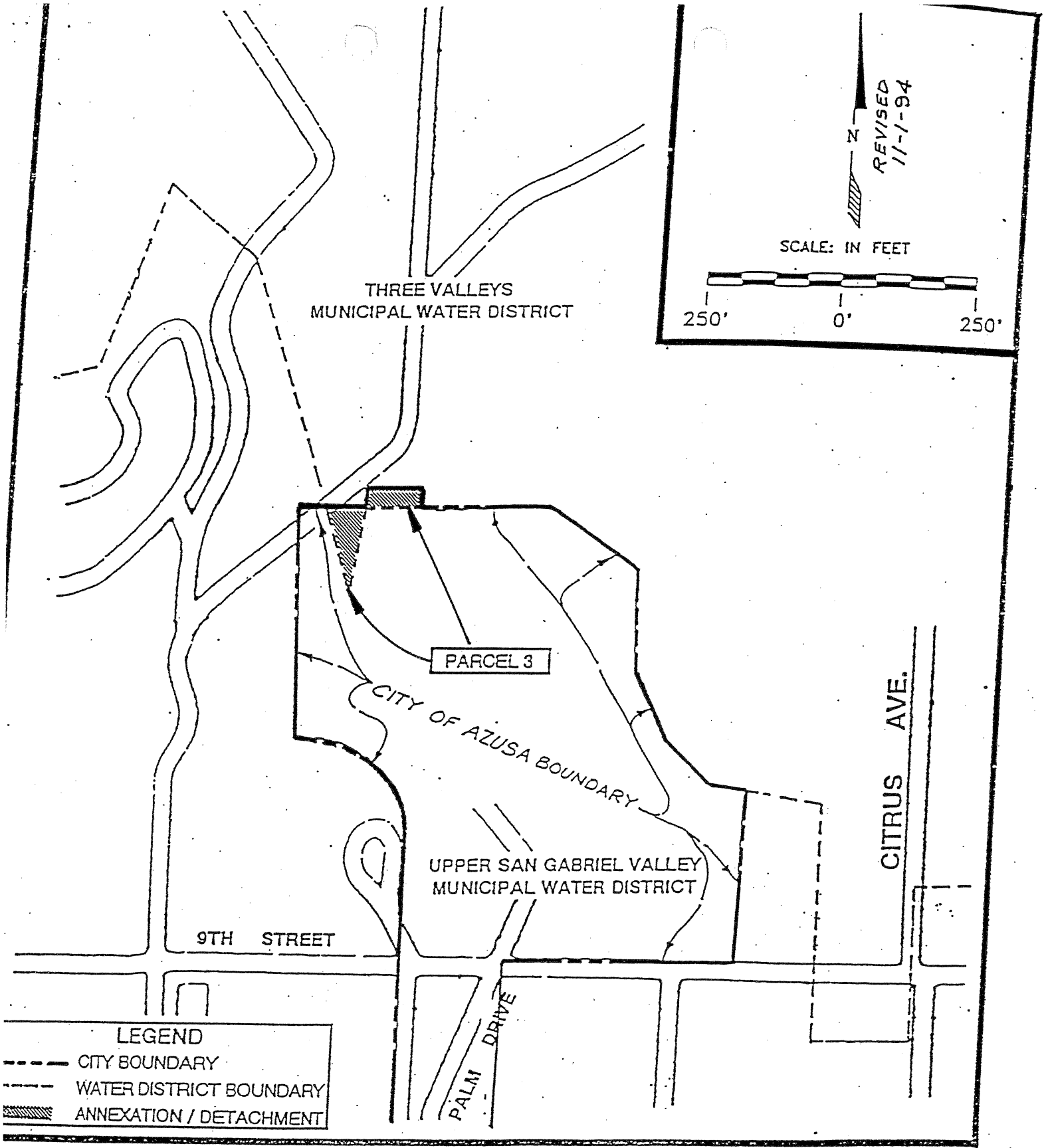


STETSON ENGINEERS INC.

