



**ELSINORE  
VALLEY**

MUNICIPAL WATER DISTRICT

# Biennial Budget

FISCAL YEAR 2024 AND 2025



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Elsinore Valley Municipal Water District

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Board of Directors  
Elsinore Valley Municipal Water District

## INTRODUCTION

Enclosed are the Elsinore Valley Municipal Water District's (District) proposed budgets for Fiscal Year (FY) 2024 and FY2025. The proposed budgets represent the District's mission of providing water management that powers the health and vibrancy of its communities so life can flourish.

The proposed budgets provide a comprehensive financial plan for the District that includes a forecast of operating and non-operating revenues and expenditures; financing of long-term capital improvement plans to support infrastructure needs; and funding for the repayment of long-term debt.

**Your participation throughout the development of the proposed budget process demonstrates your sincere dedication and commitment to the community. With your leadership and guidance, staff completed a thorough annual review of the revenues and expenses and matched those to the District's strategic plan to meet challenges related to growth, economic conditions, and other factors that may have significant financial impacts.**

The District has a responsibility to deliver reliable water and wastewater services in the most cost-effective manner by maximizing operational efficiencies and seeking various cost saving measures.

## CURRENT AND ONGOING CHALLENGES

The District is presently facing several challenges that are primarily driven by the current high inflationary economic environment. These inflationary cost drivers consist of upward cost pressures on some of the District's largest budgetary cost components, such as imported water costs, chemicals, electrical, and contractual employment obligations. As an example, the costs of some chemicals have risen as much as 200-300% over the past couple of years. District staff work to negotiate the best pricing possible but given the local and national economic environment, these price increases have been unavoidable.

Additionally, the District is realizing significant increases in its operating budgets as a result of classification, compensation, and organizational assessments recently completed. The classification assessment included Position Descriptions ensuring that work was properly defined and consistent with the market in the utility industry. The compensation assessment used the updated classifications to compare to the labor market to ensure employees are appropriately and competitively compensated for work performed. The organizational assessment included a review of District operations, staffing levels, policies, procedures, regulations, the Strategic Plan, and comparison to selected agencies and their best practices. The results are further discussed later in this letter as well as in the authorized position section of this budget document.

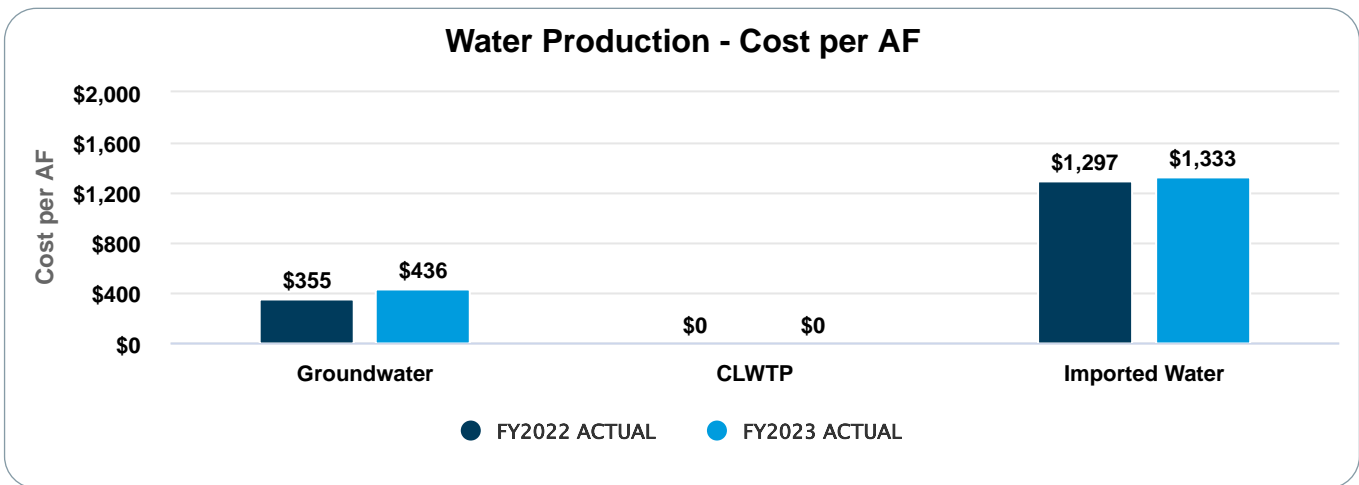
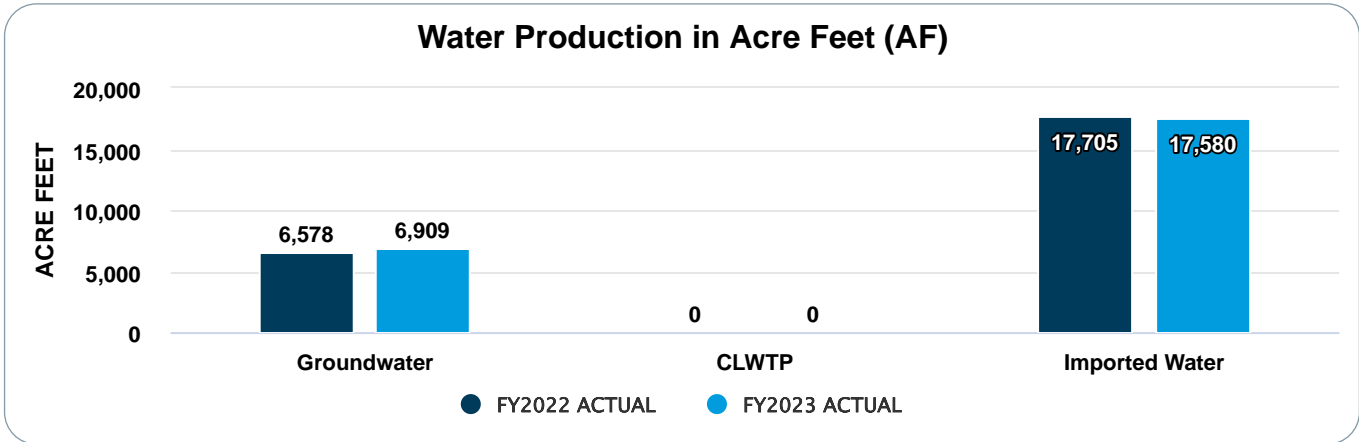
Southern California's climate continues to be an ongoing challenge for the District to navigate. Our climate typically includes a rainy season of approximately 3-4 months, followed by extended drought throughout the hottest months of the year. Oftentimes these droughts can extend throughout the winter months when anticipated rainfalls do not occur. This past year saw rainfall about 50% higher than normal. However, in our area this translates to only about 18 inches of rain in a year. As a result, the District continues to encourage its customers to conserve water through various educational efforts and a variety of different water efficiency programs.

As part of these conservation efforts, the District has implemented six drought stages adopted by the State of California. The District is currently in drought stage 1 which the District keeps in effect at all times in order to promote water use efficiency as a way of life.

**The District is continuously trying to maximize local water sources, when available, which in turn decreases the District's reliance on more expensive imported water.**

Unfortunately, over the last few years emerging constituents such as Per-and polyfluoroalkyl substances (PFAS) have been above response levels and have produced some challenges in utilizing local sources; primarily with the Canyon Lake Water Treatment Plant (CLWTP). Since late 2019 the CLWTP has been offline due to the inability to treat PFAS to acceptable levels. Upgrades to the CLWTP are currently planned in order to meet current regulatory requirements and it is anticipated that the upgrades to the plant will be completed, and the plant back online, by FY2028.

With the CLWTP being offline for the majority of the last three fiscal years, local water supply production averaged approximately 6,800 AF (budget amounts were approximately 9,600 AF/yr). The following graphs show production, and costs of production per acre feet, from various sources.



Groundwater production averaged about 6,800 AF between the two years, which was a significant improvement on prior years, when many of the wells were offline due to needed repair and maintenance. With the implementation of the District’s well maintenance program, which is intended to provide regular maintenance to avoid lengthy periods of downtime, the District was able to return to higher production yields.

As previously mentioned, the CLWTP has been offline due to necessary upgrades as well as PFAS treatment requirements. Given ideal conditions, the treatment plant has the capacity to treat 9 million gallons per day but production from this source is dependent on lake levels, water quality and other contractual obligations with the Canyon Lake Property Owners Association, which has leased the rights to use the lake for recreational purposes. Staff has completed the pilot testing for PFAS treatment for the CLWTP. Upgrades are scheduled to be implemented and will include PFAS treatment, with an expected plant capacity of 7 million gallons per day. Following these enhancements, the District intends to maintain year-round plant operation at a sustainable rate of 5.5 million gallons per day, ultimately aiming to secure 6,161 acre-feet per year of water from this source.

Imported water represents water purchased from the Metropolitan Water District of Southern California (MWD). This water ultimately comes from rain and snowfall stored in reservoirs in northern California; and from precipitation in Colorado, Wyoming and Utah, stored in Lake Mead, along the Colorado River near Las Vegas, Nevada. Purchases averaged over 17,600 AF. This was slightly above the budget average of about 16,600. The discrepancy can be attributed primarily due to the fluctuations in production from local sources and/or additional water demand.

Groundwater production costs averaged \$355/AF in FY2022, but jumped to \$436 in FY2023. This is consistent with increased inflation both regionally and nationally. Groundwater costs are primarily driven by electrical, pumping, treatment, and transmission costs, all of which increased sharply over the past several years.

Imported water costs averaged over \$1,300/AF between the two years. Imported water costs are anticipated to increase in FY2024 and FY2025 by an estimated 4% and 8%, respectively.



Unfortunately supplies of local well and surface water are limited, and as a result, the growing District will continue to rely on more expensive imported water, as it also attempts to develop other locally resilient sources.

In addition to weather, PFAS, and inflation concerns, the largest challenge ahead of the District is the large capital improvement program. By law, to meet regulations, the District must expand its Regional Water Reclamation Plant. This project will begin in FY2024, at a budgeted cost of approximately \$251 million. Bringing Canyon Lake Water Treatment Plant back into environmental compliance and back online is expected to cost at least \$47 million. Improvements are also needed at Elsinore Valley Dam and a new Diamond Regional Lift Station is needed to replace existing lift stations that are at or near capacity. These projects are expected to cost at least \$71 and \$55 million, respectively.

## DISTRICT PRIORITIES

As of June 2023, the District provides services to over 159,000 customers, through approximately 47,000 domestic water connections, 38,000 wastewater connections, and 150 recycled water connections. Total growth projections for the next two years are 350 equivalent dwelling units (EDU) for both FY2024 and FY2025.

To meet the anticipated growth and to continue providing quality service to existing customers, the District must secure reliable sources of water and maintain financial stability. The District is doing this through the following efforts:

- Continuing efforts to promote conservation by expanding programs in water efficiency education; providing free water conservation devices; and offering rebates.
- Updating the Integrated Resources Plan (IRP) and completing projects identified in the plan to enhance domestic water supplies through 2040.
- Designing upgrades for the Canyon Lake Water Treatment Plant.
- Completing the Regional Water Reclamation Plant Expansion project.
- Designing and constructing the Diamond Regional Lift Station.
- Maximizing the use of recycled water for irrigation purposes in schools, golf courses, and parks.
- Ongoing well maintenance program to ensure stable local water sources.

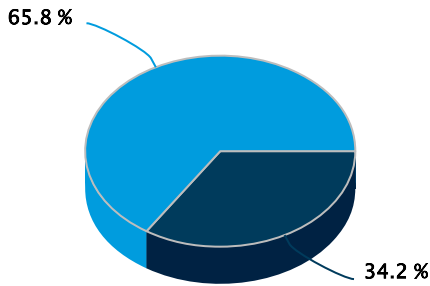
## BUDGET HIGHLIGHTS

The budget has two major components: the Operating Budget, and the Non-Operating (Capital) Budget. The Operating Budget includes costs to operate, maintain, treat, and supply reliable water, recycled water, and wastewater services to customers. The Non-Operating (Capital) Budget includes Capital Improvement Projects needed to improve existing infrastructure and construct new facilities to support future water, recycled water, and wastewater needs. Finally, it includes annual principal and interest payments to service long-term debt.

## USES OF FUNDS

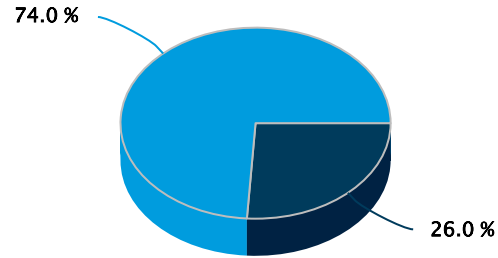
### FY2024 EXPENSES

\$259,531,287



### FY2025 EXPENSES

\$365,791,666



● Operating ● Non-Operating (Capital & Debt)

The total budget for FY2024 is \$259.5 million with \$88.7 million (34.2%) in operating and \$170.8 million (65.8%) in non-operating, which is mostly comprised of capital and debt. The Operating Budget increased by \$11.1 million (14%) and the Non-Operating Budget increased by \$49.1 million (40%). Overall, the total proposed budget for FY2024 represents a \$60.2 million (30%) increase as compared to the FY2023 budget.

The total budget for FY2025 is \$365.8 million with \$95.2 (26.0%) in operating and \$270.6 (74.0%) non-operating, which again is mostly capital and debt. The Operating Budget increased by \$6.5 million (7%) and the Non-Operating Budget increased by \$99.8 million (58%) over the FY2024 budget. Overall, the total proposed budget for FY2025 represents a \$106.3 million (41%) increase over the previous year budget.

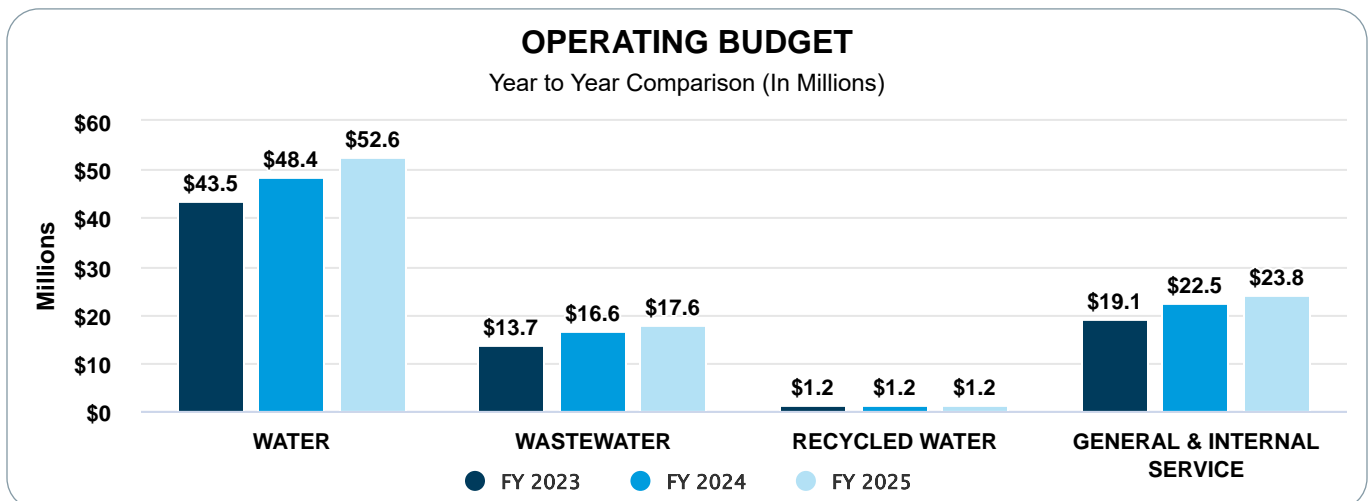
Budgetary changes are explained in more detail in the following sections.

### Operating Expense Budget

The Operating Expense Budget consists of the operating costs for water, recycled water, wastewater, and general and internal services. These operating costs are primarily funded through customer user fees, general property taxes, lease income, and other revenue sources.

The District accounts for the Operating Budget in multiple funds to segregate expenditures in a logical manner. A list of all the funds with descriptions of each can be found in the Budget Statement section of this document. The General and Internal Services funds represent support services which are part of the operating costs allocated to the three main funds: Water, Recycled Water, and Wastewater.

Below is a graph showing the allocation of the Operating Budgets by major funds for the approved FY2023, FY2024 and FY2025 budgets:

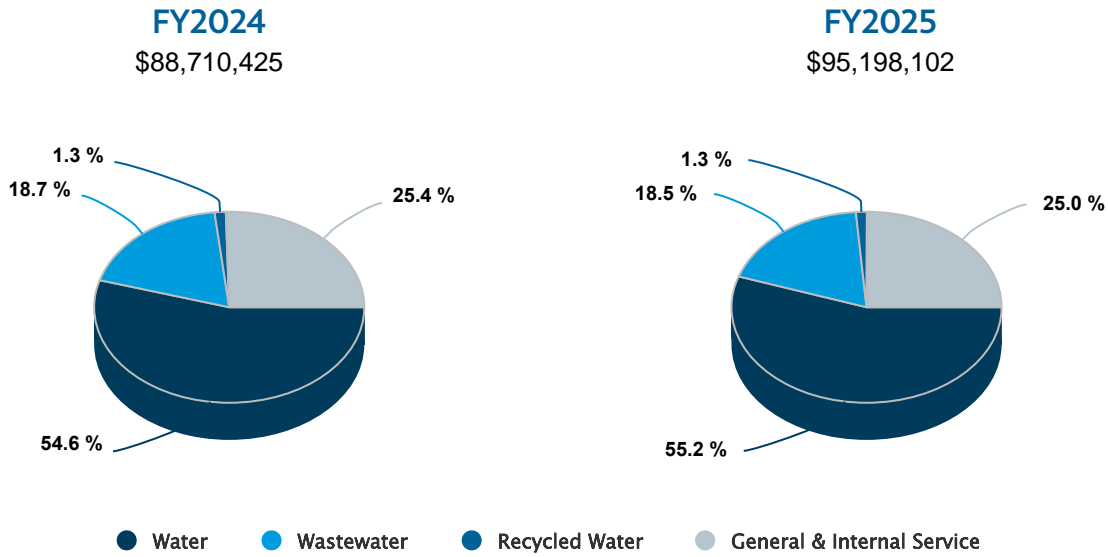






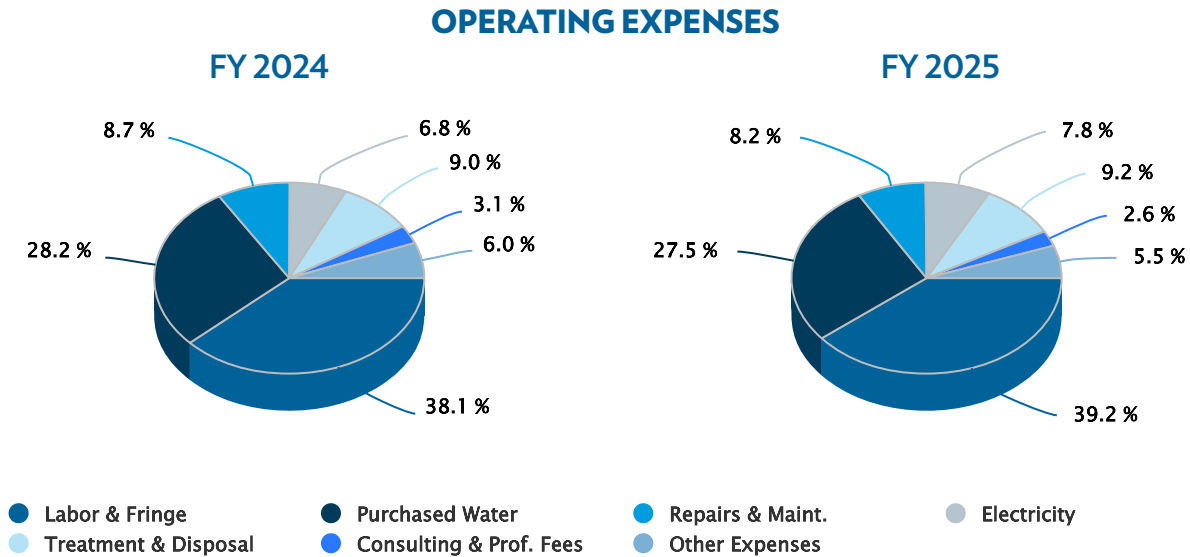
## OPERATING EXPENSE BUDGET

by Fund



### By Type

Overall, the total Operating Budgets are \$88.7 million and \$95.2 million for FY2024 and FY2025, respectively. Below are graphs of the operating expenses categorized by major types:



As shown in the graphs above, the two largest expenditure types are Labor & Fringe and Purchased Water. These two expenses, which make up to 67% of the operating expenses, are discussed below:

### Labor & Fringe

Personnel related costs represent the largest portion of the Operating Budget. The District continuously works to improve operational efficiencies throughout all areas. In conjunction with this budget cycle, the District underwent a comprehensive organizational assessment along with a classification and compensation study. The recommendations of the assessment and study have been incorporated into the adopted budget. This included the addition of a net 20 FTEs over the next two years and adjustments to class and compensation.

For FY2024, a cost of living (COLA) increase of 4.0 - 4.5%, merit increases averaging 5.0%, and insurance increases averaging 10% were included in the budget. The budget adds 17 new positions in the first budget year. These

additions are detailed in the Authorized Position section of the budget. Overall, Personnel Support Services increased by approximately \$5.5 million (19.2%) over the FY2023 budget.

For FY2025, COLA increase of 4.0 - 4.5%, merit increases averaging 5%, insurance increases averaging 10%, and the addition of three more FTEs, resulted in a total increase of \$3.4 million.

As mentioned above, the changes to staffing levels and classification and compensation were brought upon by the organizational assessment and classification/compensation study conducted by outside consultants. Although the District continuously works to improve operational efficiencies throughout all areas these changes are intended to bring the District staffing level and compensation in line with the market, as well as meet the day to day missions/duties.

**Purchased Water**

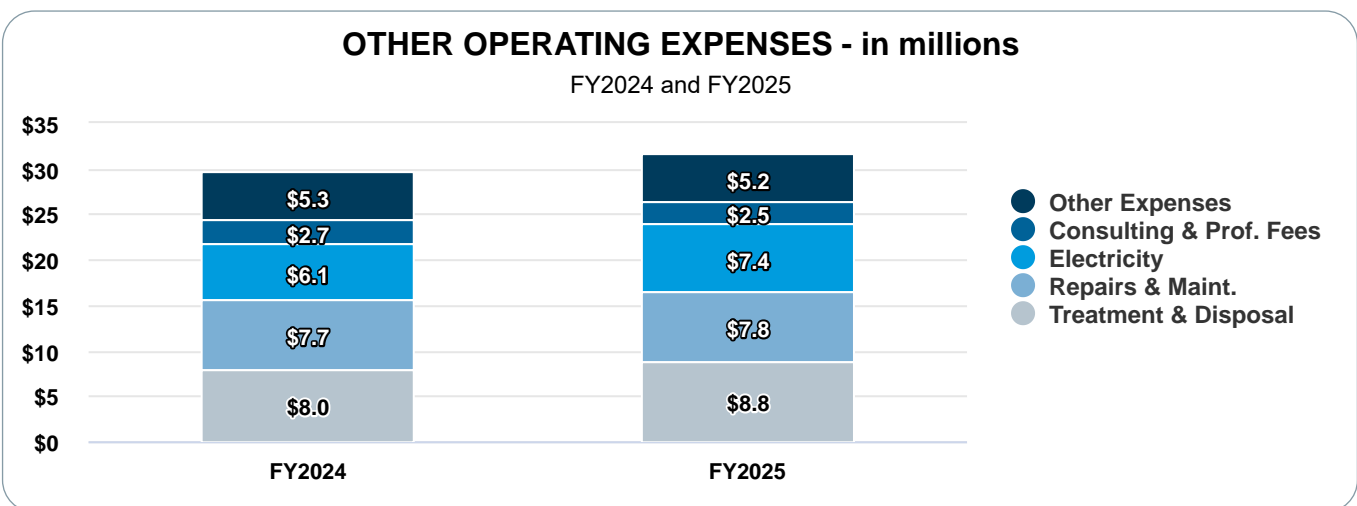
The second largest operating expense is the cost of imported water, purchased from MWD. The District operates two water divisions, the Elsinore Division and the Temescal Division. The Elsinore Division serves the Lake Elsinore, Horsethief Canyon, Canyon Lake, Wildomar, and Murrieta/California Oaks Development areas. The Temescal Division provides service to the South Corona area.

MWD adopted a Tier 1 rate of \$1,256 per AF (a 3.9% increase ) for calendar year 2024 and projects \$1,352 per AF (a 7.6% increase ) for calendar year 2025. As previously discussed, with the rising costs of imported water, the District continues to expand its efforts to find more local ground and surface water in both water divisions. For both budget years, the District projects that water supply sources will include 70% imported water and 30% from local wells. As previously mentioned, supplies from Canyon Lake Reservoir will not be available for the next several years due to ongoing repairs and upgrades.

To put these changes in perspective, the current cost to purchase imported water from MWD is \$1,209 per AF, excluding any fixed monthly charges. As indicated previously, the cost per AF for groundwater is approximately \$360 per AF. Clearly, customers experience considerable cost savings as the District diversifies its local water portfolio and works to limit its reliance on imported water. The total imported water cost budget is \$24.9 million for FY2024 and \$26.1 million for FY2025.

**Other Operating Expenses**

The graph below displays expenditures by type for the remaining 33% of operating expenses:



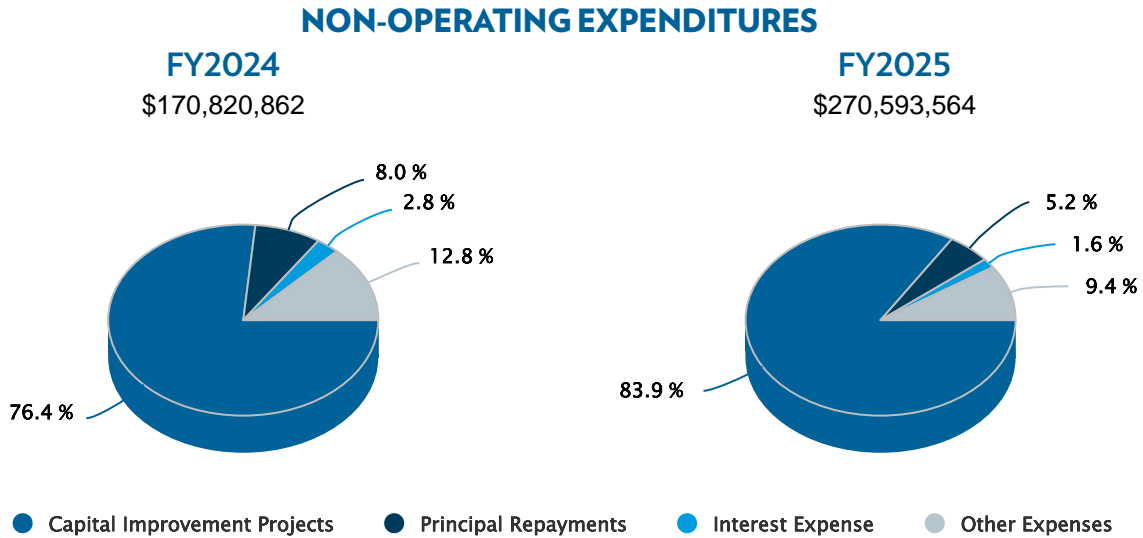
For this segment of the operating budget, other costs increased by \$3.7 million (14.3%) from FY2023 to FY2024. This increase was primarily due to the expected increases in electricity expenses. From FY2024 to FY2025, this segment increased by only \$1.9 million ( 6.3% ). The Other Expense category shown above consists of several expense categories, the largest of which is the maintenance agreement expense (\$1.7 million annually). These expenses mainly cover the District’s software maintenance costs.



**Non-Operating Expenditures Budget**

The Non-Operating Expenditures Budget represents, up to, 74.0% of the total budget. It consists primarily of Capital Improvement Projects (CIP) for District infrastructure and the annual principal and interest repayments on long-term debt. The total Non-Operating Expenditures Budgets are \$170.8 million and \$270.6 million for FY2024 and FY2025, respectively.

Below are graphs of the Non-Operating Expenditures categorized by major types:



The largest non-operating expenditure is for CIP. The proposed CIP budgets are \$130.6 million for FY2024 and \$226.9 million for FY2025. Detailed information on the budgeted CIP projects can be found in the Capital Improvement Projects section.

In an effort to minimize costs that affect customer rates, the District is aggressively pursuing other revenue sources such as grants and low interest state revolving fund (SRF) loans to fund planned CIP projects. To date, the District has secured over \$33 million in grants and \$221 million in low interest SRF loans to fund projects like the Regional Plant Expansion and Diamond Regional Lift Station and Dual Force Main projects. Additional grant and SRF loan funding will also be sought by the District for multiple anticipated future projects of approximately \$93 million. Some of these future projects include the Elsinore Valley Dam and Canyon Lake Upgrades projects.

Below is a list of some of the major projects included in the CIP budgets for FY2024 and FY2025:

<b>In Millions</b>	
RWRP Expansion - Construction	\$ 147.0
CLWTP Master Plan Phase I Improvements	40.8
Sedco Septic-to-Sewer Planning	30.2
Elsinore Valley Lake Dam Upgrades	25.8
Diamond Regional Liftstation	24.0
Avenues Septic-to-Sewer	20.6
Mills Capacity Line (12CFS)	14.3
Diamond Regional Lift Station Dual Force Main	11.0
Elsinore Valley Lake Well Conversion	7.3
Other	36.3
<b>Total CIP (2 Years)</b>	<b>\$ 357.3</b>

Below is a brief description of the five largest projects:

#### RWRP Expansion - Construction

The Regional Water Reclamation Facility (RWRP) is projected to reach its design capacity in the near future. To meet future demands, this state required project will expand average daily capacity from 8.0 to 12.0 mgd. The project includes new bar screens and grit removal tank, a new 4.0 mgd membrane bioreactor, a new 12 mgd UV system, and sludge processing facilities. The estimated total project cost is approximately \$250 million and will be primarily funded by a combination of grants and low interest loans from the State of California Revolving Fund, as well as traditional debt financing.

#### CLWTP Master Plan Phase I Improvements

The proposed Project will demolish the existing intake pump station, static mixers, clarifier, and chemical feed area. The Project will construct a new intake pump station at the lake; new static mixers and sedimentation/flocculation basins; new equipment for per- and polyfluoroalkyl substances (PFAS), taste and odor treatment; new booster and backwash pump stations; and chemical and maintenance buildings. The proposed improvements, as well as construction staging areas, will be located within the boundary of the existing CLWTP.

#### Sedco Hills Septic to Sewer Planning

The Project will convert about 700 existing septic customers to sewer by installing about 40,800 linear feet of sewer main and lateral pipelines within roadway rights-of-way. The new sewer lines will connect to existing sewer mains underneath Mission Trail, Malaga Road, and Lemon Street. Should additional engineering hydraulic analysis determine that the existing 21-inch diameter sewer main in Mission Trail requires capacity increases, EVMWD also proposes installing a new 48-inch diameter sewer line in Mission Trail over a length of 3,200 linear feet. The Project is anticipated to generate 130,000 gallons per day of wastewater, which would be transported to the EVMWD Regional Water Reclamation Facility. Existing septic tanks serving the residents would be abandoned per Riverside County Health Department requirements. This project will be fully grant funded.

#### Elsinore Valley Dam Upgrades

Elsinore Valley Dam, previously known as Lee Lake Dam, is an earthen embankment dam constructed in 1893 across Temescal Canyon Wash. The California Department of Water Resources, Division of Safety of Dams (DSOD) considers Elsinore Valley Dam (DSOD No. 818-2) to be a significant hazard facility due to the storage capacity, dam height, and the proximity to populated areas downstream of the Dam. The Dam has hydraulic deficiencies and DSOD has claimed that it has seismic deficiencies with potentially liquefiable foundation soils. The presence of potentially liquefiable soils beneath the dam has been verified as part of the geotechnical investigations that have been undertaken for the Project.

EVMWD plans to upgrade the dam by removing and replacing the existing dam. The new dam will maintain the same spillway crest elevation, but will add a new larger side channel spillway to provide the required freeboard during the design flood. The new spillway will be located along the right abutment and founded on bedrock. A new outlet tower and pipeline will also be constructed.

#### Diamond Regional Lift Station

This Project is the construction of the Diamond Regional Sewer Lift Station (DRSLS) which will receive raw wastewater and pump it through two new parallel 18-inch and 24-inch HDPE force mains and discharge into to an existing junction structure connecting to an existing 54-inch gravity sewer pipeline along Lakeshore Drive.

Construction Package 1 includes the construction of the DRSLS, removal of the Interim Summerly Lift Station and the Back Basin Groundwater Filtration Plant Lift Station, and downsizing of the B-1 Lift Station. Construction Package 2 is a separate project and includes construction of the 24-inch and 18-inch HDPE Diamond Regional Sewer Dual Force Mains.

A complete list of all planned CIP with detailed descriptions can be found in the Capital Improvement Project section of this document.

Two other large portions of the Non-Operating Expenditures Budget are the long-term annual debt service (principal & interest) repayments, representing about 10.7% for FY2024 and 6.8% of the FY2025 Non-Operating budget. The annual principal and interest repayments are \$18.3 million and \$18.3 million for FY2024 and FY2025, respectively.



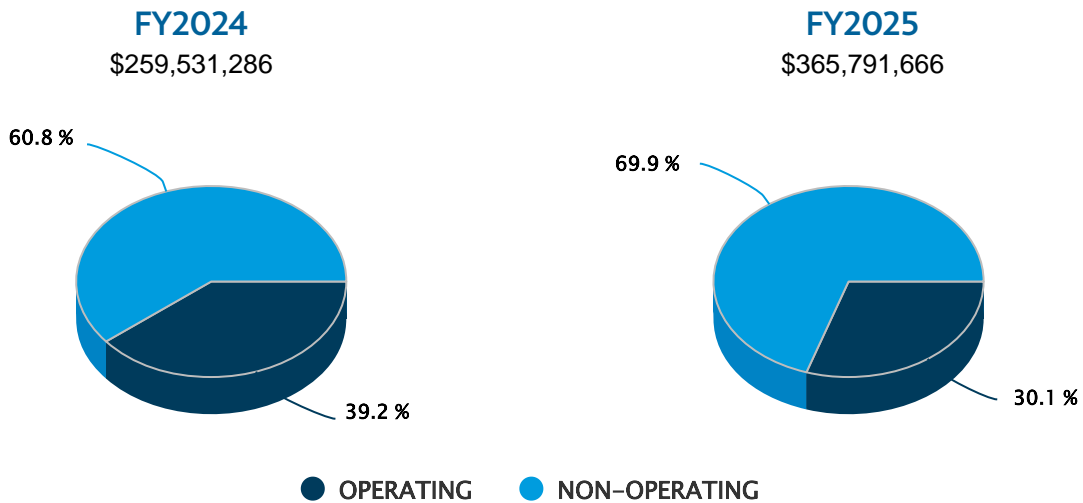
As of June 2023, a total of \$350 million in principal and interest is due between now and 2057. This includes \$51 million of interest expense. The District actively pursues various options such as refunding or early repayments of principal to reduce these amounts. In addition, the District actively pursues low interest SRF loans to finance large CIP projects rather than issue debt which saves the District a significant amount of interest expense. A significant refunding occurred in 2021, reducing principal by \$32 million and saving \$3.8 million in future interest expenses.

In May 2023, the District’s Fitch bond rating was upgraded to AA+ from AA. This provides the District the opportunity to issue debt at lower interest rates, and in turn provide savings for our customers.

Other Non-Operating Expenditures include Capital Outlay, transfers to reserves, and others. Capital Outlays are non-CIP equipment or software purchases that have an individual cost of over \$10,000 with a useful life of more than five years. Transfers to reserves are needed to comply with debt covenants and other administrative code requirements.

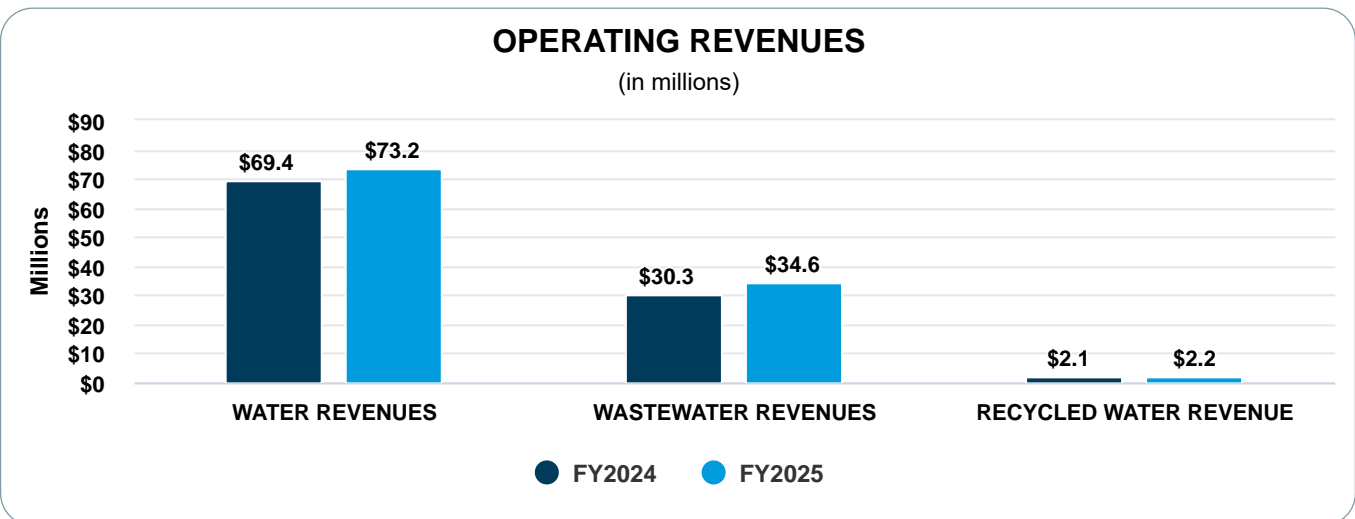
### SOURCES OF REVENUES

The District goal is to maintain a balanced budget. As a result, the total Revenue Budget is \$259.5 million for FY2024 and \$365.8 million for FY2025. The main sources of revenue are classified as Operating Revenues and Non-Operating Revenues.



### Operating Revenues Budget

The Operating Revenue Budget consists of water, wastewater, and recycled water revenues. The revenues are derived from monthly user charges to the District’s customers for water and wastewater services. The proposed Operating Revenues are \$101.7 million for FY2024 and \$109.9 million for FY2025.



### Water Revenues

The proposed Water Revenue Budgets are \$69.4 million and \$73.2 million for FY2024 and FY2025, respectively. The rate structure has two major components: fixed and variable charges. The fixed charge consists of the water meter service charges that pay for usage readings, meter maintenance, billing, and customer service. The variable charge consists of the costs to supply and deliver water, capital costs to improve water supply and storage, and funding of water efficiency programs. These charges are enhanced by other revenue streams such as delinquent fees, service requests fees, and various cost savings programs. Additionally, the District maintains a power surcharge rate to cover costs associated with the energy needed to operate water treatment facilities and to deliver water to customers at higher elevations.

Water revenues are increasing primarily as a result of increases to the fixed and variable rates each year, in addition to an increase in projected customer accounts. This additional revenue will fund capital improvements needed due to deferred maintenance of property, plant, and equipment after the 2008 recession.

In accordance with SWRCB mandates, the District maintains a fully compliant tiered rate system, including a system for implementing water shortage penalties and surcharges, outlined in the water shortage contingency plan.

The District's rate structure encourages customers to control water usage, complies with existing state laws, and helps the District comply with state mandates during drought emergency conditions.

The District continues to offer its Rate Assistance for Residents of Elsinore Valley (RARE) Program which allows qualifying customers to be eligible for low income rate assistance on their water bill at their primary residence. This program is similar in nature to the California Alternate Rate for Energy (CARE) program offered by gas and electric companies. Customers who normally qualify for CARE are generally eligible to apply for the RARE Program. Applications for this program are accepted on a first-come first-serve basis until the available funds are exhausted. Most of the funding for this program comes from lease income earned from cell phone carriers leasing cell tower locations on District owned properties. The maximum monthly RARE credit for FY2022 was \$29.68 and will go up to \$32.68 and \$34.16 for FY2024 and FY2025, respectively.

The proposed rate tables for Elsinore can be found beginning on page 171 and Temescal Water Divisions can be found beginning on page 188.

### Wastewater Revenues

The Proposed Wastewater Revenue budgets are \$30.3 million and \$34.6 million for FY2024 and FY2025, respectively. The Wastewater Services Division continues to serve four areas: Regional, Canyon Lake (also known as Railroad Canyon), Horsethief, and Southern areas. The District directly operates three treatment facilities to serve Regional, Canyon Lake, and Horsethief. The District uses an existing Joint Powers Authority (JPA) agreement known as the Santa Rosa Regional Resource Authority (SRRRA) between EVMWD, Rancho California Water District (RCWD), and Western Municipal Water District (WMWD) to provide treatment and disposal services for the Southern area located within the California Oaks Development in the City of Murrieta.

Wastewater rates are increasing for both FY2024 and FY2025. The increases are primarily driven by revenue requirements brought on by the debt service requirements of the Regional treatment plant upgrade project. The Regional upgrade project will complete several critical upgrades to the existing plant to improve reliability and provide redundancy features.

Beginning in FY2019, the District updated the residential customers rate structure from a fixed monthly charge to a hybrid bill with fixed and variable components, which is based on the number of persons per household. Commercial customers are billed a fixed monthly charge and a variable charge based on water consumption.

Wastewater service charges are based on budgeted operating expenses. On an annual basis, the District completes a thorough review of the services related to collecting, treating, and disposing of wastewater. The District has taken initiatives in the past year to keep costs down. Some of the initiatives included reducing chemical costs by installing UV resistant shade cloths, minimizing the deterioration of the chlorine residual caused by UV radiation from the sunlight; and making various operational upgrades.

The complete proposed wastewater rate table can be found on page 202.

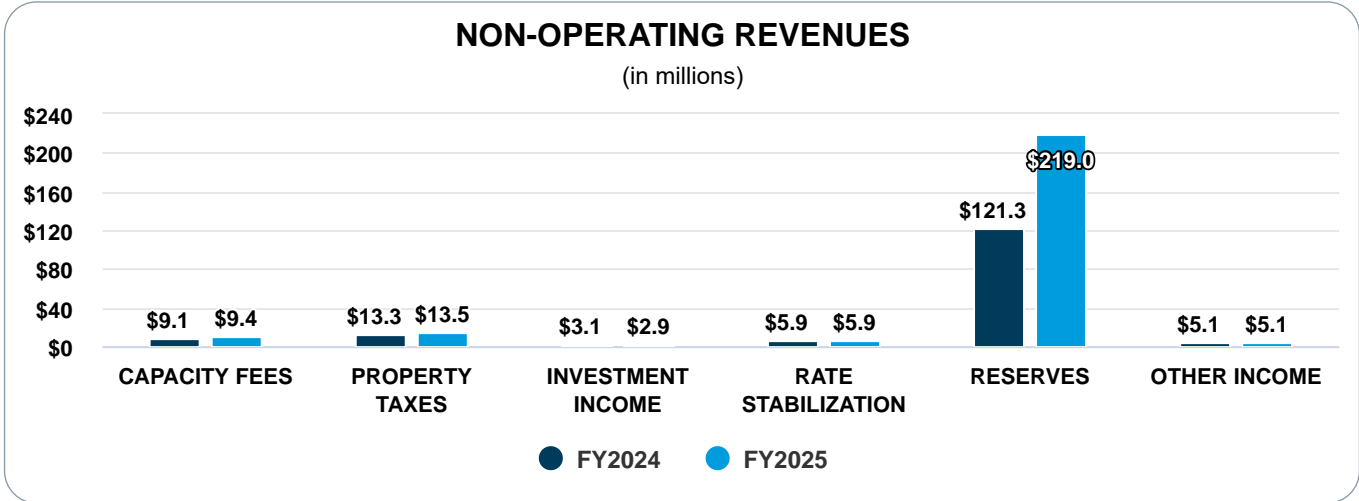
### Recycled Water Revenues

With continued drought conditions, the recycled water system has been expanded for schools, parks, and golf course irrigation. There are now 148 recycled water connections. This number is expected to grow in the future as recycled water supplies increase.

The proposed Recycled Water Revenue Budgets are \$2.1 and \$2.2 million in FY2024 and FY2025, respectively. The proposed rate table can be found on page 217.



**Non-Operating Revenues Budget**



As previously stated, operating revenues (and ultimately rates) are set at levels needed to fund operations. These rates, fees, and charges are partially offset by non-operating revenues including the sources shown in the chart above.

Capacity fee revenue is generated from fees imposed on new water and wastewater connections. Using projected growth, capacity fee revenue is budgeted at \$9.1 million and \$9.4 million for FY2024 and FY2025, respectively. Capacity revenues are highly sensitive to developer plans and economic factors. The proposed capacity fees for the next two fiscal years were determined based on projected growth, and may not be achieved. The capacity fee rates can be found on page 33.

Property tax is received from the County of Riverside and collected from properties within the District’s boundaries. The District uses these funds to offset operational and non-operational expenses. The General Property Tax Budgets are \$13.3 million and \$13.5 million for FY2024 and FY2025, respectively.

Use of Reserves consists primarily of the funds that have previously been set aside in prior years for project funding that are anticipated to be utilized in this budget cycle.

Other sources of revenue include Investment Income; use of Rate Stabilization, Lease Income, and miscellaneous service charges.

**CONCLUSION**

EVMWD is committed to delivering quality water, recycled water, and wastewater services through continued innovations and efficiencies. This budget document demonstrates the commitment of the entire EVMWD organization to maintain financial stability and to uphold its core principles of transparency and accountability.

Overall, the District’s financial position remains strong. The proposed budget is based on near and long-term financial projections, considering a constantly changing economic environment. The Finance & Accounting Department provides continuous financial analysis to the Board of Directors through reports monitoring the District’s budget. This in turn provides the Board of Directors with the information it needs to respond to changing budgetary and economic situations.

The proposed budgets for FY2024 and FY2025 are a result of the efforts of the EVMWD staff. The Board of Directors has in turn performed its fiduciary role using due diligence to review and question staff proposals.

In addition to the efforts of the Board and various departments, we would like to take this opportunity to thank Finance Director, Scott Thompson, and the Finance and Accounting Department for their roles in preparing and compiling this budget document.

Respectfully Submitted,

Greg Thomas  
General Manager

Robert Hartwig, CPA, MBA  
Assistant General Manager



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished  
Budget Presentation  
Award*

PRESENTED TO

**Elsinore Valley Municipal Water District  
California**

For the Biennium Beginning

**July 01, 2021**

A handwritten signature in black ink that reads "Christopher P. Morrill". The signature is written in a cursive style.

**Executive Director**





*California Society of  
Municipal Finance Officers*

*Certificate of Award*

***Operating Budget Excellence Award  
Fiscal Years 2021-2022 & 2022-2023***

*Presented to the*

***Elsinore Valley Municipal Water District***

For meeting the criteria established to achieve the CSMFO Excellence Award in Budgeting.

***February 28, 2022***



*Marcus Pimentel*

***Marcus Pimentel  
CSMFO President***

*Michael Manno*

***Michael Manno, Chair  
Recognition Committee***

***Dedicated Excellence in Municipal Financial Reporting***



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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# BUDGET NARRATIVE

**District Description** 🌊

**Operating Revenues & Expenses** 🌊

**Non-Operating Revenues & Expenses** 🌊







## DESCRIPTION OF THE DISTRICT AND THE BUDGET PROCESS

### The Elsinore Valley Municipal Water District

**History**

The Elsinore Valley Municipal Water District (the “District”) was incorporated on December 23, 1950, under the provisions of the California Municipal Water District Act of 1911.

**Responsibility**

This Act authorizes the District to supply and distribute water, treat and dispose of wastewater, make beneficial use of reclaimed water and manage water-related recreational activities.

**Mission Statement**

The EVMWD team delivers total water management that powers the health and vibrancy of its communities so life can flourish.

**Vision Statement**

EVMWD is Southern California’s most innovative, diverse and trusted public utility partner.

**District Values**

- Professionalism
- Enthusiasm
- Integrity
- Inclusiveness
- Stewardship

**Government**

The District is governed by a five member Board of Directors (the “Board”), elected by the voters within their respective divisions for staggered four-year terms. The current Directors are:

Division	Name	Position
1	Darcy Burke	Director
2	Harvey R. Ryan	Treasurer
3	Chance Edmondson	Vice President
4	Jack T. Ferguson	Director
5	Andy Morris	President

**Service Area**

The District is located in Southern California and provides service to approximately 61,949 acres or 97 square miles of land located between the cities of Corona and Temecula in the western portion of Riverside County, and a portion of Orange County, along the Ortega Highway.

The District primarily provides service to the cities of Lake Elsinore, Canyon Lake, Wildomar, the California Oaks Development within the City of Murrieta, and the unincorporated communities of Lakeland Village, Meadowbrook, Rancho Capistrano/El Cariso Village, Horsethief Canyon, and Temescal Canyon. The District is a member agency of the Western Municipal Water District (WMWD), which is a member agency of the Metropolitan Water District of Southern California (MWD). The map below shows the service area and Director’s divisions.

**Service Area**





## **Organizational Structure**

The General Manager, who reports directly to the Board of Directors, manages the District's day-to-day operations. The General Counsel and District Auditors also report directly to the Board.

Reporting to the General Manager are three departments: Administration, Governmental Relations, Human Resources; and two divisions: Business Services, and Engineering & Operations.

The **Administration Department** provides support to the General Manager and Board of Directors, maintains official District records by providing a centralized record center, and coordinates with legal counsel.

The **Governmental Relations Department** provides review, analysis and development of recommendations regarding state and federal legislation to management and the Board.

The **Human Resources Department** provides personnel, safety and benefit services to employees and supports management to ensure that the District maintains compliance with various legal and regulatory requirements. This department processes claims, and also maintains the District's personnel and safety policies and procedures, current job descriptions, salary ranges and personnel records.

The **Business Services Division** provides services in the areas of finance & accounting, community relations, information technology, and purchasing.

The Finance & Accounting Department oversees the financial operations of the District to provide accountability and control over the use of District funds. The department provides services in the areas of financial reporting & analysis; budget management; treasury & investment management; grant administration; debt management; fixed asset management; financing and management of capital projects & outlays; maintenance of all financial transactions; and general accounting (billing & collections; accounts payable; and payroll)

The Community Relations Department is responsible for billing, collecting, and processing payments for the District's water, recycled water, and wastewater accounts. This department also advances public awareness of the District's mission, strategic goals and objectives to the community and manages all public relations functions.

The Information Technology Department provides office automation and data processing services which increases the effectiveness of all District departments. Software and technical support is provided to evaluate, procure, or configure software programs to the specified needs of various departments; hardware and technical support is provided for District-wide, remote and local area operating platforms; networked automation support is available to all District staff including a trouble call hotline; and centralized computer processing services are provided on all major systems. Also included within this department is the SCADA operations, which provides preventive maintenance and repair to all electrical components of equipment and the SCADA system

The Purchasing Department directs all the procurement and contract activities for the District. Among the goods and services purchased are operating supplies, outside services, maintenance & repair parts, and vehicles & equipment. The department analyzes District contracts to ensure the highest level of accuracy and compliance to all applicable requirements. Additionally, the department manages daily operations of the District's warehouse.

The **Engineering & Operations Division** provides services in the areas of engineering, operations, and water resources.

The Operations Department provides services in the areas of Water Operations, Wastewater Operations, and Maintenance. The Water Operations Section operates the water distribution system and two water treatment plants, and provides preventive maintenance and construction services for water facilities. The Wastewater Operations Section collects, transports, and treats the wastewater generated in the District's service area which flows into the District's three wastewater treatment facilities. The Maintenance Section provides electrical, mechanical, meter, and general maintenance services for all District facilities.

The Engineering Department is made up of the Development Services and the Capital Design Services Sections. The Engineering Department plays a major role in the expansion of the water, recycled water, and wastewater infrastructures. With a wide ranging assortment of responsibilities, the Engineering Department assists developers building new residential and commercial properties; and efficiently manages projects for infrastructure improvements, replacements, or expansions.

The Water Resources Department manages, develops, and administers ongoing programs in areas such as: watershed management, groundwater recharge, water resources planning, and permit management. The Water Resources Department assists the Operations Department in the review of State and Federal agency water and wastewater reports. The department is also involved with developing, modifying, and implementing the pretreatment program, and assisting in grants and loans applications. The Water Resources Department oversees EVMWD's laboratory which provides test results for water and wastewater samples collected from EVMWD treatment, distribution, and collection systems. The Water Resources Department is organized into three sections: Water Resources Planning, Water Systems Engineering, and Wastewater Systems Engineering.

For a more detailed description of each department's function, please see the Strategic Plan & Department Accomplishments section of this document. In addition, a detailed organizational chart can be found in the Authorized Positions section of this document.

## Understanding the Budget Document

A budget is a plan to match resources with the needs of the District. The budget presented is a balanced budget in which the District's expenditures are matched by the District's revenues. This budget provides for the general operation of the District for a two-year period. It includes expenditures and the means to finance them.

The budget of the Elsinore Valley Municipal Water District assures the efficient, effective, and economic uses of the District's resources. Through this budget, the Board sets the direction of the District, allocates its resources, and establishes its priorities.

To plan beyond an annual timeframe and better anticipate future revenue and expense requirements, this budget document covers the period from July 1, 2023 to June 30, 2025, and therefore sets the expenditure guidelines for both the 2024 and 2025 fiscal years. This document is a vehicle to accurately and openly communicate the District's priorities to its customers, community, employees, and other public agencies. As a comprehensive management and financial plan, this budget describes the programs, services, and resources provided by the District, as well as its policies and long-term financial plans. The Board approved this two year budget at its June 24, 2023 meeting.

The following is a summary of the various sections of the document:

**Table of Contents** lists the major sections and page numbers of each section.

**General Manager's Budget Highlights** provides a summary of current and future challenges and how they are addressed in the budget; a broad overview of the budget; and includes a list of major changes in revenues, rates, capital outlays, and capital improvements.

**Budget Narrative** contains information about the District, the Budget Calendar and Budget Process, major revenue sources and expenditure categories, Non-operating Revenues and Expenditures, Capital Outlays and Improvements, Debt Administration, and District Policies.

**Authorized Positions** contains an organization chart, a summary of approved changes in the budget (including a description of budgeting practices and the effects on authorized positions); and a listing of all authorized positions for the prior, current, and budgeted fiscal years.

**Strategic Plan & Department Accomplishments** contains detailed information about the District's overall plan and each department's function, goals, objectives, strategies, accomplishments, and performance measures.

**Capital Outlays** includes a detailed listing of all budgeted outlay items. It also contains a description and justification of the significant capital outlays as well as their impact on the operating budget.

**Capital Improvement Projects** includes a listing of all new projects with funding requirements and sources. It also contains a description of the significant projects, why they are necessary and their impact on the operating budget.

**Budget Statements** contains the District's Fund Structure description; list of funds and sources of revenues, a Relationship Between Divisions, Departments, and Funds/Programs chart; Summary of Revenues & Expenditures and Operating Transfers In (Out); Consolidated and Individual Fund Sources and Uses Statements; Consolidated Statement of Income, Computation of Debt Coverage, Schedule of Debt Repayment Requirement and Sources of Funding; Total Debt Service graph; Funding and Cash Flow Diagram; and Schedule of Projected Changes in Fund Balances that describes significant changes.



**Water Operations** contains information about each of the two water divisions' customers, water sources and production, rates and charges, and detailed financial data for the prior, current, and budgeted fiscal years for each water operating fund, and detailed fund budgets for each water division.

**Recycled Water Operations** contains information about the division's customers, water sources and production, rates and charges, and detailed financial data for the prior, current, and budgeted fiscal years for recycled water fund.

**Wastewater Operations** contains information about each of the four wastewater service area's history; customers, rates, and detailed financial data for the prior, current, and budgeted fiscal years for the wastewater operating fund.

**General and Internal Service Funds** contains detailed financial information for the prior, current, and budgeted fiscal years for the general fund and five internal service funds.

**Lake Management** contains detailed financial information for the prior, current, and budgeted fiscal years for the Lake Management fund.

**Policies** contain the District policies on investment, debt management, reserves, capital assets and purchasing.

**Supplementary Information** contains statistical data of the water and wastewater divisions, list of the District's ten largest water and wastewater customers, as well as demographics and economic data of Lake Elsinore and nearby cities within the District boundary.

**Glossary** contains a list of budget related terminology and definitions, as well as acronyms and abbreviations used in this document.

**Board Resolution** contains actions taken by the Board for budget approval.

## Budget Planning

### Strategic Planning Processes

On a biennial basis, the District reviews and updates the Strategic Plan to ensure efficiency in meeting District needs. In October 2020, the District began the process of reviewing and updating its strategic business plan. In a series of workshops, management reviewed the District's mission and vision; and revised the goals, objectives, strategies, and performance measures. The Strategic Plan was updated in August, 2021. The Strategic Plan is a document which will be monitored, modified, and refined continually. Please see the Strategic Plan & Department Accomplishments section of this document for more detailed information about this planning process.