AZUSA REORGANIZATION

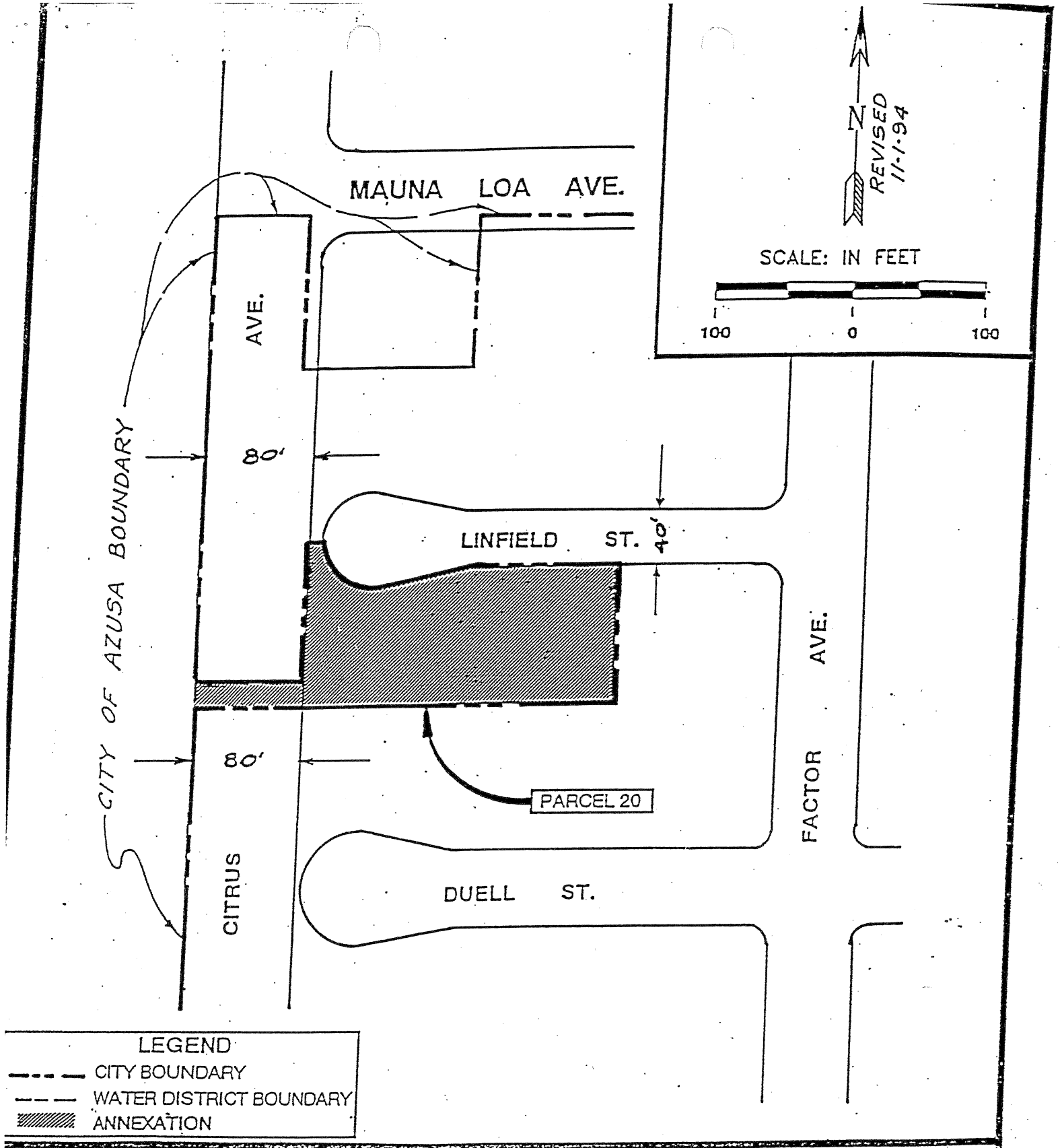
PARCEL 2 ANNEXED TO SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT,
PARCELS 1 AND 2 DETACHED FROM THREE VALLEYS MUNICIPAL WATER DISTRICT

APRIL 2, 1993



STETSON ENGINEERS INC.

AZUSA REORGANIZATION
PARCEL 3 ANNEXED TO SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
AND DETACHED FROM THREE VALLEYS MUNICIPAL WATER DISTRICT



STETSON ENGINEERS INC.

AZUSA REORGANIZATION
PARCEL 20 ANNEXED TO
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

PRIL 2, 1993

WEST COVINA • SAN CLEMENTE • SAN RAFAEL • MESA, AZ

BOARD OF DIRECTORS
Henry S. Barbour
William H. Koch
Andrew A. Krueger
Maxine Leichter
Bruce R.J. Milne
Muriel F. O'Brien
Paul E. Seigrich

GENERAL MANAGER/CHIEF ENGINEER
Richard W. Hansen

THREE VALLEYS
MUNICIPAL WATER DISTRICT

February 23, 1996

Mr. Larry J. Calemine, Executive Officer
Los Angeles County Local Agency Formation Commission
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

RE: Annexation of Territory to the SGVMWD and
Detachment of Territory from TVMWD

Dear Mr. Calemine:

At the February 21, 1996 meeting, the Three Valleys Board of Directors addressed the issue pertaining to the issue of de-annexing an area of Three Valleys into the San Gabriel Valley MWD boundaries.

The Three Valleys Board was satisfied with the information provided to them on various issues and no longer have any concerns with this transaction. Therefore the Three Valleys Board of Directors supports the annexation of territory to the San Gabriel Valley MWD and detachment of territory from Three Valleys MWD.

Sincerely,

THREE VALLEYS MUNICIPAL WATER DISTRICT

Richard W. Hansen
General Manager/Chief Engineer

RWH/ma

cc: Jim Frei - San Gabriel Valley MWD
Henry Garcia - City of Azusa

1021 Miramar Avenue • P.O. Box 1300 • Claremont, California 91711-1300
Telephone (909) 621-5568 • FAX (909) 625-5470

MAY 30 1996
THREE VALLEYS MWD

MWD
METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

Office of the General Manager

MAY 28 1996

Three Valleys Municipal Water District
P. O. Box 1300
Claremont, California 91711-1300

COPY FOR YOUR INFORMATION

Attention Mr. Richard W. Hansen

Gentlemen:

Deannexation of Three Valleys
Municipal Water District Territory

This letter will serve to acknowledge receipt of the Three Valleys Municipal Water District (Three Valleys) deannexation of territory documents and to confirm the telephone conversation between yourself and Ms. Ethel Young of The Metropolitan Water District of Southern California (Metropolitan) Real Estate Branch on April 25, 1996, wherein you verified the accuracy of the maps in chapter two of the Annexation Policy Briefing Book dated December 1995.

Metropolitan's understanding of the proposed deannexation is as follows: The subject areas delineated on LAFCO of Los Angeles County, January 10, 1996 agenda, are currently within Metropolitan's service area and within its member agency Three Valleys. The document proposes that the subject area be annexed to San Gabriel Valley Municipal Water District (San Gabriel). Even though the notice does not state it, if approved, the subject area would be deannexed from the service area of Metropolitan and Three Valleys.

Metropolitan does not oppose the annexation and deannexation. However, Metropolitan would like to go on record regarding the following: The property owners within the area deannexing from Metropolitan's service area are legally obligated to continue to pay property taxes levied to pay Metropolitan's bonded indebtedness that was incurred while the area was a part of Metropolitan. The area properties remain subject to taxation pursuant to Section 450 of the Metropolitan Water District Act (Cal. Statutes 1969, ch. 209, as amended) and that obligation will remain attached to the land(s) until the bonds are retired.

Metropolitan would appreciate being apprised of the proposed proceedings and the outcome thereof.

Should you have any questions concerning any of the above, please contact Ms. Ethel Young at (213) 217-7677.

Very truly yours,

Gary M. Snyder
Chief Engineer

By
Randy L. Case
Principal Engineer -
Real Estates Services

ESY\Lafco2\WverL166

February 2024

Strategic Planning Workshop Results - Chronological

SAN GABRIEL VALLEY
MUNICIPAL
WATER DISTRICT
AZUSA | SIERRA MADRE | MONTEREY PARK | ALHAMBRA

Strategic Planning Objectives

- Develop Action Plans
  - Short-term (2024); Long-term (2025+)
- Develop Solutions if Possible
- Identify "Process" or "Steps" toward Solutions
- Review and Update Action Plans Regularly

SAN GABRIEL VALLEY
MUNICIPAL
WATER DISTRICT
AZUSA | SIERRA MADRE | MONTEREY PARK | ALHAMBRA

Mission Statement:

"The San Gabriel Valley Municipal Water District provides reliable supplemental water for the communities of Alhambra, Azusa, Monterey Park and Sierra Madre in a cost-effective and environmentally responsible manner."