### Budget Process

The budget process is a team effort which starts with a planning meeting where management discusses proposed budget schedules and major budget assumptions. Thereafter, the General Manager and staff conducted an exhaustive process to develop the budget requirements, review and consolidate requests, and compile the approved budget.

The District operates using a long range budgeting approach. With the goals of budgeting effectiveness, accountability, and minimizing rate impacts, departments are required to provide detailed supporting documentation by activity for each amount budgeted. This supporting documentation is used as a guideline for expenditures throughout the entire budget period and to provide accountability for any subsequent activities and related expenditures not included in budgeted amounts. Additionally, departments are required to review and update goals, objectives, and strategies; provide a list of accomplishments for the prior year; and to determine performance measures for the next two fiscal years. The Board also performs an extensive review of the water and wastewater budgets based on rate structures and reviews the water conservation business plan along with other planning documents with staff and outside consultants.

### October 2022 – January 2023 – Budget Kickoff and Development

The General Manager and other District management personnel discussed the proposed budget schedule and major budget assumptions. Numerous meetings were held to discuss and review water production, operations and maintenance expenditures, capital outlays, capital improvement projects, position adjustments, goals, objectives,

and strategies. Initial budget requests are submitted to Finance. Review and adjustments of budget submittals are performed by Finance and the General Manager before being presented to the Board.

#### February 2023 – June 2023 – Presentation to Board

In a series of study session meetings, District personnel presented the capital outlay and capital improvement projects budgets, budgeted position adjustments and additions, debt, purchased water, operating statements, budget issues, reserves, and rate recommendations to the Board.

#### June 22, 2023 – Budget Approval

The consolidated FY 2024 and FY 2025 budget were presented, discussed, and approved by the Board. A copy of the approved Board resolution can be found in the Board Resolution section of this document.

#### Budget Amendments

The Board does not formally amend the budget after approval. The General Manager has authority to enter into contracts and agreements and expend funds up to \$100,000. Purchases in excess of \$100,000 require approval of the Board. The General Manager may make emergency purchases in excess of \$100,000, but emergency purchases must be ratified by the Board at the next regular Board meeting. An emergency, as defined by Administrative Code Section 1508A, is “an unforeseen crisis or incident which requires immediate action and the acquisition of goods or services to forestall a shutdown of essential services; to avoid a threat to public health, safety, or welfare; or to avoid serious damage to property.”

The Board ratifies all District disbursements and changes in authorized positions at regular Board meetings.

#### Budgeting Basis

The District utilizes the accrual basis of accounting for budgeting purposes which is the same basis used for financial reporting purposes in accordance with GAAP. Under the accrual basis of accounting revenues are recognized in the period in which they were earned, and expenses in the period they were incurred. However, for accountability purposes the District also budgets for capital expenditures and debt service principal payments.

The District collects and records revenues and expenses as a Proprietary Fund. The Proprietary Fund includes both Enterprise Funds (Water, Wastewater, and Recycled Water) and Internal Services Funds. The activities of the Enterprise Funds are used to account for operations that are financed and operated in a manner similar to a private business enterprise. The activities of the Internal Service Funds are used to account for the operations of the Vehicles, Information Technology and Facilities Maintenance funds, and are ultimately allocated to the Enterprise Funds. Enterprise Funds are generally financed through user fees and charges generated from providing goods and services to the general public on an ongoing basis.

Rather than being accounted for as a single integral entity, the District utilizes a governmental accounting structure where its activities are accounted for in a collection of smaller separate accounting entities known as “funds”. Each fund includes a self-balancing set of accounts established to record the financial position and results that pertain to a specific activity. None of the District’s funds are subject to appropriation. A listing and description of each District fund can be found in the Budget Statements section of this document.

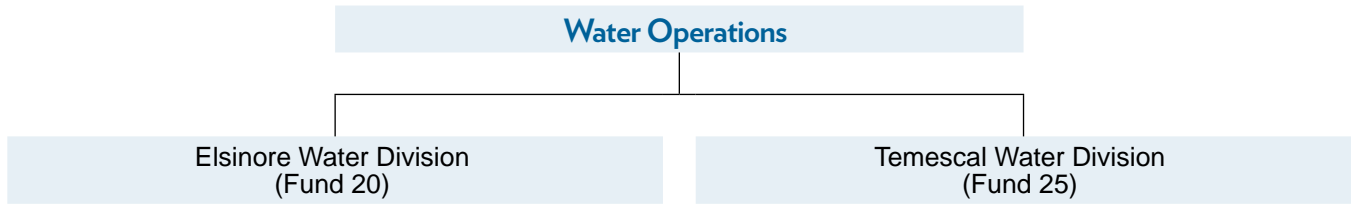
#### Reserve Accounts

The District maintains a number of reserve accounts. According to the District’s Master Resolution adopted in 1992, the Operating Reserve is budgeted at 20% of maintenance and operation costs. The Rate Stabilization Reserve is maintained at a level that provides the financial flexibility to manage water and wastewater rate fluctuations and debt service coverage. The District maintains additional reserve balances as required by debt covenants. The District is in conformance with reserve requirements for all current indebtedness. The District’s reserves policy can be found in the Policies section of this document.



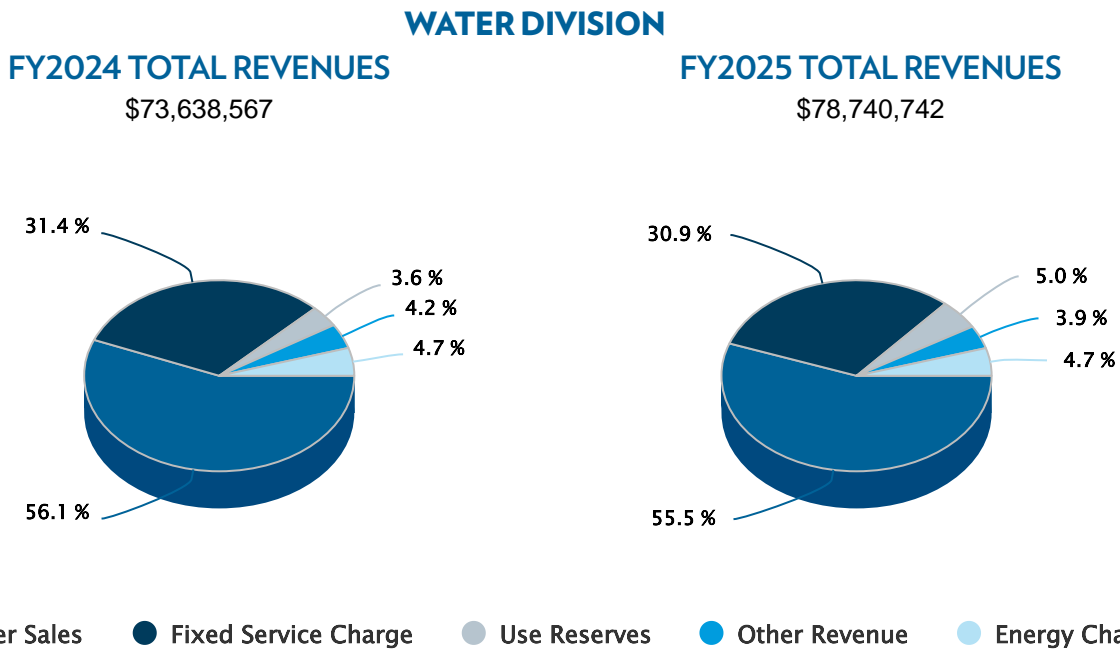
## WATER OPERATIONS

### Revenues and Expenditures



The District operates two water divisions: Elsinore and Temescal. Total operating revenues from these two divisions comprise approximately 23% of the District’s total operating and non-operating revenues for FY2024 and FY2025. These water divisions derive their revenues from a variety of sources. As seen in the pie charts below (Figure 1) the major revenue sources are water commodity sales, fixed service charges, and energy charges, which makes up approximately 98% of the District’s total water operating revenues for FY2024 and FY2025.

Figure 1

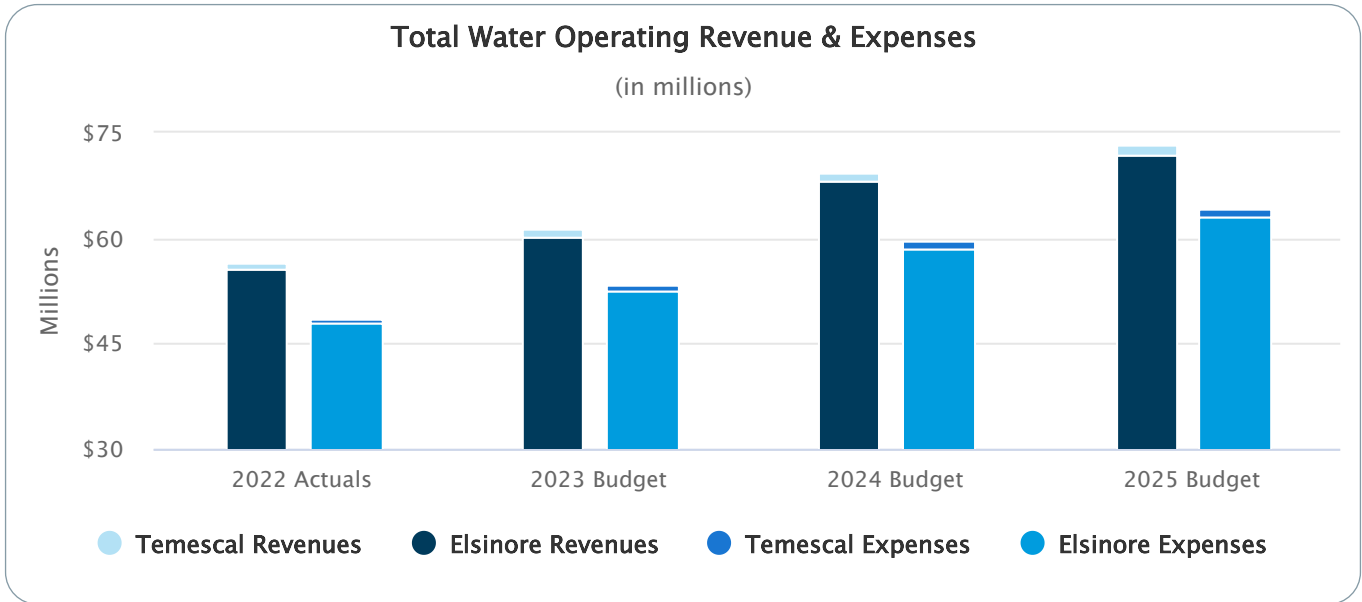


The largest source of revenue, water commodity sales, is partially driven by weather conditions, with increased water usage in dry and hot weather periods and decreased water usage in wet and cool periods. Drought conditions, water supply restrictions, water conservation efforts, and growth all factor into the total amount of water sales and revenue. Additionally, the District’s revenue is impacted by local, regional, national, and even global economic fluctuations.

Fixed meter charges are intended to mitigate a portion of the District’s fixed costs, while the energy charge is designed to recover actual electricity expenditures. In total, rates are intended to provide adequate resources to cover the costs for purchased water, operating expenditures, repayment of debt obligations, and funding for replacement projects associated with water facilities.

Budgeted revenue for the Elsinore Water Division incorporates a growth in customers of approximately 1% per year for the next two years. As the economy has continued to improve so has the growth within the District’s service area, as marked by increased construction and reduced vacancies. Including the two budget years, the total five-year increase in water customers is anticipated to be 4.6%.

Figure 2



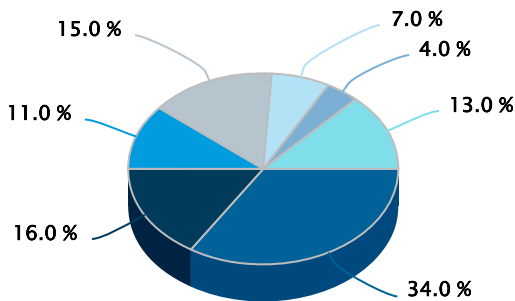
The graph above (Figure 2) shows total operating revenue and expenditures for both water divisions. Elsinore Water Division’s operating revenue comprises on average 98% of the total operating water revenue for FY2024 and FY2025. The Water Division’s primary expense is imported water purchases. As shown on the pie charts below (Figure 3), water purchases on average make up 34% of the Water Division’s total expenditures. Imported water purchases has made up approximately 70% of the District’s total water production for the past 10 years. The charts below show the percentage of budgeted expenditures by major category for the District’s Water Division.

Figure 3

WATER DIVISION

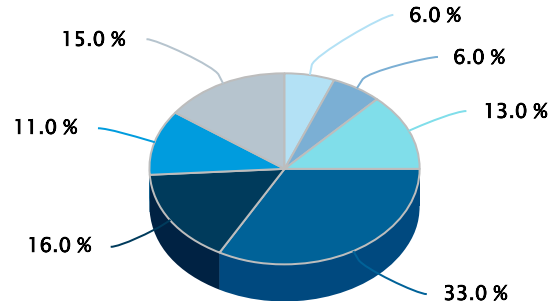
FY2024 TOTAL EXPENSES

\$73,638,567



FY2025 TOTAL EXPENSES

\$78,740,742



- Water Purchases
- Labor & Fringe
- District Admin
- Capital & Replacement
- Maintenance
- Electricity
- Other Expenses

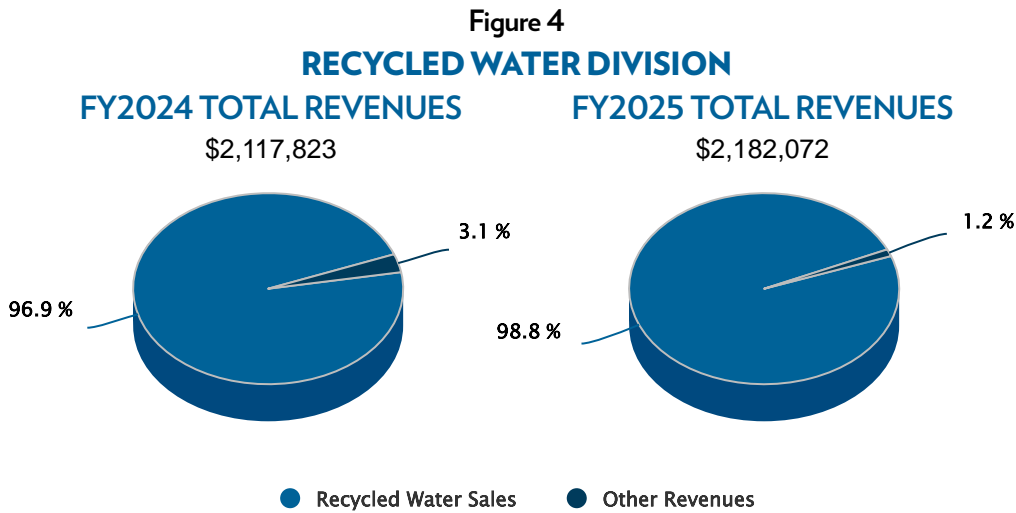


## RECYCLED WATER OPERATIONS

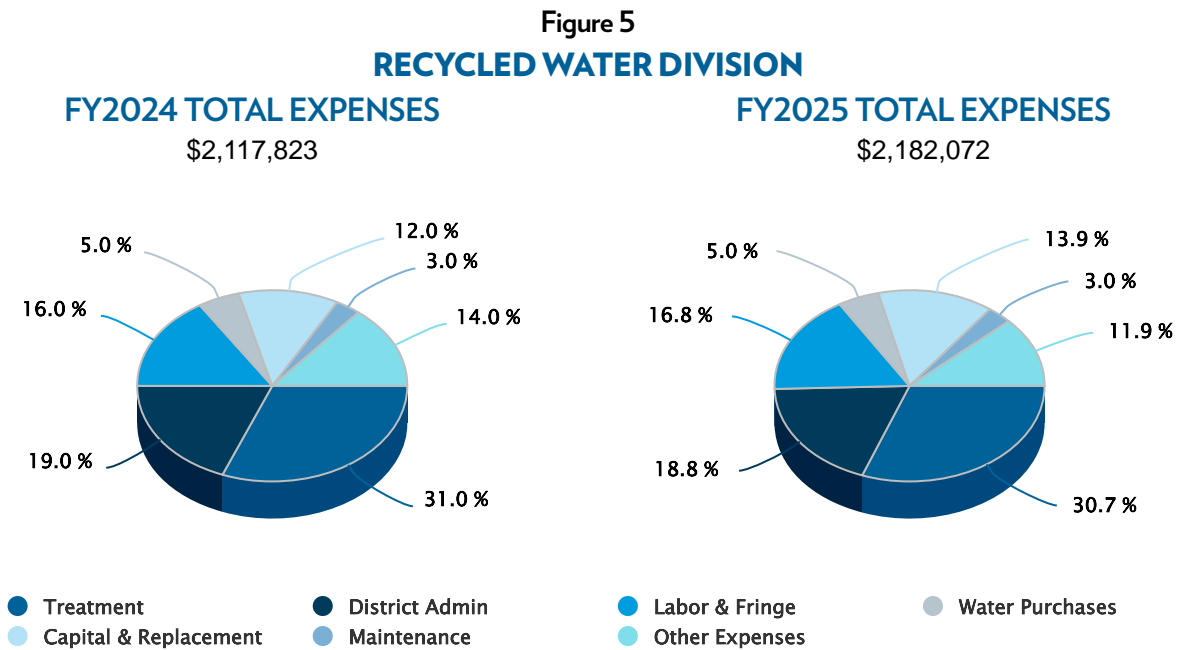
### Revenues and Expenditures

Revenue from recycled water sales generates less than 1% of the District’s total projected operating and non-operating revenue for FY2024 and FY2025, on average. Reclaimed water sales accounts for 85% of operating revenues for the Recycled Water fund. The remaining 15% of revenues come from the fixed monthly charge. As with the potable water commodity sales, recycled water commodity sales are partially driven by weather conditions, water conservation, and District growth.

For FY2024 and FY2025, approximately 1% to 3% of total revenues are made up of other revenues, which mostly consist of transfers from other funds and reserves. Transfer from other funds are mostly from the Elsinore Water Fund, which benefits from recycled water, reducing the need to provide potable water for irrigation purposes. The charts below (Figure 4) detail the total revenues for both FY2024 and FY2025.



On average, for both FY2024 and FY2025, water treatment expenses make up approximately 31% of the Recycled Water Fund annual expenses. The charts below (Figure 5) detail Recycled Water expenses for the proposed budget years.



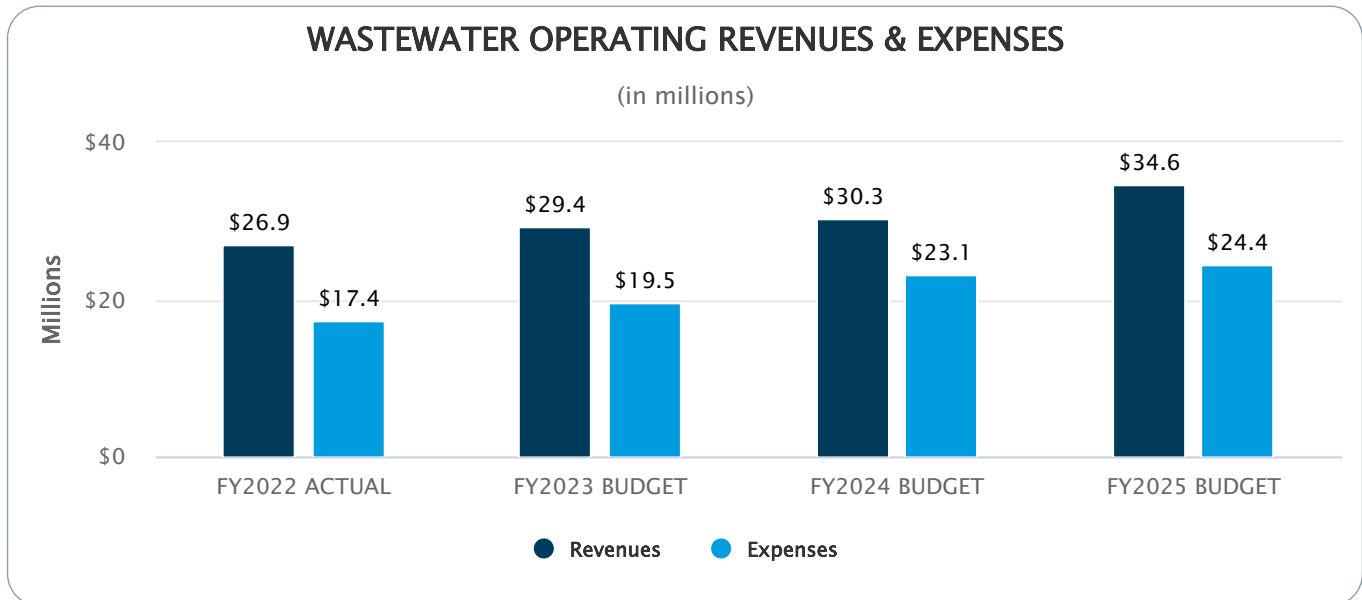
## WASTEWATER OPERATIONS

### Revenues and Expenditures

Total wastewater revenues are approximately 10% of the District’s total operating and non-operating revenue for FY2024 and FY2025, on average. The single largest revenue source for wastewater operations is the wastewater service charge, averaging approximately 86% of wastewater revenues for both FY2024 and FY2025. This charge is a combination of a fixed monthly charge and a variable rate component based upon the persons per household (pph) for both residential and multi-family customers, while all other customers are charged based on the amount and strength of wastewater discharged to the system. Since most customers are residential, there is very little fluctuation in operating revenue, with increases correlated to growth and rate changes. The number of wastewater customers is budgeted to grow less than 1% for both budget years. Including the growth that has been projected for the budget years, the total five-year increase in wastewater customers is estimated at 5.9%.

Rates are intended to provide adequate resources to cover the costs of operating expenditures, repayment of debt obligations, and funding for replacement projects associated with wastewater facilities. The graph shown below (Figure 6) illustrates total wastewater operating revenues and expenditures for a four-year period.

Figure 6





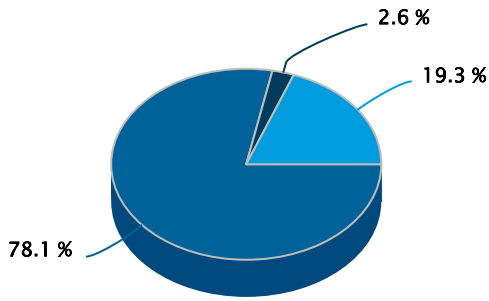
The pie charts below (Figure 7) show the percentage of budgeted revenues for each major funding source and budgeted expenditures by major category for FY2024 and FY2025.

Figure 7

**WASTEWATER DIVISION**

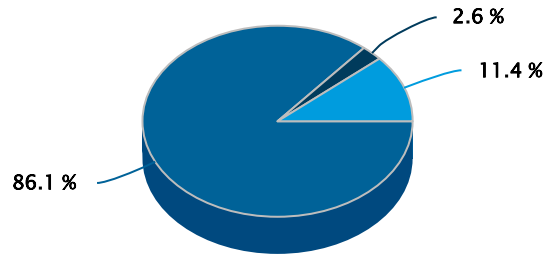
**FY2024 TOTAL REVENUES**

\$38,174,936



**FY2025 TOTAL REVENUES**

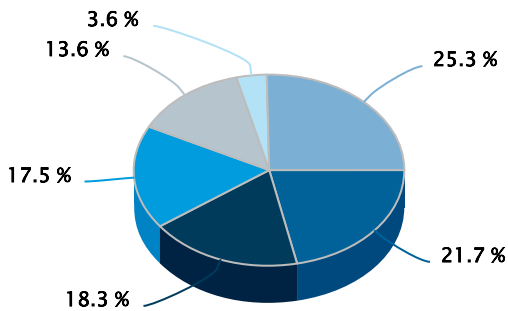
\$39,556,449



● Sewer Service Charge    ● Lake Replenishment    ● Other Revenue

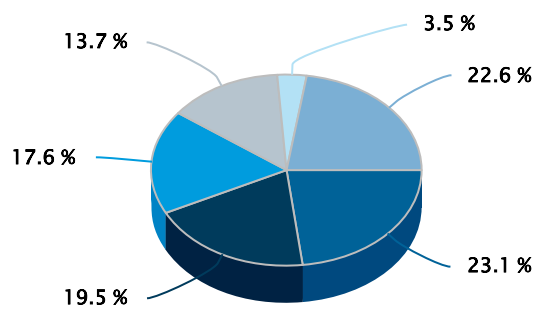
**FY2024 TOTAL EXPENSES**

\$38,174,936



**FY2025 TOTAL EXPENSES**

\$39,556,449



● Capital & Replacement    ● Labor & Fringe    ● District Admin    ● Treatment Plant  
 ● SRRRA    ● Other Expenses

## NON-OPERATING REVENUES AND EXPENDITURES

### Lake Maintenance

Lake Elsinore is a natural lake which is replenished by natural flows from the San Jacinto River that can vary tremendously from year-to-year. In the past, flows have been so great as to cause the Lake to overflow and at other times so low that the Lake has dried up completely. In March 2003, the District and the City of Lake Elsinore entered into the Lake Elsinore Comprehensive Water Management Agreement in order to help stabilize Lake Elsinore and to assist in the protection of recreational, fishery, and environmental values associated with the lake. The agreement stipulates that the District and the City annually contribute to the Lake Maintenance Fund, which is established to fund costs associated with maintaining the water level in Lake Elsinore. The current annual contribution for both proposed budget years is \$750,000.

In February of 2003, the District also entered into the O&M agreement for the Axial Flow Water Pump Destratification System with the County of Riverside and the City of Lake Elsinore. The destratification system is intended to avoid the substantial adverse environmental and aesthetic impacts that result from harmful algae blooms and resultant fish kills. The costs of the destratification system are shared equally amongst the District, County, and City. For FY2024 and FY2025, the District has budgeted \$35,000 for its share of the system costs.

In July of 2006, the District entered into an Agreement to form the Lake Elsinore and Canyon Lake Total Maximum Daily Loads (TMDL) Task Force with various other Agencies (stakeholders). This was in response to the Santa Ana Regional Water Control Board's designation of Lake Elsinore and Canyon Lake as "impaired water bodies" pursuant to Section 303(d) of the Clean Water Act. In December 2004, in response to this designation, the Regional Board adopted a resolution amending the Water Quality Control Plan for the Santa Ana River Basin. The plan amendment specifies an implementation plan (TMDL Implementation Plan), which holds specific stake holders individually and/or jointly responsible for complying with the TMDLs. The purpose of the task force is to implement certain tasks identified in the TMDL Implementation Plan and to pursue TMDL related tasks agreed upon by the task force agencies. The District has budgeted \$150,000 for both FY2024 and FY2025 for costs related to the TMDL related activities.

In addition to the agreements noted above, in August 2006, the District entered into the Aeration System agreement with the County of Riverside and the City of Lake Elsinore, in an effort to improve water quality within the watershed and Lake Elsinore. The agreement stipulates that each Agency will pay its pro rata share of the aeration system costs. For FY2024 the budgeted costs for the aeration system are \$506,706. In FY2025 the total aeration system budgeted costs are \$526,158. The District's share is one-third of these costs.

### Standby Charges

The District maintains a standby charge program which recognizes that along with current users, unimproved properties within the District's water and wastewater service areas bear some financial responsibility of maintaining and replacing the system(s) for their future use. In order to institute a fair and equitable cost sharing program, the Board of Directors adopted a system of charges that are distributed to undeveloped properties who receive a benefit.

The proposed standby charges and the revenues for the FY2024 and FY2025 budget years are summarized below (Figure 8).



Figure 8

District Wide Standby						
	Charges (Per Year)		Actual FY2022	Actual FY2023	Budget FY2024	Budget FY2025
	FY2024					
	Improved	Unimproved(1)				
Elsinore Water	-	\$7.50 / \$10.00*	310,915	-	\$281,806	\$278,988
Elsinore Water District	\$20	20	133,246	-	134,958	133,608
Regional Sewer	-	10	315,970	-	286,243	283,380
Canyon Lake Sewer	10	30	52,272	-	48,665	48,178
California Oaks Sewer	-	30	-	-	674	666
Total Standby Revenue			\$812,403	\$-	\$752,346	\$744,820

\* Based upon distance from waterline

(1) Per acre or portion thereof

## Taxes

### General Purpose Property Taxes

Each year the District receives a portion of general purpose property taxes collected by Riverside County on parcels located within the District’s boundaries. The District utilizes general purpose property tax revenues for a variety of purposes including, but not limited to, lake maintenance, capital repayment and improvement programs and to fund a portion of the District’s Engineering Department. Any significant reduction in this source of funding would have an immediate impact on the District, including its ability to meet current commitments under its capital repayment and improvement programs.

### Community Facilities District Taxes

The District is the lead agency for nine Community Facilities Districts (“CFDs”) located within its service area. The following is a description of each CFD.

CFD 1998-2 was formed on December 22, 1998 to finance the construction of public water and wastewater facilities required to provide service to nine parcels totaling approximately 368 acres in the Wildomar area. The District has provided a cash contribution to the project that will be reimbursed through additional facilities charges on undeveloped property within the benefit area. Bonds in the amount of \$5,500,000 were issued on February 9, 2000. Repayment is provided by a special assessment charged to each parcel or acre of land within the project.

CFD 1999-1 was formed to finance the construction of public wastewater facilities including a Regional wastewater pumping station and main pipeline serving approximately 81 acres within the City of Murrieta. Bonds in the amount of \$4,000,000 were issued on January 4, 2000. Repayment is provided by a special assessment charged to each parcel or acre of land within the project. In order to take advantage of lower interest rates, the bonds were refunded on December 28, 2006 and again on June 22, 2016.

CFD 2004-1 was formed to finance the construction and acquisition of public facilities, as well as water and wastewater connection fees for approximately 62 acres in the City of Lake Elsinore. Bonds in the amount of \$2,130,000 were issued on December 30, 2009. Repayment is provided by a special assessment charged to each parcel or acre of land within the project. In order to take advantage of lower interest rates, the bonds were refunded on June 22, 2016.

The 2014A Special Tax Refunding bonds were issued to refund existing CFD 2002-1, 2003-1, and 2003-2. To take advantage of low interest rates the Elsinore Valley Municipal Water District Financing Authority (Authority) was established to help facilitate a pooled refunding of the existing CFD bonds. The 2014A Special Tax Refunding Bonds were issued on February 20, 2014 in the amount of \$6,792,000. Repayment is provided by a special tax placed on each parcel of taxable property.

CFD 2002-1 was formed to finance the construction of public wastewater facilities, water and wastewater connection fees, and Lake Elsinore Unified School District fees for approximately 32 acres in the Wildomar area. Bonds in the amount of \$2,240,000 were issued on May 26, 2004. They were refunded through the issuance of the 2014A bonds in the amount of \$1,818,000.

CFD 2003-2 was formed to finance the construction of public facilities including an off-site wastewater lift station and a wastewater force main for approximately 135 acres within the City of Murrieta. Bonds in the amount of \$1,985,000 were issued on March 23, 2004. They were refunded through the issuance of the 2014A bonds in the amount of \$1,340,000.

CFD 2003-1 was formed to finance the construction of public water and wastewater facilities, as well as water and wastewater connection fees for approximately 65 acres in the City of Lake Elsinore. Bonds in the amount of \$4,410,000 were issued on September 23, 2004. They were refunded through the issuance of the 2014A bonds in the amount of \$3,634,000.

CFD 2020-1 was formed on January 14, 2021 to help finance the expansion of the Horsethief Water Reclamation Facility as well as other public facilities for approximately 481 acres in the unincorporated area commonly known as Horsethief Canyon. The project is currently entitled to develop up to 1,118 residential units. The CFD was formed with seven improvement areas labeled either Improvement Area “A” or “B”. Improvement Areas “A” bonds were issued to finance the Horsethief expansion project. Improvement Areas 1A, 2A, and 3A issued bonds in the amount of \$4,800,000, \$5,145,000, and \$7,550,000, respectively in fiscal year 2022. Improvement Area 4A bonds will be issued in fiscal year 2023. The Improvement Area “B” bonds will be issued based on the timing of each development and utilized for additional public facilities of either EVMWD, the Lake Elsinore Unified School District, the County of Riverside, or the County Flood Control District. Repayment of the bonds will be provided by a special assessment charged to each parcel or acre of land within the project.

CFD 2022-1 was formed on March 24, 2022 to help finance facilities required to adequately meet the needs of the development area commonly known as Lakeside located on approximately 89.9 gross acres within District boundaries. It is anticipated that approximately 32.5 acres will be developed and 120 residential units built. Authorized bonds will be issued based on the timing of the development. Repayment of the bonds will be provided by a special assessment charged to each parcel or acre of land within the project.

CFD 2022-2 was formed on March 24, 2022 to help finance facilities required to adequately meet the needs of the development area commonly known as Echo Ridge located on approximately 46.70 gross acres within District boundaries. It is anticipated that approximately 32.03 acres will be developed and 133 residential units built. Authorized bonds will be issued based on the timing of the development and repayment of the bonds will be provided by a special assessment charged to each parcel or acre of land within the project.

At present all debt service relating to CFDs are excluded from the District’s audited financial statements. The District’s only obligation is to act as an agent for each CFD, remitting to bondholders the amounts collected from property holders.

**Capacity Fees**

Another revenue source for the District is Capacity Fees, which are fees that the District collects as each new water or wastewater service is connected to the District’s infrastructure. Capacity fees are comprised of components which identify specific costs the District incurs with each additional connection. Water capacity fees are calculated based upon the size of new meters, whereas wastewater capacity fees are calculated per equivalent dwelling unit (EDU). The table below (Figure 9) provides the District’s water and wastewater capacity fees for a typical single family residential connection, but is not a comprehensive list of all applicable fees. While both water and wastewater connections are subject to a recycled water fee, this fee will only be charged once for each pair of water and wastewater connections.

**Figure 9**

		FY2022	FY2023	FY2024
Water Capacity Fee	Per ¾” Meter	\$13,713	\$15,260	\$15,936
Sewer Capacity Fee	Per EDU	\$7,941	\$8,958	\$9,316
Alberhill Sewer Capacity Fee*	Per EDU	\$12,319	\$13,896	\$14,452
Recycled Water Capacity Fee**	Per Connection	\$677	\$764	\$795

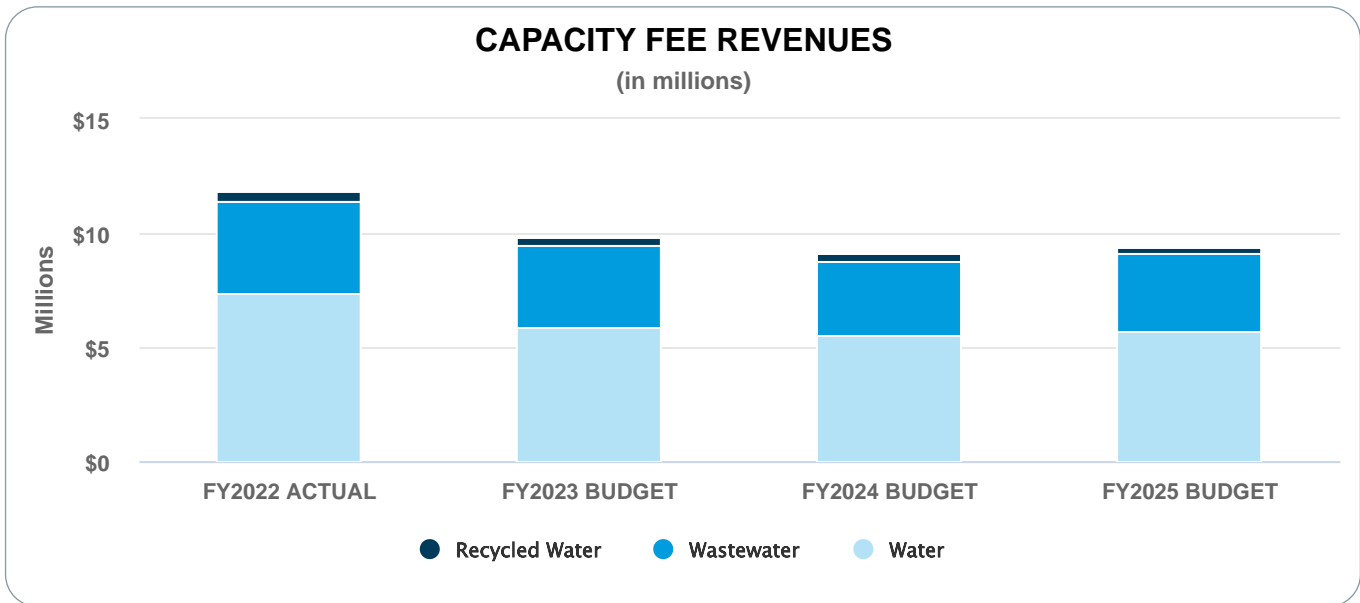
\*Also applies to new flows to the Horsethief Treatment Plant

\*\*This fee is incorporated within the water capacity fee



Revenue from capacity fees is difficult to project due to its heavy reliance on developers’ plans, which, in turn, are based on current real estate demands. Total revenue derived from this source comprises approximately 4% of the total revenues for both proposed budget years. These fees are utilized to fund debt service and capital improvement projects that will provide water or wastewater services for future customers. The graph shown below (Figure 10) shows the projected water, wastewater, and recycled water capacity fees for FY2024 and FY2025.

Figure 10



**Transfers to/from Rate Stabilization Reserves**

The District utilizes rate stabilization reserves to offset changes in operations, legislation, or other economic events that could not have been reasonably anticipated at the time the budget was prepared and would otherwise directly impact water and sewer rates and charges. The District targets a reserve level of between 15-30% of the operating budget.

For fiscal years 2024 and 2025 respectively, the District has budgeted net transfers of \$5,646,014 and \$5,581,125 from the water and wastewater rate stabilization reserves.

**Capital Outlays**

For accounting and financial reporting purposes, the District defines a capital outlay project expenditure as an individually significant acquisition of capital assets (not involving construction) that is expected to last more than five years and has an individual cost of \$10,000 or more. This threshold is applied at the individual asset level. Group purchases of individual assets under \$10,000 are not capitalized, even if the group totals more than \$10,000. The Board of Directors has directed staff to submit all requests in excess of \$100,000 for the funding of capital outlay purchases on an individual basis for Board approval. Each year, as a part of the budget process, the District’s various departments compile and submit a list of capital outlay items as replacements for, or additions to, current equipment inventory. This year’s capital outlay requests were submitted, reviewed and prioritized in accordance with the District’s anticipated needs for FY2024 and FY2025.

The District maintains a Vehicles & Equipment Replacement Reserve. This fund was instituted as a result of studies relating to vehicle & equipment purchases, which determine the annual replacement costs of these items. Replacement criteria for the District vehicles are determined by each vehicle’s unit life cycle cost. Vehicles & Equipment replacement funding is determined by the annual amortized replacement value calculated using the estimated useful life. This calculation has consistently provided the District with an accurate means of determining funding requirements for each operating division. The FY2024 and FY2025 Vehicle & Equipment Replacement Reserves funding is \$360,000 for each year. The District leases vehicles under 1-1/2 tons with Enterprise Fleet Management, Inc. Leased vehicles are not part of the Replacement Reserve.

The District also maintains a Computer Replacement Reserve. The funding requirements for each fund are determined by the fund’s computer equipment and the associated life expectancy, ranging from five to twenty year life spans. **Computer equipment purchase funding is determined by the annual amortized replacement value less expected salvage value from the sale of warranty-expired equipment.**

The table shown below (Figure 11) presents the prior, current budgeted, and proposed budgeted capital outlay items. A detailed listing of each proposed capital outlay item is provided in the Capital Outlays section of this document.

Figure 11

Capital Outlays				
	Actual FY2022	Budgeted FY2023	Budgeted FY2024	Budgeted FY2025
Vehicle & Equipment	\$807,985	\$224,941	\$413,022	\$131,389
Computers	221,355	-	545,425	20,000
General	1,473,928	33,457	2,197,341	1,341,810
<b>Total</b>	<b>\$2,503,268</b>	<b>\$258,398</b>	<b>\$3,155,788</b>	<b>\$1,493,199</b>

### Capital Improvements

For accounting and financial reporting purposes, the District defines a capital improvement project expenditure as an individually significant construction project with a cost of \$35,000 or more that creates a new capital asset, improves an existing asset (increases its service capacity, etc.), or significantly and unusually extends an asset’s operating life. Routine minor projects that are periodically performed in order to keep an asset in its normal operating condition are budgeted as Operation and Maintenance (O&M) costs. Projects that are individually not significant are also budgeted as O&M costs regardless of the nature of the project

Proposed Capital Improvement Projects for the budgeted fiscal years were submitted by the Engineering Department in accordance with the anticipated needs of the District as outlined in the Water, Wastewater, and Recycled Water Master Plans that were last updated in August 2016. The master plans include projects which will allow the District to address existing system needs and provide the facilities necessary to meet future growth. These projects are phased based on the anticipated construction of future land developments, the need to meet existing system requirements, and improvement of service reliability. The master plans outline projects needed within the District through 2040. Projects totaling \$130,590,000 and \$226,925,000 have been proposed for FY2024 and FY2025, respectively. The proposed projects for both fiscal years are anticipated to be funded from a variety of sources that include the Districts capital replacement or capacity fee funds, general purpose property tax, grants or low interest loans from the State of California Revolving Fund, debt proceeds or by developer contributions. The total project amounts outlined in the Master Plans beyond FY2025 are detailed below (Figure 12). A detailed listing of each proposed capital improvement project for FY2024 and FY2025 is provided in the Capital Improvement Projects section of this document.

Figure 12

Master Plan Projects							
	FY2026	FY2027	FY2028	FY2029-2033	FY2034-2038	FY2039-2043	FY2044-2048
Water	\$61,900,000	\$27,200,000	\$12,200,000	\$254,952,200	\$168,683,800	\$131,596,600	\$125,130,200
Wastewater	115,000,000	15,000,000	1,725,000	123,412,400	96,840,000	24,914,400	19,432,200
Recycled Water	1,000,000	-	-	65,960,000	76,400,000	23,312,500	104,715,000
Other	1,975,000	1,000,000	1,000,000	-	-	-	-
<b>Grand Total</b>	<b>\$179,875,000</b>	<b>\$43,200,000</b>	<b>\$14,925,000</b>	<b>\$444,324,600</b>	<b>\$341,923,800</b>	<b>\$179,823,500</b>	<b>\$249,277,400</b>

To the extent that cash funding is available, amounts for all approved projects contained in this FY2024 and FY2025 budget will be transferred to the Capital Improvement Fund. A detailed listing of funding sources for each budgeted capital improvement project is provided in the Capital Improvement Projects section of this document.

Available funding transfers will be made upon Board approval of this budget. However, before commencing with any project, it will be brought to the Board for consideration and approval. Any shortfalls in funding transfers will be reviewed and alternative funding sources will be determined.



**Debt Administration**

As of June 2023, the District’s anticipated principal debt totals \$301,610,828. The majority of this debt, (approximately 72%) encompasses funds anticipated to be received from the State Water Resources Control Board under funding agreements currently approved. The full authorized amounts of the agreements are included in the total future long-term debt maturities table below and include the RWRP Upgrade Construction Project totaling \$42,487,100, the RWRP Expansion Construction Project totaling \$129,860,229 and the Diamond Regional Sewer Lift Project totaling \$36,540,937. The remaining debt obligations are comprised of outstanding Water Revenue Bonds totaling \$81,680,000 and various loans and Advances from the U.S. Government.

Total future long-term debt maturities as of June 30, 2023 are as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 9,760,142	\$ 3,854,561	\$ 13,614,703
2025	10,110,255	3,557,519	13,667,774
2026	10,562,777	3,184,072	13,746,849
2027	11,030,952	2,790,398	13,821,350
2028	16,877,914	4,145,158	21,023,072
2029-2033	71,864,868	14,580,103	86,444,971
2034-2038	55,299,434	8,396,297	63,695,731
2039-2043	42,805,648	5,208,520	48,014,168
2044-2048	30,614,778	2,893,955	33,508,733
2049-2053	23,287,858	1,505,357	24,793,215
2054-2057	19,396,202	438,370	19,834,572
<b>Total</b>	<b>\$ 301,610,828</b>	<b>\$ 50,554,310</b>	<b>\$ 352,165,138</b>

All applicable bond covenants, such as ratios of net revenues to debt service and reserve fund balance requirements have been met or exceeded (see page 152). The District has no legal debt limit, but the District’s future borrowing capability is limited by the debt coverage ratio (net revenue divided by annual debt service) required by existing bond covenants. These covenants require that the coverage exceed 1.10; the District’s estimated ratios are 2.49 and 2.60 for FY2024 and FY2025, respectively. The District can issue revenue bonds at its discretion up to the minimum debt coverage ratio; however, issuing general obligation bonds requires a vote of the affected taxpayers. Additionally, the District maintains long-term cash projections for all funding sources and debt repayment requirements and believes it has the means to meet all current and future debt repayment requirements.

**Policies**

The District has adopted several financial policies addressing investments, reserves, debt management, capital outlay and purchasing. These policies are included in the Policies section of this document.



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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# AUTHORIZED POSITIONS

Organization Chart 

Summary of Changes 

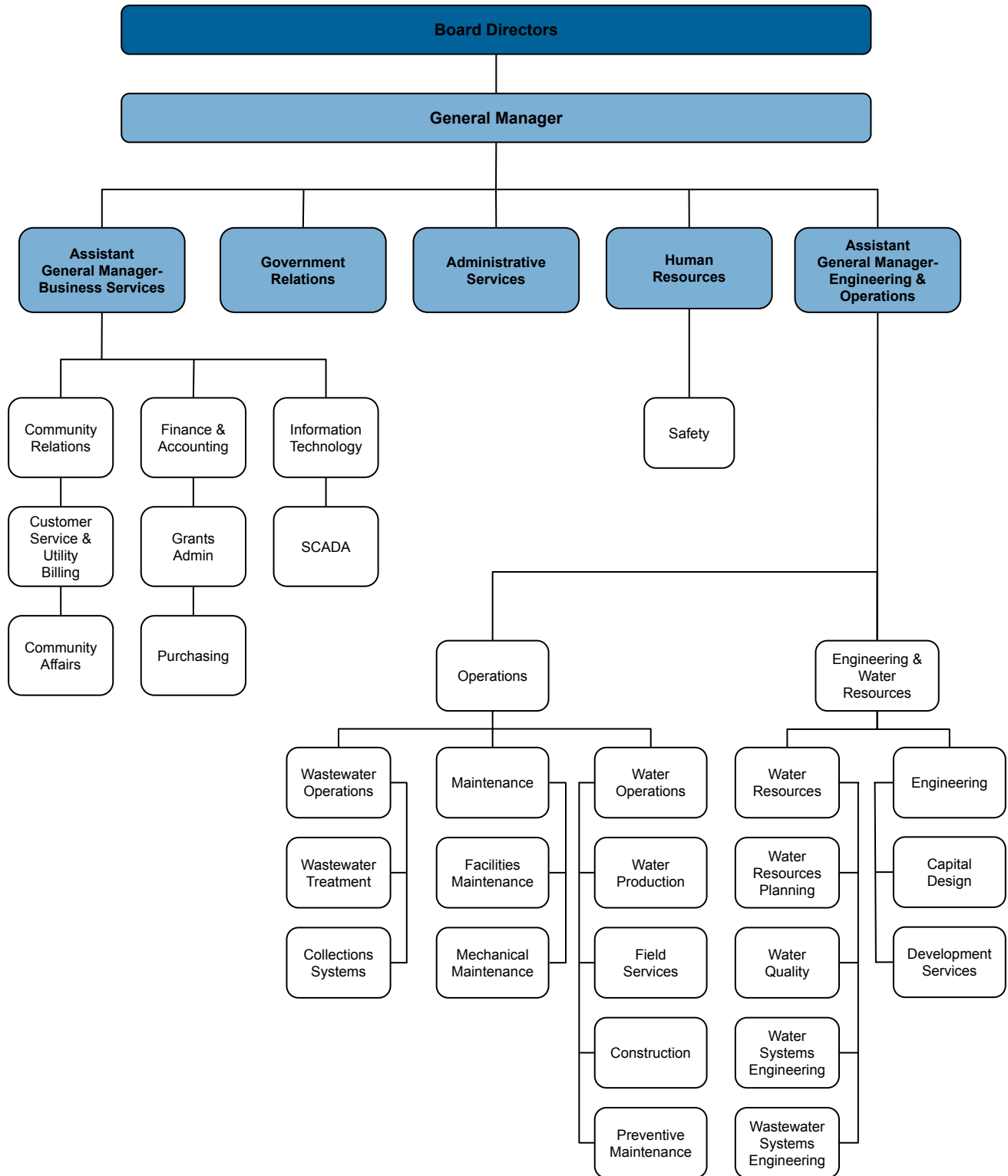
Authorized Position Listing 







## ORGANIZATIONAL CHART



**SUMMARY OF CHANGES IN AUTHORIZED POSITIONS**

Fiscal Years 2024 and 2025

**Fiscal Year 2024 and 2025**

A net of 20 Full-Time Equivalent (FTE) will be added to the Authorized Position Listing over FY2024 and FY2025 as compared to FY2023 budgets. A summary of the increase is as follows:

**ADDS / DELETIONS (does not include advances within same class)**

<b>DEPARTMENT</b>	<b>CLASSIFICATION</b>	<b>ACTION</b>	<b>TOTAL</b>
Business Services	Cybersecurity Specialist I/II/III	Added	1.0
Business Services	Operational Technology Supervisor (SCADA)	Added	1.0
Business Services	Operational Technology Specialist (SCADA)	Added	1.0
Water Resources	Director of Water Resources	Added	1.0
Engineering	Senior Engineer (CIP)	Added	1.0
Engineering	Principal Engineer (Development)	Added	1.0
Engineering	Sr Development Services Representative	Added	1.0
Water Resources	Regulatory Compliance Specialist	Added	1.0
Water Resources	Water Protection Technician	Added	1.0
Engineering	Director of Strategic Programs	Deleted	-1.0
Operations - Admin	Asset Management Coordinator	Added	1.0
Operations - Water	Water Production Operator I/II/III	Added	1.0
Operations - Wastewater	Wastewater Treatment OIT/I/II/III	Added	3.0
Operations - Water	Water Systems Maintenance Worker I/II - FS	Added	1.0
Operations - Water	Water Systems Maintenance Worker I/II - CM	Added	1.0
Operations - Maintenance	Mechanic I/II/III	Added	2.0
Operations - Maintenance	Mechanical Technician I/II/III	Added	1.0
Operations - Maintenance	Maintenance Superintendent - Electrical	Added	1.0
Operations - Maintenance	Maintenance Superintendent - Facilities	Added	1.0
			20.0

This budget cycle the District underwent a classification, compensation, and organizational assessment. As a result of this assessment, a net 18 Full Time Equivalents (FTEs) will be added to the District's authorized positions listing, as shown in the previous page. Additionally, there were two (2) FTEs that were added mid-budget cycle. This brings total FTE additions to 20, as compared to the FY2023 budget. The driving force behind the increase in the FTEs has been District growth. For the past 15 years, the District has grown approximately 25%, while authorized FTEs have remained flat. Additionally, over that same period the District has added additional facilities and processes that have created additional workload.

The organizational assessment identified specific areas of the District that were in need of additional staffing. Details are as follows:

#### **Cyber Security Specialist I/II/II**

The Cybersecurity Specialist classification series will be responsible for implementing EVMWD information technology security related operations and activities in areas such as security awareness, risk assessment and mitigation, compliance monitoring, and disaster recovery. The addition of this FTE aligns with the District's strategic objective of strengthening District facilities and physical assets.

#### **Operational Technology Supervisor and Operational Technology Technician**

Since implementing its operational technology, the District has seen considerable growth and anticipates this to continue into the future. With this growth, additional facilities have and will continue to be added, which this section must oversee. The addition of these two (2) FTEs is intended to address the added workload and also address the current section's reporting structure.

#### **Wastewater Operator I/II/III**

Wastewater Treatment Operator operates, monitors, and maintains a variety of mechanical equipment and systems to regulate the flow and treatment of wastewater for District's water reclamation facilities (WRF). The addition of three (3) FTEs, over the next two fiscal years, in this series, is intended to address additional staff demand brought upon with the completion of the upgrades and expansion at the Regional WRF.

#### **Water Production Operator I/II/III**

The Water Production Operator performs a variety of duties in the operation, construction, inspection, maintenance, and repair of water reservoirs, booster stations, groundwater wells, surface and groundwater treatment plants, and water distribution systems for domestic and reclaimed water. With the addition of several facilities since 2008 and planned added facilities, this section's responsibility has grown. This addition is intended to address these added responsibilities within this series.

#### **Asset Management Coordinator**

The District is in the process of implementing a new asset management program/software. There are many stakeholders involved and regular communication and collaboration with all parties is critical to program success. It was determined that this function could not be performed on a part time basis or split among multiple employees. Consistency and focus on this effort is required into perpetuity.

#### **Director of Water Resources**

In light of the increasing complexity of water resource management, compliance with regulations, and the critical importance of sustainable practices, creating the position of Director of Water Resources is a strategic move to safeguard our water supply and ensure the continued well-being of our community. This role will not only address immediate challenges but also prepare us for a more resilient and sustainable future.

#### **Principle Engineer and Senior Engineer (CIP)**

The Principal and Senior Engineer positions are essential to ensure the successful planning, execution, and management of critical infrastructure projects. With the District's aging infrastructure and continued population growth the capital improvement projects often involve intricate engineering challenges, from design and planning to execution. The Principal and Senior Engineer positions with specialized knowledge and experience are vital to navigate these complexities effectively.

#### **Regulatory Specialist**

The role of a Regulatory Specialist will be essential to navigate and comply with complex and ever-evolving regulatory environments. Regulatory frameworks at local, state, and federal levels are constantly evolving.

Staying current and compliant with these regulations is challenging and requires dedicated expertise. The addition of new programs and expansion of existing programs will require additional work and time.

**Senior Development Services Representative**

Since 2018 the Engineering & Operations Administration section has taken on Development Services tasks, due to the inability for tasks to be completed by a single Development Services Representative. These additional tasks made it necessary for the admin team to utilize temporary staffing in order to meet additional workload requirements. Although utilizing temporary employees provided the necessary support, the inefficiencies created due to high turnover made it challenging to maintain high levels of customer services and was demanding on staff who were required to consistently train new temporary employees.

**Water Protection Technician**

The Water Protection Technician assists in administering EVMWD’s backflow prevention and cross connection control programs including inspecting water system installations to protect the District’s public water supply from contamination; and investigates, tests, and inspects backflow devices for compliance with regulations. With the addition of new programs, expansion of existing programs, and maintenance, the current WQTs have more current duties than can be achieved with the available hours.

**Water Systems Maintenance Worker - Field Services**

The District has a 20-year meter change out (MCO) program goal. Currently, the District has 47,000+ total meters that need to be changed out to meet the MCO. There are more than 25,000 water meters that reached the end of their life cycle and are in need of replacement and testing. In addition, each year approximately 2,100 meters will age out and need to be replaced. For the first 20 year cycle a minimum of 3350 meters will need to be changed out each year. The addition of the one FTE in this series is intended to address the added workload.

**Water Systems Maintenance Worker - Construction Maintenance**

As the District system continues to grow and age at a rapid rate, the need for more emergency repairs and general maintenance has and will continue to increase. Additionally, in house projects that were normally sourced out to facilities are now being picked up by the Construction Maintenance group; small concrete projects, painting and equipment excavation for other sections. The addition of the one FTE in this series is intended to address the added and backlogged workload.

**Maintenance Superintendent - Electrical**

The Maintenance Superintendent position’s current span of control exceeds industry norms and covers 11 total positions. The preventative and corrective maintenance and project support workload exceeds current staffing levels and capability. Also, existing assets continue to age, and the District has multiple capital projects either recently completed or in construction, preparing for bid or in design, which will add a considerable number of new and highly complex assets to maintain and repair. This new Superintendent position will oversee the Electrical/Instrumentation/Controls positions.

**Maintenance Superintendent - Facilities**

The Maintenance Manager position span of control covers Maintenance, Facilities, and Fleet. While the Maintenance section maintains a superintendent position, the Facilities and Fleet sections do not. This arrangement had proven inefficient and limited the ability of the Maintenance Manager to provide the proper level of guidance and support to these critical areas. This position is intended to address the staffing structure and improve the current inefficiencies within this section.

**Mechanical Technician I/II**

The Maintenance section has a sub-section that is comprised of eighth (8) Mechanical Technician positions. The preventive and corrective maintenance and project support workload exceeds current staffing levels and capability. Existing assets continue to age, and the District has multiple capital projects either recently completed or in progress, which will add a considerable number of new and highly complex assets to maintain and repair. The addition of the one FTE in this series is intended to address the anticipated workload.

**Mechanic I/II/III**

The District maintains a fairly large fleet, consisting of a wide variety of vehicles to meet the specific mission of each section. The District previously contracted with an outside vendor that staffed two (2) mechanics at



the District yard. By bringing the Mechanic positions in-house, the District avoids significant rising overhead and ancillary administrative costs. Additionally, the District is in a much stronger position to establish and maintain control of training and certification requirements of an ever evolving and highly technical fleet.

In addition to the FTEs added above, there were several modifications made to current authorized positions for a variety of reasons. These modifications included alignment to job duties, alignment to market for specific positions, and internal reporting alignment. These modifications include position/title change and/or pay grade changes as well as department assignment. Below are the details for these modifications.

**MODIFICATIONS**

<b>DEPARTMENT</b>	<b>CLASSIFICATION</b>	<b>ACTION</b>	<b>TOTAL</b>
General Management	Director of Human Resources & Safety	Title/Pay Grade	1.0
General Management	Human Resources & Safety Manager	Title/Pay Grade	-1.0
General Management	Safety Specialist	Title/Pay Grade	1.0
General Management	Safety Technician	Title/Pay Grade	-1.0
Various	Administrative Assistant I/II	Title	4.0
Various	Sr. Office Assistant	Title	-4.0
Finance & Accounting	Director of Finance	Title/Pay Grade	1.0
Finance & Accounting	Accounting Manager	Title/Pay Grade	-1.0
Finance & Accounting	Senior Financial Analyst	Title/Pay Grade	1.0
Finance & Accounting	Accountant I/II/III	Title/Pay Grade	-1.0
Finance & Accounting	Grants Administrator	Title/Pay Grade	1.0
Finance & Accounting	Senior Management Analyst - Grants	Title/Pay Grade	-1.0
Finance & Accounting	Grants Analyst/Sr. Grants Analyst	Title/Pay Grade/Dept.	1.0
Strategic Programs	Management Analyst	Title/Pay Grade/Dept.	-1.0
Community Relations	Director of Community Relations	Title/Pay Grade	1.0
Community Relations	Community Relations Manager	Title/Pay Grade	-1.0
Community Relations	Customer Service Representative I/II/III	Title/Pay Grade	13.0
Community Relations	Customer Service Specialist/Customer Service Representative	Title/Pay Grade	-13.0
Purchasing	Purchasing Supervisor	Title/Pay Grade	1.0
Purchasing	Purchasing Manager	Title/Pay Grade	-1.0
Engineering & Ops Admin	Director of Engineering	Title/Pay Grade	1.0
Engineering & Ops Admin	Director of Engineering & Water Resources	Title/Pay Grade	-1.0
Water Quality	Senior Regulatory Compliance Analyst	Title/Pay Grade/Dept.	1.0
Water Quality	Regulatory Compliance Specialist	Title/Pay Grade/Dept.	-1.0
Water Quality	Water Quality Superintendent	Title/Pay Grade	1.0
Water Quality	Water Quality Supervisor	Title/Pay Grade	-1.0
Wastewater Systems Engineering	Principle Engineer	Title/Pay Grade	1.0
Wastewater Systems Engineering	Senior Civil Engineer	Title/Pay Grade	-1.0
Facilities Maintenance	Maintenance Superintendent	Title/Pay Grade	1.0
Facilities Maintenance	Lead Field Maintenance Worker	Title/Pay Grade	-1.0
Mechanical Maintenance	Electrical Maintenance Superintendent	Title/Pay Grade	1.0
Mechanical Maintenance	Lead Electrical Instrumentation & Controls Tech	Title/Pay Grade	-1.0
Wastewater Collections	Collections System Maintenance Worker I/II/III	Title	1.0
Wastewater Collections	List Station Technician	Title	-1.0

**Budgeting Practices for Authorized Positions**

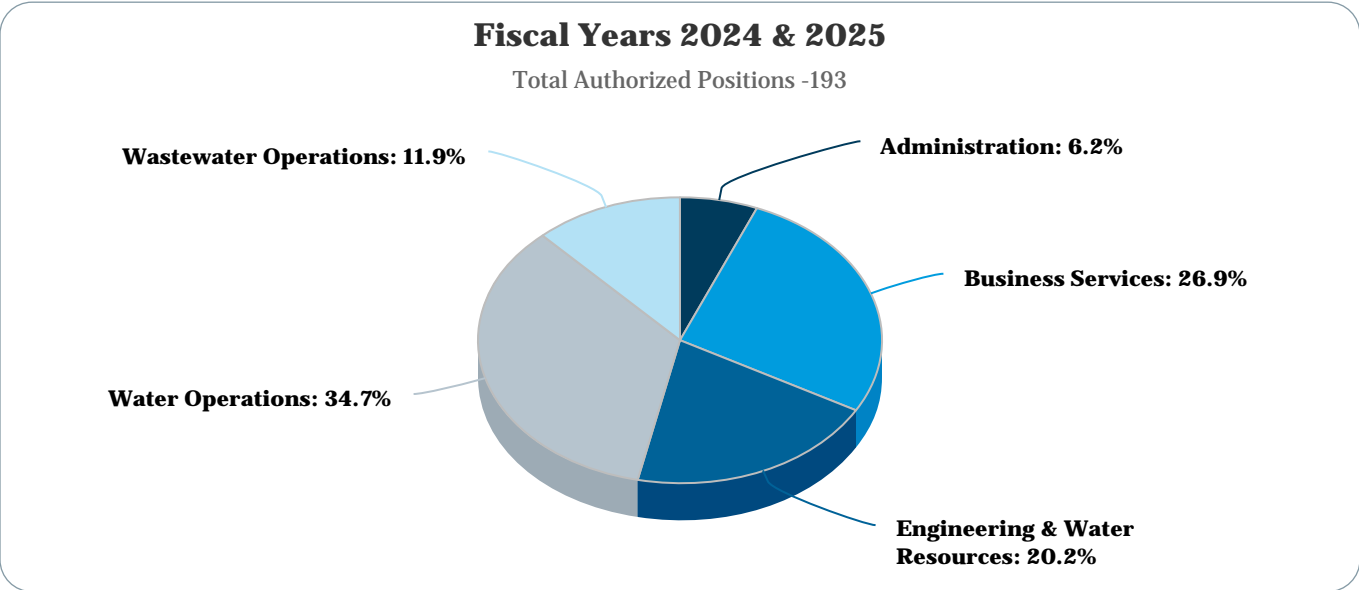
The District maintains a practice of budgeting for all authorized positions, with unfilled positions being budgeted at the lowest salary step for each range with the exception of management level positions which are typically budgeted at mid-range.

The District’s positions are filled by way of a contract with the Water Employee Services Authority (WESA), a joint powers authority providing professional water and wastewater services to two water agencies, Elsinore Valley Municipal Water District (EVMWD) and Meeks & Daley Mutual Water Company (M&D). As a joint powers authority, WESA is better positioned to recruit and retain high quality employees with benefits that surpass what was available through either of its member agencies independently.

In addition, the District’s employees are members of the Employee Association (EA) bargaining units, the Management Team Association (MTA), or are unrepresented. The current EA Memorandum of Understanding (MOU) runs from January 1, 2022 through December 31, 2024. The MTA’s current MOU covers the period of January 1, 2023 to December 31, 2025. Both MOU agreements adopted different salary schedules. Unrepresented employees follow the Management Team Association MOU.

Both MOUs’ include a cost of living adjustment (COLA) based on the consumer price index for the Riverside-San Bernardino-Ontario area. Both FY 2024 and FY 2025 budgets include a 5% merit and COLA increase. The last actual COLA increase, effective January 1, 2023, was 4.5% for the EA and 6% for the MTA.

The employer’s retirement plan provides the PERS “2.7% at 55” benefit for all “classic” members and the “2% at 62” benefit for “new” members (as defined by CalPERS). Classic EA/Confidential/MTA PERS members pay the full 8.0% employee share of the PERS retirement contribution and new members pay 7.75%.





## AUTHORIZED POSITION LISTING

Fiscal Years 2024 Through 2025

<u>Classification</u>	<u>Range</u>	FY2023	FY2024		FY2025	
		<u>Budget</u>	<u>Total</u>	<u>Changes</u>	<u>Total</u>	<u>Changes</u>
<b><u>Administration Division</u></b>						
<b><u>General Management</u></b>						
General Manager	57	1	1	-	1	-
Sub-total General Management Division		1	1	-	1	-
<b><u>Administration Services</u></b>						
District Secretary - Administration Services Supervisor	37	1	1	-	1	-
Senior Executive Assistant	30	1	1	-	1	-
Executive Assistant - Deputy Board Secretary	29	1	1	-	1	-
Records Management Coordinator	26	1	1	-	1	-
Sub-total Administration Services Division		4	4	-	4	-
<b><u>Governmental Relations</u></b>						
Governmental Relations Officer	42	1	1	-	1	-
Sub-total Governmental Relations		1	1	-	1	-
<b><u>Human Resources &amp; Safety</u></b>						
Director of Human Resources & Safety Manager	45	-	1	1	1	-
Human Resources & Safety Manager	37	1	-	(1)	-	-
Human Resources Specialist	30	2	2	-	2	-
Human Resources Technician	26	1	1	-	1	-
Safety Officer	38	1	1	-	1	-
Safety Specialist	30	-	1	1	1	-
Safety Technician	24	1	-	(1)	-	-
Sub-total Human Resources		6	6	-	6	-
<b><i>Total Administrative Division</i></b>		12	12	-	12	-
<b><u>Business Services Division</u></b>						
<b><u>Business Services Administration</u></b>						
Assistant General Manager - Business Services	50	1	1	-	1	-
Executive Assistant	29	1	1	-	1	-
Administrative Assistant I / II	23/25	-	1	1	1	-
Senior Office Assistant	21	1	-	(1)	-	-
Sub-total Business Services Administration		3	3	-	3	-
<b><u>Finance &amp; Accounting</u></b>						
Director of Finance	46	-	1	1	1	-
Accounting Manager	37	1	-	(1)	-	-
Grants Administrator	38	-	1	1	1	-
Senior Management Analyst - Grants	36	1	-	(1)	-	-
Accounting Supervisor	37	1	1	-	1	-
Senior Financial Analyst	36	-	1	1	1	-
Accountant I/II/III	30/32/34	4	4	-	4	-
Grants Analyst	33	-	1	1	1	-
Management Analyst	33	1	-	(1)	-	-
Accounting Technician I / II / III	23/25/27	5	5	-	5	-
Sub-total Finance & Accounting		13	14	1	14	-

**AUTHORIZED POSITION LISTING**

Fiscal Years 2024 Through 2025

<u>Classification</u>	<u>Range</u>	FY2023	FY2024		FY2025	
		<u>Budget</u>	<u>Total</u>	<u>Changes</u>	<u>Total</u>	<u>Changes</u>
<b>Business Services Division (continued)</b>						
<b><u>Community Relations</u></b>						
Director of Community Relations	45	-	1	1	1	-
Community Relations Manager	37	1	-	(1)	-	-
Community Affairs Supervisor	36	1	1	-	1	-
Customer Service Supervisor	34	1	1	-	1	-
Water Efficiency Coordinator	31	1	1	-	1	-
Community Affairs Specialist	30	1	1	-	1	-
Customer Service Representative I / II / III	22/24/27	-	13	13	13	-
Customer Service Specialist	23	3	-	(3)	-	-
Customer Service Representative	20	10	-	(10)	-	-
Sub-total Community Relations		18	18	-	18	-
<b><u>Purchasing</u></b>						
Purchasing Manager	38	1	-	(1)	-	-
Purchasing Supervisor	36	-	1	1	1	-
Contract Administrator	33	1	1	-	1	-
Inventory Control Specialist	26	1	1	-	1	-
Buyer I / II	24/26	1	1	-	1	-
Sub-total Purchasing		4	4	-	4	-
<b><u>Information Technology</u></b>						
Director of Information Technology	46	1	1	-	1	-
Information Technology Supervisor	38	1	1	-	1	-
Operational Technology Supervisor	38	-	1	1	1	-
Cyber Security Specialist I / II / III	31/33/35	-	1	1	1	-
Applications Specialist I / II / III	31/33/35	2	2	-	2	-
Operational Technology Specialist I / II / III	31/33/35	3	4	1	4	-
Network Specialist I / II / III	31/33/35	1	1	-	1	-
IT Technician I / II / III	26/28/30	1	1	-	1	-
GIS Specialist I / II / II	28/30/32	1	1	-	1	-
Sub-total Information Technology		10	13	3	13	-
<b>Total Business Services Division</b>		<b>48</b>	<b>52</b>	<b>4</b>	<b>52</b>	<b>-</b>





## AUTHORIZED POSITION LISTING

Fiscal Years 2024 Through 2025

Classification	Range	FY2023	FY2024		FY2025	
		Budget	Total	Changes	Total	Changes
<b>Engineering and Operations Division</b>						
<b><u>Engineering Operations Administration</u></b>						
Assistant General Manager - Engineering & Operations	51	1	1	-	1	-
Executive Assistant	29	1	1	-	1	-
Administrative Assistant I / II	23/25	-	3	3	3	-
Senior Office Assistant	21	3	-	(3)	-	-
Sub-total Engineering & Ops Administration		5	5	-	5	-
<b><u>Engineering &amp; Water Resources Administration</u></b>						
Director of Engineering & Water Resources	44	1	-	(1)	-	-
Director of Engineering	47	-	1	1	1	-
Director of Water Resources	47	-	1	1	1	-
Engineering Manager	44	1	1	-	1	-
Water Resources Manager	44	1	1	-	1	-
Engineering Project Coordinator	30	1	1	-	1	-
Sub-total Engineering & Water Resources Admin		4	5	1	5	-
<b><u>Capital Design</u></b>						
Principal Engineer	41	2	2	-	2	-
Senior Engineer	39	1	1	-	2	1
Associate Engineer	37	1	1	-	1	-
Sub-total Capital Design		4	4	-	5	1
<b><u>Development Services</u></b>						
Principle Engineer	41	-	1	1	1	-
Senior Engineer	39	1	1	-	1	-
Engineering Inspector / Senior Engineering Inspector	30/33	2	2	-	2	-
Senior Development Services Representative	27	1	1	-	1	-
Development Services Representative I / II	23/25	1	2	1	2	-
Sub-total Development Services		5	7	2	7	-
<b><u>Water Resources Planning</u></b>						
Senior Water Resources Engineer/Planner	39	1	1	-	1	-
Civil Engineer (Planning)	41	1	1	-	1	-
Sub-total Water Resources Planning		2	2	-	2	-
<b><u>Water Quality</u></b>						
Water Quality Superintendent	36	-	1	1	1	-
Water Quality Supervisor	30	1	-	(1)	-	-
Water Quality Analyst	32	1	1	-	1	-
Water Quality Technician	27	3	3	-	3	-
Sub-total Water Quality		5	5	-	5	-
<b><u>Water Systems Engineering</u></b>						
Water Quality Administrator	41	1	1	-	1	-
Senior Regulatory Compliance Analyst	36	-	1	1	1	-
Regulatory Compliance Analyst	33	-	-	-	1	1
Water Protection Superintendent	36	1	1	-	1	-
Senior Water Protection Technician	31	1	1	-	1	-
Water Protection Technician	28	1	2	1	2	-
Sub-total Water Systems Engineering		4	6	2	7	1

**AUTHORIZED POSITION LISTING**

Fiscal Years 2024 Through 2025

<u>Classification</u>	<u>Range</u>	<u>FY2023</u>	<u>FY2024</u>		<u>FY2025</u>	
		<u>Budget</u>	<u>Total</u>	<u>Changes</u>	<u>Total</u>	<u>Changes</u>
<b><u>Engineering and Operations Division - Continued</u></b>						
<b><u>Wastewater Systems Engineering</u></b>						
Principle Engineer	41	-	1	1	1	-
Senior Civil Engineer (Wastewater)	39	1	-	(1)	-	-
Pretreatment Program Coordinator	32	1	1	-	1	-
Environmental Compliance Inspector	29	1	1	-	1	-
Sub-total Wastewater Systems Engineering		3	3	-	3	-
<b><u>Strategic Programs Department</u></b>						
<b><u>Strategic Programs</u></b>						
Director of Strategic Programs	44	1	-	(1)	-	-
Management Analyst	31	1	-	(1)	-	-
Total Strategic Programs Department		2	-	(2)	-	-
<b><i>Total Engineering &amp; Water Resources Division</i></b>		<b>34</b>	<b>37</b>	<b>3</b>	<b>39</b>	<b>2</b>
<b><u>Water &amp; Wastewater Operations Department</u></b>						
<b><u>Operations Administration</u></b>						
Director of Operations	47	1	1	-	1	-
Wastewater Operations Manager	42	1	1	-	1	-
Water Operations Manager	42	1	1	-	1	-
Maintenance Manager	42	1	1	-	1	-
Asset Management Administrator	36	-	1	1	1	-
Regulatory Compliance Specialist	33	1	-	(1)	-	-
Sub-total Operations Administration		5	5	-	5	-
<b><u>Facilities Maintenance</u></b>						
Maintenance Superintendent	36	-	1	1	1	-
Lead Field Maintenance Worker	30	1	-	(1)	-	-
Welder - Fabricator		1	1	-	1	-
Mechanic (I/II/Sr.)		-	2	2	2	-
Field Maintenance Worker I / II / III - Facilities	33	3	4	1	4	-
Sub-total Facilities Maintenance		5	8	3	8	-
<b><u>Mechanical Maintenance</u></b>						
Mechanical Maintenance Superintendent	36	1	1	-	1	-
Mechanical Technician I / II / III	28/29/31	8	9	1	9	-
Lead Electrical Instrumentation & Controls Tech	31	1	-	(1)	-	-
Electrical Maintenance Superintendent	36	-	1	1	1	-
Electrical Technician I / II / III	29/31/33	2	3	1	3	-
Sub-total Mechanical Maintenance		12	14	2	14	-
<b><u>Water Operations - Construction Maintenance</u></b>						
Field Maintenance Superintendent - CM	36	1	1	-	1	-
Field Maintenance Worker I / II / III - CM	24/26/29	10	11	1	11	-
Sub-total Construction Maintenance		11	12	1	12	-



**AUTHORIZED POSITION LISTING**

Fiscal Years 2024 Through 2025

<u>Classification</u>	<u>Range</u>	<u>FY2023</u>	<u>FY2024</u>		<u>FY2025</u>	
		<u>Budget</u>	<u>Total</u>	<u>Changes</u>	<u>Total</u>	<u>Changes</u>
<b><u>Engineering and Operations Division - Continued</u></b>						
<b><u>Water Operations - Preventive Maintenance</u></b>						
Field Maintenance Superintendent - PM	36	1	1	-	1	-
Facilities Locator - Valve Technician	30	1	1	-	1	-
Field Maintenance Worker I / II / III - PM	24/26/29	7	7	-	7	-
Sub-total Preventive Maintenance		9	9	-	9	-
<b><u>Water Operations - Field Services</u></b>						
Field Maintenance Superintendent - FS	36	1	1	-	1	-
Field Maintenance Worker I / II / III - FS	24/26/29	7	8	1	8	-
Sub-total Field Services		8	9	1	9	-
<b><u>Water Production</u></b>						
Water Production Superintendent	36	1	1	-	1	-
Lead Water Production Operator	24	2	2	-	2	-
Water Production Operator I / II / III	28/30/32	7	8	1	8	-
Sub-total Water Production		10	11	1	11	-
<b><u>Wastewater Collection</u></b>						
Wastewater Collections System Superintendent	36	1	1	-	1	-
Collection Systems Maintenance Worker I / II / III	24/26/29	6	7	1	7	-
Lift Station Technician	24	1	-	(1)	-	-
Sub-total Wastewater Collection		8	8	-	8	-
<b><u>Wastewater Treatment</u></b>						
Wastewater Treatment Superintendent	36	2	2	-	2	-
Wastewater Treatment Operator I / II / III	24/26/29	9	11	2	12	1
Sub-total Wastewater Treatment		11	13	2	14	1
<b>Total Water &amp; Wastewater Operations Department</b>		<b>79</b>	<b>89</b>	<b>10</b>	<b>90</b>	<b>1</b>
<b>Total Engineering &amp; Operations Division</b>		<b>113</b>	<b>126</b>	<b>13</b>	<b>129</b>	<b>3</b>
<b>Total District</b>		<b>173</b>	<b>190</b>	<b>17</b>	<b>193</b>	<b>3</b>



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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# **STRATEGIC PLAN & DEPARTMENT ACCOMPLISHMENTS**

**General Management** ♪

**Business Services Division** ♪

**Engineering & Operations Division** ♪





## STRATEGIC PLAN

The District recognized that an organization must know where it wants to go and how to position itself for success in the current business environment. It envisioned a strategic plan as a strong foundation for creating an evolving District, which will motivate people to learn and work to improve efficiency and effectiveness. The District further believes that a strategic plan can be a powerful tool for creating an atmosphere for better decision-making, strengthening teamwork and communication skills, as well as building understanding and focus to achieve intended results. To achieve the intended results, it was essential to align the goals, functions, and systems of the organization.

The Board of Directors believes that the strategic plan will benefit the District, the employees, and the public it serves. The District realizes that a comprehensive strategic plan developed with stakeholder input through active participation of management and employees, and then used to establish specific action plans and goals will provide that framework.

### **District's Strategic Vision Goals**

- **Innovative, creative, proactive and technologically advanced** – By 2030, we will be a leader in technology and process innovation to provide the cleanest water, wastewater, and recycled water services focused on public health. We will be providing proactive, efficient operations and ensuring reliable infrastructure.
- **“One Water:” water sourcing, wastewater treatment, water recycling** – By 2030, we will operate a system that produces the highest quality water, most reliable water distribution, comprehensive wastewater collection, and effective water recycling. We manage every drop in the basin as One Water system that is sustainable, resilient and diversified.
- **Trusted and recognized for positive relationships: Customers, Community, Staff** – By 2030, we will have exceeded customer expectations, increased customer satisfaction, increased two-way communication, and community collaboration. We will have earned the complete trust of our customers, peers, community and staff by industry leading transparency and engagement.
- **Fiscally fit and highest value** – By 2030, we will be one of the financially strongest and most resilient Districts for our size in Southern California. Our rate structure will provide resources and services at the best value for the rate payer dollar.

### **Mission Statement**

*“The EVMWD team delivers total water management that powers the health and vibrancy of its communities so life can flourish.”*

### **Vision Statement**

*“EVMWD is Southern California’s most innovative, diverse and trusted public utility partner.”*

### **District Values**

- Professionalism
- Enthusiasm
- Integrity
- Inclusiveness
- Stewardship

### **Implementation Process**

The Strategic Planning objectives of defining the purpose and direction of the District along with aligning planning activities with resources requires an ongoing commitment to manage the Plan. The Plan as designed, has a 10-year planning horizon. Strategic Planning is an ‘active process’ requiring continuous management and focus. Several factors may disrupt or interrupt the scheduling and implementation of key projects, some of which may not be entirely within the District’s control. These include continuous investment of financial resources, regional and local political influence and reprioritization of goals and objectives by the Board of Directors or staff.

Management monitors and updates the plan through the District’s Executive Management team. This workgroup reviews the plan annually and reports progress to the Board of Directors, and makes changes as needed based on discussions with the Board.

**Department Goals, Objectives, Strategies, and Performance Measures**

The District departments identified their function and service areas and developed long-term goals and objectives, which support the District's overall goals and its mission. As a part of this process, each department developed key Performance Measures in specific areas, which will be used to assess departmental efficiencies. The following is a listing of these goals, objectives, strategies, and performance measures.



# GENERAL MANAGEMENT

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Function



Goals, Objectives, Strategies and  
Performance Measures



Accomplishments





## General Management

### Function

General Management provides support to the Board of Directors of EVMWD, including participation on Board ad hoc and standing committees, as well as, the Elsinore Valley Water and Sewer Facilities Corporation, the EVMWD Financing Authority Board, and the Meeks and Daley Water Company Board. Direction and management of services, activities, and operations of the District in the areas of Finance, Engineering, Human Resources, Operations, and Governmental Relations are also provided.

Within the General Management division are the Administration, Governmental Relations, and Human Resources and Safety departments.

### **Administration**

The Administration Department supports the General Manager, Board of Directors of WESA and EVMWD, Elsinore Valley Water and Sewer Facilities Corporation Board, Meeks and Daley Water Company Board, EVMWD Financing Authority, Board ad hoc and standing committees, and executive management staff.

### **Governmental Relations**

The function of the Governmental Relations Department is to communicate and influence legislative efforts of the organization at the local, state, and federal levels. Additionally, the department focuses on developing new and enhancing existing, interagency relationships. It also seeks to establish EVMWD in a more prominent regional leadership role.

### **Human Resources and Safety**

The Human Resources and Safety Department plans, directs, manages, and oversees the functions, programs and operations related to personnel matters, including employee relations, contract administration, recruitment and selection of employees, administration of health and welfare benefits, risk management, administration of safety regulations, professional development services. This department provides highly responsible and complex administrative support to the General Manager, other departments and outside agencies.

### **Goals, objectives, strategies, and performance measures:**

Board/General Management		
Topic	Accomplishment	Strategic Objective
Brand	Following Branding Study, the Board approved the proposed living brand logo option which allows for different seasons and District operations segments (water, wastewater, recycled water). This was officially launched to the public on June 26, 2023, including new website.	Elevate Communications
Interpersonal Communication & Influence	Staff accomplishments are shared at Board and Committee meetings.	Elevate Communications
Strategic Planning	Quarterly status report presented at Board Study Sessions. The General Manager provides Annual Report with Achievements and Goals outlined under Strategic Plan Initiatives.	Improve Organizational Skills & Innovation Culture
Industry & Situational Awareness (PESTEL, SWOTT)	Staff has committee and workshop involvement for new wastewater regulations, statewide energy efficiency and demand response initiatives. We sent a letter to the PUC opposing proposed onerous renewable energy legislation, and staff has stayed abreast of evolving PFAS regulations, as an example. Government Relations Officer and staff continue to advocate on key issues affecting the District.	Improve Organizational Skills & Innovation Culture
Collaborative Relationships Inside District	The Human Resources Director completed the Innovation certification through Take Flight Learning (DiSC).	Improve Organizational Skills & Innovation Culture
Leadership Training and Development Programs	Developed the Leadership Program, including DiSC training. Participants are surveyed after each course to determine overall course satisfaction, relevance, and any adjustments that should be implemented. We will make needed updates to this 3-year program.	Hire, Develop & Retain Skilled Personnel

Board/General Management		
Topic	Accomplishment	Strategic Objective
Develop and Expand a Workforce Development Plan	Annual review of STEM; CTE; Industry/community college coordination and use of IE Works; High School Program; OIT and expanded Internship Programs; Military/Veterans Program; Apprenticeship Program (similar to sister agencies); Streamline Education Program's secondary education and career path development.	Hire, Develop & Retain Skilled Personnel
Conduct Team Building Exercises	Board team building (2/23); Exec. staff team building (3/23)	Hire, Develop & Retain Skilled Personnel
Conduct Organizational Assessment/ Study for Efficiencies	Completed and presented to the Board in June 2023, with review every five years	Hire, Develop & Retain Skilled Personnel
Review and enhance existing compensation plan	Adjusted the compensation system, effective January 2022. This included consideration for employees at top step through lump sum payment equivalent. The existing salary schedule review is part of the organizational assessment, which was completed and presented to the Board in June 2023.	Hire, Develop & Retain Skilled Personnel
Become Subject Matter Experts, Industry Event Presenters, and Industry Publication Contributors	President Burke and GM Greg Thomas presented at AWWA's ACE22 in June 2022 on "Working with your Board – Successfully". Director Ryan and GM Thomas coordinated/developed and GM Thomas moderated a session at the ACWA Fall conference in the Finance track related to drought titled: "Here We Go Again: When Voluntary becomes Mandatory".	Expand Collaboration, Innovation & Relationships
Participate and Advocate in a Broad Range of Water, Wastewater, and Water Resource Policy and Regulatory Issues with Other Agencies, Industry Organizations, and Regional Stakeholders	Joined the "Solve the Water Crisis", a consortium of SoCal water agencies tackling the water shortage crisis. This is a statewide effort to inform policymakers of the enormous water supply crisis and the urgency that requires bold and immediate State action to secure California's future.	Expand Collaboration, Innovation & Relationships
Elevate the District as an Advocacy Leader for Water, Wastewater, and Water Resource Management Issues	EVMWD partnered with WMWD, RCWD & EMWD to form a joint task force of Board members and staff to review "Water Resiliency" in our area. Quarterly meetings are under way. The group is aggressively pursuing a list of possible projects and ideas. The Board and executive staff actively participate, and advocate in multiple various organizations.	Expand Collaboration, Innovation & Relationships

Administration		
Topic	Accomplishment	Strategic Objective
Transparency	Regular distribution of clear and timely Board meeting and Committee packets and presentations for the public and staff on the website and in the lobby.	Elevate Communications
Implement Software Applications, Improving Existing Business Processes	Online OnBase Agenda for both EVMWD and WESA launched and integrated to new websites Obtained and implemented NetFile software to automate and streamline required Conflict of Interest Form Filings	Maintain & Upgrade Technology
Develop Succession Planning & Knowledge Transfer Process	Administration Manual created for Board Administration Processes/ support functions	Hire, Develop & Retain Skilled Personnel
Board Skills Onboarding & Refresher Training	Updated Best Management Practices Handbook and semi-annual review	Improve Organizational Skills & Innovation Culture

Government Relations		
Topic	Accomplishment	Strategic Objective
Collaborative Relationships with Federal and State Legislators and Regulators	Had political lobbying meetings in DC (5/23) with LCOC members and General Manager. <b>State Legislative:</b> <ul style="list-style-type: none"> <li>Reviewed or took positions on over 90 bills</li> <li>Successfully engaged in major effort to defeat SB 222/ SB 223 Water Affordability (LIRA) program and Water Shutoffs legislation</li> </ul>	Expand Collaboration, Innovation & Relationships



Government Relations		
Topic	Accomplishment	Strategic Objective
	<ul style="list-style-type: none"> <li>Requested a member budget request for \$4.5 million state budget funding for the Lake Elsinore Management System Feasibility study</li> <li>Successfully advocated with the Wildlife Conservation Board for administrative exemptions for \$750,000 budget appropriation distribution for the ACOE feasibility project</li> <li>Member of AB 1434 and SB 1157 ACWA SLC workgroup to amend or defeat the bill addressing indoor GPCD during 2022 legislative session</li> <li>Member of SLC workgroup discussing EMWD’s non-functional turf legislative proposal for 2022</li> </ul> <p><b>Federal Legislative:</b></p> <ul style="list-style-type: none"> <li>Represented EVMWD on the California Farm Bureau’s U.S. EPA panel discussion on the Waters of the U.S. rulemaking for 2022/23</li> <li>Acting as project manager for EVMWD and the ACOE on the feasibility project</li> <li>Successfully advocated for a \$3 million congressional earmark for the Canyon Lake Water Treatment plant construction project</li> <li>Reviewed and took positions on over 22 bills</li> <li>Engaged in several discussions with strategic Congressional members and staff to increase federal spending for the Bureau of Reclamation, Army Corps of Engineers, and Federal Emergency Management Agency to increase water and wastewater infrastructure programs and grants funding</li> <li>Submitted several key federal agency budget issues support letters</li> </ul>	

Human Resources & Safety		
Topic	Accomplishment	Strategic Objective
District Awards	Through the results of our annual employee engagement survey, WESA was recognized as a top workplace in the Inland Empire for the fourth consecutive year, in 2022.	Hire, Develop & Retain Skilled Personnel
GHR	Successfully implemented GHR Transition Management, enhancing the employee experience during preboarding, onboarding, cross-boarding, and offboarding, increasing staff efficiency.	Hire, Develop & Retain Skilled Personnel
Safety Awards	Human Resources Technician awarded H.R. LaBounty Safety Award for implementing a new program that highlights safety during the month of June. Safety month promotes educational activities, safe behaviors and culminates with a Safety Fair.	Improve Organizational Skills & Innovation Culture
District Events	Staff spearheaded “Take Our Sons and Daughters to Work Day” in 2023. This is the first time since 2019 that the event has been held at the District.	Improve Organizational Skills & Innovation Culture
Collaborative Relationships Inside District	Staff continues facilitating inter-departmental staff trainings.	Improve Organizational Skills & Innovation Culture
Careers in the Industry	Staff represented EVMWD at job fairs at Elsinore High School and MSJC campus.	Build Recognized Value



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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# BUSINESS SERVICES DIVISION

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Function



Goals, Objectives, Strategies and  
Performance Measures



Accomplishments







**Business Services Division**

**Function**

Within the Business Services Division are the Finance and Accounting, Community Relations, Purchasing, and Information Technology departments.

**Finance and Accounting**

The function of the Finance & Accounting Department is to oversee the financial operations of the District in order to provide accountability and adequate control over the use of District funds. This division maintains the financial systems and records of the District in accordance with generally accepted accounting principles, as well as applicable laws, regulations and District policies. Additionally, the division includes grants administration, which is responsible for contract and expenditure oversight for District projects funded through federal, state and various other grant and loan programs.

**Community Relations**

The Community Relations Department includes the Customer Service and Utility Billing Section and the Community Affairs Section. The Customer Service Section provides exceptional service to all customers by responding to customer inquiries, establishing and discontinuing service, preparing monthly statements, processing payments, and collecting outstanding customer balances. The Community Affairs Section serves as the main outreach vehicle for increasing customer and constituent awareness of the District’s mission and role in the local and regional community. The section’s main areas of outreach are media relations and community relations.

**Purchasing**

The function of the Purchasing Department is to acquire high quality goods and services at the best value and lowest overall cost to the District. The Department also oversees the competitive bidding process, the supplier selection for all District departments, the disposition and sale of surplus equipment and vehicles, and maintains the District central warehouse inventory, with the exception of public works contracts.

**Information Technology**

The Information Technology (IT) Department is responsible for system maintenance, network management, systems support, providing support to all District system users, updating software/hardware, and monitoring district needs for new equipment. Also included in the IT department is the SCADA Section, which provides preventive maintenance and repair to all electrical components of equipment and the SCADA system.

**Goals, objectives, strategies, and performance measures:**

Finance & Accounting		
Topic	Accomplishment	Strategic Objective
Annual Comprehensive Financial Report	Received the Certificate of Excellence in Financial Reporting award from the Government Finance Officers Association (GFOA) for the FY2021 and FY2022 Annual Comprehensive Financial Reports.	Maintain Financial Strength & Resiliency
Biennial Budget Book	Received the GFOA Distinguished Budget Presentation award and the California Society of Municipal Finance Officers (CSMFO) Excellence Award in Operating Budget for the FY2022 and FY2023 biennial budget.	Maintain Financial Strength & Resiliency
FY2023-24 and FY 2024-25 Biennial Budget	Successful development and adoption of FY2024 and FY2025 and associated rate adjustments	Maintain Financial Strength & Resiliency
Financial Plan Model	Successfully updated the District’s Water, Wastewater and Recycled Water Financial Plan Models during the budgeting process, determining the need utilize CPI pass throughs	Maintain Financial Strength & Resiliency
Development Services Rates and Deposits	Successfully reviewed and updated development services rates and deposits	Maintain Financial Strength & Resiliency

Finance & Accounting		
Topic	Accomplishment	Strategic Objective
RARE Program	Successfully reviewed and updated RARE program requirements and increased monthly credit amounts for qualifying customers to help offset approved water rate increases for FY2024 and FY2025.	Maintain Financial Strength & Resiliency Provide Excellent & Effective Customer Service
Credit Rating	District's credit rating was upgraded to AA+ from AA by Fitch Ratings	Maintain Financial Strength & Resiliency
Annual Financial & Single Audits	Successful completion of FY2021 and FY2022 financial audits, both receiving an Unqualified or "Clean" opinion with no audit finding from the District's independent auditor.	Maintain Financial Strength & Resiliency
Debt Analysis	Successfully performed analysis on a variety of different scenarios of both current and potential future debt issuances to determine compliance with debt service coverage requirements and capacity to issue future debt.	Maintain Financial Strength & Resiliency
GASB 87 & 96 Implementation	Successful implementation and reporting of GASB 87 (Leases) and GASB 96 (Subscription Based IT Arrangement)	Maintain Financial Strength & Resiliency
Investment Policy	Modified the District's Investment Policy to allow for additional investing flexibility while staying within the District's objective of safety, liquidity and yield.	Maintain Financial Strength & Resiliency
Local Hazard Mitigation Plan	Successfully completed and received approval of the Local Hazard Mitigation Plan	Maintain Financial Strength & Resiliency
Regional Upgrades Project	Completed the Regional Upgrades Construction project and successfully submitted for closeout of the grant.	Maintain Financial Strength & Resiliency
ARPA Funding	Awarded approximately \$10 million in ARPA funding for the Highway 74 Sewer Extension, Lakeland Village Community Sewer Extension and Lakeland Village 8" Water Line Extension Projects	Maintain Financial Strength & Resiliency
Congressional Designated Project	Awarded \$3 million earmark for the Canyon Lake Water Treatment Plant Upgrade Project	Maintain Financial Strength & Resiliency
Sedco Septic-to-Sewer Planning	Successfully secured and executed funding agreement for Sedco Septic-to-Sewer Planning	Maintain Financial Strength & Resiliency
Regional Expansion Project	Preliminary approval from the State of an additional \$50 million in SRF funding at 0.9% for construction costs	Maintain Financial Strength & Resiliency

Community Relations		
Topic	Accomplishment	Strategic Objective
California Water & Wastewater Arrearage Program (CWWAPP)	Successfully processed and applied CWWAPP credits to 2,836 water accounts totaling \$1,570,388.12 and 1,296 sewer accounts totaling \$498,973.84.	Maintain Financial Strength & Resiliency Provide Excellent & Effective Customer Service
Standard Operating Procedures (SOPs)	Continued to create/update new SOPs for the Customer Service department to optimize cross-training and procedural knowledge within the department.	Maintain Financial Strength & Resiliency Provide Excellent & Effective Customer Service
New Online Bill Platform	Successfully migrated all existing online bill pay user accounts to a new platform that continues to meet all PCI compliance rules while allowing customers the ability to utilize a new "Text to Pay" option. 426 customers took advantage of the new easy to pay option.	Maintain Financial Strength & Resiliency Maintain & Upgrade Technology Provide Excellent & Effective Customer Service Strengthen District Security
Interagency Intercept Program (IIC)	Continued to work with the State's Franchise Tax Board to facilitate payment of past due balances from state income tax returns or lottery winnings. From July 2021 through June 2023 the District received a total of \$66,569.28 in past due utility payments 318 accounts, helping reduce its bad debt.	Maintain Financial Strength & Resiliency



Community Relations		
Topic	Accomplishment	Strategic Objective
Financial Assistance Programs	With the increased utility balances left during the shut off moratorium, the District partnered with various county programs to help customers with past due balances including hosting 17 Utility Assistance Workshops at District Headquarters. As a result, 198 customers received over \$173,000.00 in utility assistance. In addition, during COVID, staff embarked on a utility assistance communication campaign to assist customers with their high balance bills. As a result of the campaign and customer service assistance, 659 customers received assistance through United Lift, CAP cares or the Low-Income Household Water Assistance Program (LIHWAP) totaling \$502,286.00 in utility bill assistance.	Maintain Financial Strength & Resiliency Provide Excellent & Effective Customer Service
Septic to Sewer Project	In November of 2022, the District began proactive outreach in the communities of Sedco Hills and the Avenues to gage interest in converting existing septic systems to the District's sewer system through a grant funded project. Staff was able to gain 196 or 80% opt-in from the Avenues community and 515 or 75% from the Sedco Community. The high opt-ins allowed the District to finalize and submit the construction grant application for both projects.	Elevate Communications Maintain & Upgrade Infrastructure Protect Public Health & Environmental Resources
Web Payment Utilization	Increased web payment utilization by 3% from June 2021 to June 2023.	Maintain Financial Strength & Resiliency Provide Excellent & Effective Customer Service
Brand	The EVMWD brand was revisited and adopted in April 2023. Staff is in the process of implementing the roll out.	Build Recognized Value
EVMWD & WESA Websites	The EVMWD & WESA websites were rebuilt from scratch to provide a more user-friendly experience. The site features a new development and customer portal, easier ways for customers to report issues and an opening video montage highlighting our commitment to water quality and reliability.	Build Recognized Value Elevate Communications Provide Excellent & Effective Customer Service
Social Media Plan	Social Media strategic plan was created and implemented in the last fiscal year. The new plan includes improved content, better defined and tracked hashtags and consistency in brand.	Build Recognized Value Elevate Communication
Increased focus on infrastructure and critical staff	Over the past two years, EVMWD has highlighted the investment in critical infrastructure and essential employees through a variety of tactics including Op-Eds, social media, and videos resulting in an estimated 137,800 impressions in FY22 and 105,000 impressions in FY23.	Build Recognized Value Elevate Communications Maintain & Upgrade Infrastructure
Drought Messaging	With the drought state of emergency in effect for over 18 months, staff continued to message customers through a variety of tactics, creating over 400,000 impressions monthly in FY22 and 1.3 million impressions in FY23. In addition, in FY23 staff engaged with the community to approximately 3,230 customers including HOAs and Commercial customers through events, social media and presentations.	Elevate Communications Optimize & Diversity Water Sourcing
HOA Assistance Programs	Staff worked closely with HOAs promoting water use efficiency. Over 50 drought/conservation kits were distributed to HOAs. HOAs have shared the information with their residents resulting in 3,500 impressions with 1 HOA removing turf and replacing it with California friendly plants. Another 8 HOA's have applied for the turf removal rebate.	Elevate Communications Optimize & Diversify Water Sourcing
CII Water Use Efficiency Program	Staff set out to target the high-water users in the District to help reduce water use. A total of 9 CII customers are now participating in the program.	Elevate Communications Optimize & Diversify Water Sourcing
SoCal Gas Partnership	To assist low-income customers with meeting water efficiency goals, the District continues to partner with SoCal Gas to offer water efficient devices, including installation, at no cost to the customer. More than 2,800 devices have been installed for eligible customers through this program.	Optimize & Diversify Water Sourcing Provide Excellent & Effective Customer Service

Community Relations		
Topic	Accomplishment	Strategic Objective
Water Quality Outreach	Staff continues to educate customers about PFAS and PFAS treatment. More than 96,000 customers were reached in FY22 and 55,000 impressions and 1,050 customers were engaged in FY23 through various outreach media platforms. Staff also communicated and encouraged participation in the Lead and Copper Testing program for homes built prior to 1985. A total of 130 homes were added to the program because of the communications efforts.	Elevate Communications  Optimize & Diversify Water Sourcing  Protect Public Health & Environmental Resources
Backflow Device Theft Communication	With a surge in thefts, staff mailed out 2,036 letters and 578 eblasts to backflow owners. Messaging was also posted on social media resulting in 607 impressions and 41 reactions. As a result of the outreach, we saw a significant reduction in thefts overall.	Elevate Communications  Protect Public Health & Environmental Resources
Splash Into Spring Community Event	The District hosted two Splash into Spring Events this year attracting a total of 1100 attendees to both events combined. The event featured new, engaging displays introducing customers to water quality, sewer treatment and water efficiency.	Build Recognized Value  Elevate Communication  Provide Excellent & Efficient Customer Service
Careers in the Industry	Staff continues to focus on careers in the industry participating in career fairs and train the trainer workshops. A total of 2,000 students were reached through High School partnerships in FY22 and FY23. As an added bonus, EVMWD co-hosted the STEM Public Utilities Learning Lab with 104 students attending the weeklong program focused on water industry careers. STEP Con, a virtual edition of STEM PULL also focuses on EVMWD careers through presentations and tours. Our booth had over 1,000 student visitors in FY22 and 2,000 student visitors in person and 20,000 online in FY23.	Hire, Develop & Retain Skilled Personnel
Awards	The Community Affairs team continues to take home various awards for outreach and events. In FY23 they took home eight public relations and conservation related awards for CCR outreach, Backflow Device Theft Prevention, HOA Engagement, water efficiency program and the Flow into Fall virtual event. They earned two Capella awards from the Public Relations Society of America and two awards from the California Association of Public Information Officials. In addition, they received the Platinum Award for the Alliance for Water Use Efficiency and the Gold Award for the California Water Environment Association.	Elevate Communications
Community Affairs Master Plan	The Community Affairs Master Plan was revised in FY22 to align with the new EVMWD strategic plan.	Build Recognized Value  Elevate Communications
Staff Presentations at Conferences	Staff presented at multiple conferences in the last year. The Community Relations Manager and Community Relations Supervisor presented a session at the 2023 CAPIO conference on “Flip the Flop” which focused on how to look at the positives in all projects. The Community Affairs Supervisor also presented two additional sessions at the same conference. One session was on successful podcasts with the SCUUP host and the other was a PIO veterans panel where they discussed successes/failures within their experiences.  The Water Use Efficiency Specialist was invited by the Save Out Water Campaign, ACWA and CMUA to present the District’s Toilet Sensor Program at the California Drought Planning Workshop. The Workshop included over 500 key members of various State agencies.	Build Recognized Value  Elevate Communications  Expand, Collaboration, Innovation & Relationships
Annual Water Quality Report (CCR)	A postcard mailer was sent out to customers 2 weeks after the CCR was mailed highlighting the report and its importance resulting in 104,000 impressions and web site viewing increase of 20%.	Elevate Communications  Protect Public Health & Environmental Resources
Flow Into Fall Virtual Open House #2	EVMWD hosted its virtual open house event which featured workshops, information session and tours. The event received 700 attendees over the course of a week.	Build Recognized Value  Elevate Communications  Protect Public Health & Environmental Resources



Community Relations		
Topic	Accomplishment	Strategic Objective
Rebates	The “There’s a Rebate for That!” outreach campaign highlighted water saving device rebates. Over 245, 000 people were reached with the various tactics resulting in water savings of approximately 15-acre feet.	Optimize & Diversify Water Sourcing  Protect Public Health & Environmental Resources
The SCUUP Podcast	EVMWD Commercial Maintenance Superintendent proposed a podcast venture which is promoted industry wide, to educate listeners about the water industry and its opportunities for innovation. The podcast is averaging about 50 listeners per episode.	Build Recognized Value  Elevate Communications  Improve Organizational Skills & Innovation Culture

Purchasing		
Topic	Accomplishment	Strategic Objective
New Infor Contract Workflow	Implemented a new Infor workflow for contract processing that streamlined the entry and approval process for new contracts.	Improve Organizational Skills & Innovation Culture
Increased Rebates for RARE	Earned P-Card and Virtual Pay rebates of \$81,762 for FY2022, an increase of 47% over FY2021 rebates of \$34,933. These rebates are applied to the Rate Assistance for Residents of Elsinore Valley Program (RARE).	Maintain Financial Strength & Resiliency  Provide Excellent & Effective Customer Service
Warehouse Cleanup	Coordinated a cleanup effort with Operations staff in the warehouse of the items being stored to make space for larger orders that are being placed due to longer lead times. This effort provided staff with a detailed list of the items being stored in the warehouse.	Improve Organizational Skills & Innovation Culture
Infor Mobile App	Implemented the use of the Infor Mobile App for all warehouse requisitions which enabled staff to check out materials remotely. This ensured items would be pulled and staged before staff entered the warehouse for pick up.	Improve Organizational Skills & Innovation Culture  Provide Excellent & Effective Customer Service
Contract & PO Processing	Over 365 contracts or amendments to contracts and over 340 purchase orders completed for FY2023.	Maintain Financial Strength & Resiliency

Information Technology		
Topic	Accomplishment	Strategic Objective
Audio Visual Controls	Installed Video wall at Regional Ops building for operators to monitor multiple systems at the same time	Maintain & Upgrade Technology
Help Desk Tickets	3,254 Help Desk tickets closed since July 1st, 2022	Maintain and Upgrade Technolo&
Field Datat Capture	Implemented web based data capture program for Water Production	Maintain & Upgrade Technology
Multi-Factor Authentication	Rolled out Multi-Factor Authentication to all Remote users for the Business network and SCADA	Strengthen District Security
IT Master Plan	Completed IT Master Plan	Strengthen District Security
Upgrade Infrastructure	Migrated Phone system from physical to Virtual environment	Maintain & Upgrade Technology
Upgrade Infrastructure	Upgraded several WIFI Access Points to increase reliability	Maintain & Upgrade Technology
Cybersecurity	Completed annual Internal and External Penetration testing	Strengthen District Security
Staff Presentations	Participated in STEM Pull summer program presenting on Cybersecurity	Expand Collaboration, Innovation & Relationships
Upgrade Infrastructure	SCADA upgraded several radio communications paths to reduce interference from other 5G sources	Strengthen District Security

Initiative	% Complete	Start Date
Continue the Brand roll out	10%	6/1/2023
Continue to streamline the Education Program's secondary education and career path development for effectiveness and efficiency, considering results from the past year	Ongoing	N/A
Continue to educate the public on water quality	Ongoing	N/A
Continue outreach to residents for the Septic to Sewer project	20%	11/1/2022
Add a chat feature to the website	0%	7/1/2023
Develop a District Scorecard tracking communications, brand, staff behaviors, rates	0%	N/A
Continue to educate the community on water use efficiency	Ongoing	N/A
Review and update the Water Conservation Business plan	0%	9/1/2023
Implement an outreach plan focusing on value of water and awareness of water issues	90%	4/1/2023
Continue to encourage participation in the CII program by partnering with the highest water users	Ongoing	N/A
Continue building relationships with HOAs, School Districts, cities and other key community members regarding water use efficiency	Ongoing	N/A
Research and explore possible donation options for low-income water utility bill assistance	10%	5/1/2023
Conduct a customer satisfaction survey gaining feedback regarding effective and preferred communications methods and overall customer satisfaction	0%	10/1/2023
Review and update the District's P-Card Manual and provide training to all staff that utilize the program	0%	8/1/2023
Create a user guide for the Infor Contract Depletion tool that utilizes artificial intelligence to assist with notifying contract managers of contract lines that are at risk and roll out the tool to staff	0%	8/1/2023
Create new performance measures for the Purchasing Department to provide visibility to management of the volume of processing for bids, requisitions, PO's, and contracts	10%	7/1/2023
Participate in a virtual pay campaign with US Bank to increase the number of vendors being paid through the program to increase the rebates received that are used for the Rate Assistance for Residents of Elsinore Valley Program (RARE)	0%	7/1/2023
Cross train Purchasing Staff on critical functions and increase professional development.	10%	9/1/2023
Investigate alternative wastewater rate setting structures	75%	4/1/2023
Explore alternative budgeting software options	25%	4/1/2023
Perform cost-of-service/rate study for the Wastewater Fund	50%	4/1/2023
Perform water, wastewater and recycled water capacity fee study	15%	6/1/2023
Explore alternative debt financing options for the Regional Expansion Construction Project	25%	6/1/2023
Update Master Resolution for debt disclosure requirements	0%	N/A
Update Administrative Code for JCFA and CFD formation amendments/ deposit requirements	0%	N/A
Secure additional funding for Regional Expansion Construction, Diamond Regional Lift Station and Canyon Lake Water Treatment Facility Upgrades projects	Ongoing	N/A
Complete FY2023-24 and FY2024-25 Biennial Budget book and submit for GFOA/CSMFO Awards	75%	6/1/2023
Complete structure validation rules, allocations and reconciliations in Infor	Ongoing	N/A
Secure funding agreement for Avenues septic-to-sewer planning	Ongoing	N/A
Secure funding agreement for Sedco and Avenues septic-to-sewer construction	Ongoing	N/A
Complete and closeout Sedco/Avenues septic-to-sewer planning grants	Ongoing	N/A
Apply for additional Congressional Designated Funding (Earmarks)	Ongoing	N/A

# ENGINEERING & OPERATIONS DIVISION

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Function



Goals, Objectives, Strategies and  
Performance Measures



Accomplishments







## Engineering and Operations Division

### Function

Within the Engineering and Operations Division are the Engineering, Operations, and Water Resources departments.

### **Engineering Department**

The Engineering Department is made up of Development Services and Capital Improvement Projects Divisions. The Engineering Department plays a major role in the expansion of the water and sewer infrastructure to the District's customers. With a wide-ranging assortment of responsibilities, the Engineering Department assists developers who build new residential and commercial projects, and manages water and wastewater infrastructure improvements, replacements, or expansions projects. The Engineering Department also provides technical support to the Operations and Maintenance departments.

### Capital Improvement Projects Division

The Capital Improvement Projects Division develops the capital improvement budget. This division is engaged in the planning, design and construction phases of each capital improvement project. This division prepares Invitations for Bid to acquire general contractors and Request for Proposals to acquire consultant engineers, construction management and inspection firms.

### Development Services Division

The Development Services Division is responsible for coordinating new infrastructure improvements to support planned developments. This includes working with developers, both large and small, to ensure that the water, sewer and recycled water systems are sized properly to service the proposed development, and to ensure consistency with the Water and Sewer Master Plans. This division is also responsible for providing construction inspection services to ensure projects are constructed per the approved engineering plans and specifications.

### **Operations Department**

The Operations Department consists of Water Operations, Wastewater Operations, and Maintenance Divisions.

### Water Operations Division

The Water Operations Section oversees the safe treatment, storage and delivery of the water supply to the community through four sections: Water Production, Preventive Maintenance, Construction Maintenance, and Field Services.

The Water Production Section provides daily operation of the water system wells, booster pumps, reservoirs, and water quality. This section is also responsible for the operations of the Canyon Lake and Back Basin Water Treatment Plants.

The Preventive Maintenance Section is responsible for the regular and scheduled maintenance of the water transmission and distribution lines. These activities include valve exercising, air valve maintenance, hydrant flushing, control valve maintenance, USA locates, water shutdowns for scheduled and emergency repairs, and various special projects.

The Construction Maintenance Section repairs and replaces valves, hydrants, services, and other appurtenances of the water transmission and distribution lines. They are also responsible for grading access roads, replacing DCDA's for Cross Connection, and serving after-hours standby duty.

The Field Services Section repairs, tests, and replaces meters, angle meter stops, meter boxes, and other appurtenances of the water transmission and distribution system.

### Wastewater Operations Division

The Wastewater Operations Division is responsible for daily operation and oversight of wastewater collection activities for conveyance lines as well as three water reclamation facilities (WRF's): Regional, Railroad Canyon, and Horsethief WRF's. This is accomplished through the Collections and Water Treatment groups.

The Collection Section performs cleaning, inspecting, and repairing sewer lines to ensure the consistently reliable, trouble-free conveyance of wastewater to the reclamation facilities for treatment.

The Wastewater Treatment Section operates and performs minor maintenance at the District's three WRF's.

### Maintenance Division

The Maintenance Division provides daily repair and maintenance of all water and wastewater facilities, infrastructure, equipment and fleet. The Maintenance Division is divided into two maintenance groups based on specialty of work.

The Mechanical Maintenance Section provides preventive maintenance and repair on pumps, motors, wells, and other mechanical devices at all water and wastewater facilities. They provide the oil changes and regular inspections on booster stations, wells and pumps to ensure equipment and machinery are working effectively. Also included in this group is Electrical Maintenance, which provides preventive maintenance and repair to all electrical components of equipment throughout the District.

The Facilities/Fleet Maintenance Section is responsible for the daily care, maintenance and repair of all District owned facilities, equipment and fleet. Facilities are regularly inspected to ensure cleanliness and that all structures and fixtures are in proper working order. The Fleet section ensures all vehicles and equipment are regularly scheduled maintained and are safe to operate.

### **Water Resources Department**

The Water Resources Department manages, develops and administers ongoing programs in areas such as: watershed management, groundwater recharge, water resources planning, sampling and water quality testing and reporting, facility permits, assisting operations in reviewing reports to the state and federal water and sewer agencies, procedures and protocol development for lab work, developing, modifying and implementing the pretreatment program and assisting in grants and loans. The Water Resources Department is organized in three sections.

#### Water Resources Planning Division

The Water Resources Planning Division performs a wide range of professional planning, research, and technical analyses related to EVMWD's near-term and long-term water supply (potable and recycled) needs.

#### Water Systems Engineering Division

The Water Systems Engineering Division manages, supervises, and coordinates the activities of the Water Protection (Backflow Prevention Program) group, the Recycled Water group, and the Water Quality and Laboratory groups.

#### Wastewater Systems Engineering Division

The Wastewater Systems Engineering Division manages, supervises, and coordinates the activities of industrial waste inspection and the wastewater pre-treatment inspection and installation of pre-treatment equipment in businesses and commercial buildings throughout the EVMWD service area.