Vision Statement:

"A leader in water resource management, the San Gabriel Valley Municipal Water District will provide a diversified and reliable supplemental water supply for the benefit of the communities we serve."

Action Plan (2024 - Q1/Q2)

OPERATIONS AND INFRASTRUCTURE

- Schedule tours of District and County facilities for Board Members as background for Pipeline Rehabilitation program and consideration of *Pure Water Southern California* program (Board/Staff). Completed tour with legislative members, 2 District directors attended tour, and a third joined for luncheon. Future tours will be added.
- Complete Schedule 1 "Pilot" and assess results. Xylem is finalizing report estimated completion 10/24
- Develop preliminary timeline for Schedules 2-6 of Pipeline Rehabilitation Project. Just hired corrosion engineer, estimated completion is 12/24
- Identify "Corrosion Engineer" to review/input into Schedules 1-6 Cost Estimates and to protect the Pipeline in the future. Completed
  - Identify financial consultant to assist with Replacement Cost Analysis. Not started

Action Plan (2024 - Q1/Q2)

CURRENT AND FUTURE REVENUE

- Consensus was achieved to maintain the current property rate of $.03 per $100 assessed value for the short-term. Completed
- Consensus was achieved to adopt a $240 per AF water rate for member cities in April 2024 as that level keeps the District "in the black" and was the forecasted rate provided to member cities a year ago. Completed
- The General Manager was requested to provide a forecasted water rate for 2025 in April 2024 (utilizing average rate increases over 10 years), and to also provide a longer-term, three-year forecast (qualifying those forecasts by noting sensitivity to energy costs, etc.). There is unanimous concern among Board members that cost increases are becoming so common/certain that water rate increases should reflect and anticipate those increases short/long-term. Completed
- The General Manager will provide the Board with information about sources of emergency funds, such as *Federal Emergency Management Agency* (FEMA) and the *Ibank*, that would supplement the use of reserves in the event of a catastrophic event. Completed
- The General Manager and Assistant General Manager will research and share with the Board what SGVMWD insurance covers if there is a catastrophic event or pipeline failure. Completed
- Consensus was achieved that consulting costs, and potentially employee costs, related to financial, engineering, operations, and legal matters will increase in conjunction with Pipeline Rehabilitation and review/analysis of the *Pure Water Southern California Project* (PWSC). The District must budget for such costs. Completed
- The General Manager was requested to get an update from MWD about the *Pure Water Southern California* Project as it has been nearly a year since MWD signaled its potential interest in utilizing SGVMWD facilities. Completed

Action Plan (2024 - Q1/Q2)

CURRENT AND FUTURE REVENUE

- Consensus exists that the long-term nature of several looming projects and potential cost increases may impact needed staffing levels and staffing expertise (due to both volume and nature of the work, and potential staff retirements). A suggestion to consider a "Chief Financial Officer" was discussed but not acted upon and may be revisited at an undisclosed future date.
- The District will offer a "Cost Workshop" (in-person or virtual) annually to member cities to further explain rate and cost factors. Not started, will have as part of a future board meeting

Action Plan (2024 - Q1/Q2)