Goals, objectives, strategies, and performance measures:

<b>Engineering</b>		
<b>Topic</b>	<b>Accomplishment</b>	<b>Strategic Objective</b>
CIP Program	<p><b>Completed the following studies/plans:</b></p> <ul style="list-style-type: none"> <li>• MCC Condition Assessment</li> <li>• Pump Station Condition Assessment</li> </ul> <p><b>Completed the design of:</b></p> <ul style="list-style-type: none"> <li>• District Parking Lot Improvements</li> <li>• Lee Lake Wells Wellhead Facilities</li> <li>• Ranspot and Peeler Watermain Replacement</li> <li>• Reservoir Demolition Program</li> </ul> <p><b>Initiated the design of:</b></p> <ul style="list-style-type: none"> <li>• A-3 Lift Station Abandonment</li> <li>• Avenues Septic to Sewer Conversion</li> <li>• AVP/TVP AMI Meter and Vault Installation</li> <li>• Back Basin Groundwater Treatment Plant Chemical Feed Rehabilitation</li> <li>• Blackhorse Waterline Improvements</li> <li>• Daley A Pump Station Rehabilitation</li> <li>• Downtown Sewer Replacement</li> <li>• Goetz Road Intertie</li> <li>• Grand Avenue Lakeland Village Sewer Extension</li> <li>• Highway 74 Ethanac Sewer Extension</li> <li>• Ortega Reservoir Rehabilitation</li> <li>• Pats Point Pump Station Rehabilitation</li> <li>• Rice Canyon Reservoir Access Road and Electrical Conduit</li> <li>• Rice Canyon Reservoir Rehabilitation</li> <li>• Sedco Hills Septic to Sewer Conversion</li> <li>• Skymeadows Suction Pipeline Replacement</li> <li>• Tomlin Watermain Replacement</li> <li>• Upsize Blending Line at Diamond</li> </ul> <p><b>Completed the construction of:</b></p> <ul style="list-style-type: none"> <li>• Administration Building Civil and Architectural Upgrades</li> <li>• Annual Rehabilitation and/or Replacement of Sewer Manholes</li> <li>• Back Basin Groundwater Treatment Plant Electrical Upgrades</li> <li>• Bundy East Pump Station Bladder Tank Installation</li> <li>• Canyon Lake Sewer Rehabilitation</li> <li>• Highway 74 Watermain Relocation</li> <li>• Joy Street Well Rehabilitation</li> <li>• Lee Lake Wells Drilling</li> <li>• Palomar Well Wellhead Facilities</li> <li>• Peck and Chestnut Street Phase 2 Sewer Replacement</li> <li>• Railroad Canyon WRF Roto Screen Drain Line Replacement</li> <li>• Regional WRF Upgrades</li> <li>• Single Check Backflow Device Replacement, Phase 3</li> <li>• Stage Ranch Watermain Replacement</li> <li>• Washington Avenue Lift Station Phase 1 Decommissioning</li> </ul>	<p>Maintain &amp; Upgrade Infrastructure</p> <p>Protect Public Health &amp; Environmental Resources</p>

Engineering		
Topic	Accomplishment	Strategic Objective
	<p><b>Initiated the construction of:</b></p> <ul style="list-style-type: none"> <li>Brewer Tank Demolition</li> <li>Horsethief Canyon WRF Expansion</li> <li>Summerly Well Rehabilitation</li> </ul>	
District Standards	<p><b>Completed significant revisions to the District’s Design Standards and restructured the documents into four (4) distinct volumes:</b></p> <ul style="list-style-type: none"> <li>Volume I Design Standards</li> <li>Volume II Standard Drawings</li> <li>Volume III Technical Specifications</li> <li>Volume IV Design Guidelines and Approved Materials List</li> </ul>	Maintain & Upgrade Infrastructure
Construction Change Orders	Maintained an average change order percentage below the industry standard of 10% amongst all construction contracts	Maintain Financial Strength & Resiliency
Employee Development	<p><b>Staff attended the following events in FY2022 and FY2023:</b></p> <ul style="list-style-type: none"> <li>AWWA CA-NV Spring Conference</li> <li>AWWA Water Infrastructure Conference</li> <li>AWWA OpShow</li> <li>CAPPO Conference</li> <li>CWEA Annual Conference</li> <li>ICSC Conference</li> </ul>	Hire, Develop & Retain Skilled Personnel
Industry Event Presenters	<p><b>Staff presented at the following events in FY2022 and FY2023:</b></p> <ul style="list-style-type: none"> <li><i>AWWA Water Infrastructure Conference – Trenchless Technologies</i></li> <li><i>AWWA OpShow – Single Check Backflow Device Replacement Program</i></li> <li><i>CAPPO Conference – Benefits of Having an eProcurement System</i></li> </ul>	Build Recognized Value
Industry Networking	<p>Staff presented at the last four (4) CMAA Water Nights to network with construction management firms who play a key role in the implementation of the District’s CIP Program.</p> <p>Staff participated in podcast interviews with WaterWisePro and SCUUP discussing the Inspector’s role in the water and sewer industry.</p> <p>Staff participated in a ICSC dinner to network with local City’s and developers within the community.</p>	Build Recognized Value
Youth Engagement	<p><b>Staff presented to students at the following schools:</b></p> <ul style="list-style-type: none"> <li><i>Temescal Canyon High School – Engineering in the Water Industry</i></li> <li><i>Cal State Long Beach – Water and Wastewater in the Public Sector</i></li> </ul> <p>AWWA: Young Professional Chapter – Student Outreach Committee</p>	Build Recognized Value
Employee Certifications	<p><b>AWWA:</b></p> <ul style="list-style-type: none"> <li>Water Distribution Operator – Grade 1: Senior Engineer</li> <li>Water Treatment Operator – Grade 1: Senior Engineer</li> <li>Water Distribution Operator – Grade 2: Engineering Inspector</li> <li>Water Treatment Operator – Grade 2: Engineering Inspector</li> <li>Backflow Prevention Assembly Tester: Engineering Inspector</li> <li>College courses towards Engineering Degree: Engineering Inspector</li> </ul> <p><b>State Water Board:</b></p> <ul style="list-style-type: none"> <li>QSD: Senior Engineer</li> </ul>	Hire, Develop & Retain Skilled Personnel



<b>Engineering</b>		
<b>Topic</b>	<b>Accomplishment</b>	<b>Strategic Objective</b>
	<p><b>Dale Carnegie:</b></p> <ul style="list-style-type: none"> <li>● Goal Setting and Accountability: Development Services Representative I</li> <li>● Managing Conflict in the Workplace: Development Services Representative I</li> <li>● Time Management: Development Services Representative I &amp; Sr. Development Services Representative</li> <li>● Managing Up: Sr. Development Services Representative</li> <li>● Managing Workplace Stress: Sr. Development Services Representative</li> </ul> <p><b>Fred Pryor:</b></p> <ul style="list-style-type: none"> <li>● Emotional Intelligence: Sr. Development Services Representative</li> </ul> <p><b>OSHA:</b></p> <ul style="list-style-type: none"> <li>● OSHA 10: Sr. Engineering Inspector</li> <li>● OSHA 30: Sr. Engineering Inspector</li> </ul>	
Award Recipients	<p><b>CMMA:</b></p> <ul style="list-style-type: none"> <li>● San Diego Chapter Owner Honoree: Engineering Manager</li> </ul>	Build Recognized Value
Permit Clearance Form	Created a Permit Clearance Form and standard operating procedure to capture tenant change of use prior to City permit issuance or change in customers billing account to acquire capacity fees and pre-treatment requirements.	Maintain Financial Strength & Resiliency
Water and Sewer Availability Map	Created an interactive external map application that show water, sewer and recycled mainlines fronting parcels to allow customers to identify if service is available to their property and minimize availability requests.	Maintain & Upgrade Technology
Developer Deposit Update	Updated the Administrative Code to increase the percentage and minimum deposit collected for developer projects to more appropriately acquire the funds needed for staff to provide plan check and inspection services. This creates efficiencies by reducing staff time spent on acquiring additional funds.	Maintain & Upgrade Technology
Developer Billing Rate Update	Updated the Administrative Code to increase the developer billing rates due to CCI annual escalation from 2018 to 2023 and to incorporate administrative fees as overhead. This allows the District to be appropriately compensated for staff time and overhead spent on Developer projects. It also creates efficiencies by reducing the administrative staff time spent on time entries.	Maintain & Upgrade Technology
Developer Major Facility Project Management	<p><b>Completed or in review of the following studies:</b></p> <ul style="list-style-type: none"> <li>● Spyglass 1801 Lift Station PDR</li> <li>● Temescal Regional Lift Station PDR</li> <li>● Nichols Rd No. 2 Lift Station PDR</li> <li>● Nichols Rd Ultimate Phase 1 Lift Station PDR</li> <li>● Saddleback Tract 30760 Water and Sewer Study</li> <li>● Renaissance Ranch Water and Sewer Study</li> <li>● Spyglass, SouthShore I and Southshore II Water and Sewer Studies</li> </ul> <p><b>Completed or in review of the following designs:</b></p> <ul style="list-style-type: none"> <li>● Oak Creek Canyon Lift Station</li> <li>● Lakeside Pump Station</li> <li>● Tuscany Crest Lift Station</li> <li>● Del Palma Regional Lift Station</li> <li>● 1801 Horsethief 2B Reservoir</li> <li>● 1601 Horsethief 2B Reservoir</li> <li>● BJ Ranch Tract 31818 Water, Sewer and Recycled Water</li> <li>● Tuscany Crest &amp; Valley Tract 33725 Water and Sewer</li> <li>● Oak Creek Canyon Water and Sewer</li> </ul>	<p>Maintain &amp; Upgrade Infrastructure</p> <p>Protect Public Health &amp; Environmental Resources</p>

<b>Engineering</b>		
<b>Topic</b>	<b>Accomplishment</b>	<b>Strategic Objective</b>
	<ul style="list-style-type: none"> <li>• Murrieta Creek Estates Tract 31896 Water and Sewer</li> </ul> <p><b>Completed or in inspection of the following construction projects:</b></p> <ul style="list-style-type: none"> <li>• Nichols Ranch Lift Station</li> <li>• Alberhill 1601/1676 Pump Station</li> <li>• Summerly Storm Water Pump Station</li> <li>• Nichols Rd Lift Station Upgrade</li> <li>• Terra Cotta Zone 1601 20-inch Transmission Main</li> <li>• Nichols Zone 1601 20-inch Transmission Main</li> <li>• Terracina Zone 1434 30-inch Transmission Main</li> <li>• Temescal Canyon 20-inch Transmission Main</li> <li>• Alberhill Ranch Tract 28214 Water and Sewer</li> <li>• Terracina Tract 36557 Water and Sewer</li> <li>• Echo Highland Water and Sewer</li> <li>• Monte Vista Ranch Water and Sewer</li> </ul>	
Development Pre-Planning (Due Diligence and DRC)	<p><b>Processed the following Due Diligence or DRC planning applications:</b></p> <ul style="list-style-type: none"> <li>• FY 2021: 140 applications</li> <li>• FY 2022: 142 applications</li> <li>• Total: 282 applications</li> </ul>	<p>Maintain &amp; Upgrade Infrastructure</p> <p>Protect Public Health &amp; Environmental Resources</p>
Development Project Management	<p><b>Managed the following overall developer projects:</b></p> <ul style="list-style-type: none"> <li>• Planning: 31 Projects</li> <li>• Plan Check: 88 Projects</li> <li>• Inspection: 120 Projects</li> <li>• Total: 239 Projects</li> </ul> <p><b>Managed the following new projects each year. The number of projects have nearly doubled in quantity from the prior 10 years:</b></p> <ul style="list-style-type: none"> <li>• 2021: 113 Projects</li> <li>• 2022: 131 Projects</li> </ul>	<p>Maintain &amp; Upgrade Infrastructure</p> <p>Protect Public Health &amp; Environmental Resources</p>
Capacity Fees (SCL)	<p><b>Collected the following capacity fees in the years noted below:</b></p> <ul style="list-style-type: none"> <li>• 2021 Capacity Fees: \$12,257,506</li> <li>• 2022 Capacity Fees: \$11,838,766</li> <li>• Total Capacity Fees: \$24,096,272</li> </ul>	<p>Maintain Financial Strength &amp; Resiliency</p>
Developer Deposits and Additional Funds	<p><b>Collected the following Developer Fees (Planning, Plan Check &amp; Inspection):</b></p> <ul style="list-style-type: none"> <li>• 2021-22 FY: \$4,581,731.06</li> <li>• 2022-23 FY: \$3,293,199.02</li> <li>• Total Developer Fees: \$7,874,930.08</li> </ul> <p>Collected a total of approximately \$850,000 additional funds and there are no active accounts in a negative balance.</p>	<p>Maintain Financial Strength &amp; Resiliency</p>
Notice of Completion (NOC) in DocuSign	<p>Received approval from County of Riverside Clerks Office to accept DocuSign signatures on NOCs. This increased the efficiency to process, execute and record the legal document.</p>	<p>Maintain &amp; Upgrade Technology</p>
Third Party Laboratory Bac-t Sampling	<p>Conducted revisions to the disinfection procedure for potable water main to implement a requirement for Developers to hire a third-party laboratory to perform the Bac-t samples and provide results. This creates efficiencies for District Inspectors and laboratory staff as they no longer required to perform the sampling or Bac-t analysis.</p>	<p>Maintain &amp; Upgrade Infrastructure</p> <p>Protect Public Health &amp; Environmental Resources</p>



Engineering		
Topic	Accomplishment	Strategic Objective
Raken Daily Report App	The Raken program application was purchased, and it creates efficiencies for the inspectors as it allows inspection staff to fill-out their daily report in the field through their iPad or mobile device and is user friendly.	Maintain & Upgrade Technology
Managing of outside consultants	Manages up to 15 consultant inspectors in a given day	Maintain & Upgrade Infrastructure Protect Public Health & Environmental Resources
Standard Operating Procedures (SOP) through OneNote	Developed a library of interactive SOPs within OneDrive that allow for quick search of required SOPs, it allows for hyperlinks within SOP files, easy to make revisions and revise the SOPs at the same time.	Maintain & Upgrade Technology
Public Agency Engagement	<p><b>Conducts meet and greet meetings with the following public agencies to promote good communication and working relationships within the agencies. These meetings help staff members understand inter-agency staff roles and find improvement in our procedures to better work with one another:</b></p> <ul style="list-style-type: none"> <li>• City of Wildomar</li> <li>• City of Lake Elsinore</li> <li>• City of Canyon Lake</li> </ul>	Build Recognized Value

Operations		
Topic	Accomplishment	Strategic Objective
Industry Leadership	<ul style="list-style-type: none"> <li>• Maintenance Manager nominated as finance chair of Southwest Membrane Operator Association (SWMOA)</li> <li>• Senior Regulatory Compliance Analyst nominated to chair the Santa Ana River Dischargers Association (SARDA)</li> </ul>	Elevate Communications
Presentation to Peers	<ul style="list-style-type: none"> <li>• Water Operations Manager and Water Systems Maintenance Superintendent presented on meter testing and replacement intervals at the Tri-State 2023 conference.</li> </ul>	Elevate Communications
Identified Contract Savings Opportunity	<ul style="list-style-type: none"> <li>• Ops management brought fleet mechanic positions in-house to reduce expenses over contracted services.</li> </ul>	Maintain Financial Strength & Resiliency
Meter Replacements	<ul style="list-style-type: none"> <li>• Increased meter replacement intervals based on new data from meter test bench. Earlier replacements will reduce revenue loss.</li> </ul>	Maintain Financial Strength & Resiliency
Sewer Odor Control	<ul style="list-style-type: none"> <li>• Tested and validated efficacy alternative odor control chemical for lift stations. Four stations have been converted thus far.</li> </ul>	Protect Public Health & Environmental Resources
Valve Installation	<ul style="list-style-type: none"> <li>• Install new large valves on 33" loop line to provide more operational control and reduce size of future shutdowns.</li> </ul>	Maintain & Upgrade Infrastructure
Energy Cost Savings	<ul style="list-style-type: none"> <li>• Participated in multiple demand reduction programs to received ~\$60k in incentives. Will continue participation as opportunities arise. Currently reviewing feasibility of a renewable energy project which was proposed by a project developer.</li> </ul>	Maintain Financial Strength & Resiliency
RWRF Major Maintenance	<ul style="list-style-type: none"> <li>• Managed two small CIP's to replace bioreactor aerators and clarifier drive units. Reliability and process control has improved as a result.</li> </ul>	Maintain & Upgrade Infrastructure
Water Loss Tracking	<ul style="list-style-type: none"> <li>• Water Ops set up district metered areas (DMA's) to track water loss within zone. GIS staff assisted in creating a dashboard to track the water accounting.</li> </ul>	Maintain & Upgrade Technology
Water System Mapping	<ul style="list-style-type: none"> <li>• Water Ops worked with GIS to create a spatial view of the hydraulic map to complement the standard profile view. This is innovative and will help staff and consultants better understand the water system.</li> </ul>	Hire, Develop, & Retain Skilled Personnel
Artificial Intelligence Use	<ul style="list-style-type: none"> <li>• WW Collections staff tested two AI technologies for increasing the speed and accuracy of CCTV inspections. One technology was successful, and we plan a partial implementation in FY 2024.</li> </ul>	Maintain & Upgrade Technology

Operations		
Topic	Accomplishment	Strategic Objective
Asset Management	<ul style="list-style-type: none"> <li>The asset management implementation project kicked off in January 2023 and is now ~50% complete. We plan to go live in late 2023/early 2024. The system will continue to be built up with more capability and asset information in 2024.</li> </ul>	Maintain & Upgrade Technology

Water Resources		
Topic	Accomplishment	Strategic Objective
Drinking Water	<p><b>Completed:</b></p> <ul style="list-style-type: none"> <li>Canyon Lake WTP PFAS treatment Pilot Study</li> <li>Back-Basin GWTP &amp; Southern Wells Sources Blending operations and compliance plans for PFOA &amp; Arsenic</li> <li>Temescal Wells Blending operations and compliance plans for PFOA</li> <li>Flagler Wells &amp; TVP Blending operations and compliance plans for PFOA</li> <li>Cereal-1 Well operation and compliance plan for microbiological contamination</li> <li>Mayhew Well microbiological contamination compliance</li> <li>Revised Total Coliform Rule (RTCR) compliance plan</li> <li>Title 22 chemicals and radiological compliance updates for water sources, blending and treatment operations</li> <li>Canyon Lake Watershed Sanitary Survey</li> <li>Joy Street Well post-rehabilitation WQ compliance</li> <li>2022 Title 22 WQ Compliance</li> <li>State PFAS Monitoring Orders Compliance Plans</li> <li>Lee lake Wells site preliminary water quality, GWUDI and DWSAP assessments for DDW/Title 22 permitting</li> <li>Palomar Well design, preliminary water quality, nitrate blending plan, and DWSAP DDW/Title 22 compliance</li> <li>Water-Wastewater-Stormwater Utility Separation DDW Waivers applicable to Development and CIP Projects</li> <li>Canyon Lake/San Jacinto watershed PFAS monitoring plan</li> <li>Blending reports automation for SWRCB routine compliance reporting</li> <li>Triennial Public Health Goals Report (for 2019-2021)</li> <li>Annual CCR-Water Quality Report (for 2021)</li> <li>Water Quality Emergency Notification Plan (ENP) DDW compliance</li> <li>Drinking Water NL exceedance Notifications to Governing Bodies (2021,2022)</li> <li>Federal UCMR5 Compliance Plan <sup>(2022)</sup></li> <li>Lead and Copper Rule Compliance <sup>(2022)</sup></li> </ul> <p><b>Initiated:</b></p> <ul style="list-style-type: none"> <li>Drinking Water Regulatory Compliance Monitoring Plan (RCMP) Update</li> <li>Drinking Water Source Assessment and Protection (DWSAP) Plan for Groundwater wells</li> <li>UCMR5 monitoring Federal SDWA/USEPA Compliance</li> <li>Summerly Well PFHxS compliance plan and DDW blending permit.</li> <li>Temescal Wells PFOA DDW permit amendment</li> <li>Palomar Well Head and Treatment - DDW permitting</li> <li>Lee Lake Wells design waterworks standards DDW waiver</li> </ul>	Protect Public Health & Environmental Resources





Water Resources		
Topic	Accomplishment	Strategic Objective
	<ul style="list-style-type: none"> <li>• Lee Lake Wells and Treatment DDW permit</li> <li>• Canyon Lake Water Treatment Plant Improvements DDW permit updates</li> <li>• Elsinore Wells hypochlorite treatment Improvements DDW Permits</li> <li>• Chemical Feed Rehab at Back Basin BWTP – DDW permit update</li> <li>• Ortega Reservoir Rehabilitation WQ/DDW permit compliance.</li> <li>• Rice Canyon Reservoir Rehabilitation WQ/DDW permit compliance</li> <li>• Cereal Well 4 pos-rehabilitation WQ/DDW permit compliance</li> <li>• Upsize Blending Line at Diamond DDW blending permit updates</li> <li>• Pats Point Pump Station Rehabilitation DDW permit compliance</li> <li>• Groundwater Treatment Feasibility Study for Emerging Constituents</li> <li>• Canyon Lake/San Jacinto River watershed PFAS monitoring plan implementation</li> <li>• Annual CCR-Water Quality Report (for 2022)</li> <li>• Pre-Schools and Child-Care Service lines Lead testing Plan and Implementation</li> <li>• LCRR Scope of Work and Compliance Plan</li> </ul>	
Water Protection - Backflow Prevention and Recycled Water	<p><b>Completed:</b></p> <ul style="list-style-type: none"> <li>• Recycled Water Master Plan review comments</li> <li>• Cross-connection control and backflow testing compliance for 2022</li> <li>• Digital operation of Water Protection program</li> <li>• Single Check Fire Services Replacement CIP Program Support</li> </ul> <p><b>Initiated:</b></p> <ul style="list-style-type: none"> <li>• Horsethief WRF Expansion Title 22 Recycled Water Engineering Report</li> <li>• Regional WRF Title 22 Recycled Water Engineering Report</li> <li>• Railroad Canyon WRF Title 22 Recycled Water Engineering Report</li> <li>• Cross-Connection Control Compliance Plan for new SWRCB Regulations/ Policy Manual.</li> <li>• Backflow protection for Canyon Hills domestic services with recycled water pipeline crossings through private lots.</li> <li>• Cross-connection control and backflow testing compliance for 2023</li> <li>• Comprehensive Cross-Connection Control Survey Report Update</li> </ul>	Protect Public Health & Environmental Resources
Environmental & NPDES	<p><b>Completed:</b></p> <ul style="list-style-type: none"> <li>• AQMD permit for Cottonwood Standby Generator</li> <li>• Lee Lake Wells development Discharge consent (Riv Co. &amp; SARWQCB)</li> </ul> <p><b>Initiated:</b></p> <ul style="list-style-type: none"> <li>• Drinking Water Discharges NPDES Permit renewal</li> <li>• APAP- Aquatic Pesticide Application Permit for Canyon Lake Intake Area compliance plan <sup>(2025)</sup></li> </ul>	Protect Public Health & Environmental Resources

Water Resources		
Topic	Accomplishment	Strategic Objective
	<ul style="list-style-type: none"> <li>• AQMD permit for Canyon Lake Clearwell Disinfection Byproducts (DBP) Aeration System compliance plan <sup>(2025)</sup></li> <li>• Canyon Lake HAB's Testing Protocol Compliance (Ongoing)</li> <li>• Canyon Lake Stormwater and SSO protocol compliance (as needed/Ongoing)</li> <li>• Riv Co. FCD San Jacinto watershed Storm Drain access permit renewal and compliance</li> <li>• Pretreatment program update to sewer use ordinance and local limits program and Admin Code</li> </ul>	
Laboratory	<p><b>Completed:</b></p> <ul style="list-style-type: none"> <li>• Lab SWRCB-ELAP Audit, corrective action report and Certification Renewal for 2023-24</li> <li>• Lab Safety Audit and corrective actions <sup>(2022)</sup></li> </ul> <p><b>Initiated:</b></p> <ul style="list-style-type: none"> <li>• TNI Compliance planning ELAP Certification renewal for 2024-26</li> <li>• Quality Assurance Manual Update</li> <li>• Analytical and Administrative SOP updates</li> <li>• Laboratory Information Management Software (LIMS) upgrade</li> <li>• Lab Continuity of Operations Plan (COOP)</li> <li>• Lab Safety Audit and corrective actions <sup>(2023)</sup></li> </ul>	Protect Public Health & Environmental Resources
Studies and Plans	<p><b>Completed:</b></p> <ul style="list-style-type: none"> <li>• Groundwater Sustainable Plans (GSP) for:</li> <li>• Elsinore Valley Groundwater Basin</li> <li>• Bedford-Coldwater Basin</li> </ul> <p><b>Annual WY 2021 and 2022 GSPs:</b></p> <ul style="list-style-type: none"> <li>• Elsinore Valley Groundwater Basin</li> <li>• Bedford-Coldwater Basin</li> </ul> <p><b>Upper Temescal Valley Salt and Nutrient Management Plan (UTV SNMP):</b></p> <ul style="list-style-type: none"> <li>• 2021 and 2022 Annual Report</li> <li>• Status of the TDS Impact Evaluation and Mitigation Framework for Recycled Water Use in the UTV</li> <li>• RCMP and DWSAP Update</li> <li>• TVP pump Station -Feasibility Study</li> <li>• San Jacinto Watershed Sanitary Survey</li> </ul> <p><b>Maximum Benefit Analysis:</b></p> <ul style="list-style-type: none"> <li>• 2022 Annual Report</li> </ul> <p><b>Initiated:</b></p> <ul style="list-style-type: none"> <li>• Update of Integrated Resources Plan</li> <li>• Update of the Water, Sewer, and Recycled Water Master Plan</li> </ul>	Optimize & Diversify Water Sourcing
Conjunctive Use Program	<p><b>Completed:</b></p> <ul style="list-style-type: none"> <li>• Extracted 1,620 AF stored in the Elsinore Basin for the Metropolitan Water District's Conjunctive Use Program</li> </ul> <p><b>Initiated:</b></p> <ul style="list-style-type: none"> <li>• Discussion for developing Regional Conjunctive Use Program</li> </ul>	Optimize & Diversify Water Sourcing
Employee Leadership Employee Certifications	<p>Principal Water Resources Planner/Engineer - Serving as President of Inland Empire Chapter – WaterReuse Organization</p> <p><b>AWWA Water Distribution Operator:</b></p> <ul style="list-style-type: none"> <li>• Grade 1: Water Quality Superintendent</li> </ul>	Build Recognized Value Hire, Develop & Retain Skilled Personnel



Water Resources		
Topic	Accomplishment	Strategic Objective
	<ul style="list-style-type: none"> <li>Grade-1: Water Quality Analyst</li> <li>Grade-2: Principal Engineer/Water Quality Administrator</li> </ul> <b>CWEA Laboratory Analyst:</b> <ul style="list-style-type: none"> <li>Grade 3: Water Quality Superintendent</li> </ul>	
Employee Development	<b>Staff attended the following events in FY2022 and FY2023:</b> <ul style="list-style-type: none"> <li>AWWA Tri-State Conference</li> </ul>	Hire, Develop & Retain Skilled Personnel
	<ul style="list-style-type: none"> <li>NELAC -Enviro Measurements Symposium</li> <li>AWWA Cal/NV Anaheim Spring Conf</li> <li>AWWA Cal/NV San Diego Spring Conf</li> <li>SWRCB-ELAP Annual Virtual Convention</li> <li>SWRCB-ELAP TNI Workshop</li> <li>AWWA Water Quality Technology Conference (WQTC)- Cincinnati</li> <li>American Backflow Prevention Association (ABPA)- Annual Conference</li> <li>AWWA Cal-NV: Water Educational Seminar (Santiago College)</li> <li>Annual AGWT CA Groundwater</li> <li>AWWA ACE</li> <li>Python Conference</li> </ul>	
Award Recipients	CCR Water Quality Report 2021- Inland Empire Polaris Award CCR Water Quality Report 2022- CWEA Santa Ana River Basin Section Community Engagement and Outreach	Build Recognized Value
Industry Event Presenters	<b>Staff presented at the following events in FY2022 and FY2023:</b> <ul style="list-style-type: none"> <li><i>AWWA Water Quality Technology Conference (WQTC)- Cincinnati: Pilot Testing of PFAS Removal from Surface Water</i></li> <li><i>AWWA Cal/NV San Diego Spring Conf CAPPO Conference – PFAS study for Surface Water with high TOC concentrations</i></li> <li><i>AWWA Ops Show Virtual Conf: Single Check Replacements</i></li> </ul>	Build Recognized Value

Initiative	% Complete	Start Date
Transparency: Building upon current efforts and branding study, improve level of board packets, website, outreach and public information, etc.	Ongoing	9/23/2021
Review and enhance Water Resources & Facilities Security plan that meets or exceeds industry standards, regulations, and best practices	Ongoing	N/A
Update the Integrated Resources Plan addressing long-term water supply, water quality, and climate challenges	Ongoing	10/1/2022
Develop a comprehensive groundwater treatment strategy as part of the Water Master Plan Update	Ongoing	2/1/2023
Optimize existing assets use to decrease imported water dependence	100%	1/3/2022
Implement Software Applications, improving existing business processes: Permit tracking AMI/Aquahawk (water loss)	Ongoing	N/A
Institute Asset Management Program: CMMS	Ongoing	N/A
Update of the Water, Sewer, and Recycled Water Master Plan	Ongoing	11/10/2022
Deliver 80 percent of the planned 5-year CIP program	100%	9/23/2021
Implement a pipeline replacement program specifically focusing on fire, pressure, and age-based deficiencies	10%	9/23/2021
Explore alternative revenue, cost savings, services and internal efficiencies	Ongoing	9/23/2021
Implement Grant Strategic Funding Plan	Ongoing	9/23/2021
Increase technology use to assist customer interaction and engagement	Ongoing	9/23/2021
Develop local business engagement outreach program	Ongoing	9/23/2021
Anticipate new regulations	Ongoing	9/23/2021
Stakeholder Engagement: Educate the public about providing safe and reliable drinking water District initiatives. Promote and encourage District Water use vs Bottled Water use	Ongoing	9/23/2021
Implement Infor Permitting Software	70%	3/11/2021
Create a policy to record Low-Pressure & High-Pressure Agreements	0%	7/1/2023
Create a policy to collect infrastructure performance bonds	0%	7/1/2023
Maintain all deposit accounts with positive funds by collecting additional funds prior to funds being depleted	Ongoing	N/A
Review all development submittals such as studies, plans, material submittals, request for information within 21 calendar days	Ongoing	N/A
Review all Canyon Lake Shoreline Applications within 10 business days	Ongoing	N/A
Continue Staff professional growth by attending seminars, taking courses and obtaining certificates that enhance their knowledge in water/wastewater engineering and construction	Ongoing	N/A
Continue to build positive relationships with public agencies within the District boundary	Ongoing	N/A

A photograph of an industrial facility, likely a refinery or chemical plant, featuring a complex network of yellow pipes, valves, and machinery. The scene is captured from a low angle, looking up at the structures. A large, curved blue graphic element is overlaid on the left side of the image. The text 'CAPITAL OUTLAYS' is prominently displayed in a white, rounded rectangular box in the upper right quadrant.

# CAPITAL OUTLAYS





## SIGNIFICANT CAPITAL OUTLAYS

The District's Capital Outlay budget totals \$3,155,788 for FY2024 and \$1,493,199 for FY2025. All Capital Outlay items have been categorized as either replacements or additions (R or A) on the following pages. Additionally, all approved capital outlays have been listed by department and sub-categorized into computer, vehicle & equipment, or other capital outlay related items. Significant capital outlay items are those that are not routine in nature and (1) would result in a change of District operations or (2) would enhance customer service or (3) improve operational efficiency. These items are described below and highlighted on the FY2024 and FY2025 Approved Capital Outlay Budget listing on the following pages.

### **Regional Operations Building HVAC**

HVAC equipment at the existing Regional Water Reclamation Facility Operations Building is beyond useful life and needs to be replaced. Increased corrective maintenance requirements of existing equipment had threatened laboratory operations. Replacement will result in improved reliability and environmental protection of critical facility equipment and staff. This equipment will be replaced in FY 2024.

### **Rehabilitation of Cereal 3-4 Wells, Terra Cotta Well and Well 71**

Production well rehabilitation serves to ensure stable and sustainable operation, optimize available groundwater resources, and meet demands. Rehabilitation typically includes reconditioning or replacement of down-hole well pumping hardware (pump, column piping), plus mechanical and chemical cleaning of the well casing and ancillary tasks, plus reconditioning or replacement of the electric motor. Two wells will be rehabilitated in FY 2024 and the other two will be rehabilitated in FY 2025.

### **Bucket Boom Truck**

Bucket-Boom Truck will be used by SCADA, Electricians, and Facilities staff to provide safe access to perform routine and emergency response maintenance and repair tasks to elevated assets, such as communications equipment, lighting equipment, and security equipment. Maintaining a bucket-boom truck will allow staff to quickly and safely perform critical maintenance and repair tasks to District assets. This truck will be replaced in FY 2024.

### **Unit #244 Dump Truck**

Unit #244 Dump Truck is attached to the Construction Maintenance group and supports critical maintenance & repair activities for water & wastewater facility infrastructure. Unit #244 is a 2010 model chassis and power-train which are being targeted for replacement due to California Air Resources Board emissions standards changes. This truck will be replaced in FY 2025.

**CAPITAL OUTLAY  
APPROVED FY2024 BUDGET**

Item No.	Outlay Description	Total	Outlay Categories			R / A (1)
			Vehicle & Equipment	Capital	Computer	
<b><u>Collection Systems</u></b>						
1	A-4 Lift Station Chemical Tank Purchase	\$ 13,226		\$ 13,226		R
2	B-1 Lift Station Spare Pump	66,071		66,071		N
3	B-2 Lift Station Spare Pump	66,071		66,071		A
4	Lift Station #1 Pump Rebuild	15,475		15,475		R
5	Lift Station #2 Pump Rebuild	15,475		15,475		R
6	Lift Station #3 Pump Rebuild	15,475		15,475		R
7	Lift Station #4 Pump Rebuild	15,475		15,475		R
8	Lift Station #5 Pump Rebuild	15,475		15,475		R
	Subtotal	222,743	-	222,743	-	
<b><u>Computer / Information Technology / SCADA</u></b>						
9	Cybersecurity Plan	40,000			40,000	A
10	Data Center Storage	<b>156,896</b>			<b>156,896</b>	R
11	Disaster Recovery Site	<b>140,000</b>			<b>140,000</b>	A
12	SCADA Servers Replacement	87,180			87,180	R
13	VM Server Backbone Hardware	<b>121,349</b>			<b>121,349</b>	R
	Subtotal	545,425	-	-	545,425	
<b><u>Facilities Maintenance</u></b>						
14	Back Basin Water Treatment Plant HVAC	15,000		15,000		A
15	Canyon Lake Water Treatment Plant HVAC	30,000		30,000		R
16	La Laguna Booster Station Roof	22,000		22,000		R
17	New Large Vehicle Gate off Treleven	29,971		29,971		A
18	Regional HVAC Controller	78,725		78,725		R
19	<b>Regional WRF Operations Building HVAC</b>	<b>631,154</b>		<b>631,154</b>		<b>R</b>
20	Regional WRF Substation #2 Roll-Up Door	15,000		15,000		A
21	Regional WRF Substation #4 Roll-Up Door	15,000		15,000		A
	Subtotal	836,850	-	836,850	-	
<b><u>Mechanical Maintenance</u></b>						
22	A-1 Lift Station Variable Frequency Drive	32,000		32,000		A
23	A-2 Lift Station Generator Docking Station	22,000		22,000		A
24	B-1 Lift Station Generator Docking Station	22,000		22,000		A
25	B-2 Lift Station Generator Docking Station	22,000		22,000		A
26	B-2 Lift Station Variable Frequency Drive	37,000		37,000		R
27	Cal Oaks Booster Station Booster Pump #4	15,000		15,000		R
28	Cottonwood 2 Booster Station Pump 3	20,000		20,000		R
29	Horsethief 1 Reclaimed Booster Pump #2	20,000		20,000		R





**CAPITAL OUTLAY  
APPROVED FY2024 BUDGET**

Item		Outlay Categories			R / A (1)	
		Total	Vehicle & Equipment	Capital		Computer
30	Horsethief 2 Booster Station Pump #3	20,000		20,000		R
31	McVicar Lift Station Soft Start Controller	17,000		17,000		R
32	Railroad Reclamation Facility Golf Course Pump #1	20,000		20,000		R
33	Regional WRF Substation 2 Generator Docking Station	25,000		25,000		A
34	Regional WRF Substation 3 Generator Docking Station	25,000		25,000		A
35	Tuscany 2 Booster Station Pump #2	20,000		20,000		R
	Subtotal	317,000	-	317,000	-	
<b><u>Vehicles and Equipment</u></b>						
36	<b>Bucket Boom Truck</b>	<b>220,000</b>	<b>220,000</b>			<b>A</b>
37	CAT Mini Excavator	41,952	41,952			A
38	Portable Trailer Pump	110,633	110,633			A
	Subtotal	372,585	372,585	-	-	
<b><u>Water Operations</u></b>						
39	<b>Cereal 4 Well Rehabilitation</b>	<b>375,000</b>		<b>375,000</b>		<b>R</b>
40	Chemical Tank for Water Production Site 2	20,312		20,312		R
41	Cla-Val Control Valve Replacement #1	16,812		16,812		R
42	Cla-Val Control Valve Replacement #2	16,812		16,812		R
43	Cla-Val Control Valve Replacement #3	16,812		16,812		R
44	Ductile Iron Pipe Saw	13,150	13,150			A
45	Hydraulic Torque Wrench	27,287	27,287			A
46	<b>Terra Cotta Well Rehabilitation</b>	<b>375,000</b>		<b>375,000</b>		<b>R</b>
	Subtotal	861,185	40,437	820,748	-	
<b>TOTAL</b>		<b>\$ 3,155,788</b>	<b>\$ 413,022</b>	<b>\$ 2,197,341</b>	<b>\$ 545,425</b>	

(1) R = Replacement ; A = Addition

**CAPITAL OUTLAY  
APPROVED FY2025 BUDGET**

Item No.	Outlay Description	Total	Outlay Categories			R / A (1)
			Vehicle & Equipment	Capital	Computer	
<b><u>Collection Systems</u></b>						
47	Lift Station #1 Pump Rebuild	\$ 15,475		\$ 15,475		R
48	Lift Station #2 Pump Rebuild	15,475		15,475		R
49	Lift Station #3 Pump Rebuild	15,475		15,475		R
50	Lift Station #4 Pump Rebuild	15,475		15,475		R
51	Lift Station #5 Pump Rebuild	15,475		15,475		R
	Subtotal	77,375	-	77,375	-	
<b><u>Computer / Information Technology / SCADA</u></b>						
52	IT Server Room Humidity Control	20,000			20,000	R
	Subtotal	20,000	-	-	20,000	
<b><u>Facilities Maintenance</u></b>						
53	Cottonwood Booster Station 2 HVAC	15,000		15,000		R
54	Regional WRF Operations Bldg. Flooring	38,000		38,000		R
	Subtotal	53,000	-	53,000	-	
<b><u>Mechanical Maintenance</u></b>						
55	B-1 Lift Station Variable Frequency Drive	32,000		32,000		R
56	Cal Oaks Booster Station Pump #1	15,000		15,000		R
57	Continental Lift Station Generator Docking Station	22,000		22,000		A
58	Horse Thief 1 Booster Station Pump #2	20,000		20,000		R
59	Los Pinos 2B Booster Station Pump #2	15,000		15,000		R
60	Railroad Reclamation Facility Golf Course Pump #1	20,000		20,000		R
61	Regional WRF Grit Pump #1 Headworks	22,000		22,000		R
62	Regional WRF Grit Pump #2 Headworks	22,000		22,000		R
63	Regional WRF Portable Aerator Beam Train A,B	20,000		20,000		R
64	Regional WRF Substation 1 Generator Docking Station	25,000		25,000		A
65	RWRF #1 Bearing Train A Archimedes Screw	12,000		12,000		R
66	RWRF #2 Bearing Train A Archimedes Screw	12,000		12,000		R
67	RWRF Grit Agitator Headworks	80,000		80,000		R
	Subtotal	317,000	-	317,000	-	
<b><u>Vehicles and Equipment</u></b>						
68	Unit #244 Dump Truck	131,389	131,389			R
	Subtotal	131,389	131,389	-	-	
<b><u>Water Operations</u></b>						



69	16" meter for filter #1 @ CLWTP	11,375		11,375		R
70	16" meter for filter #2 @ CLWTP	11,375		11,375		R
71	16" meter for filter #3 @ CLWTP	11,375		11,375		R
72	16" meter for filter #4 @ CLWTP	11,375		11,375		R
73	24" backwash meter with AMI @ CLWTP	14,093		14,093		R
74	24" effluent meter with AMI @ CLWTP	14,093		14,093		R
75	<b>Cereal 3 Well Rehabilitation</b>	<b>375,000</b>		<b>375,000</b>		<b>R</b>
76	Chemical Tank for Water Production Site 2	20,313		20,313		R
77	Cla-Val Control Valve Replacement #4	16,812		16,812		R
78	Cla-Val Control Valve Replacement #5	16,812		16,812		R
79	Cla-Val Control Valve Replacement #6	16,812		16,812		R
80	<b>Well 71 Rehabilitation</b>	<b>375,000</b>		<b>375,000</b>		<b>R</b>
	Subtotal	894,435	-	894,435	-	
<b>TOTAL</b>		<b>\$ 1,493,199</b>	<b>\$ 131,389</b>	<b>\$ 1,341,810</b>	<b>\$ 20,000</b>	

(1) R = Replacement ; A = Addition

# **CAPITAL IMPROVEMENT PROJECTS**





## CAPITAL IMPROVEMENT PROJECTS

The District’s Capital Improvement Project (CIP) totals \$130,590,000 for FY2024 and \$226,925,000 for FY2025 . The projects included in this budget are consistent with the District’s water and sewer master plans, which identify projects as being required for new development or replacement. CIP Projects are those that are not routine in nature and (1) result in a change of District operations, (2) bring facilities to a new service area where it is currently not available, (3) are required to keep the District in regulatory compliance, or (4) require additional staff. A description of each project is presented below.

The following table identifies the District’s previous CIP for the last 10 years.

CIP Budget Last 10 Years					
Fiscal Year	Water	Wastewater	Recycled Water	Other	Total
2013-2014	\$1,925,000	\$5,225,292	\$0	\$0	\$7,150,292
2014-2015	17,015,550	6,293,500	-	795,000	24,104,050
2015-2016	9,282,000	2,644,000	65,000	5,999,530	17,990,530
2016-2017	3,648,000	5,480,000	-	8,000,000	17,128,000
2017-2018	4,785,976	6,471,976	727,215	1,012,000	12,997,167
2018-2019	7,482,655	8,291,451	-	492,000	16,266,106
2019-2020	15,273,511	46,550,000	200,000	3,835,000	65,858,511
2020-2021	18,346,794	58,255,000	150,000	1,550,000	78,301,794
2021-2022	13,030,000	72,925,000	460,000	1,675,000	88,090,000
2022-2023	14,220,000	68,838,000	-	3,415,000	86,473,000

The District’s CIP projects are categorized by type. The table below summarizes the approved budgets for FY2024 and FY2025 as well as the anticipated budget for the following three years.

5 Year CIP by Type					
Type	Approved FY 23/24	Approved FY 24/25	Anticipated * FY 25/26	Anticipated * FY 26/27	Anticipated * FY 27/28
Wastewater	\$ 97,475,000	\$ 150,650,000	\$ 115,000,000	\$ 15,000,000	\$ 1,725,000
Water	30,515,000	73,725,000	61,900,000	27,200,000	12,200,000
Recycled Water	200,000	-	1,000,000	-	-
Other	2,400,000	2,550,000	1,975,000	1,000,000	1,000,000
<b>Grand Total</b>	<b>\$ 130,590,000</b>	<b>\$ 226,925,000</b>	<b>\$ 179,875,000</b>	<b>\$ 43,200,000</b>	<b>\$ 14,925,000</b>

\* The anticipated CIP budget has been prepared based on District Plans and are subject to change based on future needs



The top five Water/Wastewater CIP projects, as determined by budgeted cost (\$) over the next five years, are listed in the table below. This list also includes proposed and/or anticipated funding sources.

Top 5 CIP Projects for Water & Wastewater (5 Years)							
Project	Anticipated Funding Source	Proposed FY 23/24	Proposed FY 24/25	Anticipated* FY 25/26	Anticipated* FY 26/27	Anticipated* FY 27/28	5 Year Total
<b>Water</b>							
Elsinore Valley Dam Upgrades	Debt Issuance	\$ 750,000	\$ 25,000,000	\$ 35,000,000	\$ 10,000,000	\$ -	\$ 70,750,000
CLWTP Master Plan Phase I Improvements	Debt Issuance	13,750,000	27,000,000	13,750,000	-	-	54,500,000
Mills Capacity Line (12CFS)	Debt Issuance	800,000	13,500,000	-	-	-	14,300,000
Lee Lake Well Conversion	Debt Issuance	4,500,000	2,750,000	-	-	-	7,250,000
Bundy Ave Water Line Relocation	Developer Funding	-	-	400,000	4,000,000	-	4,400,000
<b>Wastewater</b>							
Regional WRF Expansion-Construction	SRF-State Revolving Fund Loan	67,000,000	80,000,000	53,000,000	-	-	200,000,000
Sedco Septic-to-Sewer Planning	Grant Funding	11,200,000	19,000,000	19,000,000	7,500,000	-	56,700,000
Diamond Regional Liftstation	SRF-State Revolving Fund Loan	7,000,000	17,000,000	14,000,000	-	-	38,000,000
Avenues Septic-to-Sewer	Grant Funding	5,300,000	15,300,000	10,300,000	-	-	30,900,000
Diamond Regional Lift Station Dual Force Main	SRF-State Revolving Fund Loan	3,000,000	8,000,000	6,000,000	-	-	17,000,000

\* The anticipated CIP budget has been prepared based on District Plans and are subject to change based on future needs

The following is a description of each project for the proposed budget for FY2024 and FY2025 followed by a complete list of the projects including their funding source.

**RWRF Expansion - Construction - \$67,000,000 (FY 2024) & \$80,000,000 (FY 2025)**

The Regional Water Reclamation Facility (RWRF) is projected to reach its design capacity in the near future. To meet future demands, the Project will expand the average daily capacity from 8.0 to 12.0 mgd. The Project includes new bar screens and grit removal tank, a new 4.0 mgd membrane bioreactor, a new 12 mgd UV system, and sludge processing facilities. The estimated total Project cost is approximately \$200 million and will be funded by a low interest loan from the State of California Revolving Fund as well as the BOR Title XVI program.

**CLWTP Master Plan Phase I Improvements - \$13,750,000 (FY 2024) & \$27,000,000 (FY 2025)**

The proposed Project will demolish the existing intake pump station, static mixers, clarifier, and chemical feed area. The Project will construct a new intake pump station at the lake; new static mixers and sedimentation/flocculation basins; new equipment for per- and polyfluoroalkyl substances (PFAS), taste and odor treatment; new booster and backwash pump stations; and chemical and maintenance buildings. The proposed improvements, as well as construction staging areas, will be located within the boundary of the existing CLWTP.

**Elsinore Valley Dam Upgrades - \$750,000 (FY 2024) & \$25,000,000 (FY 2025)**

Elsinore Valley Dam, previously known as Lee Lake Dam, is an earthen embankment dam constructed in 1893 across Temescal Canyon Wash. The California Department of Water Resources, Division of Safety of Dams (DSOD) considers Elsinore Valley Dam (DSOD No. 818-2) to be a significant hazard facility due to the storage capacity, dam height, and the proximity to populated areas downstream of the Dam. The Dam has hydraulic deficiencies and DSOD has claimed that it has seismic deficiencies with potentially liquefiable foundation soils. The presence of potentially liquefiable soils beneath the dam has been verified as part of the geotechnical investigations that have been undertaken for the Project.

EVMWD plans to upgrade the dam by removing and replacing the existing dam. The new dam will maintain the same spillway crest elevation, but will add a new larger side channel spillway to provide the required freeboard during the design flood. The new spillway will be located along the right abutment and founded on bedrock. A new outlet tower and pipeline will also be constructed.

**Sedco Hills Septic to Sewer Planning - \$11,200,000 (FY 2024) & \$19,000,000 (FY 2025)**

The Project will convert about 700 existing septic customers to sewer by installing about 40,800 linear feet of sewer main and lateral pipelines within roadway rights-of-way. The new sewer lines will connect to existing sewer mains underneath Mission Trail, Malaga Road, and Lemon Street. Should additional engineering hydraulic analysis determine that the existing 21-inch diameter sewer main in Mission Trail requires capacity increases, EVMWD also proposes installing a new 48-inch diameter sewer line in Mission Trail over a length of 3,200 linear feet. The Project is anticipated to generate 130,000 gallons per day of wastewater, which would be transported to the EVMWD Regional Water Reclamation Facility. Existing septic tanks serving the residents would be abandoned per Riverside County Health Department requirements. This project will be fully grant funded.

**Diamond Regional Lift Station - \$7,000,000 (FY 2024) & \$17,000,000 (FY 2025)**

This Project is the construction of the Diamond Regional Sewer Lift Station (DRSLS) which will receive raw wastewater and pump it through two new parallel 18-inch and 24-inch HDPE force mains and discharge into to an existing junction structure connecting to an existing 54-inch gravity sewer pipeline along Lakeshore Drive.

Construction Package 1 includes the construction of the DRSLS, removal of the Interim Summerly Lift Station and the Back Basin Groundwater Filtration Plant Lift Station, and downsizing of the B-1 Lift Station. Construction Package 2 is a separate project and includes construction of the 24-inch and 18-inch HDPE Diamond Regional Sewer Dual Force Mains.

**Avenues Septic to Sewer - \$5,300,000 (FY 2024) & \$15,300,000 (FY 2025)**

The Project will convert about 250 existing single-family residential septic customers to sewer, which involves installing about 14,000 linear feet of sewer main and lateral pipelines within roadway rights-of-way. The new sewer lines will connect to one of two existing sewer mains underneath East Lakeshore Drive. The Project is anticipated to generate 62,500 gallons per day of wastewater, which will be transported to the EVMWD Regional Water Reclamation Facility. Existing septic tanks serving the residents will be abandoned per Riverside County Health Department requirements. This project will be fully grant funded.

**Mills Capacity Line (12 CFS) - \$800,000 (FY 2024) & \$13,500,000 (FY 2025)**

The Project considers buying capacity in the Mills Gravity Pipeline to import water coming from the State Water Project. By having conveyance capacity in the Mills Gravity Pipeline, the District will be able to maintain existing system capacity to meet water demands and reduce costs compared to leasing alternatives.

**Diamond Regional Lift Station Dual Force Main - \$3,000,000 (FY 2024) & \$8,000,000 (FY 2025)**

This Project is the construction of the Diamond Regional Sewer Lift Station Dual Force Mains (DRSFM), which will





convey raw wastewater from the Diamond Regional Sewer Lift Station (DRSLS) through two new parallel 18-inch and 24-inch HDPE force mains and discharge into to an existing junction structure connecting to an existing 54-inch gravity sewer pipeline along Lakeshore Drive.

Construction Package 1 is a separate project and is the construction of the DRSLS and removal of the Interim Summerly Lift Station and the Back Basin Groundwater Filtration Plant Lift Station, and the downsizing of the B-1 Lift Station. Construction Package 2 includes construction of the 24-inch and 18-inch HDPE Diamond Regional Sewer Dual Force Mains.

#### Highway 74 / Ethanac Sewer Extension (ARPA) - \$6,500,000 (FY 2025)

This Project is a part of the Riverside County American Rescue Plan Act (ARPA) funds to support necessary water and sewer infrastructure improvements. This Project is for the planning, design, and construction of approximately 12,500 feet of 15-inch gravity sanitary sewer main within State Highway 74, between Wasson Canyon Road and Elmer Street, and within Wasson Canyon Road, between State Highway 74 and Mauricio Avenue. This Project is located within EVMWD's Regional Water Reclamation Facility sewer shed and will make sanitary sewer service available to the Meadowbrook Community. In addition to providing sanitary sewer service to future development in accordance with EVMWD's 2016 Sewer System Master Plan, this Project will also facilitate the future conversion of existing on-site septic tanks which will improve groundwater quality.

#### Lee Lake Well Conversion - \$4,500,000 (FY 2024) & \$2,750,000 (FY 2025)

The Lee Lake Wells Project is a part of the Near-Term Water Supply Program developed by the District to meet anticipated potable water demand, maximize assets in the Lee Lake Groundwater Basin, and ultimately provide a more local, sustainable water supply. This Program aims to optimize groundwater resources to increase potable supply while reducing dependence on imported water sources. The Project site is located on a District-owned parcel (Assessor Parcel Number 393-139-001), approximately 1,200 feet southeast of the intersection of Temescal Canyon Road and Horsethief Canyon Road in Corona, California.

#### A-5 Lift Station Replacement - \$750,000 (FY 2022) & \$2,800,000 (FY 2023)

In 2020, the District completed a comprehensive condition assessment of five (5) lift stations. The A-5 Lift Station was determined to be a critical lift station, requiring rehabilitation. This Lift Station was built in 1970 and is located at the intersection of Oleander Drive and Avondale Way in the County of Riverside. This Project will evaluate design alternatives for the rehabilitation of the A-5 Lift Station and will ultimately lead to construction.

#### Pipeline from Tomlin 1 to Los Pinos 2 - \$2,700,000 (FY 2024)

The Project will replace approximately 5,100 LF of the existing 6-inch water main between the Tomlin 1 Pump Station and Tomlin 2 Reservoir. The existing pipes are near the end of their useful life and in order to meet the required fire flow demands in the area, the pipeline will need to be up-sized to 8-inch. The Pipeline is located within the Cleveland National Forest area along steep mountainous terrain. In addition to the pipeline upgrades, the Project will rehabilitate and stabilize the eroded maintenance access road.

#### Upsize Blending Line at Diamond - \$2,000,000 (FY 2024)

The District owns and operates thirteen (13) domestic groundwater production wells located in the Elsinore, Coldwater, and Bedford Groundwater Basins. These wells are important infrastructure components to optimize the use of local groundwater supply which accounts for 30% of the District's water supply. Some of the groundwater produced from the District's wells must be treated and/or blended with other potable sources of water before it is delivered to customers. The District constructed a pipeline in 2011 from the Diamond and Summerly Wells to blend water with the Cereal No. 1 and Corydon Street Wells to comply with maximum containment levels (MCLs).

Approximately 3,000 LF of this blending pipeline located between Summerly Well and Diamond Well along Diamond Drive is reduced to 12-inch from a 20-inch pipe. This Project will involve upsizing the 12-inch section of the blending line to improve operational flexibility and reliability. The District funded \$150,000 in FY 2022 and \$500,000 in FY 2023. This brings total Project funding to \$2,650,000.

#### Reservoir Demolition Program - Trtan Demolition- \$1,800,000 (FY 2024)

The District acquired multiple reservoirs through the acquisition of Elsinore Water District (EWD) in 2011. Upon acquisition of EWD, some reservoirs were abandoned, and the customers were consolidated into the District's existing water system. The District has developed a list of reservoirs to be included as a part of the Reservoir Demolition

Program. This Project will include the demolition and construction costs for Trtan Tanks as well as the relocation of required SCADA and AMI equipment.

#### Reservoir Demolition Program - \$500,000 (FY 2022)

The District acquired multiple reservoirs through the acquisition of Elsinore Water District (EWD) in 2011. Upon acquisition of EWD, some reservoirs were abandoned, and the customers were consolidated into the District's existing water system. The District has developed a list of reservoirs to be included as a part of the Reservoir Demolition Program. The list includes Trtan Tanks, Howell Tanks, Brewer Tank, Beck Reservoir, Leach Canyon Tank, and Junkle Tank. The Program will include the design for demolition of six reservoir sites and the demolition of Brewer Tank. Previous approved budgets include \$200,000 in FY 2013, \$150,000 in FY 2014, and \$182,855 in FY 2020. This will increase the budget to \$1,032,855 in total.

#### Downtown Sewer Replacement - \$500,000 (FY 2024) & \$1,500,000 (FY 2025)

The existing sewers in downtown Lake Elsinore are undersized and over 100 years old. The existing 6-inch sewer lines have significant structural damage and require frequent cleaning and flushing. To avoid sewer blockages and sanitary sewer overflows and reduce operations and maintenance costs, certain sewer lines in this area need to be replaced, repaired, and/or upsized to an 8-inch pipe. The Project proposes to replace approximately 3,700 linear feet of aged sewer main. An amount of \$300,000 was previously budgeted for this Project in FY 2021, and \$2,000,000 was budgeted in FY 2023. This will increase the budget to \$4,300,000 in total.

#### Corydon Well Replacement - \$1,800,000 (FY 2025)

Corydon Well was constructed in 1983 and is located near Corydon Road and Mission Trail in the City of Wildomar. The Well extracts from the Elsinore Groundwater Basin and was originally drilled to a total depth of 1920 feet below ground surface with an original pumping capacity of 4,000 gallons per minute (gpm). The Well has exceeded its life expectancy and its efficiency has considerably decreased over time. Currently, its pumping capacity is only 25% of the Well's original pumping capacity. The Project entails replacement of the existing Corydon Well with a new well to ensure that the District can continue to extract its safe yield from the Elsinore Groundwater Basin. The District funded \$600,000 in FY 2023, bringing total Project funding to \$2,400,000.

#### Condition Assessment of MCCs (LS, PS, Wells) - \$1,000,000 (FY 2024) & \$1,000,000 (FY 2025)

This Project includes a condition assessment of the Motor Control Centers and Pump Control Panels covering the District's lift stations, well head facilities, pump stations, and treatment plants. Some facilities have obsolete components making it difficult to find replacement parts. The condition assessment will provide an equipment schedule, priority list for replacement, and availability of replacement parts or complete replacement units. The next phase of the Project will include the design to replace or rehabilitate facilities noted in the condition assessment report. An amount of \$500,000 was funded in FY 2020, \$500,000 in FY 2021 and \$500,000 in FY 2023 for this Project. This brings Project funding to \$3,500,000 in total.

#### Pump Station Rehabilitation-1 - \$500,000 (FY 2024) & \$1,000,000 (FY 2025)

The District's existing water system consists of 41 pressure zones; within these zones, 54 booster pump stations. Pump stations are used to pump water from lower to higher pressure zones, as needed. In FY 2023, the District completed a comprehensive Pump Station Condition Assessment and Prioritization Project which evaluated eight (8) pump stations. The findings from the condition assessment will be compiled into a report that includes a phased CIP prioritization plan; this report will serve as the basis in identifying the scope of the Pump Station Rehabilitation-1 Project.

#### Horsethief WRF DB Rehab & Expansion - Construction - \$1,000,000 (FY 2024)

This Project expands and upgrades the Horsethief Canyon Water Reclamation Facility (HTCWRF). The expansion will increase the average daily capacity from 0.5 mgd to 0.8 mgd. The additional flows are expected from planned development in the area and the developers are funding the expansion. The Project also includes construction of several critical upgrades to the existing HTCWRF to improve plant reliability and provide redundancy features.

#### SCADA Radio & Switch Upgrade - \$975,000 (FY 2025) IT

The District uses SCADA to remotely monitor and operate equipment and facilities, thereby saving staff time and allowing faster response time and problem resolution. The purpose of this Project is to upgrade SCADA infrastructure to meet the latest cybersecurity requirements and provide a more secure/robust communications network for District



water and wastewater facilities.

#### SCADA SiteView Nodes Upgrade - \$750,000 (FY 2024) IT

The District uses SCADA to remotely monitor and operate equipment and facilities, thereby saving staff time and allowing faster response time and problem resolution. The purpose of this Project is to upgrade SCADA infrastructure to meet the latest cybersecurity requirements.

#### Chlorine Contact Basin Covering-Permanent Cover RRCWRF - \$650,000 (FY 2024)

The Railroad Canyon Water Reclamation Facility (RRCWRF) is a scalping plant that treats wastewater flows from the Canyon Lake and Canyon Hills areas. The RRCWRF was built in 1982 and upgraded in 1991 and 2004. Wastewater flows that cannot be treated at the plant along with all waste activated sludge (WAS) generated at the plant are conveyed to the Regional Water Reclamation Facility for treatment.

Sunlight, specifically ultraviolet (UV) radiation, degrades chlorine residuals in uncovered chlorine contact basins. A permanent cover is proposed to prevent degradation and to protect the Chlorine Contact Basin from UV. This Project involves the installation of a permanent retractable cover for the Chlorine Contact Basin to replace the existing temporary cover. The District funded \$500,000 in FY 2022, bringing total Project funding to \$1,150,000.

#### Ranspot Ave & Peeler Ave Main Replacement - \$500,000 (FY 2024)

Ranspot Avenue and Peeler Avenue are located within the County of Riverside in the Lakeland Village Community. The existing pipeline on Ranspot Avenue is a 1.5-inch steel water main and is approximately 680 LF. The existing pipeline on Peeler Avenue is a 1.5-inch steel water main and is approximately 600 LF. The steel water mains are experiencing corrosion issues and need replacement. This Project will upsize the existing piping, consolidate pressure zones, and provide fire flow capacity to the area. Previous approved budgets include \$400,000 in FY 2021 and \$500,000 in FY 2022. This will increase the budget to \$1,400,000 in total.

#### Condition Assessment of Lake Aeration Equip & Controls - \$500,000 (FY 2024) & \$500,000 (FY 2025)

Construction of the Lake Elsinore Aeration and Mixing System (LEAMS) was completed in 2008 by the Lake Elsinore San Jacinto Watershed Authority (LESJWA) to improve water quality by improving dissolved oxygen concentration. The aeration system is operated by EVMWD, whereas the mixing system is operated by the City of Lake Elsinore. Currently, the reported nitrogen and phosphorous removal rates are insufficient. Additionally, the Lakeshore and Grand Avenue water quality data loggers (YSI Sondes) constantly fail due to oil, temperature, etc. and must be reset manually by Operations District staff. There have been known issues with the compressors and tubing. The Project will be based on the recommendations by Alex Horne Associates who completed a study in 2021 to improve nitrogen and phosphorous offsets and may involve a complete or partial system replacement.

#### Canyon Lake South Reservoir Driveway Improvements - \$500,000 (FY 2024)

The District owns the Canyon Lake South Reservoir site located along Blackhorse Drive in the City of Canyon Lake. The District leases portions of the property to two wireless providers. The District and the property owner of 3081 Blackhorse Drive share access through the Project's shared driveway, which connects both the Reservoir and adjacent property to Blackhorse Drive. The Project will replace the damaged driveway with a reinforced concrete driveway capable of handling all District and wireless provider vehicles and equipment.

#### Well Rehabilitation Program - \$500,000 (FY 2024) & \$500,000 (FY 2025)

The District owns and operates thirteen (13) domestic groundwater production wells located in the Elsinore, Coldwater, and Bedford Groundwater Basins. These wells are an important infrastructure component that optimizes the use of local groundwater supply which accounts for 30% the District's water supply. The wells also provide system capacity to meet peak demands. As a production well ages, the efficiency (commonly referred to as the well yield, flow, or performance) tends to decrease. A Well Rehabilitation and Replacement Program is required to increase the efficiency of the wells and to replace wells that have exceeded life expectancy and/or where their casings and boreholes have failed. The Program will be based on a prioritization plan with a target of rehabilitating or replacing one (1) well per fiscal year.

#### Railroad Canyon Water Reclamation Facility Aeration System Evaluation - \$500,000 (FY 2024)

Challenges with the aeration system at the Railroad Canyon Water Reclamation Facility have caused the treatment plant to operate at a reduced capacity. The Aeration System Evaluation involves the review of alternatives that will

temporarily improve the performance of the aeration system and address the capacity limitations. This includes the exploration of solutions that reduce secondary process blower discharge pressures, increase the delivery of air to the aeration basins, and increase oxygen transfer in the aeration basins. A permanent solution will be evaluated as part of a separate project at a later date.

Grand Ave Lakeland Village Community Center Sewer (ARPA) - \$500,000 (FY 2024)

This Project is a part of the Riverside County American Rescue Plan Act (ARPA) funds to support necessary water and sewer infrastructure improvements. This Project will construct approximately 400 LF of 8-inch sewer main on Grand Avenue to enable the Lakeland Village Community Center (LVCC) to connect to the new sewer main. With the completion of this Project, the LVCC can explore campus expansion opportunities to further improve and increase its services to this underserved community.

San Jacinto River Canyon Transmission Main - \$200,000 (FY 2024) & \$500,000 (FY 2025)

The Project involves the condition assessment of the 6" CMLC Skymeadows Pipeline and 33" CMLC San Jacinto Line. A 33" cement-mortar lined and coated transmission main runs from Lakeshore Drive to the Canyon Lake Water Treatment Plant. The District is concerned with the transmission main having a history of leaks. Because the transmission main is a critical pipeline, a condition assessment is suggested to determine necessary improvements.

San Bernardino Basin Assets (SBBA) Projects - \$500,000 (FY 2025)

The District prepared a San Bernardino Basin Assets study that evaluated alternatives to utilize the District's groundwater rights within the Bunker Hill Basin. The Project will evaluate the next steps, which include pipeline alignment and environmental evaluation for the proposed construction of a pipeline connecting the SBBA to the EVMWD water system. Previous approved budgets include \$250,000 in FY 2020, \$250,000 in FY 2021, \$500,000 in FY 2022 and \$500,000 in FY 2023. This will increase the budget to \$2,000,000 in total.

Sewer Manhole Rehabilitation - \$25,000 (FY 2024) & \$475,000 (FY 2025)

The District currently has over 10,000 manholes. Many of the manholes are not lined, and have structural damage to the concrete, due to hydrogen sulfide gasses. District staff routinely evaluates the condition of existing sewer manholes for corrosion and structural integrity. This Project will rehabilitate existing manholes that have been identified to be in critical condition and that have the potential to fail or collapse.

Replace/Add Import Meters at TVP & AVP with AMI Capable Meters - \$350,000 (FY 2024)

The District completed a System Optimization Review (SOR) Plan that evaluated and prioritized opportunities to better assess and reduce water loss in the potable system. The SOR Plan recommends all source meters be integrated with the District's Advanced Monitoring Infrastructure (AMI) system. The Project will include replacing the existing import meter at the Auld Valley Pipeline (AVP) import connection with an AMI capable meter and installation of a new AMI capable meter downstream of the Temescal Valley Pipeline (TVP) import connection. These changes will allow more consistent information to be obtained and provide real time data for accounting and auditing purposes.

Pats Point Booster Upgrades - \$300,000 (FY 2024)

The Booster Station is currently located below ground and poses confined space issues. The Project will include booster station upgrades and eliminate the confined space by relocating the system above ground. The Project also relocates the pump station out of the public right of way and into a building to align with current District standards. The District funded \$35,000 in FY 2022 and \$750,000 in FY 2023. This will bring total Project funding to \$1,085,000.

Blackhorse Driveway Waterline Project - \$300,000 (FY 2024)

The District owns the Canyon Lake South Reservoir site located along Blackhorse Drive in the City of Canyon Lake. The District leases portions of the property to two wireless providers. The District and the property owner of 3081 Blackhorse Drive share access through the Project's shared driveway, which connects both the Reservoir and adjacent property to Blackhorse Drive. The Project will include the replacement of approximately 460 LF of 8-inch diameter AC water main that runs under the driveway with a new 8-inch PVC water main adjacent to the driveway.

Risk & Resiliency Assessment of Water Infrastructure / ERP Update - \$300,000 (FY 2025)

On March 27, 2019, the United States Environmental Protection Agency (EPA) published "*New Risk Assessment and Emergency Response Plan Requirements for Community Water Systems*" (Reference: *Federal Register, Volume*



84, No. 59, pages 11536-11538). Earlier on October 23, 2018, the America's Water Infrastructure Act (AWIA) of 2018 was signed into law and its Section 2013 amended Section 1433 of the Safe Drinking Water Act (*U.S.C. 300i-2*) requiring community water systems serving more than 3,300 persons to complete Risk and Resilience Assessment (RRA) of its water system.

To meet this regulation, EVMWD submitted to the EPA Administrator on March 31, 2020, a certification that the District has conducted an RRA in accordance with the requirements of the AWIA. An update to the RRA is required every five years. This Project is to update the RRA for District's water systems.

#### Chemical Feed Rehab at Back Basin GWTP - \$250,000 (FY 2024)

A 2019 inspection of the Back Basin Groundwater Treatment Plant (BBGWTP) identified that the chemical piping and ferric chloride vent piping need improvements. The chemical pipes are not double walled with secondary containment pipe and are located overhead rather than in a trench. Additionally, vent pipes from the ferric chloride tanks join into one (1) vent pipe that penetrates the aluminum roof of the BBGWTP. Due to off gassing of the ferric chloride, the roof has been corroded by the ferric salt fumes. The Project will include re-routing the overhead chemical piping into a pipe trench in the floor and along the walls only. The Project will also include the re-routing of the existing ferric chloride vent and chemical air scrubbers. The District funded \$500,000 in FY 2022, bringing total Project funding to \$750,000.

#### Feasibility Study – PDR Emerging Constituents Treatment - \$250,000 (FY 2025)

The Elsinore Valley Municipal Water District (EVMWD) needs to meet all regulatory requirements and plan for managing emerging constituents as it relates to its water supplies. The raw water quality at different locations within the Elsinore Groundwater Basin varies significantly and contains contaminants such as arsenic, vanadium, nitrate, and PFAS. This makes groundwater treatment and operations a complex undertaking. While current operational strategies such as local treatment and blending have been very effective, the evolving regulatory landscape makes it very challenging from an operations perspective. The goal of this Study is to evaluate treatment strategies that will mitigate compliance risk for EVMWD as the regulatory landscape evolves with respect to emerging constituents.

#### Western County Regional Desal Feasibility Study - \$250,000 (FY 2024)

The study will explore the feasibility of constructing a coastal desalination plant on Camp Pendleton and require conveyance facilities.

#### Nitrification Monitoring Plan Update - \$200,000 (FY 2024)

Nitrification water quality testing is a Safe Drinking Water Act (SDWA) and SWRCB-DDW permit compliance requirement because EVMWD provides chlorination treatment, to ensure the safety of drinking water supplies in the distribution system. EVMWD's existing nitrification testing follows the nitrification monitoring plan prepared in 2005-2006. The nitrification monitoring plan update will account for the improvements and changes to the drinking water system and system operations that have occurred over the past several years, it will outline the framework to ensure compliance with the SDWA and SWRCB DDW permit requirements applicable to EVMWD.

#### Disinfection By-Product Plan Update - \$200,000 (FY 2025)

Disinfection By-products (DBP) monitoring is a Safe Drinking Water Act (SDWA) and SWRCB-DDW permit compliance requirement, due to the maintenance of disinfectant residual to ensure the safety of drinking water supplies in the distribution system. EVMWD's existing DBP testing follows the DBP monitoring plan, prepared in 2011-2012, to address Stage-2 DBP Regulations. The DBP Plan Update will account for the improvements and changes to the drinking water system and operations that have occurred over the past several years and ensure continued compliance with emerging DBP regulations and new SWRCB DDW permits.

#### Urban Water Management Plan Update - \$200,000 (FY 2025)

The existing UWMP was prepared in 2020; EVMWD is required to update the UWMP in 2025 in accordance with the California Water Code and current applicable Water Shortage Contingency Plan Stage regulations and guidelines. The 2025 UWMP update will comply with the Water Code and meet the requirements of Guidance provided by the Department of Water Resources on UWMP preparation. Relevant statutes for compliance include the Urban Water Management Planning Act, the Water Conservation Act of 2009 (aka SB X7-7, aka 20x2020), SB 610 and SB 221.

**Cross-Connection Control Ordinance Update - \$150,000 (FY 2024)**

Cross-Connection Control and backflow protection of potable water is a requirement under SDWA and SWRCB drinking water permits. Assembly Bill 1671, amendment to CA Health and Safety Code, required the SWRCB to adopt Statewide standards for backflow protection and cross-connection control. The update to EVMWD's existing cross-connection control ordinance will ensure compliance with emerging SWRCB cross-connection regulations and policies anticipated in late 2023.

**Recycled Water Rules and Regulations Update - \$100,000 (FY 2024)**

The Project entails an update to the District's Recycled Water Rules and Regulations (RW R&R) for distribution and use of recycled water in District's service areas. Standards and practices associated with ensuring proper use of recycled water have evolved since EVMWD's RW R&R were adopted in 2005. The District funded \$60,000 in FY 2022, bringing the total Project funding to \$160,000.

**Horsethief Percolation Pond Evaluation - \$100,000 (FY 2024)**

The Project is to evaluate the capacity of existing percolation ponds to determine if it needs to be expanded based on the projected growth for Horsethief Area.

**Water Quality & Lab Compliance Planning - \$100,000 (FY 2024) & \$75,000 (FY 2025)**

The Project entails specialized professional lab consulting services for upgrades to the lab's existing Quality Management Systems (QMS) to comply with recently adopted CA ELAP Regulations by SWRCB. The new regulations require ELAP certified laboratories to implement the NELAC Institute (TNI) standards. The TNI standards affect various aspects of the lab's QMS and accreditation. The consulting services will include GAP assessment and implementation of QMS program improvements to achieve compliance with applicable CA ELAP regulations.

**Disinfection Profiling & Benchmarking Study - CLWTP - \$100,000 (FY 2025)**

The Project entails a specialized study to profile and benchmark the disinfection process and byproducts formation due to treatment process changes/improvements at the CLWTP, as per the Surface Water Treatment Regulation. The Study will support the drinking water permitting for Canyon Lake WTP improvements, and regulatory compliance.

**Economic Analysis of Water Conservation - \$90,000 (FY 2024)**

The Study will evaluate the impacts of water conservation on the District. The analysis will provide a technical estimation of the economic benefits of conservation efforts for lowering water bills in the last 15-20 years.

**Comprehensive Potable Water Distribution System Operations & Monitoring Plan - \$75,000 (FY 2024) & \$75,000 (FY 2025)**

The Project entails the preparation of a comprehensive operations and monitoring plan for the water distribution system as per requirements under the Safe Drinking Water Act and associated CA drinking water regulations. The Plan will support future permitting of drinking water facilities.

**Purchase of Regional Properties - \$50,000 (FY 2024) & \$50,000 (FY 2025)**

Periodically, the District purchases property surrounding the Regional Water Reclamation Facility. This practice was initiated to remediate nuisance claims that oftentimes arise when residential uses are in close proximity to a wastewater treatment plant. As part of the on-going program, the District will consider purchasing additional lots as they become available.

**DWR Annual Water Budget Evaluation - LAM - \$50,000 (FY 2024) & \$50,000 (FY 2025)**

The Study is to review and evaluate the DWR provided budget based on the upcoming land use ordinance and develop a strategy for compliance.

**Software Upgrade - LIMS - \$50,000 (FY 2024)**

The Project is to purchase new Lab Information Management System (LIMS) software and implementation of LIMS system.

**CAPITAL IMPROVEMENT PROGRAM  
APPROVED FY2024 & FY2025 BUDGET**

No.	Project Title	Item	CIP Amount	Fund No.	Source of Funding
<b><u>FY2024</u></b>					
1	Regional Water Reclamation Facility Expansion-Construction		\$ 67,000,000	SRF	State Revolving Fund Loan
2	CLWTP Master Plan Phase I Improvements		13,750,000	Debt	Debt Funded
3	Sedco Septic to Sewer Planning		11,200,000	Grant	Grant Funded
4	Diamond Regional Liftstation		7,000,000	SRF	State Revolving Fund Loan
5	Avenues Septic to Sewer		5,300,000	Grant	Grant Funded
6	Lee Lake Well Conversion		4,500,000	520	Source of Supply Capacity
7	Diamond Regional Liftstation Dual Force Main		3,000,000	SRF	State Revolving Fund Loan
8	Pipeline from Tomlin 1 to Los Pinos 2		2,700,000	318	Elsinore Water Replacement
9	Upsize Blending Line at Diamond		2,000,000	318	Elsinore Water Replacement
10	Reservoir Demolition Program - Trtan		1,800,000	318	Elsinore Water Replacement
11	Horsethief WRF DB Rehab & Expansion		870,000	333	Regional Sewer Replacement
11	Horsethief WRF DB Rehab & Expansion		130,000	550	Regional Plant Capacity
12	Condition Assessment of MCCs (LS,PS,Wells)		570,000	318	Elsinore Water Replacement
12	Condition Assessment of MCCs (LS,PS,Wells)		400,000	333	Regional Sewer Replacement
12	Condition Assessment of MCCs (LS,PS,Wells)		10,000	319	Temescal Water Replacement
12	Condition Assessment of MCCs (LS,PS,Wells)		10,000	330	Recycled Water Replacement
12	Condition Assessment of MCCs (LS,PS,Wells)		10,000	530	General Purpose Property Tax Fund
13	Mills Capacity Line (12 CFS)		800,000	513	Transmission Facilities Capacity
14	Elsinore Valley Dam Upgrades		750,000	530	General Purpose Property Tax Fund
15	SCADA Site View Nodes Upgrade		619,500	318	Elsinore Water Replacement
15	SCADA Site View Nodes Upgrade		130,500	333	Regional Sewer Replacement
16	A-5 Lift Station Replacement		750,000	333	Regional Sewer Replacement
17	Chlorine Contact Basin Permanent Cover RR CYN WRF		650,000	333	Regional Sewer Replacement
18	Ranspot Ave & Peeler Ave Main Replacement		500,000	318	Elsinore Water Replacement
19	Downtown Sewer Replacement		500,000	250	Lake Elsinore Redevelopment Area I
20	Lake Aeration: Condition Assessment - Equipment & Controls		500,000	530	General Purpose Property Tax Fund
21	Canyon Lake South Reservoir Driveway Improvements		500,000	318	Elsinore Water Replacement
22	Grand Ave Lakeland Village Community Center Sewer (ARPA)		400,000	Grant	Grant Funded
22	Grand Ave Lakeland Village Community Center Sewer (ARPA)		100,000	560	Regional Sewer Capacity
23	Well Rehabilitation Program FY2023-24		500,000	318	Elsinore Water Replacement
24	Railroad WTP Aeration System Evaluation		500,000	333	Regional Sewer Replacement
25	Pump Station Rehabilitation 1		500,000	318	Elsinore Water Replacement
26	Add/Replace Meters at TVP and AVP with AMI Capable Meters		350,000	318	Elsinore Water Replacement
27	Pats Point Booster Upgrades		300,000	319	Temescal Water Replacement
28	Blackhorse Driveway Waterline Project		300,000	318	Elsinore Water Replacement

## CAPITAL IMPROVEMENT PROGRAM APPROVED FY2024 & FY2025 BUDGET

Item No.	Project Title	CIP Amount	Fund No.	Source of Funding
<b><u>FY2024 (continued)</u></b>				
29	Chemical Feed Rehab at Back Basin GWTP	250,000	318	Elsinore Water Replacement
30	Western Region Desalination Feasibility Study	250,000	520	Source of Supply Capacity
31	San Jacinto River Canyon Transmission Main	200,000	318	Elsinore Water Replacement
32	Nitrification Monitoring Plan Update	200,000	318	Elsinore Water Replacement
33	Cross-Connection Control Ordinance Update	150,000	318	Elsinore Water Replacement
34	Water Quality & Lab Compliance Planning	45,000	318	Elsinore Water Replacement
33	Water Quality & Lab Compliance Planning	45,000	333	Regional Sewer Replacement
33	Water Quality & Lab Compliance Planning	10,000	319	Temescal Water Replacement
35	Recycled Water Rules and Regulations Update	100,000	330	Recycled Water Replacement
36	Horsethief Perc Pond Evaluation	100,000	330	Recycled Water Replacement
37	Economic Analysis of Water Conservation	90,000	318	Elsinore Water Replacement
38	Potable Water Distrib System Operations & Monitoring Plan	75,000	318	Elsinore Water Replacement
39	Software Upgrade-LIMS	25,000	318	Elsinore Water Replacement
38	Software Upgrade-LIMS	25,000	333	Regional Sewer Replacement
40	Purchase of Regional Properties FY2023-24	50,000	550	Regional Plant Capacity
41	DWR Annual Budget Evaluation - LAM	50,000	318	Elsinore Water Replacement
42	Sewer Manhole Rehabilitation FY2023-24	25,000	333	Regional Sewer Replacement
<b><u>FY2024 TOTAL</u></b>		<b><u>\$ 130,590,000</u></b>		
<b><u>FY2025</u></b>				
43	Regional Water Reclamation Facility Expansion-Construction	80,000,000	SRF	State Revolving Fund Loan
44	CLWTP Master Plan Phase I Improvements	27,000,000	Debt	Debt Funded
45	Elsinore Valley Dam Upgrades	25,000,000	Debt	Debt Funded
46	Sedco Septic to Sewer Planning	19,000,000	Grant	Grant Funded
47	Diamond Regional Liftstation	17,000,000	SRF	State Revolving Fund Loan
48	Avenues Septic to Sewer	15,300,000	Grant	Grant Funded
49	Mills Capacity Line (12 CFS)	13,500,000	Debt	Debt Funded
50	Diamond Regional Liftstation Dual Force Main	8,000,000	SRF	State Revolving Fund Loan
51	Hwy 74/Ethanac Sewer Extionsion (ARPA)	6,500,000	Grant	Grant Funded
52	A-5 Lift Station Replacement	2,800,000	333	Regional Sewer Replacement
53	Lee Lake Well Conversion	2,750,000	520	Source of Supply Capacity
54	Corydon Well Replacement	1,800,000	318	Elsinore Water Replacement
55	Downtown Sewer Replacement	1,500,000	250	Lake Elsinore Redevelopment Area I



**CAPITAL IMPROVEMENT PROGRAM  
APPROVED FY2024 & FY2025 BUDGET**

<b>Item No.</b>	<b>Project Title</b>	<b>CIP Amount</b>	<b>Fund No.</b>	<b>Source of Funding</b>
<b><u>FY2025 (continued)</u></b>				
56	Condition Assessment of MCCs (LS,PS,Wells)	570,000	318	Elsinore Water Replacement
55	Condition Assessment of MCCs (LS,PS,Wells)	400,000	333	Regional Sewer Replacement
55	Condition Assessment of MCCs (LS,PS,Wells)	10,000	319	Temescal Water Replacement
55	Condition Assessment of MCCs (LS,PS,Wells)	10,000	330	Recycled Water Replacement
55	Condition Assessment of MCCs (LS,PS,Wells)	10,000	530	General Purpose Property Tax Fund
57	Pump Station Rehabilitation 1	1,000,000	318	Elsinore Water Replacement
58	SCADA Radio & Switch Upgrade	797,550	318	Elsinore Water Replacement
57	SCADA Radio & Switch Upgrade	148,200	333	Regional Sewer Replacement
57	SCADA Radio & Switch Upgrade	25,350	330	Recycled Water Replacement
57	SCADA Radio & Switch Upgrade	3,900	319	Temescal Water Replacement
59	San Jacinto River Canyon Transmission Main	500,000	318	Elsinore Water Replacement
60	SBBA Projects	500,000	520	Source of Supply Capacity
61	Lake Aeration: Condition Assessment - Equipment & Controls	500,000	530	General Purpose Property Tax Fund
62	Well Rehabilitation Program FY2024-25	500,000	318	Elsinore Water Replacement
63	Sewer Manhole Rehabilitation FY2024-25	475,000	333	Regional Sewer Replacement
64	Risk & Resiliency Assessment of Water Infrastructure	300,000	318	Elsinore Water Replacement
65	Feasibility Study - PDR Emerging Constituents Treatment	250,000	318	Elsinore Water Replacement
66	Disinfection By-Product Plan Update	200,000	318	Elsinore Water Replacement
67	Urban Water Management Plan Update 2025	200,000	318	Elsinore Water Replacement
68	Disinfection Profiling & Benchmarking Study - CLWTP	100,000	318	Elsinore Water Replacement
69	Water Quality & Lab Compliance Planning	33,750	318	Elsinore Water Replacement
68	Water Quality & Lab Compliance Planning	33,750	333	Regional Sewer Replacement
68	Water Quality & Lab Compliance Planning	7,500	319	Temescal Water Replacement
70	Potable Water Distrib System Operations & Monitoring Plan	75,000	318	Elsinore Water Replacement
71	Purchase of Regional Properties FY2024-25	50,000	550	Regional Plant Capacity
72	DWR Annual Budget Evaluation - LAM	50,000	318	Elsinore Water Replacement
73	Sewer Manhole Rehabilitation FY2023-24	25,000	333	Regional Sewer Replacement
<b>FY2025 TOTAL</b>		<b><u>\$ 226,925,000</u></b>		



# **BUDGET STATEMENTS**



## FUND STRUCTURE

The District accounts for the activities of its Water, Recycled Water, Wastewater, and Engineering operations in enterprise funds. These activities closely resemble those of private business enterprises where services are provided on a continuous basis and are substantially financed by revenues derived from user charges.

District activities not directly tied to an enterprise fund are accounted for in one of the other following types of funds or programs. Programs are accounted for within the funds they are closely related to.

**General Fund:** This is the general operating fund for the District, which accounts for all resources not required to be accounted for in other funds. The total general fund costs are then allocated to the enterprise funds, proportionate to the labor costs in each of the enterprise funds.

**Special Revenue Funds:** The District utilizes these funds to account for the proceeds of specific revenue sources that are legally restricted or earmarked for a specific purpose.

**Internal Service Program:** This program type is used to account for the financing of goods and services by one fund to other funds of the District on a cost allocation basis. The District's Vehicles and Equipment, Computers, Facilities and Capital Outlays programs are all accounted for as Internal Service programs. These program costs are allocated to the enterprise funds and vary based on the program. For Vehicles & Equipment and Computers, costs are allocated based on estimated use/location of equipment. Facilities allocation is based on estimated square foot usage.

**Capital Projects Program:** These funds are used by the District to account for financial resources used in the acquisition and improvement of major capital facilities.

**Debt Service Program:** The District utilizes these funds to account for the accumulation of resources for and payments of all general long term debt principal and interest.

**Rate Stabilization Program:** The District utilizes these funds to allow for incremental increases to annual water, recycled water and wastewater rates, so as to offset large increases due to extraordinary circumstances.

Beginning on page 109 is a listing of all the District's funds and programs. This listing indicates the specific fund/program type per the following table and includes the fund and program number, title, purpose and source of revenues.

A cash flow diagram illustrating the sources/uses of funding for all District's fund/program categories is included on page 157.

A number of District departments perform functions supporting water, recycled water and wastewater operations. The chart on page 114 shows the relationship between the District's divisions, departments, sections, and the funds/programs that are charged for their activities.

## FUND STRUCTURE

<b><u>Fund/Program</u></b>	<b><u>Description</u></b>
<b><u>Type</u></b>	
W	Water Operating
RW	Recycled Water Operating
WW	Wastewater Operating
RS	Rate Stabilization
G	General
IS	Internal Service
SR-WR	Special Revenue – Water Replacement
SR-RWR	Special Revenue – Recycled Water Replacement
SR-WWR	Special Revenue – Wastewater Replacement
SR-TX	Special Revenue – Assessments and Taxes
SR-WC	Special Revenue – Water Capacity
SR-WWC	Special Revenue – Wastewater Capacity
SR-RWC	Special Revenue – Recycled Water Capacity
CP	Capital Projects – Construction
DS-COP	Debt Service – Certificates of Participation
DS-WRB	Debt Service – Water Revenue Bonds
DS-LN	Debt Service – Loan
DS ADV	Debt Service – Advance from U.S. Government
DS-CFD	Debt Service – Community Facilities District

**LIST OF FUNDS/PROGRAMS**

<b>Fund/ Program</b>	<b>Type</b>	<b>No.*</b>	<b>Title</b>	<b>Purpose</b>	<b>Source of Revenues</b>
W		20	Elsinore Water	To account for revenues and expenditures relating to operating the Elsinore Divisions potable water system, which includes the Canyon Lake Water Treatment Plant.	Water sales, service charges, and other user fees and charges
W		25	Temescal Potable Water	To account for revenues and expenditures relating to operating the Temescal Divisions potable water system.	Water sales, service charges, and other user fees and charges
WW		30	Wastewater	To account for revenues and expenditures of operating the Regional, Canyon Lake, Horsethief and Southern Wastewater systems, including the Regional, Railroad Canyon and Horsethief Wastewater Treatment Plants.	Wastewater service charges and standby fees for the Regional, Canyon Lake, Horsethief and Southern service areas
RW		35	Recycled Water	To account for revenues and expenditures relating to providing recycled water.	Recycled water sales
IS		40	Lake Maintenance	To segregate District expenses attributed to the ongoing maintenance of Lake Elsinore	Revenue collected from city and county; Transfer from the General Purpose Property Tax fund
RS		20/320	Rate Stabilization	As detailed in the District's Master Resolution, the District deposits amounts from current water, recycled water, and wastewater revenues to a balance not exceeding \$3,000,000. These funds are used to pay for unusual and unexpected operating costs.	Transfers from water, recycled water, and wastewater operating funds
G		15/110	General	To accumulate general, administrative (including portions of facilities and computer allocations), fringe benefit expenses, and general and administrative departmental capital outlays for allocation to proper divisions, projects and funds; and to account for fixed assets, cash, liabilities and inter-fund payables and receivables.	Portion of allocation of District-wide interest income
IS		15/116	Vehicles & Equipment	To account for charges relating to the maintenance and operation of the District's fleet of vehicles and various equipment.	Allocated charges to other funds for the use of vehicles and equipment
IS		15/117	Engineering	To accumulate revenues and track engineering and inspection expenditures related to developer and District-sponsored projects and engineering services provided to operations and the public.	Various sources including capital revenue fund transfers, developer deposits, engineering service fees, transfers from operations for services provided to operations and from general purpose property tax fund for services provided to the public which cannot otherwise be identified with capital projects
IS		15/121	Information Technology	To account for charges relating to the maintenance and operation of the District's computer equipment.	Allocated charges to other funds for the use of computer equipment
IS		15/122	Facilities	To account for charges relating to the maintenance and operation of the District's headquarters.	Allocated charges to other funds for the use of the District's headquarters

**LIST OF FUNDS/PROGRAMS**

<b>Fund/ Program</b>	<b>Type</b>	<b>No.*</b>	<b>Title</b>	<b>Purpose</b>	<b>Source of Revenues</b>
IS		15/310	Capital Outlays	To account for capital outlays by departments and funds.	Transfers from other funds that received a benefit from the purchase of capital outlays
SR-WR		20/318	Elsinore Water	To fund replacement project expenditures required for replacements in the Elsinore Water Division service area.	Transfers from the Elsinore Water Division Operating Fund 20
SR-WR		25/319	Temescal Water	To fund replacement project expenditures required for replacements in the Temescal Water Division's service areas.	Transfers from the Temescal Water Division Operating Fund 25
SR-RWR		35/330	Recycled Water	To fund replacement project expenditures required for replacements in the Recycled Water system	Transfers from the Recycled Water Division Operating Fund 35
SR-WWR		30/333	Wastewater	To fund replacement project expenditures required for replacements in the Districts Wastewater service area.	Transfers from the Wastewater Operating Fund 30
SR-TX		50/250 & 50/254	Redevelopment Area	To account for tax increment revenues received and subsequent capital project expenditures in Redevelopment Agency Project Area 1.	Annual tax increments received from Riverside County, which were collected in Lake Elsinore RDA Area I
SR-TX		50/530 & 50/531	General Purpose Property Taxes	To account for general purpose property taxes received from Riverside County	Designated apportionment of Riverside County 1% general purpose property taxes
SR-TX		50/570 & 50/571	Water Standby Charges	To account for Standby Charges on both improved and unimproved property used for maintenance and improvement	Standby charges are based on a per acre basis, which are placed on the Riverside County annual tax rolls
SR-WC		20/510	Storage Participation	To account for the per EDU tank fee charge collected and earmarked for debt repayment or funding of reservoir construction.	Fee collected from the public for connection to District facilities
SR-WC		20/511	Temescal Valley Project Participation	To account for the per EDU TVP fee charge collected and earmarked for debt repayment or funding of construction of the Temescal Valley Project.	Fee collected from the public for connection to District facilities
SR-WC		20/512	Pumping Plant Participation	To account for the per EDU pumping plant fee charge collected and earmarked for debt repayment or funding of booster pump construction.	Fee collected from the public for connection to District facilities

LIST OF FUNDS/PROGRAMS

<b>Fund/ Program Type</b>	<b>No.*</b>	<b>Title</b>	<b>Purpose</b>	<b>Source of Revenues</b>
SR-WC	20/513	Transmission Facilities Participation	To account for the per EDU transmission facilities fee charge collected and earmarked for debt repayment or funding of expanding the District's water transmission facilities.	Fee collected from the public for connection to District facilities
SR-WC	20/520	Supply Facilities Participation	To account for the per EDU source of supply fee charge collected and earmarked for debt repayment or funding of expanding the District's source of water supply.	Fee collected from the public for connection to District facilities
SR-WWC	30/550	Regional Plant Capacity	To account for the per EDU connection fee charge collected and earmarked for debt repayment or funding of Regional treatment plant upgrades and expansion.	Fee collected from the public for connection to Regional wastewater system
SR-WWC	30/560	Wastewater Capital	To account for the per EDU connection fee charge collected and earmarked for debt repayment or funding of construction related to the wastewater system.	Fee collected from the public for connection to wastewater system
SR-RWC	35/561	Regional Recycled Water Capital	To account for the per EDU connection fee charge collected and earmarked for debt repayment or funding of construction related to water distribution systems delivering recycled water from the Regional treatment plant.	Fee collected from the public for connection to Regional wastewater system
CP	**/490	District Construction	To account for all capital improvement projects.	Transfers from various designated funds as approved with the budget
DS-LN	55/226	State Revolving Fund - Regional Expansion	To account for loan proceeds and debt service payments relating to the State Revolving Loan obtained for the purpose of expanding the Regional Wastewater Treatment Plant treatment capacity from 4.0 to 8.0 million gallons per day.	Transfers from the Regional Wastewater Division operating Fund 30 and Regional Plant Capacity Prog 550
DS-LN	55/228	State Revolving Fund Loan - AMI PH III	To account for loan proceeds and debt service payments relating to the State Revolving Loan obtained for the Advanced Metering Infrastructure Phase III Project to help mitigate water loss.	Transfer from the Water Operating Fund 20
DS-LN	55/229	State Revolving Fund Loan - Regional Upgrade (Planning)	To account for loan proceeds and debt service payments relating to the State Revolving Planning Loan obtained for the Regional Water Reclamation Facility Upgrade design.	Transfers from the Wastewater Replacement Prog 333
DS-LN	55/230	State Revolving Fund Loan - Regional Expansion (Planning)	To account for loan proceeds and debt service payments relating to the State Revolving Planning Loan obtained for the Regional Water Reclamation Facility Expansion design.	Transfers from the Wastewater Capital Prog 550
DS-LN	55/231	State Revolving Fund Loan - Regional SCADA	To account for loan proceeds and debt service payments relating to the State Revolving Construction Loan obtained for the Regional Water Reclamation Facility SCADA Implementation project to replace existing remote control system.	Transfers from the Wastewater Replacement Prog 333.
DS-LN	55/232	State Revolving Fund Loan - RWRF Upgrades Construction	To account for loan proceeds and debt service payments relating to the State Revolving Construction Loan obtained for the Regional Water Reclamation Facility (RWRF) Upgrades Construction Project.	Transfers from the Wastewater Operating Fund 30



**LIST OF FUNDS/PROGRAMS**

<b>Fund/ Program</b>	<b>Type</b>	<b>No.*</b>	<b>Title</b>	<b>Purpose</b>	<b>Source of Revenues</b>
DS-LN		55/233	State Revolving Fund Loan - RWRFF Expansion Construction	To account for loan proceeds and debt service payments relating to the State Revolving Construction Loan obtained for the Regional Water Reclamation Facility (RWRFF) Expansion Construction Project.	Transfers from the Wastewater Capital Prog 550 and Wastewater revenues
DS-LN		55/234	State Revolving Fund Loan - Diamond Regional Lift Station	To account for loan proceeds and debt service payments relating to the State Revolving Construction Loan obtained for the Diamond Regional Lift Station Construction Project.	Transfers from the Wastewater Replacement Prog 333 and Wastewater Capital Prog 560
DS-COP		55/262	2021A Revenue Bonds	To account for the debt service payments on the 2021A Water Revenue Bonds	Transfers from various operating and capital funds
DS-WRB		55/263	2016A Revenue Bonds	To account for the debt service payments on the 2016A Water Revenue Bonds	Transfers from various operating and capital funds
DS-ADV		55/486	Lake Management Project	To account for loan proceeds and debt service payments relating to the U.S. Bureau of Reclamation Loan obtained for the purpose of funding the Lake Management Project.	Transfers from the General Purpose Property Tax Prog 530
DS-CFD		55/487	Temescal Valley Project	To account for the collection of special assessments received relating to the U.S. Bureau of Reclamation Loan obtained for the purpose of funding the Temescal Valley Pipeline.	Special assessments paid by property owners within the CFD boundary
DS-CFD		60/451	CFD 1998-2 Wildomar	Community Facilities District 1998-2 was formed to finance the construction of public water and sewer facilities required to provide service to nine parcels totaling approximately 368 acres in the Wildomar area. This fund accounts for the collection of special assessments and the payment of debt service on the CFDs.	Special assessments paid by property owners within the CFD boundary
DS-CFD		65/453	CFD 2003-2 Greer Ranch	CFD 2003-2 was formed to finance the construction of public facilities including an off-site sewer lift station and a sewer force main for approximately 135 acres in the City of Murrieta. This fund accounts for the collection of special assessments and the payment of debt service on the CFDs.	Special assessments paid by property owners within the CFD boundary
DS-CFD		65/454	CFD 2002-1 Oakmont	CFD 2002-1 was formed to finance the construction of public sewer facilities, water and sewer connection fees and Lake Elsinore Unified School District fees for approximately 32 acres in Wildomar area. This fund accounts for the collection of special assessments and the payment of debt service on the CFDs.	Special assessments paid by property owners within the CFD boundary
DS-CFD		65/455	CFD 2003-1 Watermark	CFD 2003-1 was formed to finance the construction of public water and sewer facilities and water and sewer connection fees for approximately 65 acres in the City of Lake Elsinore. This fund accounts for the collection of special assessments and the payment of debt service on the CFDs.	Special assessments paid by property owners within the CFD boundary

LIST OF FUNDS/PROGRAMS

<b>Fund/ Program</b>	<b>No.*</b>	<b>Title</b>	<b>Purpose</b>	<b>Source of Revenues</b>
DS-CFD	60/459	CFD 2016 Special Tax Refunding 2004-1 (Woodmoor)	CFD 2004-1 was formed to finance the acquisition and construction of public facilities and water and sewer connection fees for approximately 62 acres in the City of Lake Elsinore. This fund accounts for the collection of special assessments and the payment of debt service on the CFDs.	Special assessments paid by property owners within the CFD boundary
DS-CFD	60/460	CFD 2016 Special Tax Refunding 99-1 (La Gonda)	CFD 1999-1 was formed for the purpose of defeasing and refunding the outstanding 1999 bond. This bond was issued to finance the construction of public sewer facilities including a Regional sewer pumping station and main pipeline for approximately 81 acres in the City of Murrieta. This fund accounts for the collection of special assessments and the payment of debt service on the CFDs.	Special assessments paid by property owners within the CFD boundary
DS-CFD	60/461	CFD Horsethief IA-1A	CFD No. 2020-1 IA-1A was established for the purpose of financing the public facilities which are necessary to meet increased demands placed upon the District as a result of the development of the property within CFD No. 2020-1 and the financing, or contributing to the financing of, certain public facilities proposed to be acquired or constructed and financed by CFD No. 2020-1 IA-1A.	Special assessments paid by property owners within the CFD boundary
DS-CFD	60/462	CFD Horsethief IA-2A	CFD No. 2020-1 IA-2A was established for the purpose of financing the public facilities which are necessary to meet increased demands placed upon the District as a result of the development of the property within CFD No. 2020-1 and the financing, or contributing to the financing of, certain public facilities proposed to be acquired or constructed and financed by CFD No. 2020-1 IA-2A.	Special assessments paid by property owners within the CFD boundary
DS-CFD	60/463	CFD Horsethief IA-3A	CFD No. 2020-1 IA-3A was established for the purpose of financing the public facilities which are necessary to meet increased demands placed upon the District as a result of the development of the property within CFD No. 2020-1 and the financing, or contributing to the financing of, certain public facilities proposed to be acquired or constructed and financed by CFD No. 2020-1 IA-3A.	Special assessments paid by property owners within the CFD boundary

**\*Notes:**

- Two digit number denotes a Fund
- Three digit number denotes a Program
- Programs are listed along with the fund they are accounted for in
- \*\* denotes that program can be in various Funds

**RELATIONSHIP BETWEEN DIVISIONS, DEPARTMENTS, SECTIONS, AND FUNDS/  
PROGRAM**

Division Department / Section	Water Operations		Wastewater Operations	Recycled Water Operations	Lake Maintenance	General & Internal Service Fund (15)				
	Elsinore 20	Temescal Potable 25	Wastewater 30	Recycled Wtr 35	Lake Maint. 40	General 110	Vehicles & Equip. 116	Engineering 117	Computers 121	Admin. Facilities 122
Administration										
General Management						X				
Governmental Relations						X				
Human Resources						X				
Business Services										
Accounting & Finance	X	X	X	X	X	X				X
Community Relations						X				
Customer Service	X	X	X	X	X	X				
Purchasing & Warehousing						X				
Information Technology/SCADA	X	X	X	X	X	X	X		X	X
Engineering										
Administration	X					X		X		
Capital Design						X		X		
Development Services	X					X		X		
Water Resources										
Water Resources Planning	X	X				X		X		
Water Systems	X	X				X		X		
Water Quality	X	X	X	X	X	X		X		
Wastewater Systems			X	X	X	X				
Water and Wastewater Operations										
Administration	X		X	X	X	X	X			X
Facilities - Maintenance	X	X	X	X	X	X	X			X
Facilities - Mechanical Maintenance	X	X	X	X	X	X				X
Water - Field Services	X	X				X				
Water - Production	X	X	X	X	X	X				
Water - Construction	X	X				X				
Water - Preventive Maintenance	X	X				X				
Wastewater - Water Reclamation Facilities			X	X	X	X				
Wastewater - Collection Systems			X	X	X	X				

Note: Fringe benefit costs for all departments, divisions, and sections are charged to the General Fund.

**SUMMARY OF REVENUES AND OPERATING TRANSFERS (IN/OUT) FOR ALL FUNDS  
APPROVED FY2024 AND FY2025 BUDGETS**

	<b>Approved Budget FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Adopted Budget FY2025</b>
<b>Enterprise Funds</b>				
Water	\$ 56,322,006	\$ 62,237,139	\$ 70,524,727	\$ 74,329,855
Wastewater	29,039,372	31,050,620	32,357,279	36,567,184
Recycled Water	1,641,982	1,747,344	2,079,823	2,182,072
<b>Capital Projects Fund</b>				
Construction	88,090,000	86,473,000	130,340,000	226,925,000
<b>Capital Funds</b>				
Water	6,199,432	6,253,304	5,831,228	6,020,712
Wastewater	3,564,818	3,574,929	3,272,299	3,369,760
Recycled Water	309,684	309,820	281,277	289,539
<b>Replacement Funds</b>				
Water	56,976	50,158	112,486	107,353
Wastewater	66,702	58,720	51,984	49,612
Recycled Water	8,367	7,365	6,071	5,794
<b>Other Revenue Funds</b>				
Rate Stabilization	33,928	29,868	34,394	32,824
Assessments And Taxes	10,200,226	10,476,075	10,524,746	10,693,068
<b>Debt Service Fund</b>				
Loans	1,538,323	-	3,865,582	-
Revenue Bonds	8,212,910	9,160	11,687,406	14,210
Certificate Of Participation	2,649,791	417,799	10,000	-
Advances From U.S. Government	13,678	12,041	11,318	-
Community Facilities District	1,490,558	1,507,170	1,518,514	317,386
<b>Internal Service Funds</b>				
General Fund	3,524,091	3,533,750	3,544,808	3,588,484
Vehicles & Equipment	12,718	11,196	15,483	14,777
Engineering	3,370,603	3,410,210	4,801,875	5,245,149
Information Technology	(178,811)	18,654	459,389	23,458
Facilities	1,372	1,208	31,521	1,480
Capital Outlays	-	-	-	-
<b>Other Funds</b>				
Lake Elsinore Maintenance	1,005,567	1,013,916	1,044,837	1,054,932
<b>Grand Total</b>	<b>\$ 217,174,293</b>	<b>\$ 212,203,446</b>	<b>\$ 282,407,047</b>	<b>\$ 370,832,649</b>



**CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS**

	Actual FY2022	Approved Budget FY2023	Adopted Budget FY2024	Adopted Budget FY2025
<b>Operating Revenues</b>				
Water Revenues	\$ 56,585,666	\$ 61,415,502	\$ 69,366,684	\$ 73,214,614
Wastewater Revenues	26,850,381	29,361,968	30,320,461	34,555,746
Recycled Water Revenues	1,681,044	1,731,349	2,052,345	2,155,848
<b>Total Operating Revenues</b>	<b>85,117,090</b>	<b>92,508,819</b>	<b>101,739,490</b>	<b>109,926,208</b>
<b>Operating Expenses</b>				
Water Purchases	22,992,874	22,970,536	24,915,468	26,093,795
Water Operations	17,036,095	20,537,346	23,495,433	26,475,858
Wastewater Operations	12,294,205	13,744,672	16,573,720	17,622,200
Recycled Water Operations	1,046,306	1,176,946	1,186,636	1,249,078
Engineering Operations	186,372	1,280,548	1,807,908	2,095,960
General And Administrative	13,008,661	17,856,752	20,731,260	21,661,210
Allocated General And Administrative	-	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-	-
Allocated Computer Expense	-	-	-	-
Allocated Facilities Expense	-	-	-	-
<b>Total Operating Expenses</b>	<b>66,564,513</b>	<b>77,566,800</b>	<b>88,710,425</b>	<b>95,198,102</b>
<b>Operating Income (Loss)</b>	<b>18,552,577</b>	<b>14,942,019</b>	<b>13,029,065</b>	<b>14,728,106</b>
<b>Non-operating Revenues</b>				
Property taxes:				
General Purpose	7,782,473	7,775,769	7,841,537	8,017,972
Redevelopment	3,929,925	2,400,000	2,400,000	2,400,000
Improvement / CFD	1,315,518	1,507,170	2,611,768	2,635,357
Temescal Valley Project	530,390	480,577	480,577	480,577
Standby Charges	812,403	723,503	751,672	744,154
Investment Income	(7,114,287)	2,537,831	3,089,839	2,948,848
Mutual Water Company	756,589	-	-	-
Lease Income	2,592,838	2,600,797	2,732,202	2,780,267
Transfer from Rate Stabilization	(9,683,072)	1,990,577	5,936,497	5,870,152
Transfer from Reserves	120,087,870	75,420,602	121,269,089	218,979,551
Capital Contributions:				
Capacity Fees	11,838,766	9,818,555	9,086,114	9,394,949
Capital Grant	3,980,027	-	-	-
Other Contributions	19,151,229	-	-	-
Net Transfers In/(Out)	-	-	-	-
Other Income	1,887,031	1,520,000	1,592,501	1,613,631
<b>Total Non-Operating Revenue</b>	<b>157,867,701</b>	<b>106,775,381</b>	<b>157,791,796</b>	<b>255,865,458</b>
<b>Non-Operating Expenses</b>				
Principal Repayments	9,828,412	10,488,519	13,589,530	13,979,022
Interest Expense	3,724,398	4,762,098	4,748,960	4,366,149
Capital Improvement Projects	27,851,343	86,473,000	130,590,000	226,925,000
Capital Outlays	2,503,268	258,398	3,155,788	1,493,199
Transfer to Rate Stabilization	(9,937,437)	1,319,489	290,483	289,027
Transfer to Reserves	126,987,581	16,783,432	17,162,227	22,252,250
Other Expenses	3,036,585	1,632,465	1,283,874	1,288,917
<b>Total Non-Operating Expense</b>	<b>163,994,150</b>	<b>121,717,400</b>	<b>170,820,862</b>	<b>270,593,564</b>
<b>Net Income / (Loss)</b>	<b>\$ 12,426,129</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>Elsinore Water Operating 20</b>	<b>Temescal Water Operating 25</b>	<b>Waste Water Fund 30</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ 68,124,991	\$ 1,241,693	\$ -
Wastewater Revenues	-	-	30,320,461
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>68,124,991</b>	<b>1,241,693</b>	<b>30,320,461</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	24,865,168	50,300	-
Water Operations	22,771,086	751,591	-
Wastewater Operations	-	-	16,573,720
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General and Other Operating Expenses	-	-	-
Allocated General And Administrative	7,964,203	227,186	4,996,488
Allocated Vehicle & Equipment Expense	1,188,524	-	315,702
Allocated Computer Expense	1,255,044	-	846,383
Allocated Facilities Expense	333,568	-	121,298
<b>Total Operating Expenses</b>	<b>58,377,594</b>	<b>1,029,077</b>	<b>22,853,590</b>
<b>Operating Income (Loss)</b>	<b>9,747,397</b>	<b>212,616</b>	<b>7,466,871</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	281,806	-	334,908
Investment Income	775,565	100,672	701,910
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	3,392,657
Transfer from Reserves	2,543,840	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(11,039,147)	(150,000)	(11,813,451)
Other Income	-	-	1,000,000
<b>Total Non-operating Revenues</b>	<b>(7,437,936)</b>	<b>(49,328)</b>	<b>(6,383,976)</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	191,522	5,387	238,175
Transfer to Rate Stabilization	-	124,619	-
Transfer to Reserves	2,117,939	33,282	756,520
Other Expenses	-	-	88,200
<b>Total Non-operating Expenses</b>	<b>2,309,461</b>	<b>163,288</b>	<b>1,082,895</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**STATEMENT OF SOURCES AND USES OF FUNDS**  
**APPROVED FY2024 BUDGET**

	<b>Recycled Water 35</b>	<b>Rate Stabilization 320</b>	<b>General 15</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	2,052,345	-	-
<b>Total Operating Revenues</b>	<b>2,052,345</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	1,186,636	-	-
Engineering Operations	-	-	-
General and Other Operating Expenses	-	-	12,978,109
Allocated General And Administrative	240,942	-	(15,657,975)
Allocated Vehicle & Equipment Expense	55,712	-	92,853
Allocated Computer Expense	64,478	-	1,877,572
Allocated Facilities Expense	15,162	-	803,596
<b>Total Operating Expenses</b>	<b>1,562,930</b>	<b>-</b>	<b>94,156</b>
<b>Operating Income (Loss)</b>	<b>489,415</b>	<b>-</b>	<b>(94,156)</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	27,478	34,394	340,105
Mutual Water Company	-	-	-
Lease Income	-	-	2,732,202
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(313,500)	-	622,597
Other Income	-	-	472,501
<b>Total Non-operating Revenues</b>	<b>(286,022)</b>	<b>34,394</b>	<b>4,167,405</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	25,374	-	46,643
Transfer to Rate Stabilization	165,864	-	-
Transfer to Reserves	12,155	34,394	4,026,606
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>203,393</b>	<b>34,394</b>	<b>4,073,249</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	Engineering 117	Vehicles & Equipment 116	Lake Elsinore Maintenance 40
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	1,807,908	-	-
General and Other Operating Expenses	-	1,688,691	-
Allocated General And Administrative	2,229,155	-	-
Allocated Vehicle & Equipment Expense	185,707	(1,857,069)	-
Allocated Computer Expense	437,722	32,239	-
Allocated Facilities Expense	90,973	151,622	-
Total Operating Expenses	4,751,465	15,483	-
<b>Operating Income (Loss)</b>	(4,751,465)	(15,483)	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	57,127	15,483	10,915
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	55,511	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	4,744,748	-	1,000,523
Other Income	-	-	120,000
Total Non-operating Revenues	4,801,875	70,994	1,131,438
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	50,410	55,511	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	-	-	88,000
Other Expenses	-	-	1,043,438
Total Non-operating Expenses	50,410	55,511	1,131,438
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -





**STATEMENT OF SOURCES AND USES OF FUNDS**

**APPROVED FY2024 BUDGET**

	Info. Tech. 121	Facilities 122	Cap.Outlays 310
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General and Other Operating Expenses	4,565,261	1,499,199	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	18,571	-
Allocated Computer Expense	(4,540,680)	-	-
Allocated Facilities Expense	-	(1,516,220)	-
<b>Total Operating Expenses</b>	<b>24,581</b>	<b>1,550</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>(24,581)</b>	<b>(1,550)</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	24,580	1,550	12,122
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	345,425	29,971	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	-
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>370,005</b>	<b>31,521</b>	<b>12,122</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	345,425	29,971	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	(1)	-	12,122
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>345,424</b>	<b>29,971</b>	<b>12,122</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>Elsinore Water Replacement 318</b>	<b>Temescal Water Replacement 319</b>	<b>Recycled Water Replacement 330</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Administrative	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	112,486	-	6,071
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	2,555,787	70,000	379,929
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(1,705,525)	(70,000)	(346,000)
Other Income	-	-	-
Total Non-operating Revenues	962,748	-	40,000
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	962,748	-	40,000
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	-	-	-
Other Expenses	-	-	-
Total Non-operating Expenses	962,748	-	40,000
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>Sewer Replacement 333</b>	<b>RDA I Spec Rev 250</b>	<b>Gen. Purpose Prop Taxes 530</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General and Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	7,841,537
Redevelopment Improvement / CFD	-	2,400,000	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	51,984	110,074	34,111
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	3,330,078	216,936
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	4,045,048	(5,840,152)	(8,092,584)
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>4,097,032</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	1,164,622	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	2,932,410	-	-
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>4,097,032</b>	<b>-</b>	<b>-</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	General Purp Prop Tax - EWD Spec Rev 531	EWD Water Standby Spec Rev 571	Storage Participation Wtr Capital 510
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	134,958	-
Investment Income	2,471	1,583	153,655
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	4,421,358
Capital Contributions:			
Capacity Fees	-	-	965,710
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	(5,540,723)
Other Income	-	-	-
Total Non-operating Revenues	2,471	136,541	-
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	2,471	136,541	-
Other Expenses	-	-	-
Total Non-operating Expenses	2,471	136,541	-
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>TVP Participation Wtr Capital 511</b>	<b>Pumping Plant Participation Wtr Capital 512</b>	<b>Transmissn Fac Participation Wtr Capital 513</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	29,931	47,673	52,705
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	1,199,800	531,704	1,643,600
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(1,018,515)	(159,825)	(1,027,992)
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>211,216</b>	<b>419,552</b>	<b>668,313</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	211,216	419,552	668,313
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>211,216</b>	<b>419,552</b>	<b>668,313</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	Supply Fac Participation Wtr Capital 520	Reg Plant Capacity WWater Cptl 550	Regional Swr Capital 560
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Administrative	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	-	1,683	10,016
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	1,206,450	1,653,240	1,607,360
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(649,616)	(830,772)	(1,301,459)
Other Income	-	-	-
Total Non-operating Revenues	556,834	824,151	315,917
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	556,834	824,151	315,917
Other Expenses	-	-	-
Total Non-operating Expenses	556,834	824,151	315,917
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>Rec. Water Capital 561</b>	<b>District Construction 490</b>	<b>Reg. Expansion Debt 226</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	3,027	-	1,070
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	534,346	109,443,183	-
Capital Contributions:			
Capacity Fees	278,250	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(815,623)	21,176,817	-
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>-</b>	<b>130,620,000</b>	<b>1,070</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	130,590,000	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	-	30,000	1,070
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>-</b>	<b>130,620,000</b>	<b>1,070</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	AMI Ph. III Debt 228	Reg. Upgrade Planning Debt 229	Reg. Expansion Planning Debt 230
<b>Operating Revenues</b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b>Operating Expenses</b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Administrative	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b>Non-operating Revenues</b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	3,013	4,115	8,560
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	138,920	193,097	422,001
Other Income	-	-	-
Total Non-operating Revenues	141,933	197,212	430,561
<b>Non-operating Expenses</b>			
Principal Repayments	108,799	193,097	422,001
Interest Expense	30,121	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	3,013	4,115	8,560
Other Expenses	-	-	-
Total Non-operating Expenses	141,933	197,212	430,561
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -





**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>Regional WW SCADA Debt 231</b>	<b>Reg.Upgrade Construction Debt 232</b>	<b>Reg.Upgrade Construction Debt 233</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	1,017	30,913	18,671
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	90,872	3,020,692	2,203,841
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>91,889</b>	<b>3,051,605</b>	<b>2,222,512</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	67,703	2,377,291	-
Interest Expense	23,169	643,401	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	1,017	30,913	2,222,512
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>91,889</b>	<b>3,051,605</b>	<b>2,222,512</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	Diamond Reg. Debt 234	2021A Rev. Bond Debt 262	2016A Rev. Bond Debt 263
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	3,940	-	287,120
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	7,107	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	1,220,037	3,164,194	8,509,001
Other Income	-	-	-
Total Non-operating Revenues	1,223,977	3,171,301	8,796,121
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	2,518,333	6,270,000
Interest Expense	-	645,863	2,239,000
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	1,223,977	-	280,016
Other Expenses	-	7,105	7,105
Total Non-operating Expenses	1,223,977	3,171,301	8,796,121
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2024 BUDGET

	<b>Lake Mgmt Project Debt 486</b>	<b>Temescal Valley Debt 487</b>	<b>CFD 1998-2 Debt 451</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	414,221
Temescal Valley Project	-	480,577	-
Standby Charges	-	-	-
Investment Income	11,318	719	-
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	9,281	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	386,473	(480,577)	-
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>397,791</b>	<b>10,000</b>	<b>414,221</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	386,473	-	272,500
Interest Expense	-	-	169,983
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	11,318	-	(40,912)
Other Expenses	-	10,000	12,650
<b>Total Non-operating Expenses</b>	<b>397,791</b>	<b>10,000</b>	<b>414,221</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	CFD 2003-2 Debt 453	CFD 2002-1 Debt 454	CFD 2003-1 Debt 455
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	106,789	136,636	260,597
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	-	-	-
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	-
Other Income	-	-	-
Total Non-operating Revenues	106,789	136,636	260,597
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	63,333	84,333	166,500
Interest Expense	35,406	48,825	97,538
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	(4,834)	(9,837)	(18,319)
Other Expenses	12,884	13,315	14,878
Total Non-operating Expenses	106,789	136,636	260,597
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

**APPROVED FY2024 BUDGET**

	CFD 2004-1 Debt 459	CFD 1999-1 Debt 460	CFD 2020-1 IA-1A Debt 461
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	130,115	285,820	345,641
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	-	-	-
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	(36,824)
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	-
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>130,115</b>	<b>285,820</b>	<b>308,817</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	54,000	226,000	104,167
Interest Expense	39,171	45,833	192,000
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	24,497	(9,915)	-
Other Expenses	12,447	23,902	12,650
<b>Total Non-operating Expenses</b>	<b>130,115</b>	<b>285,820</b>	<b>308,817</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2024 BUDGET

	CFD 2020-1 IA-2A Debt 462	CFD 2020-1 IA-3A Debt 463
<b><u>Operating Revenues</u></b>		
Water Revenues	\$ -	\$ -
Wastewater Revenues	-	-
Recycled Water Revenues	-	-
Total Operating Revenues	-	-
<b><u>Operating Expenses</u></b>		
Water Purchases	-	-
Water Operations	-	-
Wastewater Operations	-	-
Recycled Water Operations	-	-
Engineering Operations	-	-
General And Other Operating Expenses	-	-
Allocated General And Administrative	-	-
Allocated Vehicle & Equipment Expense	-	-
Allocated Computer Expense	-	-
Allocated Facilities Expense	-	-
Total Operating Expenses	-	-
<b>Operating Income (Loss)</b>	-	-
<b><u>Non-operating Revenues</u></b>		
Property Taxes:		
General Purpose	-	-
Redevelopment	-	-
Improvement / CFD	326,783	512,167
Temescal Valley Project	-	-
Standby Charges	-	-
Investment Income	-	-
Mutual Water Company	-	-
Lease Income	-	-
Transfer from Rate Stabilization	-	-
Transfer from Reserves	-	-
Capital Contributions:		
Capacity Fees	-	-
Capital Grant	-	-
Other Contributions	-	-
Net Transfers In (Out)	-	-
Other Income	-	-
Total Non-operating Revenues	326,783	512,167
<b><u>Non-operating Expenses</u></b>		
Principal Repayments	108,333	166,667
Interest Expense	205,800	332,850
Capital Improvement Projects	-	-
Capital Outlays	-	-
Transfer to Rate Stabilization	-	-
Transfer to Reserves	-	-
Other Expenses	12,650	12,650
Total Non-operating Expenses	326,783	512,167
<b>Net Income (Loss)</b>	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	<b>Elsinore Water Operating 20</b>	<b>Temescal Water Operating 25</b>	<b>Waste Water Fund 30</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ 71,850,057	\$ 1,364,557	\$ -
Wastewater Revenues	-	-	34,555,746
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>71,850,057</b>	<b>1,364,557</b>	<b>34,555,746</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	26,043,495	50,300	-
Water Operations	25,696,013	779,845	-
Wastewater Operations	-	-	17,622,200
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	8,247,085	240,053	5,176,403
Allocated Vehicle & Equipment Expense	1,253,243	-	332,893
Allocated Computer Expense	1,324,307	28,748	893,093
Allocated Facilities Expense	348,821	-	126,844
<b>Total Operating Expenses</b>	<b>62,912,964</b>	<b>1,098,946</b>	<b>24,151,433</b>
<b>Operating Income (Loss)</b>	<b>8,937,093</b>	<b>265,611</b>	<b>10,404,313</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	278,988	-	331,558
Investment Income	740,175	96,078	669,880
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	3,860,887	-	2,009,265
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(11,739,382)	(170,000)	(13,839,073)
Other Income	-	-	1,010,000
<b>Total Non-operating Revenues</b>	<b>(6,859,332)</b>	<b>(73,922)</b>	<b>(9,818,370)</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	191,522	5,387	238,175
Transfer to Rate Stabilization	-	172,328	-
Transfer to Reserves	1,886,239	13,974	259,569
Other Expenses	-	-	88,200
<b>Total Non-operating Expenses</b>	<b>2,077,761</b>	<b>191,689</b>	<b>585,944</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	Recycled Water 35	Rate Stabilization 320	General 15
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	2,155,848	-	-
Total Operating Revenues	2,155,848	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	1,249,077	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	13,498,637
Allocated General And Administrative	249,398	-	(16,309,297)
Allocated Vehicle & Equipment Expense	58,746	-	97,910
Allocated Computer Expense	68,036	-	1,981,190
Allocated Facilities Expense	15,856	-	840,342
Total Operating Expenses	1,641,113	-	108,781
<b>Operating Income (Loss)</b>	514,735	-	(108,781)
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	26,224	32,824	324,586
Mutual Water Company	-	-	-
Lease Income	-	-	2,780,267
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(383,249)	-	2,184,829
Other Income	-	-	483,631
Total Non-operating Revenues	(357,025)	32,824	5,773,313
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	25,374	-	46,643
Transfer to Rate Stabilization	116,699	-	-
Transfer to Reserves	15,637	32,824	5,617,889
Other Expenses	-	-	-
Total Non-operating Expenses	157,710	32,824	5,664,532
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -





**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	<b>Engineering 117</b>	<b>Vehicles &amp; Equipment 116</b>	<b>Lake Elsinore Maintenance 40</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	2,095,960	-	-
General And Other Operating Expenses	-	1,780,396	-
Allocated General And Administrative	2,396,358	-	-
Allocated Vehicle & Equipment Expense	195,819	(1,958,192)	-
Allocated Computer Expense	461,878	34,018	-
Allocated Facilities Expense	95,133	158,555	-
<b>Total Operating Expenses</b>	<b>5,245,149</b>	<b>14,777</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>(5,245,149)</b>	<b>(14,777)</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	54,521	14,777	10,417
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	0	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	5,241,038	-	1,009,064
Other Income	-	-	120,000
<b>Total Non-operating Revenues</b>	<b>5,295,559</b>	<b>14,777</b>	<b>1,139,481</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	50,410	(226,122)	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	-	226,122	88,000
Other Expenses	-	-	1,051,481
<b>Total Non-operating Expenses</b>	<b>50,410</b>	<b>0</b>	<b>1,139,481</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	Info. Tech. 121	Facilities 122	Cap.Outlays 310
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	4,814,728	1,567,450	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	19,582	-
Allocated Computer Expense	(4,791,270)	-	-
Allocated Facilities Expense	-	(1,585,552)	-
Total Operating Expenses	23,458	1,480	-
<b>Operating Income (Loss)</b>	(23,458)	(1,480)	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	23,458	1,480	11,568
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	-
Other Income	-	-	-
Total Non-operating Revenues	23,458	1,480	11,568
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	(180,000)	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	180,000	-	11,568
Other Expenses	-	-	-
Total Non-operating Expenses	-	-	11,568
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	<b>Elsinore Water Replacement 318</b>	<b>Temescal Water Replacement 319</b>	<b>Recycled Water Replacement 330</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	107,353	-	5,794
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	146,400	274,556
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	4,041,672	228,600	(260,350)
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>4,149,025</b>	<b>375,000</b>	<b>20,000</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	584,435	375,000	20,000
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	3,564,590	-	-
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>4,149,025</b>	<b>375,000</b>	<b>20,000</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	Sewer Replacement 333	RDA I Spec Rev 250	Gen. Purpose Prop Taxes 530
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Engineering Revenue	-	-	-
General and Other Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	8,017,972
Redevelopment Improvement / CFD	-	2,400,000	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	49,612	105,051	32,555
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	585,366	216,289
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	4,058,425	(3,090,417)	(8,266,816)
Other Income	-	-	-
Total Non-operating Revenues	4,108,037	-	-
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	362,375	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	3,745,662	-	-
Other Expenses	-	-	0
Total Non-operating Expenses	4,108,037	-	0
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	<b>General Purp Prop Tax-EWD Spec Rev 531</b>	<b>EWD Water Standby Spec Rev 571</b>	<b>Storage Participation Wtr Capital 510</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	133,608	-
Investment Income	2,358	1,513	146,644
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	2,393,491
Capital Contributions:			
Capacity Fees	-	-	994,692
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	(3,534,827)
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>2,358</b>	<b>135,121</b>	<b>-</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	2,358	135,121	-
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>2,358</b>	<b>135,121</b>	<b>-</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	TVP Participation Wtr Capital 511	Pumping Plant Participation Wtr Capital 512	Transmissn Fac Participation Wtr Capital 513
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	28,566	45,498	50,300
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	1,271,900	547,662	1,692,950
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(1,011,302)	(156,716)	(218,052)
Other Income	-	-	-
Total Non-operating Revenues	289,164	436,444	1,525,198
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	289,164	436,444	1,525,198
Other Expenses	-	-	-
Total Non-operating Expenses	289,164	436,444	1,525,198
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	<b>Supply Fac Participation Wtr Capital 520</b>	<b>Reg Plant Capacity WW Capital 550</b>	<b>Regional Swr Capital 560</b>
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	-	1,606	9,559
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	1,200,330	528,963
Capital Contributions:			
Capacity Fees	1,242,500	1,702,920	1,655,675
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(1,143,505)	(2,904,856)	(2,194,197)
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>98,995</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	98,995	-	-
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>98,995</b>	<b>-</b>	<b>-</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	Rec. Water Capital 561	District Construction 490	Reg.Expansion Debt 226
<b>Operating Revenues</b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b>Operating Expenses</b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b>Non-operating Revenues</b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	2,889	-	1,022
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	449,881	213,230,123	-
Capital Contributions:			
Capacity Fees	286,650	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	(739,420)	13,744,127	-
Other Income	-	-	-
Total Non-operating Revenues	-	226,974,250	1,022
<b>Non-operating Expenses</b>			
Principal Repayments	-	-	-
Interest Expense	-	-	-
Capital Improvement Projects	-	226,925,000	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	-	49,250	1,022
Other Expenses	-	-	-
Total Non-operating Expenses	-	226,974,250	1,022
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -





**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	AMI Ph. III Debt 228	Reg. Upgrade Planning Debt 229	Reg. Expansion Planning Debt 230
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating Income (Loss)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	2,876	3,927	8,169
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	138,920	193,097	422,001
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	<b>141,796</b>	<b>197,024</b>	<b>430,170</b>
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	110,649	193,097	422,001
Interest Expense	28,271	-	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	2,876	3,927	8,169
Other Expenses	-	-	-
<b>Total Non-operating Expenses</b>	<b>141,796</b>	<b>197,024</b>	<b>430,170</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	Regional WW SCADA Debt 231	Reg. Upgrade Construction Debt 232	Reg. Expansion Construction Debt 233
<b>Operating Revenues</b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b>Operating Expenses</b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b>Non-operating Revenues</b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	970	29,502	17,819
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	90,872	3,028,448	2,203,841
Other Income	-	-	-
Total Non-operating Revenues	91,842	3,057,950	2,221,660
<b>Non-operating Expenses</b>			
Principal Repayments	68,922	2,394,880	-
Interest Expense	21,950	633,568	-
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	970	29,502	2,221,660
Other Expenses	-	-	-
Total Non-operating Expenses	91,842	3,057,950	2,221,660
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	Diamond Reg. Debt 234	2011 COP DEBT 262	2016A Rev. Bond Debt 263
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	-
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	3,760	-	274,019
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	7,107	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	1,220,037	3,164,194	8,520,501
Other Income	-	-	-
Total Non-operating Revenues	1,223,797	3,171,301	8,794,520
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	-	2,518,333	6,595,000
Interest Expense	-	645,863	1,925,500
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	1,223,797	-	266,915
Other Expenses	-	7,105	7,105
Total Non-operating Expenses	1,223,797	3,171,301	8,794,520
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	Lake Mgmt Project Debt 486	Temescal Valley Debt 487	CFD 1998-2 Debt 451
<b>Operating Revenues</b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
<b>Total Operating Revenues</b>	-	-	-
<b>Operating Expenses</b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
<b>Total Operating Expenses</b>	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b>Non-operating Revenues</b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	-	-	487,053
Temescal Valley Project	-	480,577	-
Standby Charges	-	-	-
Investment Income	10,801	686	-
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	9,314	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	386,473	(480,577)	-
Other Income	-	-	-
<b>Total Non-operating Revenues</b>	397,274	10,000	487,053
<b>Non-operating Expenses</b>			
Principal Repayments	386,473	-	291,667
Interest Expense	-	-	150,908
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	10,801	-	31,828
Other Expenses	-	10,000	12,650
<b>Total Non-operating Expenses</b>	397,274	10,000	487,053
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	CFD 2003-2 Debt 453	CFD 2002-1 Debt 454	CFD 2003-1 Debt 455
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	105,577	160,724	278,291
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	-	-	-
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	-
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	-
Other Income	-	-	-
Total Non-operating Revenues	105,577	160,724	278,291
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	67,333	87,500	173,667
Interest Expense	32,746	45,283	90,545
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	(6,384)	15,626	199
Other Expenses	11,882	12,315	13,880
Total Non-operating Expenses	105,577	160,724	278,291
<b>Net Income (Loss)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATEMENT OF SOURCES AND USES OF FUNDS

APPROVED FY2025 BUDGET

	CFD 2004-1 Debt 459	CFD 1999-1 Debt 460	CFD 2020-1 IA-1A Debt 461
<b><u>Operating Revenues</u></b>			
Water Revenues	\$ -	\$ -	\$ -
Wastewater Revenues	-	-	-
Recycled Water Revenues	-	-	-
Total Operating Revenues	-	-	-
<b><u>Operating Expenses</u></b>			
Water Purchases	-	-	-
Water Operations	-	-	-
Wastewater Operations	-	-	-
Recycled Water Operations	-	-	-
Engineering Operations	-	-	-
General And Other Operating Expenses	-	-	-
Allocated General And Administrative	-	-	-
Allocated Vehicle & Equipment Expense	-	-	-
Allocated Computer Expense	-	-	-
Allocated Facilities Expense	-	-	-
Total Operating Expenses	-	-	-
<b>Operating Income (Loss)</b>	-	-	-
<b><u>Non-operating Revenues</u></b>			
Property Taxes:			
General Purpose	-	-	-
Redevelopment	-	-	-
Improvement / CFD	98,958	317,386	323,737
Temescal Valley Project	-	-	-
Standby Charges	-	-	-
Investment Income	-	-	-
Mutual Water Company	-	-	-
Lease Income	-	-	-
Transfer from Rate Stabilization	-	-	-
Transfer from Reserves	-	-	(19,087)
Capital Contributions:			
Capacity Fees	-	-	-
Capital Grant	-	-	-
Other Contributions	-	-	-
Net Transfers In (Out)	-	-	-
Other Income	-	-	-
Total Non-operating Revenues	98,958	317,386	304,650
<b><u>Non-operating Expenses</u></b>			
Principal Repayments	56,500	241,333	104,167
Interest Expense	37,318	38,714	187,833
Capital Improvement Projects	-	-	-
Capital Outlays	-	-	-
Transfer to Rate Stabilization	-	-	-
Transfer to Reserves	(7,307)	13,437	-
Other Expenses	12,447	23,902	12,650
Total Non-operating Expenses	98,958	317,386	304,650
<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -



**STATEMENT OF SOURCES AND USES OF FUNDS**

APPROVED FY2025 BUDGET

	CFD 2020-1 IA-2A Debt 462	CFD 2020-1 IA-3A Debt 463
<b><u>Operating Revenues</u></b>		
Water Revenues	\$ -	\$ -
Wastewater Revenues	-	-
Recycled Water Revenues	-	-
<b>Total Operating Revenues</b>	-	-
<b><u>Operating Expenses</u></b>		
Water Purchases	-	-
Water Operations	-	-
Wastewater Operations	-	-
Recycled Water Operations	-	-
Engineering Operations	-	-
General And Other Operating Expenses	-	-
Allocated General And Administrative	-	-
Allocated Vehicle & Equipment Expense	-	-
Allocated Computer Expense	-	-
Allocated Facilities Expense	-	-
<b>Total Operating Expenses</b>	-	-
<b>Operating Income (Loss)</b>	-	-
<b><u>Non-operating Revenues</u></b>		
Property Taxes:		
General Purpose	-	-
Redevelopment	-	-
Improvement / CFD	342,737	520,896
Temescal Valley Project	-	-
Standby Charges	-	-
Investment Income	-	-
Mutual Water Company	-	-
Lease Income	-	-
Transfer from Rate Stabilization	-	-
Transfer from Reserves	(19,453)	(23,730)
Capital Contributions:		
Capacity Fees	-	-
Capital Grant	-	-
Other Contributions	-	-
Net Transfers In (Out)	-	-
Other Income	-	-
<b>Total Non-operating Revenues</b>	323,284	497,166
<b><u>Non-operating Expenses</u></b>		
Principal Repayments	109,167	158,333
Interest Expense	201,467	326,183
Capital Improvement Projects	-	-
Capital Outlays	-	-
Transfer to Rate Stabilization	-	-
Transfer to Reserves	-	-
Other Expenses	12,650	12,650
<b>Total Non-operating Expenses</b>	323,284	497,166
<b>Net Income (Loss)</b>	\$ -	\$ -

**STATEMENT OF INCOME**  
**APPROVED FY2024 & FY2025 BUDGETS**

	<b>Total Actual FY2022</b>	<b>Total Actual FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Adopted Budget FY2025</b>
<b><u>Operating Revenues</u></b>				
Water Revenues	\$ 56,585,666	\$ 56,365,121	\$ 69,366,684	\$ 73,214,614
Wastewater Revenues	26,850,381	27,776,785	30,320,461	34,555,746
Recycled Water Revenues	1,681,044	1,514,308	2,052,345	2,155,848
<b>Total Operating Revenues</b>	<b>85,117,090</b>	<b>85,656,215</b>	<b>101,739,490</b>	<b>109,926,208</b>
<b><u>Operating Expenses</u></b>				
Water Purchases	22,992,874	17,841,634	24,915,468	26,093,795
Water Operations	25,649,485	28,308,414	34,688,112	38,115,024
Wastewater Operations	17,428,044	19,784,626	23,091,765	24,389,608
Recycled Water Operations	1,352,163	1,446,587	1,588,304	1,666,487
Engineering Operations	2,400,603	3,080,858	4,801,875	5,295,559
General and Other Operating Expenses	(3,315,378)	(209,852)	(375,099)	(362,372)
Depreciation/Amortization	21,874,270	22,716,909	-	-
<b>Total Operating Expenses</b>	<b>88,382,061</b>	<b>92,969,175</b>	<b>88,710,425</b>	<b>95,198,102</b>
<b>Operating Income / (Loss)</b>	<b>(3,264,970)</b>	<b>(7,312,960)</b>	<b>13,029,065</b>	<b>14,728,106</b>
<b><u>Non-operating Revenue</u></b>				
Property Taxes:				
General Purpose	7,782,473	8,517,283	7,841,537	8,017,972
Redevelopment	3,929,925	5,003,709	2,400,000	2,400,000
Temescal Valley Project	530,390	468,039	480,577	480,577
Standby Charges	812,403	469,891	751,672	744,154
Investment Income	(7,114,904)	3,219,892	3,089,839	2,948,848
Mutual Water Company	756,589	153,478	-	-
Lease Income	2,592,838	2,649,480	2,732,202	2,780,267
Other Income	1,862,262	2,413,119	1,592,501	1,613,631
<b>Total Non-operating Revenue</b>	<b>11,151,976</b>	<b>22,894,891</b>	<b>18,888,328</b>	<b>18,985,449</b>
<b><u>Non-operating Expense</u></b>				
Interest Expense	2,673,587	2,899,019	3,581,554	3,255,152
Other Expenses	2,838,601	1,440,177	1,155,848	1,163,891
<b>Total Non-operating Expense</b>	<b>5,512,188</b>	<b>4,339,196</b>	<b>4,737,402</b>	<b>4,419,043</b>
<b>Net Income (Loss)</b>	<b>\$ 2,374,817</b>	<b>\$ 11,242,734</b>	<b>\$ 27,179,991</b>	<b>\$ 29,294,512</b>





### COMPUTATION OF DEBT COVERAGE

APPROVED FY2024 & FY2025 BUDGETS

	<b>Total Actual FY2022</b>	<b>Total Actual FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Adopted Budget FY2025</b>
<b>Revenues:</b>				
Water Revenues	\$ 56,585,666	\$ 56,365,121	\$ 69,366,684	\$ 73,214,614
Wastewater Revenues	26,850,381	27,776,785	30,320,461	34,555,746
Recycled Water Revenues	1,681,044	1,514,308	2,052,345	2,155,848
Property Taxes - General Purpose	7,782,473	8,517,283	7,841,537	8,017,972
Property Taxes - Redevelopment	3,929,925	5,003,709	2,400,000	2,400,000
Property Taxes - Temescal Valley Project	530,390	468,039	480,577	480,577
Standby Charges	812,403	469,891	751,672	744,154
Capacity Fees	11,838,766	9,818,555	9,086,114	9,394,949
Investment Income	(7,114,904)	3,219,892	3,089,839	2,948,848
Grants	3,980,027	-	-	-
Lease Income	2,592,838	2,649,480	2,732,202	2,780,267
Other	1,862,262	2,413,119	1,592,501	1,613,631
Transfer from (to) Reserves	1,255,324	(896,582)	4,753,543	4,601,960
<b>Total Gross Revenues</b>	<b>112,586,595</b>	<b>117,319,600</b>	<b>134,467,475</b>	<b>142,908,566</b>
<b>Maintenance And Operations Costs:</b>				
Water Purchases	22,992,874	17,841,634	24,915,468	26,093,795
Water Operations	25,649,485	28,308,414	34,688,112	38,115,024
Wastewater Operations	17,428,044	19,784,626	23,091,765	24,389,608
Recycled Water Operations	1,352,163	1,446,587	1,588,304	1,666,487
Engineering	2,400,603	3,080,858	4,801,875	5,295,559
General & Administrative	(3,315,378)	(209,852)	(375,099)	(362,372)
Maintenance & Operations Obligations	386,473	386,473	386,473	386,473
Other	2,844,017	1,440,177	1,147,848	1,155,891
<b>Total Maintenance And Operations Costs</b>	<b>69,738,281</b>	<b>72,078,916</b>	<b>90,244,746</b>	<b>96,740,466</b>
<b>Total Net Revenue</b>	<b>42,848,314</b>	<b>45,240,684</b>	<b>44,222,729</b>	<b>46,168,100</b>
<b>Obligation Expenditures:</b>				
Principal	9,133,526	9,632,034	14,184,547	14,502,385
Interest	2,673,587	2,899,019	3,581,554	3,255,152
<b>Total Obligation Expenditures</b>	<b>11,807,113</b>	<b>12,531,053</b>	<b>17,766,101</b>	<b>17,757,537</b>
Coverage Requirement	1.10	1.10	1.10	1.10
<b>Total Obligation Requirements</b>	<b>12,987,824</b>	<b>13,784,158</b>	<b>19,542,711</b>	<b>19,533,291</b>
Net Revenues	42,848,314	45,240,684	44,222,729	46,168,100
<b>Net Revenue After Obligation Requirements</b>	<b>\$ 31,041,201</b>	<b>\$ 32,709,631</b>	<b>\$ 26,456,628</b>	<b>\$ 28,410,563</b>
<b>Actual Coverage Ratio</b>	<b>3.63</b>	<b>3.61</b>	<b>2.49</b>	<b>2.60</b>
<b>Coverage Ratio Less Contributions, Grants, Etc.</b>	<b>2.29</b>	<b>2.83</b>	<b>1.98</b>	<b>2.07</b>

Note: Community Facilities Districts Have Been Eliminated.

As shown on page 36, the District’s total debt service costs for FY2024 and FY2025 are \$13,614,703 and \$13,667,774, respectively. To reconcile those amounts to the total obligation expenditure amounts shown on the Computation of Debt Coverage on the previous page, you must deduct the debt payments for the Advances from the U.S. Government as the loan is listed under Maintenance and Operations Cost and add the debt payments for the Santa Rosa Regional Resources Authority (SRRRA) as well as the annually funded amounts for future expenditures. In addition, an adjustment is needed for the difference between accrued and expensed amounts as funding for debt repayment is based on accrued amounts for all debt. The reconciliation is shown below (Figure 13):

Figure 13

	FY2024	FY2025
Total Debt Maturities	\$ 13,614,703	\$ 13,667,774
Advances from U.S. Government	(386,473)	(386,473)
SRRRA Debt Maturities	2,227,323	2,199,503
	15,455,553	15,480,804
Amounts for Future Expenditures	2,379,174	2,379,174
Adjustment for Accruals	(68,626)	(102,441)
Total Obligation Expenditure from the Computation of Debt Coverage	\$ 17,766,101	\$ 17,757,537

Additionally, to reconcile the obligation expenditures amounts from the Computation of Debt Coverage to the Sub-Totaled Debt Repayment Requirements (excluding Advances from US Government and CFDs) amounts on the Schedules of Debt Repayment Requirements and Sources of Funding in the following pages, you must remove the SRRRA debt maturities, include the annually funded principal payment amounts for expenditures that are not scheduled to be repaid until the last ten years of the bond’s thirty-year life and adjust for the difference between accrued amounts and expense amounts. The reconciliation is shown below (Figure 14):

Figure 14

	FY2024	FY2025
Total Principal Expenditure (Computation of Debt Coverage)	\$ 14,184,547	\$ 14,502,385
SRRRA Debt Maturities	(2,227,323)	(2,199,503)
Principal for Future Expenditure	2,379,174	2,379,174
	14,336,398	14,682,056
Adjustment for Accruals	-	-
Sub-Totaled Debt Repayment Requirements	\$ 14,336,398	\$ 14,682,056

## SCHEDULE OF DEBT REPAYMENT REQUIREMENTS AND SOURCES OF FUNDING

Fiscal Year 2024

	(1)						
	Loans	Certificates of Participation	Water Revenue Bonds	Sub-Total	Advances from US Government	Community Facilities Districts	Total
<b>Debt Repayment Requirements</b>							
Principal <sup>(2)</sup>	\$ 5,548,065	-	\$ 8,788,333	\$ 14,336,398	\$ 386,473	\$ 1,245,833	\$ 15,968,704
Interest	696,691	-	2,884,863	3,581,554	-	1,167,406	4,748,960
Reserve Requirement / Loan	1,044,704	-	-	1,044,704	-	-	1,044,704
<b>Total Debt Repayment Requirements</b>	<b>\$ 7,289,460</b>	<b>-</b>	<b>\$ 11,673,196</b>	<b>\$ 18,962,656</b>	<b>\$ 386,473</b>	<b>\$ 2,413,239</b>	<b>\$ 21,762,368</b>
<b>Sources of Funding</b>							
Property Taxes	-	-	76,023	76,023	386,473	-	462,496
Wastewater Capital Fees	3,516,469	-	4,718,260	8,234,729	-	-	8,234,729
Wastewater Operating Revenues	3,350,102	-	1,330,295	4,680,397	-	-	4,680,397
Wastewater Replacement	283,969	-	278,483	562,452	-	-	562,452
Water Capital Fees	-	-	2,812,921	2,812,921	-	-	2,812,921
Water Operating Revenues	138,920	-	158,124	297,044	-	-	297,044
Water Replacement	-	-	971,412	971,412	-	-	971,412
RDA Property Taxes	-	-	840,152	840,152	-	-	840,152
General Fund	-	-	6,949	6,949	-	-	6,949
Use of Reserves	-	-	-	-	-	-	-
Tax Assessments	-	-	480,577	480,577	-	2,413,239	2,893,816
<b>Total Sources of Funding</b>	<b>\$ 7,289,460</b>	<b>-</b>	<b>\$ 11,673,196</b>	<b>\$ 18,962,656</b>	<b>\$ 386,473</b>	<b>\$ 2,413,239</b>	<b>\$ 21,762,368</b>

<sup>(1)</sup> Advances from US Government shown as Maintenance & Operation Obligations for Computation of Debt Coverage

<sup>(2)</sup> Amounts shown represents accrued principal

## SCHEDULE OF DEBT REPAYMENT REQUIREMENTS AND SOURCES OF FUNDING

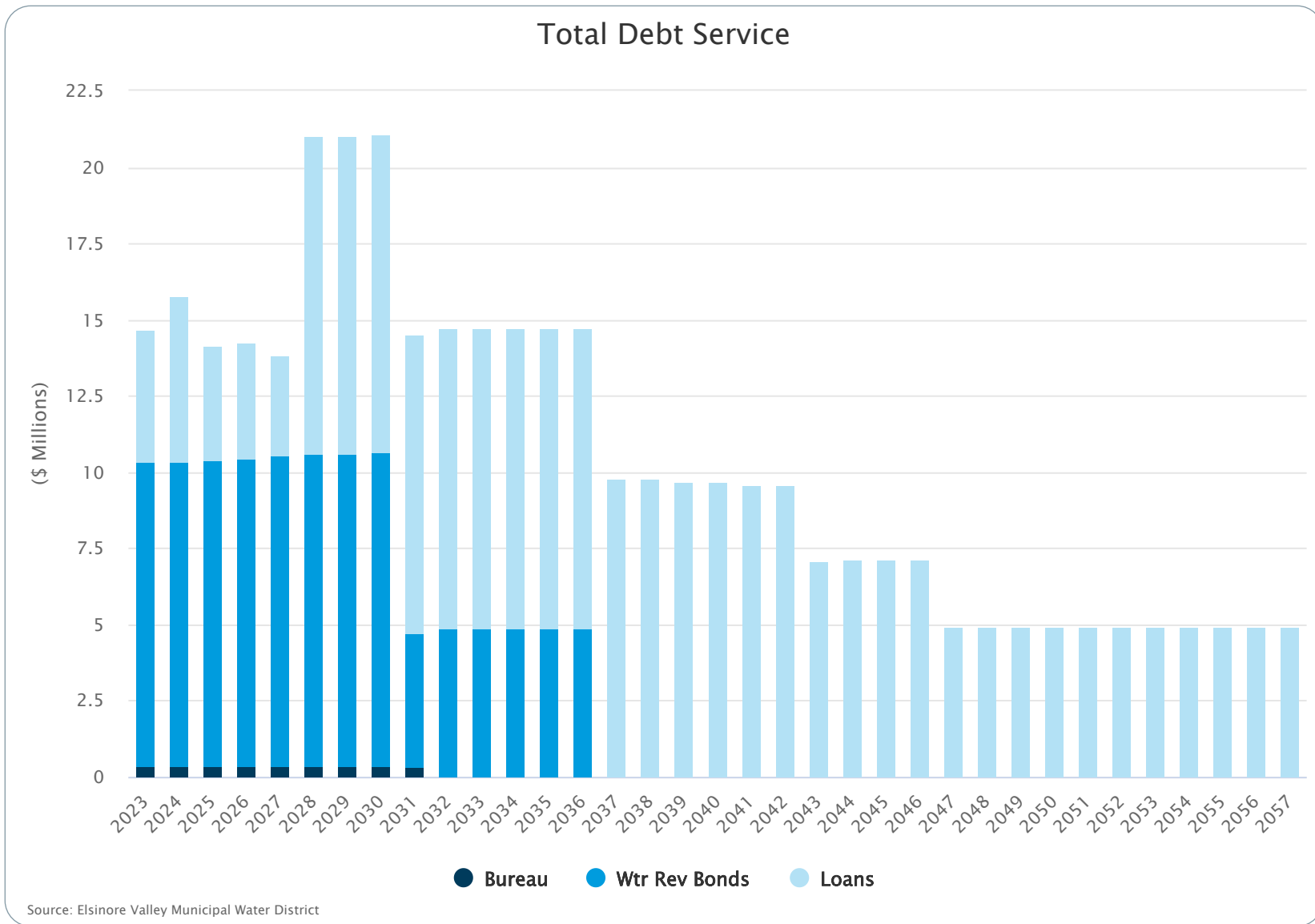
Fiscal Year 2025

(1)

		Certificates of Participation	Water Revenue Bonds	Sub-Total	Advances from US Government	Community Facilities Districts	Total
<b>Debt Repayment Requirements</b>							
Principal <sup>(2)</sup>	\$ 5,568,723	-	\$ 9,113,333	\$ 14,682,056	\$ 386,473	\$ 1,289,667	\$ 16,358,196
Interest	683,789	-	2,571,363	3,255,152	-	1,110,997	4,366,149
Reserve Requirement / Loan	1,044,704	-	-	1,044,704	-	-	1,044,704
<b>Total Debt Repayment Requirements</b>	<b>\$ 7,297,216</b>	<b>-</b>	<b>\$ 11,684,696</b>	<b>\$ 18,981,912</b>	<b>\$ 386,473</b>	<b>\$ 2,400,664</b>	<b>\$ 21,769,049</b>
<b>Sources of Funding</b>							
Property Taxes	-	-	76,114	76,114	386,473	-	462,587
Wastewater Capital Fees	3,516,469	-	4,710,771	8,227,240	-	-	8,227,240
Wastewater Operating Revenues	3,357,858	-	1,346,026	4,703,884	-	-	4,703,884
Wastewater Replacement	283,969	-	278,656	562,625	-	-	562,625
Water Capital Fees	-	-	2,814,402	2,814,402	-	-	2,814,402
Water Operating Revenues	138,920	-	158,359	297,279	-	-	297,279
Water Replacement	-	-	972,415	972,415	-	-	972,415
RDA Property Taxes	-	-	840,417	840,417	-	-	840,417
General Fund	-	-	6,959	6,959	-	-	6,959
Use of Reserves	-	-	-	-	-	-	-
Tax Assessments	-	-	480,577	480,577	-	2,400,664	2,881,241
<b>Total Sources of Funding</b>	<b>\$ 7,297,216</b>	<b>-</b>	<b>\$ 11,684,696</b>	<b>\$ 18,981,912</b>	<b>\$ 386,473</b>	<b>\$ 2,400,664</b>	<b>\$ 21,769,049</b>

<sup>(1)</sup> Advances from US Government shown as Maintenance & Operation Obligations for Computation of Debt Coverage

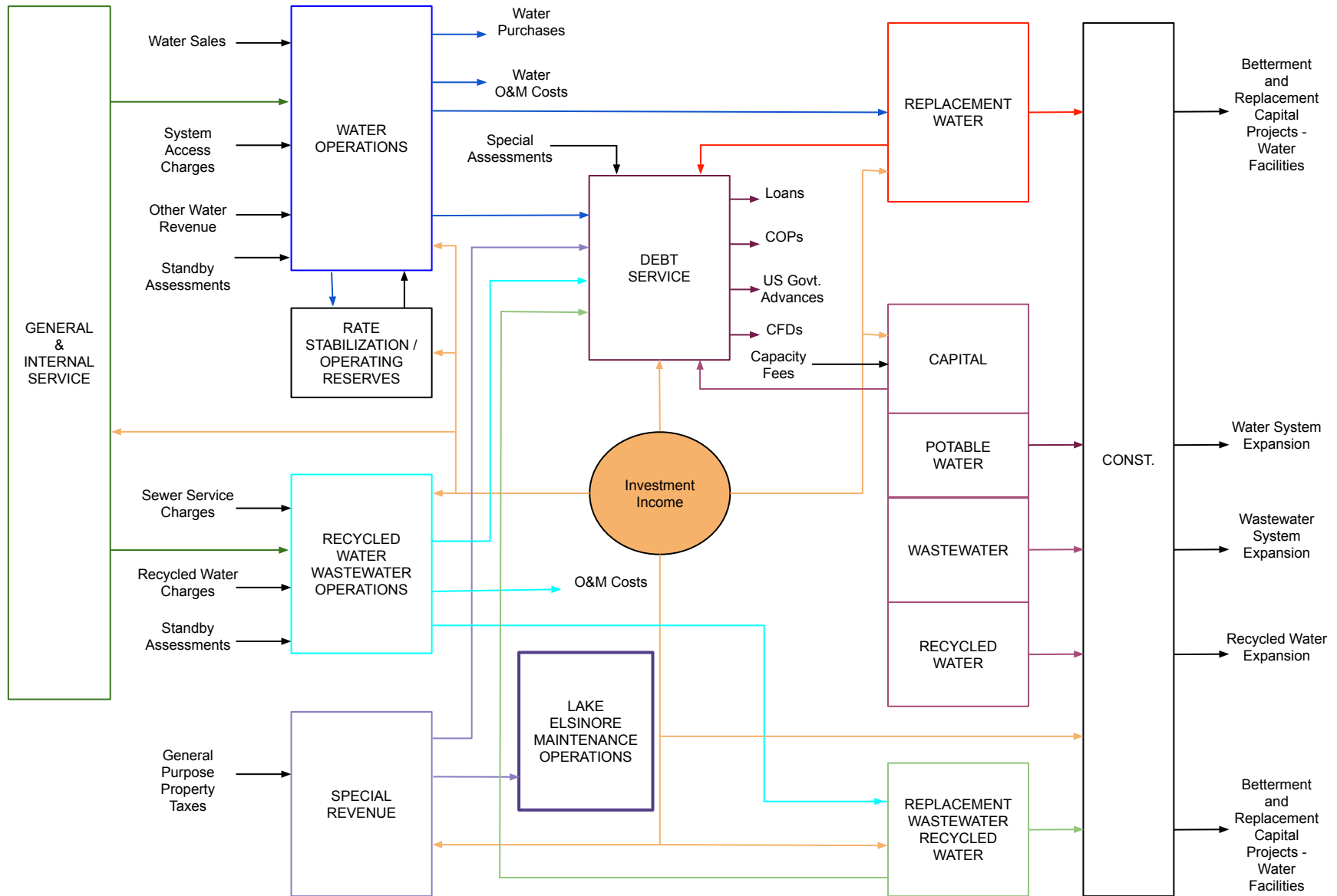
<sup>(2)</sup> Amounts shown represents accrued principal



- Includes principle and interest for outstanding water revenue bonds, advances from US Government & SRF loans, and executed SRF loan funding agreements (estimated).

- Excludes CFDs and debt reserve funding

**FUNDING AND CASH FLOW DIAGRAM**



## Significant Changes in Fund Balances

Rather than being accounted for as a single integral entity, the District utilizes a governmental accounting structure where its activities are accounted for in a collection of smaller separate accounting entities known as “funds”. A fund will also contain self-balancing “programs” which are utilized to account for distinct activities such as debt and capital. Each fund includes a self-balancing set of accounts established to record the financial position and results that pertain to a specific activity. The Fund balance, which is defined as the difference between the assets and liabilities for a particular fund at any given point in time, represents the resources available to meet expenditure requirements and are shown in detail by fund for both budgeted fiscal years on pages 159 through 162. There are no major funds within any of the fund types; each fund is as significant as any other within the same fund type.

The District’s total fund balance is estimated to be \$265,696,317 at the beginning of FY2024. Of this amount, a net revenue of \$54,375,325 are funds that have been committed prior to FY2024 and are therefore considered to be outside of this budget process. This is primarily made up of anticipated loans and developer contributions. Net available balance at the beginning of FY2024 is \$211,320,992, while the projected balance at the end of the fiscal year is \$210,318,767. The projected ending balance at FY2025 is \$217,352,916, a slight increase as compared to the previous year.

The change in projected ending balance for the water, recycled water, and wastewater operating funds in the aggregate is a decrease of 12.4% in FY2024, and 16.3% in FY2025. The District’s goal is to ensure that the rates implemented result in the required rate stabilization balance level of between 15% - 30% of the total annual operating expenditures for the fund.

The General & Internal Service Funds ending balances are projected to increase by approximately 9.7% and 17.4% in FY2024 and FY2025, respectively.

In total, the projected ending balance for the water, recycled water, and wastewater replacement funds reflect a decrease of 0.5% in FY 2024 and an increase of 45.2% in FY2025. The decrease in FY2024 is primarily driven by the various CIP projects in the water division that will be funded from these sources. FY2025 does not include significant CIP projects and therefore fund balances are replenished by the end of the year. The projects being funded by these sources are detailed in the CIP listing on page 102. The District’s Reserve policy has a target balance that the replacement fund balances are to be maintained between 5% - 20% of the value of the capital assets. Currently, the replacement fund balance is 2.2% of the value of the water, recycled water, and wastewater capital assets.

The water capacity funds are projected to decrease by 9.0% and 0.2% in FY2024 and FY2025, respectively. These decreases are being driven by increases in the estimated cost of CIP projects funded from these sources. The District is currently conducting a capacity fee study, which will incorporate any proposed changes to the District’s water capacity fee, which incorporates several near term water supply projects. Projected wastewater capacity funds are projected to increase by 15.3% in FY2024 but decrease 47.9% in FY2025. This is a result of funding the Regional Treatment Plant expansion and Diamond Regional Lift Station projects. As with the water capacity fees, the wastewater capacity fees will also be updated with the completion of the capacity fee study.

Collectively, the Debt Service Funds ending balance is projected to increase 15.9% in FY2024 and 13.8% for FY2025. The majority of this increase is caused by increased debt repayment reserves, particularly for the Regional Expansion and Diamond Regional loans.

The District feels confident that all fund balance changes are anticipated, accountable, planned, and are in line with expected near-future renewals. Any fund with actual negative ending balances will be supplemented with interfund loans.

**SCHEDULE OF CHANGES IN FUND BALANCE**

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Fund/ Prgr No.	Fund Description	Estimated Balance June 30, 2023	Estimated Sources of Funds	Net Estimated Expenditures	Prior Commitments	Capital Expenditures	Capital Repayment	Net Fund Transfers In (Out)	Projected Balance June 30, 2024
<b><u>Operating Funds</u></b>									
20	Elsinore Water	\$ 23,115,764	\$ 69,182,362	\$ 58,377,594	\$ 1,197,216	\$ 191,522	\$ -	\$ (11,039,147)	\$ 21,492,647
25	Temescal Water - Potable	730,756	1,342,365	1,029,077	32,883	5,387	-	(150,000)	855,774
30	Regional Wastewater	10,785,256	32,357,279	22,941,790	719,306	238,175	-	(11,556,851)	7,686,413
35	Recycled Water	1,123,973	2,079,823	1,396,782	8,020	191,522	-	(313,500)	1,293,972
	<b>Total Operating Funds</b>	<b>35,755,748</b>	<b>104,961,829</b>	<b>83,745,243</b>	<b>1,957,425</b>	<b>626,606</b>	<b>-</b>	<b>(23,059,498)</b>	<b>31,328,806</b>
320	<b><u>Rate Stabilization Fund</u></b>	3,000,000	34,394	-	-	-	-	-	3,034,394
<b><u>General &amp; Internal Service Funds</u></b>									
110	General	22,811,953	3,544,808	94,156	-	46,643	-	622,597	26,838,559
116	Vehicles & Equipment	2,000,261	15,483	15,483	50,797	55,511	-	-	1,893,954
117	Engineering	3,172,280	57,127	4,751,465	-	50,410	-	4,744,748	3,172,280
40	Lake Elsinore Maintenance	1,040,100	130,915	1,043,438	-	-	-	1,000,523	1,128,100
121	Information Technology	2,189,249	24,580	24,580	155,758	345,425	-	-	1,688,067
122	Facilities	136,364	1,550	1,550	-	29,971	-	-	106,393
310	Capital Outlays	655,711	12,122	-	380,240	-	-	-	287,594
	<b>Total General &amp; Internal Service Funds</b>	<b>32,005,918</b>	<b>3,786,585</b>	<b>5,930,672</b>	<b>586,794</b>	<b>527,960</b>	<b>-</b>	<b>6,367,868</b>	<b>35,114,945</b>
<b><u>Replacement Funds</u></b>									
318	Elsinore Water	8,116,530	112,486	-	-	962,748	-	(1,705,525)	5,560,743
319	Temescal Water	197,544	-	-	-	-	-	(70,000)	127,544
330	Recycled Water	706,340	6,071	-	-	40,000	-	(346,000)	326,411
333	Regional Wastewater	6,293,127	51,984	-	-	1,164,622	-	4,045,048	9,225,537
	<b>Total Replacement Funds</b>	<b>15,313,541</b>	<b>170,541</b>	<b>-</b>	<b>-</b>	<b>2,167,370</b>	<b>-</b>	<b>1,923,523</b>	<b>15,240,235</b>
<b><u>Special Revenue Funds</u></b>									
250	Redevelopment Area I	6,085,180	2,510,074	-	-	-	-	(5,840,152)	2,755,102
254	Redevelopment Area - EWD	1	12	-	-	-	-	-	13
530	Gen. Purpose Prop. Taxes	5,681,778	7,875,648	-	-	-	-	(8,092,584)	5,464,842
531	Gen. Purpose Prop. Taxes - EWD	218	2,471	-	-	-	-	-	2,689
570	Water Standby	30	-	-	-	-	-	-	30
571	Water Standby - EWD	32,170	136,541	-	-	-	-	-	168,711
	<b>Total Special Revenue Funds</b>	<b>11,799,376</b>	<b>10,524,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(13,932,736)</b>	<b>8,391,386</b>
<b><u>Water Capacity Funds</u></b>									
510	Storage Participation	15,010,807	1,119,365	-	-	-	-	(5,540,723)	10,589,449
511	TVP Participation	3,248,824	1,229,731	-	-	-	-	(1,018,515)	3,460,040
512	Pumping Plant Participation	5,085,774	579,377	-	-	-	-	(159,825)	5,505,326
513	Transmission Facilities Participation	5,333,883	1,696,305	-	-	-	-	(1,027,992)	6,002,196
520	Supply Facilities Participation	(155,603)	1,206,450	-	-	-	-	(649,616)	401,231
	<b>Total Water Capital Funds</b>	<b>28,523,685</b>	<b>5,831,228</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8,396,671)</b>	<b>25,958,242</b>



**SCHEDULE OF CHANGES IN FUND BALANCE**

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Fund/ Prgm No.	Fund Description	Estimated Balance June 30, 2023	Estimated Sources Of Funds	Net Estimated Expenditures	Prior Commitments	Capital Expenditures	Capital Repayment	Net Fund Transfers In (Out)	Projected Balance June 30, 2024
<b><u>Wastewater Capacity Funds</u></b>									
550	Regional Plant Capacity	1,147,044	1,654,923	-	-	-	-	(830,772)	1,971,195
560	Regional Sewer Treatment	1,556,341	1,617,376	-	-	-	-	(1,301,459)	1,872,258
561	Recycled Water Capacity Funds	1,244,653	281,277	-	-	-	-	(815,623)	710,307
	<b>Total Wastewater Capital Funds</b>	<b>3,948,038</b>	<b>3,553,576</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,947,854)</b>	<b>4,553,760</b>
490	<b><u>District Construction Fund</u></b>	111,175,894	-	-	(56,919,544)	130,590,000	-	21,176,817	58,682,256
<b><u>Debt Service Funds</u></b>									
<b><u>Loans</u></b>									
226	State Revolving Loan - Regional Expansion	(68)	1,070	-	-	-	-	-	1,002
228	AMI Phase III	266,076	3,013	-	-	-	138,920	138,920	269,089
229	Regional Upgrade - Planning	362,966	4,115	-	-	-	193,097	193,097	367,081
230	Regional Expansion - Planning	626,265	8,560	-	-	-	422,001	422,001	634,825
231	Regional SCADA	89,720	1,017	-	-	-	90,872	90,872	90,737
232	Regional Upgrade - Construction	3,969,700	30,913	-	-	-	3,020,692	3,020,692	4,000,613
233	Regional Expansion - Construction	3,313,863	18,671	-	-	-	-	2,203,841	5,536,375
234	Diamond Regional Lift Station	699,358	3,940	-	-	-	-	1,220,037	1,923,335
	<b>Total Loans</b>	<b>9,327,880</b>	<b>71,299</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,865,582</b>	<b>7,289,460</b>	<b>12,823,057</b>
<b><u>Revenue Bonds</u></b>									
262	2021A REVENUE BOND	3,944,764	-	7,105	-	-	3,164,196	3,164,194	3,937,657
263	2016A Revenue Bond	7,382,944	287,120	7,105	-	-	8,509,000	8,509,001	7,662,960
	<b>Total Revenue Bonds</b>	<b>11,327,709</b>	<b>287,120</b>	<b>14,210</b>	<b>-</b>	<b>-</b>	<b>11,673,196</b>	<b>11,673,195</b>	<b>11,600,618</b>
<b><u>Certificates Of Participation</u></b>									
487	Temescal Valley Project	239,083	481,296	10,000	-	-	-	(480,577)	229,802
<b><u>Advances From US Government</u></b>									
486	Lake Management Project	1,001,619	11,318	-	-	-	386,473	386,473	1,012,937
<b><u>Community Facilities Districts</u></b>									
451	CFD 1998-2 Wildomar	707,434	414,221	12,650	-	-	442,483	-	666,522
453	CFD 2003-2 - Greer Ranch	223,241	106,789	12,884	-	-	98,739	-	218,407
454	CFD 2002-1 - Oakmont II	317,833	136,636	13,315	-	-	133,158	-	307,997
455	CFD 2003-1 - Watermark	506,518	260,597	14,878	-	-	264,038	-	488,199
459	CFD 2006-1 - La Gonda	125,837	130,115	12,447	-	-	93,171	-	150,334
460	CFD 2004-1 - Woodmoor	406,962	285,820	23,902	-	-	271,833	-	397,047
461	CFD 2020-1 - Horsetheif	(10,000)	345,641	12,650	-	-	296,167	-	26,824
462	CFD 2020-1 - Horsetheif	-	364,923	12,650	-	-	314,133	-	38,140
463	CFD 2020-1 - Horsetheif	-	567,026	12,650	-	-	499,517	-	54,859
	<b>Total Community Facilities District</b>	<b>2,277,825</b>	<b>2,611,768</b>	<b>128,026</b>	<b>-</b>	<b>-</b>	<b>2,413,239</b>	<b>-</b>	<b>2,348,329</b>
	<b>Total Debt Service Funds</b>	<b>24,174,117</b>	<b>3,462,801</b>	<b>152,236</b>	<b>-</b>	<b>-</b>	<b>18,338,490</b>	<b>18,868,551</b>	<b>28,014,743</b>
<b>Total All Funds</b>		<b>\$ 265,696,317</b>	<b>\$ 132,325,700</b>	<b>\$ 89,828,151</b>	<b>\$ (54,375,325)</b>	<b>\$ 133,911,936</b>	<b>\$ 18,338,490</b>	<b>\$ -</b>	<b>\$ 210,318,767</b>

**SCHEDULE OF CHANGES IN FUND BALANCE**

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Fund/ Prgm No.	Fund Description	Estimated Balance June 30, 2024	Estimated Sources of Funds	Net Estimated Expenditures	Prior Commitments	Capital Expenditures	Capital Repayment	Net Fund Transfers In (Out)	Projected Balance June 30, 2025
<b><u>Operating Funds</u></b>									
20	Elsinore Water	\$ 21,492,647	\$ 72,869,220	\$ 62,912,964	\$ 1,197,216	\$ 191,522	\$ -	\$ (11,739,382)	\$ 18,320,783
25	Temescal Water - Potable	855,774	1,460,635	1,098,946	32,883	5,387	-	(170,000)	1,009,192
30	Regional Wastewater	7,686,413	36,567,184	24,239,633	719,306	238,175	-	(13,582,473)	5,474,010
35	Recycled Water	1,293,972	2,182,072	1,474,965	8,020	191,522	-	(383,249)	1,418,288
	<b>Total Operating Funds</b>	<b>31,328,806</b>	<b>113,079,111</b>	<b>89,726,508</b>	<b>1,957,425</b>	<b>626,606</b>	<b>-</b>	<b>(25,875,104)</b>	<b>26,222,274</b>
320	<b><u>Rate Stabilization Fund</u></b>	<b>3,034,394</b>	<b>32,824</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,067,218</b>
<b><u>General &amp; Internal Service Funds</u></b>									
110	General	26,838,559	3,588,484	108,781	-	46,643	-	2,184,829	32,456,448
116	Vehicles & Equipment	1,893,954	14,777	14,777	-	(226,122)	-	-	2,120,076
117	Engineering	3,172,280	54,521	5,245,149	-	50,410	-	5,241,038	3,172,280
40	Lake Elsinore Maintenance	1,128,100	130,417	1,051,481	-	-	-	1,009,064	1,216,100
121	Information Technology	1,688,067	23,458	23,458	-	(180,000)	-	-	1,868,067
122	Facilities	106,393	1,480	1,480	-	-	-	-	106,393
310	Capital Outlays	287,594	11,568	-	-	-	-	-	299,162
	<b>Total General &amp; Internal Service Funds</b>	<b>35,114,945</b>	<b>3,824,705</b>	<b>6,445,127</b>	<b>-</b>	<b>(309,069)</b>	<b>-</b>	<b>8,434,931</b>	<b>41,238,524</b>
<b><u>Replacement Funds</u></b>									
318	Elsinore Water	5,560,743	107,353	-	-	584,435	-	4,041,672	9,125,333
319	Temescal Water	127,544	-	-	-	375,000	-	228,600	-18,856
330	Recycled Water	326,411	5,794	-	-	20,000	-	(260,350)	51,855
333	Regional Wastewater	9,225,537	49,612	-	-	362,375	-	4,058,425	12,971,199
	<b>Total Replacement Funds</b>	<b>15,240,235</b>	<b>162,759</b>	<b>-</b>	<b>-</b>	<b>1,341,810</b>	<b>-</b>	<b>8,068,347</b>	<b>22,129,531</b>
<b><u>Special Revenue Funds</u></b>									
250	Redevelopment Area I	2,755,102	2,505,051	-	-	-	-	(3,090,417)	2,169,736
254	Redevelopment Area - EWD	13	11	-	-	-	-	-	24
530	General Purpose Property Taxes	5,464,842	8,050,527	-	-	-	-	(8,266,816)	5,248,553
531	General Purpose Property Taxes - EWD	2,689	2,358	-	-	-	-	-	5,047
570	Water Standby	30	-	-	-	-	-	-	30
571	Water Standby - EWD	168,711	135,121	-	-	-	-	-	303,832
	<b>Total Special Revenue Funds</b>	<b>8,391,386</b>	<b>10,693,068</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(11,357,233)</b>	<b>7,727,221</b>
<b><u>Water Capacity Funds</u></b>									
510	Storage Participation	10,589,449	1,141,336	-	-	-	-	(3,534,827)	8,195,958
511	TVP Participation	3,460,040	1,300,466	-	-	-	-	(1,011,302)	3,749,204
512	Pumping Plant Participation	5,505,326	593,160	-	-	-	-	(156,716)	5,941,770
513	Transmission Facilities Participation	6,002,196	1,743,250	-	-	-	-	(218,052)	7,527,394
520	Supply Facilities Participation	401,231	1,242,500	-	-	-	-	(1,143,505)	500,226
	<b>Total Water Capital Funds</b>	<b>25,958,242</b>	<b>6,020,712</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6,064,402)</b>	<b>25,914,552</b>

**SCHEDULE OF CHANGES IN FUND BALANCE**

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Fund/ Prgm No.	Fund Description	Estimated Balance June 30, 2024	Estimated Sources Of Funds	Net Estimated Expenditures	Prior Commitments	Capital Expenditures	Capital Repayment	Net Fund Transfers In (Out)	Projected Balance June 30, 2025
<b><u>Wastewater Capacity Funds</u></b>									
550	Regional Plant Capacity	1,971,195	1,704,526	-	-	-	-	(2,904,856)	770,865
560	Regional Sewer Treatment	1,872,258	1,665,234	-	-	-	-	(2,194,197)	1,343,295
561	Recycled Water Capacity Funds	710,307	289,539	-	-	-	-	(739,420)	260,426
	<b>Total Wastewater Capital Funds</b>	<b>4,553,760</b>	<b>3,659,299</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5,838,473)</b>	<b>2,374,586</b>
490	<b><u>District Construction Fund</u></b>	58,682,256	-	-	(211,300,000)	226,925,000	-	13,744,127	56,801,382
<b><u>Debt Service Funds</u></b>									
<b><u>Loans</u></b>									
226	State Revolving Loan - Regional Expansion	1,002	1,022	-	-	-	-	-	2,024
228	AMI Phase III	269,089	2,876	-	-	-	138,920	138,920	271,965
229	Regional Upgrade - Planning	367,081	3,927	-	-	-	193,097	193,097	371,008
230	Regional Expansion - Planning	634,825	8,169	-	-	-	422,001	422,001	642,994
231	Regional SCADA	90,737	970	-	-	-	90,872	90,872	91,707
232	Regional Upgrade - Construction	4,000,613	29,502	-	-	-	3,028,448	3,028,448	4,030,115
233	Regional Expansion - Construction	5,536,375	17,819	-	-	-	-	2,203,841	7,758,035
234	Diamond Regional Lift Station	1,923,335	3,760	-	-	-	-	1,220,037	3,147,132
	<b>Total Loans</b>	<b>12,823,057</b>	<b>68,045</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,873,338</b>	<b>7,297,216</b>	<b>16,314,980</b>
<b><u>Revenue Bonds</u></b>									
262	2021A Revenue Bond	3,937,657	-	7,105	-	-	3,164,196	3,164,194	3,930,550
263	2016A Revenue Bond	7,662,960	274,019	7,105	-	-	8,520,500	8,520,501	7,929,875
	<b>Total Revenue Bonds</b>	<b>11,600,618</b>	<b>274,019</b>	<b>14,210</b>	<b>-</b>	<b>-</b>	<b>11,684,696</b>	<b>11,684,695</b>	<b>11,860,426</b>
<b><u>Certificates Of Participation</u></b>									
487	Temescal Valley Project	229,802	481,263	10,000	-	-	-	(480,577)	220,488
<b><u>Advances From US Government</u></b>									
486	Lake Management Project	1,012,937	10,801	-	-	-	386,473	386,473	1,023,738
<b><u>Community Facilities Districts</u></b>									
451	CFD 1998-2 Wildomar	666,522	487,053	12,650	-	-	442,575	-	698,350
453	CFD 2003-2 - Greer Ranch	218,407	105,577	11,882	-	-	100,079	-	212,023
454	CFD 2002-1 - Oakmont II	307,997	160,724	12,315	-	-	132,783	-	323,623
455	CFD 2003-1 - Watermark	488,199	278,291	13,880	-	-	264,212	-	488,398
459	CFD 2006-1 - La Gonda	150,334	98,958	12,447	-	-	93,818	-	143,026
460	CFD 2004-1 - Woodmoor	397,047	317,386	23,902	-	-	280,047	-	410,484
461	CFD 2020-1 - Horsetheif	26,824	323,737	12,650	-	-	292,000	-	45,911
462	CFD 2020-1 - Horsetheif	38,140	342,737	12,650	-	-	310,634	-	57,593
463	CFD 2020-1 - Horsetheif	54,859	520,896	12,650	-	-	484,516	-	78,588
	<b>Total Community Facilities District</b>	<b>2,348,329</b>	<b>2,635,357</b>	<b>125,026</b>	<b>-</b>	<b>-</b>	<b>2,400,664</b>	<b>-</b>	<b>2,457,996</b>
	<b>Total Debt Service Funds</b>	<b>28,014,743</b>	<b>3,469,485</b>	<b>149,236</b>	<b>-</b>	<b>-</b>	<b>18,345,171</b>	<b>18,887,807</b>	<b>31,877,628</b>
<b>Total All Funds</b>		<b>\$ 210,318,767</b>	<b>\$ 140,941,963</b>	<b>\$ 96,320,871</b>	<b>\$ (209,342,575)</b>	<b>\$ 228,584,347</b>	<b>\$ 18,345,171</b>	<b>\$ -</b>	<b>\$ 217,352,916</b>

# WATER OPERATIONS

- 💧 Elsinore - Fund 20
- 💧 Temescal - Fund 25









## WATER OPERATIONS

### Elsinore Water Division Distribution System

The Elsinore Water Division’s distribution system includes 51 water booster or pumping plants and 68 reservoirs ranging in size from 20,000 gallons to 8 million gallons, totaling approximately 90 million gallons of tank storage capacity. In total, this Division has approximately 728 miles of pipeline ranging in size from 4 to 42 inches in diameter and maintains 10 active potable water production wells.