MEMBER CITY RELATIONS

- Efforts should increase to meet regularly with the Mayor, City Council members, City Manager and Public Works/Water Utility staff in each member city. External Affairs staff will assist Board members in preparing and offering a brief, annual "State of the District" presentation to each of the District's member cities during May/Water Awareness Month, with that presentation also available to school boards, chambers of commerce, and other community/non-profit organizations. Ongoing
- The District will continue to attend and present updates at City Council meetings (e.g. "State of the City" meetings), support important community events, and provide information about water issues and conservation. Ongoing
- The District will offer tours of important District and San Gabriel Basin water facilities to both City Council members and key City staff to foster greater understanding of the District's water supply role. Ongoing, met with Monterey Park City Manager and staff in May, the District made presentation at City of Azusa Utilities Board Meeting in July
- The District will increase its messaging related to water costs and infrastructure to complement its strong messaging about conservation. Ongoing
- Consensus was achieved to develop a written policy that articulates how the District may provide financial support in the form of grants and loans to Member Cities. The External Affairs Manager and District Counsel will draft a "policy" to share with Member Cities to help clarify and guide the process of District financial support. completed
- The Board will address Monterey Park's request of a $10 million loan for new meter reading equipment. completed

Action Plan (2024 - Q1/Q2)

WATER SUPPLY SOLUTIONS - IMPORTED

- Consensus was achieved that the District, along with other State Water Contractors, supports the *Delta Conveyance Project*. In line with that support, the District awaits decisions by key players such as Metropolitan Water District, which is conducting its own cost/benefit analysis of the Project, and the Department of Water Resources, which is expected to request "bridge/gap funding" for the Project between March and June of this year. At that time, the Board will convene and discuss the District's future role and support of the Project. A presentation by State Water Project Inc. outreach consultants was made at the July board meeting. Following this presentation the District will consider continuation of funding for planning and engineering funding beginning in January 2026. This action should occur at the September meeting.
- While banking water is very expensive, the Board expressed interest in following and possibly participating in potential new "water banking" opportunities in both northern California and the Main San Gabriel Basin. The Dudley Ridge banking agreement is in place, but the District has yet to bank water in that manner. The Board also wants to track spreading grounds opportunities in the Main San Gabriel Basin being pursued by Watermaster such as the use of local pits and quarries to help get water in the ground. Spreading ground capacity may reach its limit if *Pure Water Southern California* proceeds and produces 65,000 AF/year. Ongoing
- Continually explore strategies to improve ability to get both imported and local water sources "into the ground" by reducing over-capacity and congestion/bottlenecks within the delivery system; participate with DWR on SWP bottleneck improvements. Ongoing

Action Plan (2024 - Q1/Q2)

WATER SUPPLY SOLUTIONS – LOCAL

- The General Manager should follow-up regularly with MWD about its interest in involving SGVMWD infrastructure in the *Pure Water Southern California (PWSC)* Project and update the Board. MWD provided update at the August Board Meeting, MWD indicates they are still looking at all options and are not ready to begin discussions with the District
- The District should request a presentation from MWD to the Board about PWSC at an upcoming Board meeting. Completed
- Arrange a presentation from Stetson to the Board about its analysis of the PWSC Project for SGVMWD. Completed
- Arrange tours of PWSC for SGVMWD Board and Staff. Ongoing, some Directors and staff have attended recent tours
- Decide which consulting resources would be needed and when to evaluate the MWD proposal for SGVMWD in the PWSC Project – financial consultant, engineering consultant, negotiating consultant, etc. MWD update indicates that they are more than a year away from msking any type of proposal
- While banking water is very expensive, the Board expressed interest in following and possibly participating in potential new "water banking" opportunities in both northern California and the Main San Gabriel Basin. The Dudley Ridge banking agreement is in place, but the District has yet to bank water in that manner. The Board also wants to track spreading grounds opportunities in the Main San Gabriel Basin being pursued by Watermaster such as the use of local pits and quarries to help get water in the ground. Spreading ground capacity may reach its limit if *Pure Water Southern California* proceeds and produces 65,000 AF/year. Met with Watermaster, Upper District, Three Valleys in May to discuss potential opportunities with abandoned gravel pits, also possible use of Santa Fe Dam to increase recharge efforts. Will continue to monitor and participate in these activities.