### Customers

The Elsinore Water Division provides service to customers throughout Lake Elsinore, Horsethief Canyon, Canyon Lake, Wildomar, and the Murrieta/California Oaks Development. Single family and multi-family residential services represent 95% of this division’s customer base.

The table below (Figure 15) provides the breakdown of customers by user category and percentage of total services for the prior, actual and budgeted fiscal years. The proposed budget assumes a growth in water services of less than 1% (350 customers) for both fiscal years.

Figure 15

Water Division					
Meters by User Category					
User Category	Actual FY2022	Actual FY2023	Estimated FY2024	Estimated FY2025	% of Total Services
Domestic	43,837	44,139	44,476	44,813	95.0%
Commercial	1,096	1,097	1,098	1,099	2.3%
Landscape Irrigation	1,015	1,025	1,036	1,047	2.2%
Hydrants	101	102	103	104	0.2%
Institutional	89	89	89	89	0.2%
Wholesale	3	3	3	3	0.0%
<b>Total</b>	<b>46,141</b>	<b>46,455</b>	<b>46,805</b>	<b>47,155</b>	

### Water Sources & Production

The Elsinore Water Division receives its water supply from three sources: local groundwater, surface water, and imported water purchased from Metropolitan Water District (MWD) through the Western Municipal Water District (WMWD). All three water sources are blended within the distribution system and delivered throughout the Division’s service area.

For the past 10 years, approximately 25% of the Division’s water supply (excluding recycled water) has come from local groundwater. This source relies heavily upon rainfall and other means of recharge. In order to better manage the groundwater basin to ensure future supplies, the District adopted a Groundwater Management Plan and established an operating safe yield of not to exceed 5,500 acre-feet (AF) of groundwater production per year, which is approximately 22% of the Division’s annual water supply.

The Canyon Lake Water Treatment Plant treats surface water that flows into Canyon Lake, which includes rain and runoff. The treatment plant has the capacity to treat 9 million gallons per day. For the last 10 years, this source of water has provided approximately 4% of the Division’s water supply. As previously discussed, the plant will be offline for the next several years for necessary upgrades needed in order to meet current regulatory requirements for PFAS constituents.

In August 2013, the District also started pumping water out of the Coldwater Basin for use by the Elsinore Water Division. Although this water is being transferred from the Temescal Water Division, this water has been classified as local groundwater.

The remaining source of supply comes from purchases of MWD water. MWD receives its water supply from two main sources: the Colorado River via the Colorado River Aqueduct, and from Northern California, as a result of the State Water Project via the Edmund G. Brown California Aqueduct.

The District imports potable water for domestic purposes through two separate connections: the Auld Valley Pipeline and Temescal Valley Pipeline (TVP). The District owns capacity rights in the Auld Valley Pipeline to deliver 37.5 cubic feet per second (“cfs”) to the District’s service area from MWD’s Lake Skinner Reservoir, which in turn receives water from the Colorado River Aqueduct. The TVP provides additional water from the State Water Project through MWD’s Mills Treatment Plant facility located north of the District. The District owns capacity rights to deliver 15 cfs and has an agreement to secure an additional 6.0 cfs of water delivery capacity from this source.

Additional sources of imported Colorado River water are available to the District from two untreated water connections to MWD’s facilities. This untreated water, when released upstream of the Canyon Lake Reservoir, travels 11 miles through the San Jacinto Riverbed (which is dry most of the year) before reaching the reservoir’s 5,000 AF of storage capacity. The San Jacinto watershed runoff is the primary source of replenishment to the Canyon Lake Reservoir.

Water from the lake is treated by the Canyon Lake Water Treatment Plant prior to introduction into the District’s distribution system. Ownership of the Canyon Lake Reservoir was transferred to the District as a result of the Temescal Water Company acquisition. The District has contractual obligations to maintain the level of the lake at 1,372 feet. Historically, the amount of water that is treated has been limited to the amount of runoff and rainfall, and so the treatment plant does not always operate on a full-time basis.

The graph and the table on the following page (Figures 16 & 17) illustrates the source of supply and water production data (respectively) for the Elsinore Water Division. Total water production for FY2024 is budgeted at 24,666 AF. This production budget reflects an increase of 18.1% when compared to the actual water production for FY2023. Total water production for FY2025 is budgeted at 25,044 AF, an increase of 1.5% compared to the FY2024 budgeted water production.

During this budget cycle the District has budgeted to produce 2,885 AF and 7,335 AF, for FY2024 and FY2025, respectively, from local groundwater sources. The groundwater production is from various wells, Back Basin and the Coldwater Basin. The FY2024 budgeted amount is a significantly reduced amount from normal, as the District will be participating in Metropolitan Water District’s conjunctive use program (CUP). CUP allows for the District to utilize imported water, when excess amounts are available, in-lieu of utilizing local water sources, which in turn allows the District to build storage within the Elsinore Groundwater Basin. The Canyon Lake Water Treatment plant is planned to be down for repair and therefore, the surface water production budget is not incorporated in this budget cycle.

The remaining amount of the District’s water portfolio will comprise of imported water sources, which is projected to be 21,781 AF for FY2024 and 17,709 AF for FY2025.

Figure 16

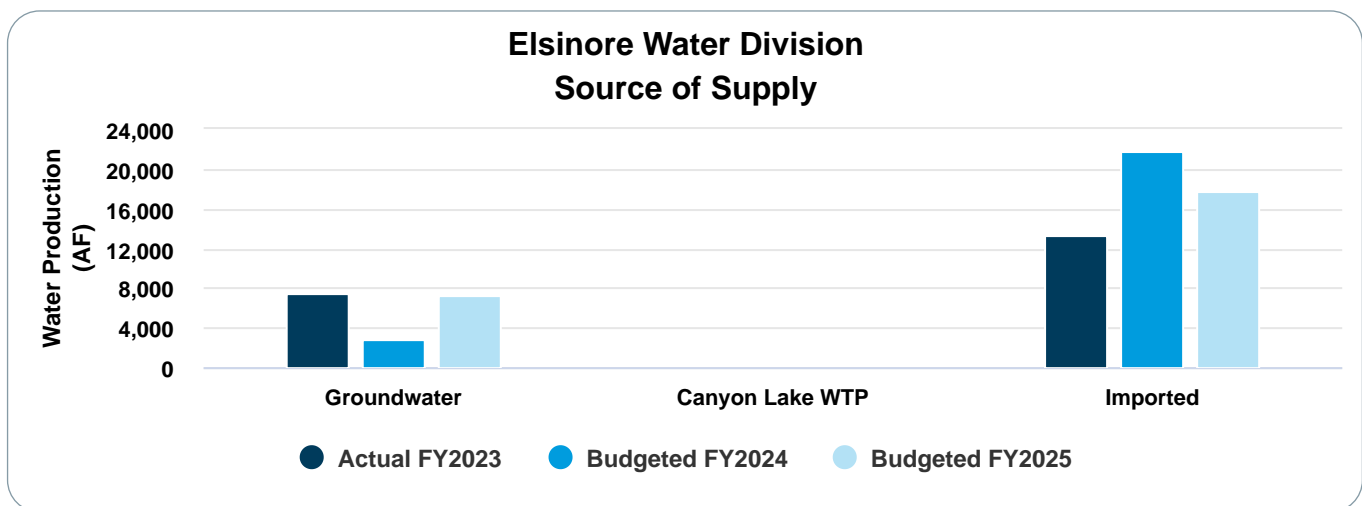






Figure 17

<b>Elsinore Water Division</b>			
<b>Water Sources and Production</b>			
	<b>Actual FY2023</b>	<b>Budgeted FY2024</b>	<b>Budgeted FY2025</b>
<b>Groundwater</b>			
Wells	3,801	2,000	4,931
Back Basin WTP	3,023	300	1,819
Coldwater Basin	702	585	585
<b>Canyon Lake WTP</b>			
Surface Water	-	-	-
<b>Imported</b>			
Auld Valley (Lake Skinner)	8,602	12,580	10,869
Temescal Valley Pipeline	4,751	9,201	6,840
San Jacinto - Untreated	-	-	-
<b>Total Production</b>	20,879	24,666	25,044
Production Loss (AF)	(650)	(1,233)	(1,252)
Production Loss (%)	3.11%	5.00%	5.00%
<b>NET PRODUCTION</b>	20,229	23,433	23,792

## MWD Commodity Charge

In January 2003, Metropolitan Water District (MWD) implemented a new rate structure in response to the changing conditions in availability of water resources, drought, growth in water demand, and existing system conditions. The goals of the new rate structure were to further MWD’s strategic objectives, support and encourage sound water resource management, accommodate a water transfer market, and enhance fiscal stability. The new rate structure was based on cost-of-service principles. See the table (Figure 18) and the descriptions below.

The **commodity rate** is unbundled into five separate components including: (1) Water supply, (2) System access for conveyance and distribution, (3) Water stewardship, (4) Power, and (5) Treatment.

1. The two-tiered **Water Supply Rate** structure encourages efficient water resource management and conservation.
  - **Tier 1** – Water purchases in any one year at this lower rate is determined by a percentage of the following two factors: (1) The base amount of water purchased in the last ten fiscal years by the member agency, and (2) Submittal of a purchase order for a ten-year supply of water.
  - **Tier 2** – This rate reflects MWD’s cost of acquiring new supplies and is charged for deliveries in excess of the allowable percentage of the MWD base amount.
2. **System Access Rate** – Recovers the costs associated with the conveyance and distribution system including capital, operating, and maintenance costs.
3. **Water Stewardship Rate** – Supports MWD’s financial commitment to conservation, water recycling, groundwater recovery, and other water management programs.
4. **System Power Rate** – Recovers the cost of power to pump water through the distribution system.
5. **Treatment Surcharge** – Recovers the cost of treating imported water.

### Capacity Reservation Charge

This charge recovers costs for peak capacity on MWD’s distribution system. This cubic foot per second rate charge is levied based on the highest summer day demand.

### Readiness-to-Serve Charge

This is a fixed charge that recovers the cost of MWD’s emergency storage and conveyance standby, which is the portion of system capacity that is on standby to provide emergency service and operational flexibility.

Figure 18

MWD Commodity Charges						
<i>(Costs per AF)</i>						
Component	Current 1/1/2023		Adopted 1/1/2024		Projected 1/1/2025	
	Tier 1	Tier 2	Tier 1	Tier 2	Tier 1	Tier 2
Water Supply	\$321	\$530	\$332	\$531	\$364	\$566
System Access	368	368	389	389	410	410
Water Stewardship	0	0	0	0	0	0
System Power	166	166	182	182	198	198
<b>Total Untreated</b>	<b>\$855</b>	<b>\$1,064</b>	<b>\$903</b>	<b>\$1,102</b>	<b>\$972</b>	<b>\$1,174</b>
Treatment Surcharge	354	354	353	353	380	380
<b>Total Treated</b>	<b>\$1,209</b>	<b>\$1,418</b>	<b>\$1,256</b>	<b>\$1,455</b>	<b>\$1,352</b>	<b>\$1,554</b>

## Rates

The District's rates for water services must account for the true costs of providing those services. To determine that true cost, the District retained an independent financial consultant to develop a comprehensive financial plan, update cost of service requirements and prepare a rate study report. The report showed the need for rate adjustments to account for the increased costs of water supply and delivery, energy, maintenance, treatment, infrastructure, and to meet reserve requirements. The rates proposed in this budget meet the District's priorities of being fair, equitable and compliant with state law and are designed to recover the District's cost of service.

### Elsinore Water Division Commodity Charge

District customers have been on a budget based rate structure since July 2009. A water budget is a monthly amount of water allocated to each customer for efficient indoor and outdoor uses. This rate structure was implemented as a fair way to encourage efficient water use and discourage water waste. Customers who stay within their budget pay less than customers who are inefficient or excessive in their water use. The water budget takes into account historical weather and evapotranspiration (ET) data for the EVMWD service area. For residential customers, the water budget also looks at the number of residents and the square footage of irrigated landscape. For landscape irrigation customers, individual allocations are based upon irrigated square footage. The rate structure also imposes higher charges as the level of water consumption increases and is structured to deter waste and encourage efficiency. The current and proposed rates are shown on the following page (Figure 19).

The current rate structure is as follows:

**Tier 1:** Indoor water budget is calculated using 55 gallons per person per day with 4 people per household. The rate is based on a blended cost of local and imported water supplies, delivery, and apportioned peaking costs, offset by miscellaneous revenue to help mitigate this rate.

**Tier 2:** Outdoor water budget is calculated using a formula accounting for the type of plants, local weather, irrigation efficiency, and square footage of irrigated landscape area. Since watering requirements are different throughout the year, the outdoor budgets are determined for each billing cycle based upon the 10-year average weather in the District's service area. Irrigation usage has a higher peaking factor than residential usage which results in higher capital costs. The rate is based on a blended cost of local and imported water supplies, delivery, peaking cost, and water efficiency program funding.

**Tier 3:** 30% of the outdoor water budget. The rate is based on the costs of regular and excessive imported water supplies, delivery, peaking cost, recycled water cost funding, and water efficiency program funding.

**Tier 4:** All water above inefficient use. The rate is based on the costs of excessive imported water supplies, delivery, peaking costs, recycled water cost funding, and water efficiency program funding.

Figure 19

Elsinore Water Division			
Water Commodity Rates			
Rate Classification	Current Rate 7/1/2022 per CCF	Adopted 7/1/2023 per CCF	Adopted 7/1/2024 per CCF
<b>Potable Residential</b>			
Tier 1	\$2.72	\$3.00	\$3.13
Tier 2	3.57	3.93	4.11
Tier 3	6.43	7.06	7.39
Tier 4	8.38	9.20	9.62
<b>Landscape Irrigation</b>			
Tier 1	3.55	3.90	4.08
Tier 2	6.82	7.49	7.84
Tier 3	9.56	10.50	10.98
<b>Commercial / Institutional</b>	3.50	3.85	4.03
<b>Hydrant Water</b>	6.12	6.72	7.03
<b>Inter-Agency</b>			
Tier 1	2.96	3.26	3.41
Tier 2	5.29	5.81	6.07
Tier 3	7.56	8.31	8.69

**Power Zone Charge**

The Elsinore Water Division incorporates a power zone charge in order to recover the electricity costs associated with pumping water through all of the District’s booster stations, which are located at various elevations. Three pumping zones have been established and are based upon the elevation of the water storage tanks, which provide service to specific areas. The energy or power charge revenue is intended to recover the projected electrical expenditures. This charge is targeted to be maintained at a level where the power revenue excess or deficit will be contained within 10% of actual electrical expenditures. The three zones are described and listed in the table (Figure 20) below.

**Zone 1:** Customers are assigned to this zone if they reside in or are provided water at the lowest elevation within the District’s service area (commonly referred to as the loop zone, which is at the 1,434 foot elevation). The electricity costs recovered from this charge include the pumping of wells and treatment and pumping of water into the water distribution system.

**Zone 2:** (1,435-2,800 foot elevation) This zone was established to recover the electricity cost of boosting water to tanks within the valley at higher elevations.

**Zone 3:** (2,801-3,200 foot elevation) This zone was established to recover the electricity costs to boost water to customers in Rancho Capistrano and El Cariso Village located on top of the Ortega Mountains.



Figure 20

Elsinore Water Division			
Power Zone Charges			
Zone	Current 7/1/2022 per CCF	Adopted 7/1/2023 per CCF	Adopted 7/1/2024 per CCF
1	\$0.14	\$0.16	\$0.17
2	0.33	0.37	0.39
3	1.70	1.87	1.97

**Fixed Service Charge**

The fixed meter charge is intended to mitigate a portion of the District’s fixed costs. The table below (Figure 21) illustrates the Elsinore Water Division’s current and proposed monthly fixed meter charges by meter size.

Figure 21

Elsinore Water Division						
Service Charge						
Meter Size (inches)	AWWA Capacity Ratio	Number of Meters	Number of Capacity Units	Current 7/1/2022	Adopted 7/1/2023	Adopted 7/1/2024
3/4	1.00	43,063	43,063	\$31.95	\$35.06	\$36.65
1	1.67	1,595	2,664	53.25	58.44	61.07
1-1/2	3.33	390	1,299	106.50	116.87	122.13
2	5.33	733	3,907	170.38	186.96	195.38
3	10.67	41	437	340.75	373.90	390.73
4	16.67	50	834	532.42	584.20	610.50
6	33.33	10	333	1,064.83	1,168.39	1,220.98
8	53.33	6	320	1,703.71	1,869.40	1,953.53
10	140.00	2	280	4,472.26	4,907.20	5,128.03
12	176.67	0	0	5,643.56	6,192.41	6,471.07

### Meter Installation Charge

Each year, the District reviews the current meter installation charge and performs a cost service analysis to determine the true costs of a meter installation. The meter installation charge is then adjusted as necessary to offset expenses incurred by the District. Current and proposed rates are shown in the table below (Figure 22).

Figure 22

Water Division				
Meter Installation Charges				
Meter Size (inches)	Current		Proposed 7/1/2023	
	Hang Service*	Full Service*	Hang Service*	Full Service*
3/4	\$500	\$4,465	\$520	\$4,788
1	590	4,505	620	4,830
1-1/2 - Turbine	1,521	5,962	1,542	6,322
1-1/2 - Compound	2,047	6,461	2,047	6,830
2 - Turbine	1,810	6,213	1,835	6,587
2 - Compound	2,384	6,780	2,409	7,157

\*See glossary for definition

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b>Revenues</b>						
1.0 Water Sales	\$ 32,639,292	\$ 35,071,406	\$ 40,512,838	\$ 5,441,432	\$ 42,771,431	\$ 2,258,593
1.1 Fixed Meter Charge	18,874,148	20,871,853	22,727,832	1,855,979	23,929,088	1,201,256
1.2 Energy Charge	2,664,320	2,827,532	3,442,471	614,939	3,657,165	214,694
1.3 New Service Connections	75,118	83,390	58,350	(25,040)	58,873	523
1.4 Other Service Charges & Penalties	1,504,909	1,472,700	1,383,500	(89,200)	1,433,500	50,000
1.5 Water Standby Charges	1,748	-	-	-	-	-
1.6 Total Operating Revenues	55,759,535	60,326,881	68,124,991	7,798,110	71,850,057	3,725,066
<b>Expenses</b>						
2.0 Purchased Water	22,961,055	22,970,236	24,865,168	1,894,932	26,043,495	1,178,327
2.1 Wells	1,858,999	3,073,126	1,987,235	(1,085,891)	3,478,816	1,491,580
2.2 Pumping And Booster Stations	3,902,065	4,120,775	4,702,953	582,178	5,112,041	409,089
2.3 Canyon Lake Water Treatment Plant	297,908	750,858	936,499	185,641	743,671	(192,828)
2.4 Back Basin Treatment Plant	474,885	482,220	551,156	68,936	936,386	385,230
2.5 Laboratory	-	-	-	-	-	-
2.6 Reservoirs	620,135	732,346	877,717	145,371	949,888	72,171
2.7 Transmission And Distribution	3,760,747	3,967,513	4,691,060	723,547	5,011,033	319,973
2.8 Meter Reading	116,715	55,664	61,813	6,149	67,570	5,757
2.9 Meter Testing & Replacement Exp	1,178,719	1,129,106	1,598,046	468,940	1,697,063	99,018
2.10 New Meter Installation	182,736	319,224	200,961	(118,263)	234,659	33,698
2.11 Flagler Water Treatment Plant	-	-	149,496	149,496	154,911	5,415
2.12 Billable To Outside Sources	40,790	80,067	128,710	48,643	135,647	6,937
2.13 Water Conservation	156,913	451,533	619,584	168,051	517,442	(102,142)
2.14 General & Administrative	12,474,273	14,388,051	17,136,400	2,748,350	17,959,545	823,145
2.15 Total Operating Expenses	48,025,939	52,520,717	58,506,798	5,986,080	63,042,168	4,535,370
3.0 Net Operating Income (Loss)	7,733,596	7,806,164	9,618,193	1,812,030	8,807,889	(810,304)
<b>Non-operating Revenues</b>						
4.0 Transfer From Rate Stabilization Reserve	(8,976,943)	-	2,543,840	2,543,840	3,860,887	1,317,047
4.1 Transfer From Reserves	145,500	-	-	-	-	-
4.2 Transfer From Reserves - Power Revenue	1,387,513	-	-	-	-	-
4.3 Investment Income	(558,380)	505,180	775,565	270,385	740,175	(35,390)
4.4 Other Non-operating Revenue	6,842,089	4,282,515	751,806	(3,530,709)	748,988	(2,818)
4.5 Total Non-operating Revenues	(1,160,220)	4,787,695	4,071,211	(716,484)	5,350,050	1,278,839

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Non-operating Expenses</u></b>						
5.0 Transfers To Replacements	9,445,612	10,015,387	10,690,387	675,000	11,390,387	700,000
5.1 Transfer To Rate Stabilization Reserve	(6,581,482)	1,294,177	-	(1,294,177)	-	-
5.2 Transfer To Operating Reserves	510,279	406,872	1,225,468	818,596	907,074	(318,394)
5.3 Transfer To Reserve - Power Revenue	573,506	-	892,471	892,471	979,165	86,694
5.4 Capital Outlay	79,416	58,908	62,318	3,410	62,318	-
5.5 Transfers To Capital Improvement Funds	183,939	-	-	-	-	-
5.6 Transfers To Capital Repayment Funds	296,559	296,799	297,044	245	297,279	235
5.7 Transfer To Recycled Water Funds	521,716	521,716	521,716	-	521,716	-
5.8 Other Non-Operating Expense	1,543,832	-	-	-	-	-
5.9 Total Non-operating Expenses	6,573,376	12,593,859	13,689,404	1,095,545	14,157,939	468,535
6.0 Net Income (Loss)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Operating Expenses</u></b>						
1.0 Purchased Water	\$ 22,961,055	\$ 22,970,236	\$ 24,865,168	\$ 1,894,932	\$ 26,043,495	\$ 1,178,327
1.1 Labor	4,275,241	5,116,677	6,093,954	977,277	6,945,447	851,493
1.2 Electricity	3,118,592	3,843,724	3,061,450	(782,274)	4,233,389	1,171,939
1.3 Fringe Benefits	3,601,245	4,176,408	5,061,414	885,005	5,352,592	291,179
1.4 Repairs & Maintenance	3,274,694	3,828,100	4,835,255	1,007,155	4,869,685	34,430
1.5 Landscape Services	183,447	153,000	231,000	78,000	231,000	-
1.6 Water Efficiency/Education Programs	61,498	121,300	238,000	116,700	128,000	(110,000)
1.7 Water Treatment & Testing	550,123	871,343	1,076,350	205,007	1,740,210	663,860
1.8 Bad Debt Expense	158,627	223,000	185,000	(38,000)	187,000	2,000
1.9 Licenses & Permit Fees	267,075	241,000	287,274	46,274	298,121	10,847
1.10 Supplies	37,615	21,600	18,155	(3,445)	18,213	58
1.11 Consulting And Other Outside Services	715,240	768,500	954,250	185,750	947,765	(6,485)
1.12 Property Insurance	51,319	52,550	189,938	137,388	227,925	37,987
1.13 Other Operating Expenses	492,173	654,827	732,903	78,076	749,713	16,810
1.14 Allocated Laboratory Expenses	(122,804)	(189,001)	(193,857)	(4,856)	(233,047)	(39,191)
1.15 Allocated General Administrative	6,082,570	7,043,818	7,964,203	920,385	8,247,085	282,882
1.16 Allocated Facilities Costs	233,827	263,569	333,568	70,000	348,821	15,253
1.17 Allocated Vehicle & Equip Costs	1,195,195	1,149,151	1,317,728	168,577	1,382,447	64,719
1.18 Allocated Computer Costs	889,195	1,210,915	1,255,044	44,130	1,324,307	69,263
1.19 Total Operating Expenses	<u>\$ 48,025,926</u>	<u>\$ 52,520,717</u>	<u>\$ 58,506,798</u>	<u>\$ 5,986,080</u>	<u>\$ 63,042,168</u>	<u>\$ 4,535,370</u>

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Water Sales Revenues</u></b>						
40101 Wtr Sales - Domestic, Block 1	\$ 10,071,821	\$ 12,235,743	\$ 12,489,534	\$ 253,791	\$ 13,226,942	\$ 737,408
40102 Wtr Sales - Domestic, Block 2	8,828,888	9,413,590	10,809,555	1,395,965	11,389,435	579,880
40103 Wtr Sales - Domestic, Block 3	1,433,663	1,436,488	1,753,400	316,912	1,849,126	95,726
40104 Wtr Sales - Domestic, Block 4	3,465,077	3,074,153	4,235,487	1,161,334	4,462,064	226,577
40111 Wtr Sales - Irrigation, Block 1	3,934,308	3,785,724	4,863,390	1,077,666	5,126,014	262,624
40112 Wtr Sales - Irrigation, Block 2	700,802	951,492	905,144	(46,348)	954,544	49,400
40113 Wtr Sales - Irrigation, Block 3	1,478,522	1,675,858	1,809,245	133,387	1,906,139	96,894
40120 Wtr Sales - Commercial	1,807,879	1,730,593	2,201,934	471,341	2,322,167	120,233
40121 Wtr Sales - Wholesale	480,576	493,833	494,495	662	517,092	22,597
40122 Wtr Sales - Agricultural	(5)	-	-	-	-	-
40124 Wtr Sales - Hydrants	1,003,420	574,784	1,218,121	643,337	1,274,314	56,193
40125 Wtr Sales - Political Subdivisions	166,206	169,148	202,533	33,385	213,594	11,061
40128 Wtr Sales - Low Income Credit	(318,705)	(470,000)	(470,000)	-	(470,000)	-
40129 Wtr Sales - Drought Surcharges	-	-	-	-	-	-
40130 Wtr Sales -Drought Penalties	(49)	-	-	-	-	-
40140 Wtr Sales - Fixed Meter Charge	19,070,944	20,871,853	22,727,832	1,855,979	23,929,088	1,201,256
40150 Wtr Sales - Power Surcharge	2,701,844	2,827,532	3,442,471	614,939	3,657,165	214,694
40601 Rental Income	-	-	-	-	-	-
<b>Sub-total - Water Sales Revenues</b>	<b>54,825,189</b>	<b>58,770,791</b>	<b>66,683,141</b>	<b>7,912,350</b>	<b>70,357,684</b>	<b>3,674,543</b>
<b><u>Accrued Water Revenues</u></b>						
40201 Wtr Sales - Domestic (Accrued)	(348,687)	-	-	-	-	-
40220 Wtr Sales - Commercial (Accrued)	(26,379)	-	-	-	-	-
40221 Wtr Sales - Wholesale (Accrued)	(8,444)	-	-	-	-	-
40211 Wtr Sales - Irrigation (Accrued)	(40,142)	-	-	-	-	-
40225 Wtr Sales - Political Subdivisions (Accrued)	1,661	-	-	-	-	-
40240 Wtr Sales - Fixed Meter Charge (Accrued)	(196,796)	-	-	-	-	-
40250 Wtr Sales - Power Surcharge (Accrued)	(37,524)	-	-	-	-	-
40228 Wtr Sales - Low Income Credit (Accrued)	8,881	-	-	-	-	-
<b>Sub-total - Accrued Water Revenues</b>	<b>(647,430)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Total Water Revenues</u></b>	<b>54,177,760</b>	<b>58,770,791</b>	<b>66,683,141</b>	<b>7,912,350</b>	<b>70,357,684</b>	<b>3,674,543</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**ELSINORE WATER DIVISION**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>	
<b>Service Revenues</b>							
40160	Wtr Sales -New Service Meter Connection	375,384	200,000	300,000	100,000	300,000	-
40301	Service Sales (Penalties Etc.)	33,920	30,000	30,000	-	30,000	-
40302	Illegal Water Use Fine	5,850	2,500	3,000	500	3,000	-
40303	Delinquent Charges	480,658	650,000	650,000	-	700,000	50,000
40304	Reverse Delinquent Charges	(13,165)	(12,000)	(12,000)	-	(12,000)	-
40305	Fire Flow And Other Services	15,000	17,000	17,000	-	17,000	-
40306	Backflow Service Charge	147,829	139,000	140,000	1,000	140,000	-
40307	Force Account Billable O & M Costs	260,579	-	-	-	-	-
40308	Account Setup	66,452	75,000	70,000	(5,000)	70,000	-
40309	Move Hydrant Fee	4,000	3,000	3,000	-	3,000	-
40310	Interruption Service Fee	37,620	250,000	120,000	(130,000)	120,000	-
40311	Returned Check Charge Water	25,900	25,000	25,000	-	25,000	-
40312	Credit Collection Charge	4,704	6,000	5,500	(500)	5,500	-
40313	MWD Water Storage Program	19,894	20,390	20,900	510	21,423	523
40314	New Water Service Connection Radio Reads	55,225	63,000	37,450	(25,550)	37,450	-
40315	Water Meter Inspection Fees	12,300	1,200	12,000	10,800	12,000	-
40316	Damage Meter Charges	1,748	-	-	-	-	-
40317	Water Transfer Sales Revenue	-	-	-	-	-	-
40318	Delinquent Notice	13,190	86,000	20,000	(66,000)	20,000	-
40319	Reversal Delinquent Notice	(61)	-	-	-	-	-
40321	Delinquent Door Hanger Notice	57,311	-	-	-	-	-
40322	Door Hanger Processing	(22,561)	-	-	-	-	-
<b>Total Service Revenues</b>		<b>1,581,775</b>	<b>1,556,090</b>	<b>1,441,850</b>	<b>(114,240)</b>	<b>1,492,373</b>	<b>50,523</b>
<b>Total Operating Revenues - Charges For Service</b>		<b>55,759,535</b>	<b>60,326,881</b>	<b>68,124,991</b>	<b>7,798,110</b>	<b>71,850,057</b>	<b>3,725,066</b>

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Purchased Water Expenses</u></b>						
50100	12,918,246	11,703,746	13,447,933	1,744,188	14,539,164	1,091,231
50101	7,923,897	9,030,924	9,227,719	196,796	9,170,160	(57,559)
50103	48,576	50,000	50,000	-	50,000	-
50105	900	900	900	-	900	-
50106	627,458	594,876	895,380	300,504	969,936	74,556
50107	810,660	863,760	468,698	(395,062)	520,296	51,598
50110	76,120	190,926	210,019	19,093	220,520	10,501
50111	407,092	387,000	442,000	55,000	450,000	8,000
50108	148,106	148,105	122,519	(25,586)	122,519	-
<b>Total Purchased Water Expenses</b>	<b>22,961,055</b>	<b>22,970,236</b>	<b>24,865,168</b>	<b>1,894,932</b>	<b>26,043,495</b>	<b>1,178,327</b>
<b><u>Reservoirs Expenses</u></b>						
52110	173,558	194,624	250,025	55,401	294,886	44,861
52300	146,009	158,859	207,662	48,803	227,257	19,596
53100	48,972	14,238	15,000	762	15,700	700
53110	20,426	27,500	29,250	1,750	31,175	1,925
53111	120,432	253,500	231,500	(22,000)	231,500	-
53113	88,838	52,000	110,000	58,000	110,000	-
53120	-	-	-	-	-	-
53121	-	-	-	-	-	-
53122	5,890	8,000	10,000	2,000	10,500	500
53140	-	-	-	-	-	-
53141	-	-	-	-	-	-
53320	-	-	-	-	-	-
53322	1,800	2,000	2,100	100	2,205	105
53330	160	-	-	-	-	-
54410	14,051	21,625	22,181	556	26,665	4,484
<b>Total Reservoirs Expenses</b>	<b>620,135</b>	<b>732,346</b>	<b>877,717</b>	<b>145,371</b>	<b>949,888</b>	<b>72,171</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**ELSINORE WATER DIVISION**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Wells Expenses</u></b>						
52110 Direct Labor	372,796	392,704	460,153	67,449	543,484	83,331
52300 Employee Benefit Allocated	310,829	320,539	382,187	61,647	418,843	36,656
53100 Electricity	587,700	1,538,355	405,450	(1,132,905)	1,396,689	991,239
53110 Repairs & Maint - Inventory	17,323	25,000	23,000	(2,000)	23,500	500
53111 R&M - Outside Services & Materials	318,855	412,500	354,400	(58,100)	365,320	10,920
53113 Landscape	26,385	39,000	40,000	1,000	40,000	-
53120 Chemical & Other Treatment	81,944	190,000	165,300	(24,700)	519,760	354,460
53121 Waste Water Treatment Cost	-	-	-	-	-	-
53122 Water & WW Testing	40,732	100,000	100,000	-	105,000	5,000
53140 Consulting And Professional Fees	15,927	-	-	-	-	-
53141 Contractual & Temporary Services	45,790	-	-	-	-	-
53322 Licenses, Permit & Fees	13,055	12,500	13,125	625	13,781	656
53330 General Office Supplies	31	-	-	-	-	-
54410 Allocated Laboratory Expense	27,633	42,528	43,620	1,093	52,439	8,818
<b>Total Wells Expenses</b>	<b>1,858,999</b>	<b>3,073,126</b>	<b>1,987,235</b>	<b>(1,085,891)</b>	<b>3,478,816</b>	<b>1,491,580</b>
<b><u>Pumping And Booster Stations Expenses</u></b>						
52110 Direct Labor	384,195	533,686	599,257	65,571	699,967	100,710
52300 Employee Benefit Allocated	323,768	435,612	497,721	62,109	539,438	41,717
53100 Electricity	2,429,123	2,220,477	2,550,000	329,523	2,678,000	128,000
53102 Fuel Usage	-	-	-	-	-	-
53110 Repairs & Maint - Inventory	55,707	50,000	58,000	8,000	58,000	-
53111 R&M - Outside Services & Materials	531,069	707,500	563,350	(144,150)	575,830	12,480
53113 Landscape	32,797	36,000	36,000	-	36,000	-
53120 Chemical & Other Treatment	119,869	115,000	375,000	260,000	500,000	125,000
53140 Consulting And Professional Fees	-	-	-	-	-	-
53141 Contractual & Temporary Services	-	-	-	-	-	-
53300 Travel And Training	-	-	-	-	-	-
53322 Licenses, Permit & Fees	25,499	22,500	23,625	1,125	24,806	1,181
53330 General Office Supplies	38	-	-	-	-	-
<b>Total Pumping And Booster Stations Expenses</b>	<b>3,902,065</b>	<b>4,120,775</b>	<b>4,702,953</b>	<b>582,178</b>	<b>5,112,041</b>	<b>409,089</b>

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Canyon Lake Water Treatment Plant Expenses</u></b>						
52110 Direct Labor	48,405	114,219	111,762	(2,457)	125,945	14,182
52300 Employee Benefit Allocated	40,841	93,229	92,826	(404)	97,061	4,235
53100 Electricity	23,357	39,714	50,000	10,286	30,000	(20,000)
53110 Repairs & Maint - Inventory	848	11,000	11,000	-	11,000	-
53111 R&M - Outside Services & Materials	52,161	160,000	280,000	120,000	180,000	(100,000)
53113 Landscape	23,627	14,000	32,000	18,000	32,000	-
53120 Chemical & Other Treatment	1,354	98,500	108,350	9,850	-	(108,350)
53121 Waste Water Treatment Cost	-	73,700	88,000	14,300	90,500	2,500
53122 Water & WW Testing	43,762	82,000	80,000	(2,000)	84,000	4,000
53140 Consulting And Professional Fees	-	-	-	-	-	-
53141 Contractual & Temporary Services	-	-	-	-	-	-
53322 Licenses, Permit & Fees	36,567	23,000	40,000	17,000	42,000	2,000
53330 General Office Supplies	24	-	-	-	-	-
54410 Allocated Laboratory Expense	26,962	41,496	42,562	1,066	51,166	8,604
<b>Total Water Treatment Plant Expenses</b>	<b>297,908</b>	<b>750,858</b>	<b>936,499</b>	<b>185,641</b>	<b>743,671</b>	<b>(192,828)</b>
<b><u>Transmission And Distribution Expenses</u></b>						
52110 Direct Labor	1,035,900	1,196,069	1,388,974	192,905	1,553,292	164,318
52300 Employee Benefit Allocated	875,326	976,273	1,153,631	177,358	1,197,063	43,433
52405 Class A Certification Bonus	-	-	-	-	-	-
53100 Electricity	235	-	-	-	-	-
53110 Repairs & Maint - Inventory	475,536	397,500	562,500	165,000	607,500	45,000
53111 R&M - Outside Services & Materials	862,804	802,000	944,000	142,000	947,600	3,600
53113 Landscape	10,160	10,000	10,000	-	10,000	-
53121 Waste Water Treatment Cost	-	-	-	-	-	-
53122 Water & WW Testing	32,446	75,000	57,000	(18,000)	59,850	2,850
53140 Consulting And Professional Fees	-	15,000	15,000	-	20,000	5,000
53141 Contractual & Temporary Services	80,508	-	25,000	25,000	25,000	-
53143 Carrying Rights Gage Canal	192,160	250,000	262,500	12,500	275,625	13,125
53300 Travel And Training	-	-	-	-	-	-
53306 Emergency Meals	-	-	-	-	-	-
53322 Licenses, Permit & Fees	60,648	40,000	60,000	20,000	60,000	-
53332 General Office Supplies	1,387	-	-	-	-	-
53333 Membership Dues & Periodicals	-	-	1,500	1,500	1,500	-
54410 Allocated Laboratory Expense	133,636	205,671	210,955	5,284	253,603	42,647
<b>Total Transmission And Distribution Expenses</b>	<b>3,760,747</b>	<b>3,967,513</b>	<b>4,691,060</b>	<b>723,547</b>	<b>5,011,033</b>	<b>319,973</b>

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Meter Reading Expenses</u></b>						
52110 Direct Labor	63,294	29,547	33,767	4,221	38,161	4,394
52300 Employee Benefit Allocated	53,421	24,117	28,046	3,929	29,409	1,364
53110 Repairs & Maint - Inventory	-	-	-	-	-	-
53140 Consulting And Professional Fees	-	-	-	-	-	-
53111 R&M - Outside Services & Materials	-	2,000	-	(2,000)	-	-
<b>Total Meter Reading Expenses</b>	<b>116,715</b>	<b>55,664</b>	<b>61,813</b>	<b>6,149</b>	<b>67,570</b>	<b>5,757</b>
<b><u>Meter Testing &amp; Replacement Expenses</u></b>						
52110 Direct Labor	287,027	332,064	378,597	46,533	427,559	48,962
52300 Employee Benefit Allocated	241,105	271,042	314,449	43,407	329,504	15,055
53110 Repairs & Maint - Inventory	488,497	400,000	700,000	300,000	735,000	35,000
53111 R&M - Outside Services & Materials	102,782	126,000	135,000	9,000	135,000	-
53141 Contractual & Temporary Services	59,307	-	70,000	70,000	70,000	-
<b>Total Meter Testing &amp; Replacement Exp</b>	<b>1,178,719</b>	<b>1,129,106</b>	<b>1,598,046</b>	<b>468,940</b>	<b>1,697,063</b>	<b>99,018</b>
<b><u>Flagler Water Treatment Plant Expenses</u></b>						
52110 Direct Labor	-	-	47,251	47,251	51,908	4,657
52300 Employee Benefit Allocated	-	-	39,245	39,245	40,003	758
53100 Electricity	-	-	35,000	35,000	35,000	-
53110 Repairs & Maint - Inventory	-	-	3,000	3,000	3,000	-
53111 R&M - Outside Services & Materials	-	-	25,000	25,000	25,000	-
<b>Total Flagler Water Treatment Plant Expenses</b>	<b>-</b>	<b>-</b>	<b>149,496</b>	<b>149,496</b>	<b>154,911</b>	<b>5,415</b>
<b><u>New Meter Installation Expenses</u></b>						
52110 Direct Labor	8,727	17,192	22,376	5,184	25,221	2,845
52300 Employee Benefit Allocated	7,045	14,033	18,585	4,552	19,437	852
53110 Repairs & Maint - Inventory	166,964	288,000	160,000	(128,000)	190,000	30,000
<b>Total New Meter Installation Expenses</b>	<b>182,736</b>	<b>319,224</b>	<b>200,961</b>	<b>(118,263)</b>	<b>234,659</b>	<b>33,698</b>
<b><u>Laboratory Expenses</u></b>						
52110 Direct Labor	137,639	238,881	216,258	(22,623)	306,605	90,347
52300 Employee Benefit Allocated	115,563	194,983	179,616	(15,367)	236,289	56,673
53110 Repairs & Maint - Inventory	1,489	10,000	10,000	-	10,000	-
53111 R&M - Outside Services & Materials	5,897	9,000	15,000	6,000	15,000	-
53120 Chemical & Other Treatment	13,026	15,000	15,000	-	15,000	-
53121 Waste Water Treatment Cost	-	-	-	-	-	-
53122 Water & WW Testing	659	1,000	1,000	-	1,000	-
53140 Consulting And Professional Fees	28,936	35,000	80,000	45,000	40,000	(40,000)
53141 Contractual & Temporary Services	-	-	-	-	-	-
53200 Contra -Allocated Laboratory Expenses	(335,348)	(516,114)	(529,374)	(13,260)	(636,394)	(107,020)
53322 Licenses, Permit & Fees	7,750	9,000	9,000	-	9,000	-
53300 Travel And Training	-	-	-	-	-	-
53330 General Office Supplies	24,389	1,500	1,500	-	1,500	-
53331 Postage	-	1,750	2,000	250	2,000	-
<b>Total Laboratory Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Billable To Outside Sources Expenses</u></b>						
52110 Direct Labor	22,025	27,566	31,881	4,315	35,748	3,867
52300 Employee Benefit Allocated	18,015	22,500	26,479	3,979	27,549	1,070
53111 R&M - Outside Services & Materials	-	-	-	-	-	-
53141 Contractual & Temporary Services	331	-	-	-	-	-
53322 Licenses, Permit & Fees	419	-	350	350	350	-
53390 Bad Debt Expense	-	30,000	70,000	40,000	72,000	2,000
<b>Total Billable To Outside Sources Expenses</b>	<b>40,790</b>	<b>80,067</b>	<b>128,710</b>	<b>48,643</b>	<b>135,647</b>	<b>6,937</b>
<b><u>Water Conservation Expenses</u></b>						
52110 Direct Labor	213	95,380	110,941	15,560	121,955	11,015
52300 Employee Benefit Allocated	139	77,852	92,143	14,291	93,986	1,843
53140 Consulting And Professional Fees	57,462	104,000	114,000	10,000	109,000	(5,000)
53144 Water Conservation Programs	44,100	95,000	172,500	77,500	97,500	(75,000)
53146 Water Education Programs	17,398	26,300	65,500	39,200	30,500	(35,000)
53300 Travel And Training	3,725	1,000	1,000	-	1,000	-
53322 Advertising	170	-	-	-	-	-
53324 Community Relations Special Events	26,618	20,000	22,000	2,000	22,000	-
53330 General Office Supplies	337	2,000	2,000	-	2,000	-
53331 Postage	-	7,500	7,500	-	7,500	-
53332 Forms, Printing & Duplicating Costs	6,753	22,500	24,000	1,500	24,000	-
53333 Membership Dues & Periodicals	-	-	8,000	8,000	8,000	-
<b>Total Water Conservation Expenses</b>	<b>156,913</b>	<b>451,533</b>	<b>619,584</b>	<b>168,051</b>	<b>517,442</b>	<b>(102,142)</b>
<b><u>Back Basin Water Treatment Plant Expenses</u></b>						
52110 Direct Labor	91,028	123,521	174,404	50,882	201,231	26,827
52300 Employee Benefit Allocated	78,573	100,822	144,853	44,031	155,081	10,228
53100 Electricity	29,206	30,940	6,000	(24,940)	78,000	72,000
53110 Repairs & Maint - Inventory	2,111	10,000	10,000	-	10,000	-
53111 R&M - Outside Services & Materials	51,571	86,000	120,000	34,000	115,000	(5,000)
53113 Landscape	1,641	2,000	3,000	1,000	3,000	-
53120 Chemical & Other Treatment	172,409	75,443	21,000	(54,443)	297,500	276,500
53121 Waste Water Treatment Cost	34,852	33,700	50,700	17,000	52,100	1,400
53122 Water & WW Testing	3,181	4,000	5,000	1,000	5,000	-
53140 Consulting And Professional Fees	-	-	-	-	-	-
53330 General Office Supplies	52	-	-	-	-	-
54410 Allocated Laboratory Expense	10,262	15,793	16,199	406	19,474	3,275
<b>Total Back Basin Expenses</b>	<b>474,885</b>	<b>482,220</b>	<b>551,156</b>	<b>68,936</b>	<b>936,386</b>	<b>385,230</b>



**STATEMENT OF REVENUES & EXPENDITURES**  
**ELSINORE WATER DIVISION**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Division Administrative Expenses (Allocated)</u></b>						
52110 Direct Labor	1,650,435	1,821,225	2,268,308	447,084	2,519,484	251,176
52300 Employee Benefit Allocated	1,390,610	1,486,546	1,883,973	397,427	1,941,671	57,698
52400 Auto Allowances	7,200	7,200	14,400	7,200	14,400	-
52402 Uniforms	38,828	56,000	54,725	(1,275)	56,011	1,286
52405 Merit & Other Bonus Pay	9,569	500	4,615	4,115	4,615	-
53110 Repairs & Maint - Inventory	222	600	255	(345)	260	5
53111 R&M - Outside Services & Materials	-	50,000	600,000	550,000	600,000	-
53126 BCGSA Related Expenses	75,000	150,000	150,000	-	150,000	-
53140 Consulting And Professional Fees	345,195	388,000	585,000	197,000	617,750	32,750
53141 Contractual & Temporary Services	29,434	-	-	-	-	-
53300 Travel And Training	66,526	76,700	112,500	35,800	114,800	2,300
53301 Employee Certifications	4,233	14,100	14,425	325	14,451	26
53306 Emergency Meals	-	-	-	-	-	-
53310 Legal Costs	52,349	226,500	65,250	(161,250)	66,015	765
53320 General Liability & Property Insurance	51,319	52,550	189,938	137,388	227,925	37,987
53321 Property Taxes	2,228	3,100	2,500	(600)	2,550	50
53322 Licenses, Permit & Fees	121,167	132,000	139,074	7,074	145,979	6,905
53325 Sponsorships & Public Information	12	-	-	-	-	-
53330 General Office Supplies	12,584	18,100	14,655	(3,445)	14,713	58
53331 Postage	11	200	203	3	205	2
53332 Forms, Printing & Duplicating Costs	-	-	-	-	-	-
53333 Dues & Subscriptions	57,935	44,277	51,035	6,758	51,056	21
53390 Bad Debt Expense	158,627	193,000	115,000	(78,000)	115,000	-
54400 Facilities Charges	233,827	263,569	333,568	70,000	348,821	15,253
54401 Computer Charges	889,195	1,210,915	1,255,044	44,130	1,324,307	69,263
54405 Allocated G & A Expense	6,082,570	7,043,818	7,964,203	920,385	8,247,085	282,882
54406 Allocated Vehicle & Equip O&M Costs	1,053,936	1,007,892	1,188,524	180,632	1,253,243	64,719
54408 Allocated Vehicle & Equip Outlay	141,259	141,259	129,204	(12,055)	129,204	-
<b>Total Division Admin Expenses</b>	<b>12,474,272</b>	<b>14,388,051</b>	<b>17,136,400</b>	<b>2,748,350</b>	<b>17,959,545</b>	<b>823,145</b>
<b>Total Operating Expenses</b>	<b>48,025,938</b>	<b>52,520,717</b>	<b>58,506,798</b>	<b>5,986,080</b>	<b>63,042,168</b>	<b>4,535,370</b>
<b>Net Operating Income (Loss)</b>	<b>7,733,597</b>	<b>7,806,164</b>	<b>9,618,193</b>	<b>1,812,030</b>	<b>8,807,889</b>	<b>(810,304)</b>

**STATEMENT OF REVENUES & EXPENDITURES  
ELSINORE WATER DIVISION**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Non-operating Revenues</u></b>						
71400 Standby Charges Current Year	310,915	267,515	281,806	14,291	278,988	(2,818)
72110 Allocated Investment Income	(558,380)	505,180	775,565	270,385	740,175	(35,390)
74190 Prior Year Expense	40	-	-	-	-	-
74199 Other Non-Operating Revenue	(42,248)	-	-	-	-	-
84100 Federal Grant	1,556,617	-	-	-	-	-
<b>Total Non-operating Revenues</b>	<b>1,266,944</b>	<b>772,695</b>	<b>1,057,371</b>	<b>284,676</b>	<b>1,019,163</b>	<b>(38,208)</b>
<b><u>Capital Expenditures</u></b>						
81119 Other Non-Operating Expenses	1,556,617	-	-	-	-	-
<b>Total Capital Expenditures</b>	<b>1,556,617</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Capital Expenditures</u></b>						
82511 Capital Outlay Charges	20,508	-	-	-	-	-
82521 Computer Outlay Charges	58,908	58,908	62,318	3,410	62,318	-
<b>Total Capital Expenditures</b>	<b>79,416</b>	<b>58,908</b>	<b>62,318</b>	<b>3,410</b>	<b>62,318</b>	<b>-</b>
<b><u>Transfers From Reserves</u></b>						
76100 Transfer In From Reserves	145,500	-	-	-	-	-
76102 Transfer In From Rate Stabilization Reserve	(8,976,943)	-	2,543,840	2,543,840	3,860,887	1,317,047
76103 Transfer In From Reserves Excess Power Surcharge	1,387,513	-	-	-	-	-
<b>Total Transfers From Reserves</b>	<b>(7,443,930)</b>	<b>-</b>	<b>2,543,840</b>	<b>2,543,840</b>	<b>3,860,887</b>	<b>1,317,047</b>
<b><u>Transfers To Reserves</u></b>						
77101 Transfer Out To Operating Reserve (20%)	510,279	406,872	1,225,468	818,596	907,074	(318,394)
77102 Transfer Out To Rate Stabilization Reserve	(6,581,482)	1,294,177	-	(1,294,177)	-	-
77103 Transfer Out To Reserves Excess Power Surcharge	573,506	-	892,471	892,471	979,165	86,694
<b>Total Transfers To Reserves</b>	<b>(5,497,698)</b>	<b>1,701,049</b>	<b>2,117,939</b>	<b>416,890</b>	<b>1,886,239</b>	<b>(231,700)</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**ELSINORE WATER DIVISION**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Transfers In</u></b>						
78115 Transfer In From General Fund	2,540,990	2,690,000	470,000	(2,220,000)	470,000	-
78248 Transfer In From COP 2002	-	-	-	-	-	-
78310 Transfer In From Capital Outlay	-	-	-	-	-	-
78318 Transfer In From Elsinore Water Repl	-	-	-	-	-	-
78320 Transfer In From Rate Stabilization	(81,505)	-	-	-	-	-
78490 Transfer In From CIP	-	-	-	-	-	-
78530 Transfer In From Gen Purpose Prop Tax	1,389,030	1,325,000	-	(1,325,000)	-	-
78570 Transfer In From Water Standby Tax	1,168,251	-	-	-	-	-
<b>Total Transfers In</b>	<b>5,016,766</b>	<b>4,015,000</b>	<b>470,000</b>	<b>(3,545,000)</b>	<b>470,000</b>	<b>-</b>
<b><u>Transfers Out</u></b>						
79121 Transfer Out To Information Tech Fund	-	-	-	-	-	-
79135 Transfer Out To Reclamation Fund	-	-	-	-	-	-
79140 Transfer Out To Lake Elsinore Maintenance Fund	(12,785)	-	-	-	-	-
79228 Transfer Out To Ami Loan Phase 3	138,920	138,920	138,920	0	138,920	-
79263 Transfer Out To Revenue Bond	157,639	157,879	158,124	245	158,359	235
79310 Transfer Out To Capital Outlay Fund	179,997	-	-	-	-	-
79318 Transfer Out To Elsinore Water Replacement Fund	9,445,612	10,015,387	10,690,387	675,000	11,390,387	700,000
79320 Transfer Out To Rate Stabilization Fund 320	-	-	-	-	-	-
79490 Transfer Out To Construction Fund	3,942	-	-	-	-	-
79561 Transfer Out To Reclamation Capacity Fees	521,716	521,716	521,716	-	521,716	-
<b>Total Transfers Out</b>	<b>10,435,041</b>	<b>10,833,902</b>	<b>11,509,147</b>	<b>675,245</b>	<b>12,209,382</b>	<b>700,235</b>
<b>Net Income (Loss) - Water Division</b>	<b>\$ 1,556,618</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## WATER OPERATIONS

### Temescal Water Division

The Temescal Water Division was acquired through the purchase of the Temescal Water Company in August 1989. With this purchase, the District also acquired controlling interest in three mutual water companies: Meeks & Daley, Agua Mansa, and Alta Mesa. These three companies were consolidated in 1998 and are now collectively called the Meeks & Daley Water Company.