Action Plan (2024 - Q1/Q2)

WATER SUPPLY SOLUTIONS – LOCAL

- The General Manager should follow-up with Sean Igoe and Frank Heldman in Monterey Park regarding the status of interest in and funding for the recycled water project that would potentially serve Monterey Park and Alhambra. Not started due to current uncertainty of Central Basin staff
- The General Manager should follow-up with Central Basin to see if the opportunity for a recycled water project is still feasible. Not started due to staff issues at Central Basin
- The District should pursue future grant funding opportunities through Federal and State grant programs. Applied for Bureau of Reclamation grant for turf rebate program, grant was not awarded. Will look for future opportunities.
- Continually explore strategies to improve ability to get both imported and local water sources "into the ground" by reducing over-capacity and congestion/bottlenecks within the delivery system; participate with DWR on SWP bottleneck improvements. Ongoing, participate in East Branch enlargement work groups, also participate in subsidence remedies work groups

Action Plan (2024 - Q1/Q2)

EXTERNAL AFFAIRS

- Increase and blend in messaging about costs, water scarcity and infrastructure to all audiences. Ongoing
- Research potential new rebate items for inclusion in the rebate program. Completed research, nothing to recommend at this time. Will continue to monitor
- Pursue grant from Bureau of Reclamation for 50% matching grant for turf replacement conservation programs. Applied
- Obtain update from California Advocates and Dennis Albiani about potential November 2024 Water Bond and communicate to Board. If on the ballot, develop communications plan to provide information, not advocacy, about the Bond. Discussed during April legislative trip, will be brought to the board in September
- The District should determine its future role within the Water Forum Partner group and consider leading efforts to determine go/no go on smaller, targeted Water Forum events throughout the year. Will discuss at next partners meeting
- Funds contributed by 2020 Water Forum sponsors remain in District accounts. The use or return of the funds should be determined as soon as possible. Will discuss at next partners meeting
- Staff should finalize, distribute and regularly update a 12-month outreach calendar for the Board. Distributed at June Board meeting, will be updated as needed
- The District should participate in a February 2024 tour for legislators in conjunction with the Assembly Water, Parks and Wildlife Committee. Completed
- The District should plan and conduct tours periodically during the year for local elected officials and community leaders. Ongoing, District participated in tour with Upper District and local legislators in March, future events will be planned
- Staff should draft budget and external affairs/outreach plan for 2024-2025 fiscal year and present to Board. Completed

Action Plan (2024 – Q3/Q4)

MEMBER CITY RELATIONS

- The District will continue to attend and present updates at City Council meetings (e.g. "State of the City" meetings), support important community events, and provide information about water issues and conservation. Ongoing
- The District will offer tours of important District and San Gabriel Basin water facilities to both City Council members and key City staff to foster greater understanding of the District's water supply role. Ongoing, had several council members at Asian Media briefing in July
- The District will increase its messaging related to water costs and infrastructure to complement its strong messaging about conservation. Ongoing, messaging will be included in Annual Report

Action Plan (2024 – Q3/Q4)

WATER SUPPLY SOLUTIONS - IMPORTED

- Consensus was achieved that the District, along with other State Water Contractors, supports the *Delta Conveyance Project*. In line with that support, the District awaits decisions by key players such as Metropolitan Water District, which is conducting its own cost/benefit analysis of the Project, and the Department of Water Resources, which is expected to request "bridge/gap funding" for the Project between March and June of this year. At that time, the Board will convene and discuss the District's future role and support of the Project. Will be discussed at September board meeting
- While banking water is very expensive, the Board expressed interest in following and possibly participating in potential new "water banking" opportunities in both northern California and the Main San Gabriel Basin. The Dudley Ridge banking agreement is in place, but the District has yet to bank water in that manner. The Board also wants to track spreading grounds opportunities in the Main San Gabriel Basin being pursued by Watermaster such as the use of local pits and quarries to help get water in the ground. Spreading ground capacity may reach its limit if *Pure Water Southern California* proceeds and produces 65,000 AF/year. Met with Watermaster, Upper District, and Three valleys to explore potential expansion of recharge opportunities in the basin, will update on any progress
- Continually explore strategies to improve ability to get both imported and local water sources "into the ground" by reducing over-capacity and congestion/bottlenecks within the delivery system; participate with DWR on SWP bottleneck improvements. East Branch Enlargement and subsidence issues are biggest items. Will continue to participate in these workgroups

Action Plan (2024 – Q3/Q4)

WATER SUPPLY SOLUTIONS – LOCAL

- The General Manager should follow-up regularly with MWD about its interest in involving SGVMWD infrastructure in the *Pure Water Southern California (PWSC)* Project and update the Board. MWD provided update at August meeting
- Develop a firmer timeline about which consulting resources would be needed and when to evaluate the MWD proposal for SGVMWD in the PWSC Project – financial consultant, engineering consultant, negotiating consultant, etc. MWD indicates that this will not occur until late 2025
- If the *Pure Water Southern California* project remains viable, and once relevant studies are completed, the Board needs to reach consensus on the District's role in the Project and develop a comprehensive communications plan to inform member cities and other key stakeholders about the District's potential involvement in the Project. Not started
- While banking water is very expensive, the Board expressed interest in following and possibly participating in potential new "water banking" opportunities in both northern California and the Main San Gabriel Basin. The Dudley Ridge banking agreement is in place, but the District has yet to bank water in that manner. The Board also wants to track spreading grounds opportunities in the Main San Gabriel Basin being pursued by Watermaster such as the use of local pits and quarries to help get water in the ground. Spreading ground capacity may reach its limit if *Pure Water Southern California* proceeds and produces 65,000 AF/year. ongoing
- Continually explore strategies to improve ability to get both imported and local water sources "into the ground" by reducing over-capacity and congestion/bottlenecks within the delivery system; participate with DWR on SWP bottleneck improvements. ongoing
- The District should pursue future grant funding opportunities through Federal and State grant programs. Will continue to monitor for grant opportunities

Action Plan (2024 – Q3/Q4)

EXTERNAL AFFAIRS

- Increase and blend in messaging about costs, water scarcity and infrastructure to all audiences. ongoing
- Research potential new rebate items for inclusion in the rebate program. Completed research nothing to recommend at this time
- If funded, implement grant from Bureau of Reclamation for 50% matching grant for turf replacement conservation programs. Grant was not awarded, will look at future opportunities
- If Water Bond is on November 2024 ballot, develop communications plan to provide information, not advocacy, about the Bond. Will discuss at September meeting
- The District should determine its future role within the Water Forum Partner group and lead efforts to determine go/no go on smaller, targeted events throughout the year. Will discuss at future partners meeting
- Staff should regularly update a 12-month outreach calendar for the Board. Ongoing
- The District should plan and conduct tours periodically during the year for local elected officials and community leaders. onging

Memorandum

To: San Gabriel Valley Municipal Water District Board of Directors

From: Steve Kiggins, Assistant General Manager

Cc: Darin Kasamoto, General Manager

Date: September 5, 2024

Subject: Assistant General Manager's Report

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1. August 2024 deliveries: 3,487 AF to SGVMWD cyclic storage, including 701 AF to Covina Irrigating Company on behalf of Three Valleys Municipal Water District. Table A Allocation CY 2024: 40% / 11,520 AF. Table A balance as of September 1st: 8,373 AF

2. Total deliveries to cyclic storage CY 2024: 17,547 AF. Cyclic storage balance as of July 31, 2024: 4,831.70 AF. The amount of water banked on behalf of Dudley Ridge Water District is 14,209 AF.

3. Water delivery forecast: The pipeline's capacity will be maximized for the remainder of the calendar year. Scheduled DWR maintenance outages at Devil Canyon Power Plant will reduce deliveries at various times until the end of November. The balance of 2024's Table A Allocation should be delivered around the beginning of December.

4. Assistant General Manager meetings and activities:

    A. Radiodetection pipe locator equipment setup and training

    B. Reviewed SCH I Corrosion Protection Design proposals and discussed with Civiltec

    C. Reviewed Standby Generator Replacement Project proposals and discussed with Civiltec

    D. Met with Verizon Business representatives and SoCal SCADA Solutions for SCADA private network development and changeover due to the discontinuation of existing wired Private IP network technology

    E. Attended WQA Board meeting (Zoom)

    F. Attended Public Water Agencies Group quarterly meeting

    G. Attended JPIA Informational Session: "New Cal/OSHA Indoor Heat Illness Prevention Standard (Zoom) and "Defensive Driver" class at WQA office

    H. Attended The Main San Gabriel Basin Watermaster meeting

    I. Weekly DWR / SWC Operations Update & DCPP Outage meetings (Teams)