### Customers

The Temescal division is comprised of domestic customers (96%), agricultural customers (2%), and commercial and industrial customers (2%). Per an agreement with the City of Corona, the City will be responsible for providing domestic water service to any new developments. Therefore, no growth in domestic water services is assumed for the proposed budget years.

### Water Sources

Domestic customers generally receive potable water from groundwater wells in the Coldwater Basin of Temescal Canyon. Although this is generally the case, the wells that serve the system have at times been down for repair and water production has been supplemented with imported water purchases.

Industrial customers receive non-potable water supplies from the Temescal Valley groundwater basins, water stored in Lee Lake, and surface water, a portion of which is from the recycled water flows from the Regional Water Reclamation Facility. Recharge to the Temescal Valley groundwater basins is a result of precipitation and runoff from the local mountains. Stream flows in the Temescal Wash also contribute to some groundwater recharge in the Temescal Valley area.

### Distribution System & Production

Water deliveries are accomplished with 2 active wells, 1 active booster pump, 2 connections to MWD transmission lines, 12.5 miles of pipeline 6" to 36" in diameter, and 2 domestic storage tanks, with a total capacity of 320,000 gallons.

The District's interest in the Meeks & Daley Water Company allows the District to transport water through the Gage Canal in Riverside. This entitlement allows the District to transport non-potable water supplies from the Palm Avenue Well, (owned by the District) which is located in the Colton area, to customers in the Temescal Valley.

The Meeks & Daley Water Company has a separate distribution system which includes 5 wells in the areas of Colton, San Bernardino, and Rialto. These wells have the combined rights to pump up to 7,833 AF annually from the San Bernardino Bunker Hill Basin and 2,300 AF annually in the Rialto-Colton Basin. The District's annual allotment (through shareholder ownership) is 4,500 AF from the Bunker Hill Basin, and up to 2,300 AF from the Rialto-Colton Basin.

Total potable water production for the Temescal Water Division is expected to be 960 AF for both budget years. To better utilize the District's water rights within the Coldwater Basin and to help mitigate the rising cost of MWD imported water, 585 AF of the total production will be exported from the basin to the Elsinore Water Division in each of the proposed budget years.

The table on the following page (Figures 23) illustrates the source of supply data and water production for the Temescal Division's prior year actual and budgeted fiscal years.



Figure 23

Temescal Water Division			
Water Sources and Production			
	Actual FY2023	Budgeted FY2024	Budgeted FY2025
<b>Groundwater</b>			
Wells	1,269	960	960
<b>Imported</b>			
Lee Lake Tie-In	8	-	-
<b>Total Production</b>	1,277	960	960
Production Loss (%)	-5.6%	3.0%	3.0%
Production Loss (AF)	72	(29)	(29)
Exported to Elsinore Division	(938)	(585)	(585)
<b>NET PRODUCTION</b>	411	346	346

**Rates**

**Temescal Water Division  
Commodity Charge**

As with the Elsinore Division, the water budget based rate structure was implemented in 2009 for both the Temescal domestic and landscape irrigation customers. The Temescal division’s rates for water services must also account for the true costs of providing those services. To determine that true cost, the District retained an independent financial consultant to develop a comprehensive financial plan, update cost of service requirements and prepare a rate study report. The report showed the need for rate adjustments to account for the increased costs of water supply and delivery, energy, maintenance, treatment, infrastructure, and to meet reserve requirements. The rates proposed in this budget meet the District’s priorities of being fair, equitable and compliant with state law and are designed to recover the District’s cost of service. The table below (Figure 24) represents the current and proposed commodity rates by rate classification.

Figure 24

Temescal Water Division			
Water Commodity Rates			
Rate Classification	Adopted Rate 7/1/2022 per CCF	Adopted Rate 7/1/2023 per CCF	Adopted Rate 7/1/2024 per CCF
<b>Potable Residential</b>			
Tier 1	\$1.60	\$1.86	\$2.15
Tier 2	3.17	3.68	4.25
Tier 3	4.63	5.37	6.19
Tier 4	12.08	13.99	16.12
<b>Landscape Irrigation</b>			
Tier 1	2.78	3.22	3.72
Tier 2	5.17	5.99	6.91
Tier 3	13.28	15.38	17.73
<b>Commercial/Institutional</b>	2.69	3.12	3.60

**Fixed Service and Power Zone Charges**

The proposed changes to the fixed service charge reflects the alignment of the Elsinore and Temescal Water divisions rates and charges. The rate study determined that the cost components which make up these charges are the same; therefore, the charges should be the same. The table below (Figure 25) illustrates the proposed monthly fixed service charge by meter size.

Power zone charge revenue is intended to recover the projected electrical expenditures. Current and proposed power charges are illustrated in the table below (Figure 26).

**Figure 25**

Temescal Water Division						
Service Charge						
Meter Size (inches)	AWWA Capacity Ratio	Number of Meters	Number of Capacity Units	Adopted 7/1/2022	Adopted 7/1/2023	Adopted 7/1/2024
3/4	1.0	670	670	\$31.95	\$35.06	\$36.65
1	1.7	34	57	53.25	58.44	61.07
1-1/2	3.3	9	30	106.50	116.87	122.13
2	5.3	24	128	170.38	186.96	195.38
3	10.7	3	32	340.75	373.90	390.73

**Figure 26**

Temescal Water Division		
Power Charges		
Current Rate per CCF	Adopted 7/1/2023 per CCF	Adopted 7/1/2024 per CCF
\$0.14	\$0.15	\$0.16

**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Revenues</u></b>						
1.0 Water Sales	\$ 477,619	\$ 695,677	\$ 818,803	\$ 123,126	\$ 922,580	\$ 103,777
1.1 Fixed Meter Charge	318,675	353,615	383,970	30,355	401,349	17,379
1.2 Energy Charge	21,114	23,429	27,320	3,891	29,028	1,708
1.3 Other Service Charges & Penalties	8,724	15,900	11,600	(4,300)	11,600	-
1.4 Total Operating Revenues	826,131	1,088,621	1,241,693	153,072	1,364,557	122,864
<b><u>Expenses</u></b>						
2.0 Purchased Water	31,820	300	50,300	50,000	50,300	-
2.1 Wells	166,112	335,781	355,311	19,530	375,821	20,510
2.2 Pumping And Booster Stations	28,832	41,518	53,899	12,381	57,917	4,018
2.3 Reservoirs	14,525	38,541	39,455	914	41,964	2,509
2.4 Transmission And Distribution	89,885	99,980	109,442	9,462	125,667	16,224
2.5 Meter Reading	450	10,732	12,363	1,630	13,514	1,151
2.6 Meter Installation, Testing & Replacement	4,148	7,850	7,850	-	7,850	-
2.7 Water Conservation	34,710	81,631	96,901	15,270	103,886	6,986
2.8 Division Administrative	183,892	252,685	307,913	55,228	326,383	18,470
2.9 Billable To Outside Sources	1,868	-	-	-	-	-
2.10 Total Operating Expenses	556,244	869,018	1,033,433	164,415	1,103,302	69,869
3.0 Net Operating Income (Loss)	269,887	219,603	208,260	(11,343)	261,255	52,995
<b><u>Non-operating Revenues</u></b>						
4.0 Transfer From Other Funds	4,148	-	-	-	-	-
4.1 Transfer From Rate Stabilization Fund	(84,397)	-	-	-	-	-
4.2 Transfer From Reserves	264,385	264,385	100,000	(164,385)	80,000	(20,000)
4.3 Investment Income	(22,794)	48,942	100,672	51,730	96,078	(4,594)
4.4 Total Non-operating Revenues	161,342	313,327	200,672	(112,655)	176,078	(24,594)

**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>	
<b><u>Non-operating Expenses</u></b>							
5.0	Transfer To Replacements	450,000	500,000	250,000	(250,000)	250,000	-
5.1	Transfer To Rate Stabilization Fund	(65,172)	25,312	124,619	99,307	172,328	47,709
5.2	Transfer To Reserves	15,256	6,350	33,282	26,933	13,974	(19,308)
5.3	Capital Outlay	1,269	1,269	1,031	(238)	1,031	-
5.4	Transfer To Other Funds	29,876	-	-	-	-	-
5.5	Total Non-operating Expenses	431,229	532,930	408,932	(123,998)	437,333	28,401
6.0	<b>Net Income (Loss)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Operating Expenses</u></b>						
1.0 Labor	\$ 91,367	\$ 154,296	\$ 173,836	\$ 19,540	\$ 202,166	\$ 28,330
1.1 Fringe Benefits	76,816	125,939	144,382	18,442	155,802	11,420
1.2 Electricity	86,130	213,811	165,727	(48,084)	173,910	8,183
1.3 Repairs & Maintenance	44,469	90,300	101,100	10,800	101,400	300
1.4 Purchased Water	31,820	300	50,300	50,000	50,300	-
1.5 Chemicals	12,109	12,686	61,000	48,314	64,050	3,050
1.6 Water Treatment & Testing	23,871	14,000	28,000	14,000	29,250	1,250
1.7 License, Permits & Fees	-	1,800	1,800	-	1,800	-
1.8 Consulting And Other Outside Services	1,860	2,500	2,500	-	2,500	-
1.9 Other Operating Expenses	36,934	38,985	46,002	7,017	48,968	2,966
1.10 Allocated Costs	150,869	214,401	258,787	44,386	273,157	14,371
1.11 Total Operating Expenses	<u>\$ 556,244</u>	<u>\$ 869,018</u>	<u>\$ 1,033,433</u>	<u>\$ 164,415</u>	<u>\$ 1,103,302</u>	<u>\$ 69,869</u>

**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Water Sales Revenues</u></b>						
40101 Wtr Sales - Domestic, Block 1	\$ 83,726	\$ 104,400	\$ 120,625	\$ 16,225	\$ 139,432	\$ 18,807
40102 Wtr Sales - Domestic, Block 2	124,196	151,634	186,561	34,927	215,458	28,897
40103 Wtr Sales - Domestic, Block 3	13,699	18,622	20,653	2,031	23,807	3,154
40104 Wtr Sales - Domestic, Block 4	62,899	79,837	93,939	14,102	108,230	14,291
40111 Wtr Sales - Irrigation, Block 1	30,721	35,398	45,235	9,837	52,259	7,024
40112 Wtr Sales - Irrigation, Block 2	7,723	10,345	11,513	1,168	13,281	1,768
40113 Wtr Sales - Irrigation, Block 3	33,710	33,572	49,954	16,382	57,587	7,633
40126 Wtr Sales - Industrial	53,472	70,943	79,323	8,380	91,526	12,203
40127 Wtr Sales - Coldwater Basin	76,120	190,926	211,000	20,074	221,000	10,000
40128 Wtr Sales - Low Income Credit	(3,675)	-	-	-	-	-
40130 Wtr Sales -Drought Penalties	(2)	-	-	-	-	-
40140 Wtr Sales - Fixed Meter Charge	320,091	353,615	383,970	30,355	401,349	17,379
40150 Wtr Sales - Power Surcharge	21,114	23,429	27,320	3,891	29,028	1,708
<b>Sub-total - Water Sales Revenues</b>	<b>823,792</b>	<b>1,072,721</b>	<b>1,230,093</b>	<b>157,372</b>	<b>1,352,957</b>	<b>122,864</b>
<b><u>Accrued Water Revenues</u></b>						
40201 Wtr Sales - Domestic (Accrued)	(1,537)	-	-	-	-	-
40211 Wtr Sales - Irrigation (Accrued)	(3,208)	-	-	-	-	-
40240 Wtr Sales - Fixed Meter Charge (Accrued)	(1,417)	-	-	-	-	-
40250 Wtr Sales - Power Surcharge (Accrued)	(278)	-	-	-	-	-
40228 Wtr Sales - Low Income Credit (Accrued)	54	-	-	-	-	-
<b>Sub-total - Accrued Water Revenues</b>	<b>(6,385)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Water Revenues</b>	<b>817,407</b>	<b>1,072,721</b>	<b>1,230,093</b>	<b>157,372</b>	<b>1,352,957</b>	<b>122,864</b>

**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b>Service Revenues</b>						
40301	300	700	500	(200)	500	-
40303	4,898	8,000	6,000	(2,000)	6,000	-
40304	(38)	100	-	(100)	-	-
40306	1,566	1,500	1,500	-	1,500	-
40308	690	1,000	1,000	-	1,000	-
40310	135	3,000	1,500	(1,500)	1,500	-
40311	400	500	500	-	500	-
40312	142	100	100	-	100	-
40318	119	1,000	500	(500)	500	-
40321	512	-	-	-	-	-
<b>Total Service Revenues</b>	<b>8,724</b>	<b>15,900</b>	<b>11,600</b>	<b>(4,300)</b>	<b>11,600</b>	<b>-</b>
<b>Total Operating Revenues - Charges For Services</b>	<b>826,131</b>	<b>1,088,621</b>	<b>1,241,693</b>	<b>153,072</b>	<b>1,364,557</b>	<b>122,864</b>
<b>Purchased Water Expenses</b>						
50101	31,520	-	50,000	50,000	50,000	-
50104	300	300	300	-	300	-
<b>Total Purchased Water Expenses</b>	<b>31,820</b>	<b>300</b>	<b>50,300</b>	<b>50,000</b>	<b>50,300</b>	<b>-</b>
<b>Wells Expenses</b>						
52110	23,742	31,843	35,725	3,882	40,602	4,878
52300	19,436	25,991	29,672	3,681	31,291	1,619
53100	84,791	212,527	163,727	(48,800)	171,910	8,183
53110	-	3,000	3,300	300	3,600	300
53111	3,012	32,000	22,000	(10,000)	22,000	-
53113	5,408	2,000	7,000	5,000	7,000	-
53120	10,382	12,686	61,000	48,314	64,050	3,050
53122	15,484	8,000	25,000	17,000	26,250	1,250
53140	-	-	-	-	-	-
53322	-	1,800	1,800	-	1,800	-
54410	3,857	5,935	6,088	152	7,319	1,231
<b>Total Wells Expenses</b>	<b>166,112</b>	<b>335,781</b>	<b>355,311</b>	<b>19,530</b>	<b>375,821</b>	<b>20,510</b>

**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

<b>Account</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Pumping And Booster Stations Expenses</u></b>						
52110 Direct Labor	12,800	17,582	23,817	6,235	26,892	3,075
52300 Employee Benefit Allocated	10,415	14,351	19,782	5,431	20,725	943
53100 Electricity	1,339	1,284	2,000	716	2,000	-
53110 Repairs & Maint - Inventory	-	800	1,800	1,000	1,800	-
53111 R&M - Outside Services & Materials	2,240	5,500	6,500	1,000	6,500	-
53113 Landscape	311	2,000	-	(2,000)	-	-
53120 Chemical & Other Treatment	1,727	-	-	-	-	-
<b>Total Pumping And Booster Stations Expenses</b>	<b>28,832</b>	<b>41,518</b>	<b>53,899</b>	<b>12,381</b>	<b>57,917</b>	<b>4,018</b>
<b><u>Reservoirs Expenses</u></b>						
52110 Direct Labor	3,242	12,686	13,086	400	14,946	1,860
52300 Employee Benefit Allocated	2,741	10,355	10,869	514	11,518	649
53110 Repairs & Maint - Inventory	-	1,500	1,500	-	1,500	-
53111 R&M - Outside Services & Materials	1,250	6,000	6,000	-	6,000	-
53113 Landscape	7,293	8,000	8,000	-	8,000	-
<b>Total Reservoirs Expenses</b>	<b>14,525</b>	<b>38,541</b>	<b>39,455</b>	<b>914</b>	<b>41,964</b>	<b>2,509</b>
<b><u>Transmission And Distribution Expenses</u></b>						
52110 Direct Labor	34,913	27,904	32,514	4,610	42,215	9,701
52300 Employee Benefit Allocated	30,010	22,776	27,005	4,229	32,533	5,528
53110 Repairs & Maint - Inventory	3,846	23,000	23,000	-	23,000	-
53111 R&M - Outside Services & Materials	2,744	8,500	12,000	3,500	12,000	-
53113 Landscape	6,867	7,000	7,000	-	7,000	-
53122 Water & WW Testing	8,387	6,000	3,000	(3,000)	3,000	-
54410 Allocated Laboratory Expense	3,119	4,800	4,923	123	5,918	995
<b>Total Transmission And Distribution Expenses</b>	<b>89,885</b>	<b>99,980</b>	<b>109,442</b>	<b>9,462</b>	<b>125,667</b>	<b>16,224</b>
<b><u>Meter Reading Expenses</u></b>						
52110 Direct Labor	230	5,909	6,753	844	7,632	879
52300 Employee Benefit Allocated	220	4,823	5,609	786	5,882	273
<b>Total Meter Reading Expenses</b>	<b>450</b>	<b>10,732</b>	<b>12,363</b>	<b>1,630</b>	<b>13,514</b>	<b>1,151</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**TEMESCAL WATER DIVISION - POTABLE**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Water Conservation Expenses</u></b>						
52110 Direct Labor	-	-	-	-	-	-
52300 Employee Benefit Allocated	-	-	-	-	-	-
53140 Consulting And Professional Fees	1,860	2,500	2,500	-	2,500	-
53144 Water Conservation Programs	2,288	4,500	4,500	-	4,500	-
53330 General Office Supplies	-	350	350	-	350	-
53332 Forms, Printing & Duplicating Costs	-	500	500	-	500	-
<b>Total Water Conservation Expenses</b>	<b>4,148</b>	<b>7,850</b>	<b>7,850</b>	<b>-</b>	<b>7,850</b>	<b>-</b>
<b><u>Meter Installation, Testing &amp; Replacement Expenses</u></b>						
52110 Direct Labor	1,709	39,439	39,278	(161)	44,552	5,274
52300 Employee Benefit Allocated	1,625	32,191	32,623	431	34,335	1,712
53110 Repairs & Maint - Inventory	31,376	9,000	25,000	16,000	25,000	-
53111 R&M - Outside Services & Materials	-	1,000	-	(1,000)	-	-
<b>Total Meter Installation, Testing &amp; Replacement Exp</b>	<b>34,710</b>	<b>81,631</b>	<b>96,901</b>	<b>15,270</b>	<b>103,886</b>	<b>6,986</b>
<b><u>Division Admin Expenses</u></b>						
52110 Direct Labor	13,693	18,932	22,663	3,731	25,327	2,664
52300 Employee Benefit Allocated	11,538	15,452	18,823	3,371	19,518	696
53310 Legal Costs	-	-	-	-	-	-
53320 General Liability & Property Insurance	227	300	3,341	3,041	4,009	668
53321 Property Taxes	1,633	1,600	1,800	200	1,872	72
53330 General Office Supplies	76	1,000	1,000	-	1,000	-
53390 Bad Debt Expense	5,857	1,000	1,500	500	1,500	-
54401 Computer Charges	19,151	-	27,244	27,244	28,748	1,504
54405 Allocated G & A Expense	129,723	212,406	227,186	14,781	240,053	12,867
54409 Allocated Wtr Division Administrative Expense	-	-	-	-	-	-
54408 Allocated Vehicle & Equip Outlay	1,995	1,995	4,356	2,361	4,356	-
<b>Total Division Administrative Expenses</b>	<b>183,892</b>	<b>252,685</b>	<b>307,913</b>	<b>55,228</b>	<b>326,383</b>	<b>18,470</b>
<b><u>Billable To Outside Sources</u></b>						
52110 Direct Labor	1,039	-	-	-	-	-
52300 Licenses, Permit & Fees	829	-	-	-	-	-
<b>Total Billable To Outside Sources</b>	<b>1,868</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Operating Expenses</b>	<b>556,244</b>	<b>869,018</b>	<b>1,033,433</b>	<b>164,415</b>	<b>1,103,302</b>	<b>69,869</b>
<b>Net Operating Income (Loss)</b>	<b>269,887</b>	<b>219,603</b>	<b>208,260</b>	<b>(11,343)</b>	<b>261,255</b>	<b>52,995</b>

**STATEMENT OF REVENUES & EXPENDITURES  
TEMESCAL WATER DIVISION - POTABLE**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Transfers To Reserves</u></b>						
77101	15,256	6,350	33,282	26,933	13,974	(19,308)
77102	(65,172)	25,312	124,619	99,307	172,328	47,709
<b>Total Transfers To Reserves</b>	<b>(49,916)</b>	<b>31,661</b>	<b>157,901</b>	<b>126,240</b>	<b>186,302</b>	<b>28,401</b>
<b><u>Transfers From Reserves</u></b>						
76100	4,148	-	-	-	-	-
76101	-	-	-	-	-	-
76102	(84,397)	-	-	-	-	-
<b>Total Transfers From Reserves</b>	<b>(80,249)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Transfers In</u></b>						
78115	264,385	264,385	100,000	(164,385)	80,000	(20,000)
<b>Total Transfers In</b>	<b>264,385</b>	<b>264,385</b>	<b>100,000</b>	<b>(164,385)</b>	<b>80,000</b>	<b>(20,000)</b>
<b><u>Transfers Out</u></b>						
79115	24,376	-	-	-	-	-
79319	450,000	500,000	250,000	(250,000)	250,000	-
79490	5,499	-	-	-	-	-
<b>Total Transfers Out</b>	<b>479,876</b>	<b>500,000</b>	<b>250,000</b>	<b>(250,000)</b>	<b>250,000</b>	<b>-</b>
<b><u>Non-oper. &amp; Prior Yr Oper. Revenues</u></b>						
72110	(22,794)	48,942	100,672	51,730	96,078	(4,594)
<b>Total Non-oper. &amp; Prior Yr Oper. Revenues</b>	<b>(22,794)</b>	<b>48,942</b>	<b>100,672</b>	<b>51,730</b>	<b>96,078</b>	<b>(4,594)</b>
<b><u>Non-operating Expenses</u></b>						
82521	1,269	1,269	1,031	(238)	1,031	-
<b>Total Non-operating Expenses</b>	<b>1,269</b>	<b>1,269</b>	<b>1,031</b>	<b>(238)</b>	<b>1,031</b>	<b>-</b>
<b>Net Income (Loss) - Temescal Division</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

A photograph of a wastewater treatment plant featuring several large, circular concrete tanks. The tanks are arranged in a row, with metal railings and stairs providing access to different levels. In the background, there are rolling hills under a clear sky. The image is framed by a large, stylized blue circular graphic on the left side.

# WASTEWATER OPERATIONS

Fund 30 







## WASTEWATER OPERATIONS

The District operates three water reclamation facilities which provide service to the Regional, Canyon Lake, and Horsethief service areas; and is a member agency of Santa Rosa Regional Resources Authority, which owns and operates the Santa Rosa Water Reclamation Facility (SRWRF). The SRWRF provides service to the District's Southern Service area customers.

The proposed budget assumes growth in the District's water reclamation services of 0.9% (350 customers) in both FY2024 and FY2025.

### History

#### Regional Service Area

Under an agreement with the City of Lake Elsinore dated June 13, 1984, the District acquired and assumed operation of the city's wastewater collection system and facilities, along with the real property for the site where the current Regional Water Reclamation Facility is located. These acquired facilities included a wastewater treatment plant and disposal facilities with two aerated lagoons and two collection systems. One collection system was constructed in 1912 and improved in 1978, and the other system was constructed in 1970.

In 1985, the District constructed new Regional treatment facilities, including a 2 million-gallon-per-day ("MGD") wastewater treatment plant (RWRP), a regional interceptor system, 10 lift stations, and 25 miles of collection system. This project was financed by Clean Water Grant Funds and bond proceeds from the issuance of the 1984 Certificates of Participation. In 1989, the hydraulic capacity of the RWRP was expanded from 2 MGD to 3 MGD with proceeds from the issuance of the 1989 Certificates of Participation. In 1990, the District internally financed the additional expansion of the facility from 3 MGD to 4 MGD.

The expansion of the Regional Water Reclamation Facility (RWRP) from 4 MGD to 8 MGD was completed in FY2005. This expansion was funded by proceeds from Certificates of Participation Bonds issued in the year 2000 as well as Clean Water Division low interest loan funds. Tertiary treated effluent from the facility is discharged into the Temescal Creek, a tributary of the Santa Ana River, as well as into Lake Elsinore to help maintain its water level.

The RWRP operated at approximately 76% of its 8 MGD of capacity at the end of FY2021. This treatment facility currently provides service to approximately 26,000 accounts (figure 27).

The facility is projected to reach its design capacity in the near future. To meet future demands, the District has undergone a project to expand capacity from 8.0 to 12.0 MGD. The project includes new bar screens and grit removal tank, a new 4.0 MGD membrane bioreactor, a new 12 MGD UV system, and sludge processing facilities. This expansion will be funded through a combination of grants proceeds, low interest loans from the State of California Revolving Fund and variable rate bond funds.

#### Canyon Lake Service Area

The Railroad Canyon Water Reclamation Facility was built in 1985 and financed by the issuance of special assessment bonds. This facility exclusively serves the City of Canyon Lake. During 1991, the facility was upgraded to tertiary treatment and currently has a capacity of 1.2 MGD. The upgrade was financed by the issuance of Improvement District U-2 general obligation bonds. This facility has sufficient treatment capacity to serve the ultimate build out of the City of Canyon Lake.

During FY1996, the District completed the replacement of four of the seven lift stations and portions of the force mains. The original facilities were constructed in 1968 when this master planned community was developed. Funding for this replacement project was provided by a State Revolving Fund Loan, Certificates of Participation, local District funds, and monetary participation from the Eastern Municipal Water District.

Replacement of the Longhorn Lift Station, located on Longhorn Drive, was completed in FY2006. The construction of the associated pipelines was completed in FY2008. Flows to the old Longhorn Lift Station have been permanently redirected to the new lift station.

The replacement of the Lighthouse Lift Station was completed in FY2007. The construction of the Continental Lift Station was completed in FY2010. The District funded these replacements primarily with Certificates of Participation

issued in 2005, as well as with monetary participation from Eastern Municipal Water District for the Continental Lift Station, with additional funds provided from Certificates of Participation issued in 2007.

The Railroad Canyon Water Reclamation Facility provides wastewater service to approximately 4,600 accounts (figure 27) located within the City of Canyon Lake. This treatment facility operated at approximately 70% of capacity at the end of FY2021.

### Southern Service Area

The Southern Service area provides service to approximately 4,700 accounts (figure 27) located primarily in the California Oaks development, which is located within the City of Murrieta. This area is predominantly residential, which comprises 98% of the customers in this service area. The balance of the Southern Division customers is made up of various commercial businesses, schools, and governmental entities.

These areas are served by a gravity sewer system that drains south to the Santa Rosa Water Reclamation Facility (SRWRF). The SRWRF is owned and operated by the Santa Rosa Regional Resources Authority, a Joint Powers Authority (JPA). The JPA was formed in November 2015 by the District, Rancho California Water District, and Western Municipal Water District. The effluent from the SRWRF is discharged into the Santa Margarita Creek.

Operating costs of the SRWRF are shared proportionately by member agencies and is based on current flows or EDUs as of the January prior to the JPA’s Budget year. Non-operating and capital projects costs are shared proportionately based on ultimate capacity in the relevant asset type applicable to each member agency.

### Horsethief Canyon Service Area

The Presley Corporation of Southern California constructed and contributed to the District a 0.5 MGD tertiary water reclamation facility within its Horsethief Canyon Development. This development is located north of Lake Elsinore on Interstate 15. The facility has since been upgraded and expanded to 0.8 MGD in order to accommodate planned development in the area. Based on current flow, this treatment facility is operating at approximately 48% of capacity and currently serves 2,000 accounts (figure 27). Effluent from the plant is distributed through a separate recycled water system to irrigate greenbelt, parkway, and common areas.

Figure 27

Wastewater Services by Division					
Service Area	Actuals 2022	Actual 2023	Budgeted 2024	Budgeted 2025	% of Total Services
Regional	26,226	26,691	27,033	27,375	70.57%
Southern	4,713	4,713	4,713	4,713	12.15%
Horsethief	2,051	2,051	2,051	2,051	5.29%
Canyon Lake	4,623	4,634	4,642	4,650	11.99%
<b>Total</b>	<b>37,613</b>	<b>38,089</b>	<b>38,439</b>	<b>38,789</b>	<b>100.00%</b>

### Rates

The District’s rates for wastewater services must account for the true costs of providing those services. To determine that true cost, the District retained an independent financial consultant to develop a comprehensive financial plan, update cost of service requirements and prepare a rate study report. The report showed the need for rate adjustments to account for increased costs. The rates proposed in this budget meet the District’s priorities of being fair, equitable and compliant with state law and are designed to recover the District’s cost of service.

In July, 2018, the District converted its residential wastewater rate structure from a fixed rate structure to mixed rate structure that includes both a fixed and variable component. The variable component is based on the number of people in the household. This rate structure more accurately reflects the impacts that a household may have on the sewer system and in turn spreads the District costs out more equitably to its customers.

For the past several years the District has been able to keep operating costs down while also utilizing wastewater reserves to offset any potential rate increases. However, given current cost pressures, primarily driven by debt services costs for the Regional Upgrades project and inflationary pressures, adjustments to the current rates are



proposed starting January 1, 2024 through July 1, 2026. The Board of Directors will be considering these proposed rates for adoption at the November 9, 2023 Board meeting. The current and proposed rates are listed in Figure 28.

**Canyon Lake Service Area Surcharge**

Beginning in FY 2006, a Sewer Capital Surcharge was added for customers in this service area. The Sewer Capital Surcharge is necessary to fund the upgrades to the Lighthouse and Continental Lift Stations, as well as the Railroad Canyon Water Reclamation Facility. The surcharge for a single family residence will remain \$12.00 for the next several fiscal years. The single-family residence rates are illustrated in Figure 28 below.

**Figure 28**

Wastewater Rates					
	Current Rates 7/1/2023	Proposed Rates 1/1/2024	Proposed Rates 7/1/2024	Proposed Rates 7/1/2025	Proposed Rates 7/1/2026
<b>Fixed Charge</b>					
Single Family	\$22.90	\$23.21	\$25.30	\$27.46	\$29.80
Multi-Family	22.90	23.21	25.30	27.46	29.80
<b>Variable Rate (\$ per person)</b>	7.82	8.94	9.75	10.58	11.48
Capital Surcharge <i>(application to Canyon Lake service area)</i>	12.00	12.00	12.00	12.00	12.00

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	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Revenues</u></b>						
1.0 Sewer Service Charge	\$ 26,320,431	\$ 28,922,508	\$ 29,818,461	\$ 895,953	\$ 34,041,746	\$ 4,223,285
1.1 Septage Dumping Fees	41,594	10,000	10,000	-	10,000	-
1.2 Sewer Service - EMWD	223,913	251,010	277,000	25,990	289,000	12,000
1.3 Sewer Standby Charges	133	-	-	-	-	-
1.4 Pre-treatment Program	49,730	48,450	55,000	6,550	55,000	-
1.5 Other Sewer Revenue	214,580	130,000	160,000	30,000	160,000	-
1.6 Total Operating Revenues	26,850,381	29,361,968	30,320,461	958,493	34,555,746	4,235,285
<b><u>Expenses</u></b>						
2.0 Collection System	705,769	1,252,785	1,389,477	136,692	1,470,085	80,608
2.1 Sewage Lift Stations	1,704,388	2,099,208	2,746,821	647,612	2,857,344	110,524
2.2 Regional Treatment Plant	4,636,794	5,102,772	5,832,566	729,794	6,243,945	411,379
2.3 Railroad Canyon Treatment Plant	1,132,895	1,203,162	1,741,760	538,598	1,863,474	121,714
2.4 Horsethief Treatment Plant	724,145	963,313	1,190,869	227,556	1,292,382	101,513
2.5 SRRRA Contract - Treatment	1,122,319	1,167,502	1,355,516	188,014	1,382,625	27,109
2.6 Pretreatment Program	334,900	412,665	459,749	47,084	483,757	24,008
2.7 Division Administrative	1,922,093	1,538,265	1,846,961	308,696	2,017,387	170,426
2.8 Allocated Administrative Costs	5,101,041	5,716,184	6,483,666	767,482	6,733,029	249,362
2.9 Billable To Outside Sources	10,902	5,000	10,000	5,000	11,200	1,200
2.10 Total Operating Expenses	17,395,246	19,460,856	23,057,386	3,596,530	24,355,229	1,297,843
3.0 Net Operating Income (Loss)	9,455,135	9,901,112	7,263,075	(2,638,037)	10,200,517	2,937,442
<b><u>Non-operating Revenues</u></b>						
4.0 Transfer From Other Funds	293,330	250,000	2,425,000	2,175,000	980,000	(1,445,000)
4.1 Transfer From Rate Stabilization Fund	(263,237)	1,947,162	3,392,657	1,445,495	2,009,265	(1,383,392)
4.2 Investment Income	(549,677)	438,756	701,910	263,154	669,880	(32,030)
4.3 Sewer Standby Charge	368,242	319,896	334,908	15,012	331,558	(3,350)
4.4 Other Non-operating Revenue	1,019,736	930,000	1,000,000	70,000	1,010,000	10,000
4.5 Total Non-operating Revenues	868,394	3,885,814	7,854,475	3,968,661	5,000,703	(2,853,772)

**STATEMENT OF REVENUES & EXPENDITURES  
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	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>	
<b><u>Non-operating Expenses</u></b>							
5.0	Transfer To Capital Repayment Funds	4,379,154	4,956,352	4,680,397	(275,955)	4,703,884	23,487
5.1	Transfer To Replacement Fund	7,147,015	7,503,000	8,053,000	550,000	8,603,000	550,000
5.2	Transfer To Replacement Fund - SRRRA	250,000	250,000	250,000	-	250,000	-
5.3	Transfer To Rate Stabilization Fund	(2,971,710)	-	-	-	-	-
5.4	Transfer To Operating Reserves	138,710	107,818	756,520	648,702	259,569	(496,952)
5.5	Transfers To Capital Improvement Funds	472,044	-	256,600	256,600	256,600	-
5.6	Transfer To Other Funds	787,577	848,758	998,454	149,696	1,005,589	7,135
5.7	Capital Outlay	32,798	32,798	34,379	1,581	34,379	-
5.8	Other Non-operating	87,941	88,200	88,200	-	88,200	-
5.9	<b>Total Non-operating Expenses</b>	<b>10,323,529</b>	<b>13,786,926</b>	<b>15,117,550</b>	<b>1,330,624</b>	<b>15,201,221</b>	<b>83,670</b>
6.0	<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**STATEMENT OF REVENUES & EXPENDITURES  
WASTEWATER**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Operating Expenses</u></b>						
1.0 Labor	\$ 2,768,074	\$ 3,249,653	\$ 3,823,153	\$ 573,501	\$ 4,359,411	\$ 536,257
1.1 Fringe Benefits	2,339,288	2,652,478	3,175,370	522,893	3,359,633	184,262
1.2 Repairs & Maintenance	1,466,045	2,222,000	2,201,198	(20,802)	2,256,700	55,502
1.3 Electricity	2,042,475	1,856,550	2,591,000	734,450	2,720,500	129,500
1.4 Disposal Expense	1,208,668	1,170,000	1,310,000	140,000	1,365,000	55,000
1.5 Contractual Services (SRRRA)	1,119,510	1,167,502	1,355,516	188,014	1,382,625	27,109
1.6 Consulting And Other Outside Services	41,820	65,350	64,000	(1,350)	63,000	(1,000)
1.7 Landscape	177,721	182,000	189,000	7,000	189,000	-
1.8 Chemicals & Outside Testing	714,457	730,000	1,355,000	625,000	1,355,000	-
1.9 Licenses & Permit Fees	244,360	213,900	241,270	27,370	252,085	10,815
1.10 Wastewater Treatment & Testing	84,080	35,600	16,300	(19,300)	18,700	2,400
1.11 Bad Debt Expense	39,795	87,000	64,000	(23,000)	65,200	1,200
1.12 Property Insurance	52,558	44,500	78,404	33,904	94,085	15,681
1.13 Other Operating Expense	87,311	129,625	169,950	40,325	176,606	6,656
1.14 Allocated General & Administrative	3,950,387	4,473,598	4,996,488	522,891	5,176,403	179,915
1.15 Allocated Laboratory Services	113,113	174,085	178,558	4,473	214,656	36,098
1.16 Allocated Vehicle & Equipment Costs	466,023	453,792	519,498	65,705	536,689	17,191
1.17 Allocated Facilities Costs	85,028	95,843	121,298	25,454	126,844	5,547
1.18 Allocated Computer Costs	599,603	692,951	846,383	153,432	893,093	46,710
1.19 Allocated Treatment Costs	(205,071)	(235,570)	(239,000)	(3,430)	(250,000)	(11,000)
<b>1.20 Total Operating Expense</b>	<b>\$ 17,395,246</b>	<b>\$ 19,460,856</b>	<b>\$ 23,057,386</b>	<b>\$ 3,596,530</b>	<b>\$ 24,355,229</b>	<b>\$ 1,297,843</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**WASTEWATER**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Wastewater Revenues</u></b>						
41100 Sewer Single Family	\$ 21,174,463	\$ 23,200,770	\$ 23,706,907	\$ 506,137	\$ 23,930,260	\$ 223,353
41101 Sewer Multi Family	2,389,588	3,051,597	2,404,920	(646,677)	2,404,920	-
41112 Sewer Group II Commercial	802,180	824,765	1,043,093	218,328	1,043,093	-
41113 Sewer Group III Commercial	402,843	385,894	448,274	62,380	4,448,274	4,000,000
41114 Sewer Group IV Commercial	1,150,102	1,150,454	1,303,667	153,213	1,303,667	-
41115 Sewer Group V Commercial	82,941	122,051	105,514	(16,537)	105,514	-
41118 Sewer Group VIII Commercial Schools	159,810	180,082	189,961	9,879	189,961	-
41119 Sewer Group VIII Commercial Schools	268,561	-	609,336	609,336	609,336	-
41120 Sewer Only On Tax Roll	7,197	6,895	6,789	(106)	6,721	(68)
<b>Sub-total Wastewater Revenues</b>	<b>26,437,684</b>	<b>28,922,508</b>	<b>29,818,461</b>	<b>895,953</b>	<b>34,041,746</b>	<b>4,223,285</b>
<b><u>Accrued Wastewater Revenues</u></b>						
41200 Sewer Single Family (Accrued)	(80,134)	-	-	-	-	-
41201 Sewer Multi Family (Accrued)	(10,551)	-	-	-	-	-
41212 Sewer Group II Commercial (Accrued)	(26,568)	-	-	-	-	-
<b>Sub-total Accrued Wastewater Revenues</b>	<b>(117,253)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Wastewater Revenues</b>	<b>26,320,431</b>	<b>28,922,508</b>	<b>29,818,461</b>	<b>895,953</b>	<b>34,041,746</b>	<b>4,223,285</b>
<b><u>Service Revenues</u></b>						
41300 Septage Dumping Fees	41,594	10,000	10,000	-	10,000	-
41310 Sewer Reimbursement Emwd	223,913	251,010	277,000	25,990	289,000	12,000
41320 Sewer Standby Charges Operating	133	-	-	-	-	-
41330 Industrial Waste Permit Fees	30,230	30,000	35,000	5,000	35,000	-
41331 Industrial Waste Inspection Fees	16,740	10,000	15,000	5,000	15,000	-
41332 Industrial Waste Noncompliance Fees	-	450	-	(450)	-	-
41333 Industrial Waste Compliance Review Fees	2,760	8,000	5,000	(3,000)	5,000	-
41400 Delinquent Charges, Sewer	132,759	130,000	160,000	30,000	160,000	-
41402 Force Account Billable O & M Costs	81,821	-	-	-	-	-
<b>Total Service Revenues</b>	<b>529,950</b>	<b>439,460</b>	<b>502,000</b>	<b>62,540</b>	<b>514,000</b>	<b>12,000</b>
<b>Total Operating Revenues - Charges For Service</b>	<b>26,850,381</b>	<b>29,361,968</b>	<b>30,320,461</b>	<b>958,493</b>	<b>34,555,746</b>	<b>4,235,285</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**WASTEWATER**

Account	Total Actual FY2022	Approved Budget FY2023	Adopted Budget FY2024	Change From PY Budget	Adopted Budget FY2025	Change From PY Budget
<b><u>Collection System Expenses</u></b>						
52110 Direct Labor	214,395	409,245	425,212	15,966	467,229	42,018
52300 Employee Benefit Allocated	177,730	334,040	353,165	19,125	360,076	6,911
53110 Repairs & Maint - Inventory	7,131	7,500	7,500	-	7,500	-
53111 R&M - Outside Services & Materials	263,072	470,000	570,000	100,000	600,000	30,000
53113 Landscape	-	-	-	-	-	-
53120 Chemical & Other Treatment	1,152	-	-	-	-	-
53141 Contractual & Temporary Services	-	-	-	-	-	-
53306 Emergency Meals	72	-	-	-	-	-
53322 Licenses, Permit & Fees	42,215	32,000	33,600	1,600	35,280	1,680
53330 General Office Supplies	-	-	-	-	-	-
<b>Total Collection Systems Expenses</b>	<b>705,769</b>	<b>1,252,785</b>	<b>1,389,477</b>	<b>136,692</b>	<b>1,470,085</b>	<b>80,608</b>
<b><u>Sewage Lift Stations Expenses</u></b>						
52110 Direct Labor	263,075	381,164	395,273	14,109	446,560	51,287
52300 Employee Benefit Allocated	229,284	311,119	328,299	17,180	344,147	15,847
53100 Electricity	459,910	386,925	596,000	209,075	626,000	30,000
53110 Repairs & Maint - Inventory	2,634	12,500	12,500	-	13,000	500
53111 R&M - Outside Services & Materials	261,902	545,000	489,998	(55,002)	500,000	10,002
53113 Landscape	50,557	70,000	42,000	(28,000)	42,000	-
53120 Chemical & Other Treatment	354,658	320,000	800,000	480,000	800,000	-
53140 Consulting And Professional Fees	-	-	-	-	-	-
53322 Licenses, Permit & Fees	82,296	72,500	82,750	10,250	85,638	2,888
53330 General Office Supplies	73	-	-	-	-	-
<b>Total Sewage Lift Stations Expenses</b>	<b>1,704,388</b>	<b>2,099,208</b>	<b>2,746,821</b>	<b>647,612</b>	<b>2,857,344</b>	<b>110,524</b>
<b><u>Pre-treatment Program Services</u></b>						
52110 Direct Labor	163,754	186,190	207,613	21,423	228,196	20,582
52300 Employee Benefit Allocated	139,014	151,975	172,436	20,461	175,862	3,426
53110 Repairs & Maint - Inventory	758	1,500	1,700	200	1,700	-
53111 R&M - Outside Services & Materials	122	15,000	15,000	-	15,000	-
53122 Water & WW Testing	-	7,000	9,000	2,000	9,000	-
53140 Consulting And Professional Fees	-	50,000	53,000	3,000	53,000	-
53141 Contractual & Temporary Services	31,253	-	-	-	-	-
53324 Advertising	-	1,000	1,000	-	1,000	-
<b>Total Pre-treatment Program Services</b>	<b>334,900</b>	<b>412,665</b>	<b>459,749</b>	<b>47,084</b>	<b>483,757</b>	<b>24,008</b>



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<b>Account</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Regional Treatment Plant Expenses</u></b>						
52110 Direct Labor	771,295	973,141	1,199,530	226,389	1,381,284	181,754
52300 Employee Benefit Allocated	647,721	794,310	996,286	201,975	1,064,503	68,218
53100 Electricity	1,256,598	1,121,550	1,564,000	442,450	1,642,000	78,000
53110 Repairs & Maint - Inventory	114,229	105,000	150,000	45,000	165,000	15,000
53111 R&M - Outside Services & Materials	715,749	800,000	725,000	(75,000)	725,000	-
53113 Landscape	71,890	80,000	80,000	-	80,000	-
53114 Janitorial Services	10,585	11,000	27,500	16,500	27,500	-
53120 Chemical & Other Treatment	282,150	280,000	340,000	60,000	340,000	-
53121 Waste Water Treatment Cost	13,722	-	-	-	-	-
53122 Water & WW Testing	80,251	100,000	110,000	10,000	115,500	5,500
53124 Disposal Expense	998,502	970,000	1,100,000	130,000	1,155,000	55,000
53140 Consulting And Professional Fees	-	-	-	-	-	-
53141 Contractual & Temporary Services	135	-	-	-	-	-
53210 Contra - Allocated Regional Treatment Costs	(463,451)	(312,200)	(646,900)	(334,700)	(665,400)	(18,500)
53310 Legal Costs	225	-	1,000	1,000	-	(1,000)
53322 Licenses, Permit & Fees	61,222	64,000	67,200	3,200	70,560	3,360
53330 General Office Supplies	594	-	-	-	-	-
53331 Postage	25	-	-	-	-	-
54410 Allocated Laboratory Expense	75,353	115,971	118,950	2,980	142,998	24,047
<b>Total Regional Treatment Costs</b>	<b>4,636,794</b>	<b>5,102,772</b>	<b>5,832,566</b>	<b>729,794</b>	<b>6,243,945</b>	<b>411,379</b>
<b><u>Railroad Canyon Treatment Plant</u></b>						
52110 Direct Labor	217,707	306,710	396,073	89,363	463,376	67,303
52300 Employee Benefit Allocated	186,805	250,347	328,963	78,616	357,106	28,143
53100 Electricity	240,292	241,500	281,000	39,500	295,000	14,000
53110 Repairs & Maint - Inventory	270	2,000	2,000	-	2,000	-
53111 R&M - Outside Services & Materials	56,311	155,000	145,000	(10,000)	145,000	-
53113 Landscape	32,611	30,000	35,000	5,000	35,000	-
53120 Chemical & Other Treatment	41,684	55,000	125,000	70,000	125,000	-
53121 Waste Water Treatment Cost	422,720	198,700	501,000	302,300	515,400	14,400
53122 Water & WW Testing	13,963	20,000	20,000	-	20,000	-
53140 Consulting And Professional Fees	-	-	-	-	-	-
53141 Contractual & Temporary Services	-	-	-	-	-	-
53220 Contra - Allocated Recycled Water Treatment Costs	(124,528)	(107,881)	(146,000)	(38,119)	(155,000)	(9,000)
53322 Licenses, Permit & Fees	27,656	25,000	26,250	1,250	27,563	1,313
54410 Allocated Laboratory Expense	17,405	26,786	27,475	688	33,029	5,554
<b>Total Railroad Canyon Treatment Plant</b>	<b>1,132,895</b>	<b>1,203,162</b>	<b>1,741,760</b>	<b>538,598</b>	<b>1,863,474</b>	<b>121,714</b>

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<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Horsethief Treatment Plant</u></b>						
52110 Direct Labor	180,939	290,160	346,634	56,474	407,505	60,870
52300 Employee Benefit Allocated	157,420	236,839	287,902	51,063	314,048	26,147
53100 Electricity	85,675	106,575	150,000	43,425	157,500	7,500
53110 Repairs & Maint - Inventory	229	2,000	2,000	-	2,000	-
53111 R&M - Outside Services & Materials	41,501	106,000	80,000	(26,000)	80,000	-
53113 Landscape	22,664	2,000	32,000	30,000	32,000	-
53120 Chemical & Other Treatment	34,814	75,000	90,000	15,000	90,000	-
53121 Waste Water Treatment Cost	5,879	6,100	7,200	1,100	7,400	200
53122 Water & WW Testing	10,996	16,000	16,000	-	16,800	800
53124 Disposal Expense	210,166	200,000	210,000	10,000	210,000	-
53140 Consulting And Professional Fees	4,808	-	-	-	-	-
53141 Contractual & Temporary Services	-	-	-	-	-	-
53220 Contra - Allocated Recycled Water Treatment Costs	(80,543)	(127,689)	(93,000)	34,689	(95,000)	(2,000)
53322 Licenses, Permit & Fees	29,233	19,000	30,000	11,000	31,500	1,500
53330 General Office Supplies	8	-	-	-	-	-
54410 Allocated Laboratory Expense	20,356	31,328	32,133	805	38,629	6,496
<b>Total Horsethief Treatment Plant</b>	<b>724,145</b>	<b>963,313</b>	<b>1,190,869</b>	<b>227,556</b>	<b>1,292,382</b>	<b>101,513</b>
<b><u>SRRRA Contractual Services</u></b>						
53123 SRRRA -Treatment Expenses	2,630,157	2,517,415	2,680,519	163,104	2,689,990	9,471
53125 Contra -SRRRA Contractual Svc	(1,575,154)	(2,070,142)	(2,047,857)	22,285	(2,022,051)	25,806
53127 SRRRA -Treatment Expenses	64,508	720,229	722,854	2,625	714,686	(8,168)
53140 Consulting And Professional Fees	2,809	-	-	-	-	-
<b>Total SRRRA Contractual Services</b>	<b>1,122,319</b>	<b>1,167,502</b>	<b>1,355,516</b>	<b>188,014</b>	<b>1,382,625</b>	<b>27,109</b>

**STATEMENT OF REVENUES & EXPENDITURES  
WASTEWATER**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Billable To Outside Sources</u></b>						
52110 Direct Labor	4,344	-	-	-	-	-
52300 Employee Benefit Allocated	4,552	-	-	-	-	-
53111 R&M - Outside Services & Materials	2,006	-	-	-	-	-
53390 Bad Debt Expense	-	5,000	10,000	5,000	11,200	1,200
<b>Total Billable To Outside Sources</b>	<b>10,902</b>	<b>5,000</b>	<b>10,000</b>	<b>5,000</b>	<b>11,200</b>	<b>1,200</b>
<b><u>Division Administrative Expenses (Allocated)</u></b>						
52110 Direct Labor	952,565	703,042	852,818	149,776	965,262	112,444
52300 Employee Benefit Allocated	796,761	573,848	708,319	134,471	743,891	35,571
52402 Uniforms	12,157	18,500	20,000	1,500	20,000	-
52405 Merit & Other Bonus Pay	11,466	-	2,100	2,100	2,100	-
53110 Repairs & Maint - Inventory	22	500	500	-	500	-
53111 R&M - Outside Services & Materials	111	-	-	-	-	-
53140 Consulting and Professional Fees	1,600	10,000	10,000	-	10,000	-
53141 Contractual & Temporary Services	359	-	-	-	-	-
53300 Travel And Training	14,868	37,650	62,300	24,650	68,300	6,000
53301 Employee Certifications	5,638	18,800	14,550	(4,250)	15,150	600
53310 Legal Costs	632	5,350	-	(5,350)	-	-
53320 General Liability & Property Insurance	52,558	44,500	78,404	33,904	94,085	15,681
53321 Property Taxes	1,266	1,325	1,400	75	1,456	56
53322 Licenses, Permit & Fees	1,738	1,400	1,470	70	1,544	74
53330 General Office Supplies	4,029	7,000	5,000	(2,000)	5,000	-
53333 Dues & Subscriptions	26,530	34,350	36,100	1,750	36,100	-
53390 Bad Debt Expense	39,795	82,000	54,000	(28,000)	54,000	-
54400 Facilities Charges	85,028	95,843	121,298	25,454	126,844	5,547
54401 Computer Charges	599,603	692,951	846,383	153,432	893,093	46,710
54405 Allocated G & A Expense	3,950,387	4,473,598	4,996,488	522,891	5,176,403	179,915
54408 Allocated Vehicle & Equip Outlay	186,071	186,071	203,796	17,725	203,796	-
54406 Allocated Vehicle & Equip O&M Costs	279,952	267,721	315,702	47,980	332,893	17,191
<b>Total - Division Administrative</b>	<b>7,023,134</b>	<b>7,254,449</b>	<b>8,330,628</b>	<b>1,076,179</b>	<b>8,750,416</b>	<b>419,788</b>
<b>Total Operating Expenses</b>	<b>17,395,246</b>	<b>19,460,856</b>	<b>23,057,386</b>	<b>3,596,530</b>	<b>24,355,229</b>	<b>1,297,843</b>
<b>Net Operating Income (Loss)</b>	<b>9,455,135</b>	<b>9,901,112</b>	<b>7,263,075</b>	<b>(2,638,037)</b>	<b>10,200,517</b>	<b>2,937,442</b>

**STATEMENT OF REVENUES & EXPENDITURES  
WASTEWATER**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
54500 Depreciation	8,053,654	-	-	-	-	-
<b>Transfers To Reserves</b>						
77101 Transfer Out To Operating Reserve (20%)	138,710	107,818	756,520	648,702	259,569	(496,952)
77102 Transfer Out To Rate Stabilization Reserve	(2,971,710)	-	-	-	-	-
<b>Total Transfers To Reserves</b>	<b>(2,833,000)</b>	<b>107,818</b>	<b>756,520</b>	<b>648,702</b>	<b>259,569</b>	<b>(496,952)</b>
<b>Transfers From Reserves</b>						
76102 Transfer In From Rate Stabilization Reserve	(263,237)	1,947,162	3,392,657	1,445,495	2,009,265	(1,383,392)
<b>Total Transfers From Reserves</b>	<b>(263,237)</b>	<b>1,947,162</b>	<b>3,392,657</b>	<b>1,445,495</b>	<b>2,009,265</b>	<b>(1,383,392)</b>
<b>Transfers From Other Funds</b>						
78115 Transfer In From General Fund	-	-	2,075,000	2,075,000	630,000	(1,445,000)
78310 Transfer In From Capital Outlay	43,330	-	-	-	-	-
78530 Transfer In From Gen Purpose Prop Tax	250,000	250,000	350,000	100,000	350,000	-
<b>Total Transfers From Other Funds</b>	<b>293,330</b>	<b>250,000</b>	<b>2,425,000</b>	<b>2,175,000</b>	<b>980,000</b>	<b>(1,445,000)</b>
<b>Transfers To Other Funds</b>						
79115 Transfer Out To General Fund	787,577	848,758	998,454	149,696	1,005,589	7,135
79121 Transfer Out To Information Tech Fund	-	-	-	-	-	-
79226 Transfer Out To State Revolving Loan Fund 226	77,976	79,247	-	(79,247)	-	-
79229 Transfer Out To RWRf Upgrade Loan Fund 229	-	-	-	-	-	-
79232 Transfer Out to RWRf Upgrade Construction	2,736,669	3,363,788	3,020,692	(343,096)	3,028,448	7,756
79234 Transfer Out to Diamond Reg Lift Station	94,182	94,182	329,410	235,228	329,410	-
79249 Transfer Out To 2005 COP Fund # 249	-	452,363	-	(452,363)	-	-
79256 Transfer Out To Replacement Rcwd	250,000	250,000	250,000	-	250,000	-
79262 Transfer Out to 2021A RefundingWtr Rev fund	181,952	-	352,399	352,399	352,399	-
79263 Transfer Out To Revenue Bond	950,164	966,772	977,896	11,124	993,627	15,731
79310 Transfer Out To Capital Outlay Fund	338,211	-	-	-	-	-
79333 Transfer Out To Sewer Replacement Fund	7,147,015	7,503,000	8,053,000	550,000	8,603,000	550,000
79490 Transfer Out To Construction Fund	11,283	-	-	-	-	-
79823 Transfer Out To Reserve Capital Surcharge	460,761	-	256,600	256,600	256,600	-
<b>Total Transfers To Other Funds</b>	<b>13,035,790</b>	<b>13,558,110</b>	<b>14,238,451</b>	<b>680,341</b>	<b>14,819,073</b>	<b>580,622</b>

**STATEMENT OF REVENUES & EXPENDITURES  
WASTEWATER**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Non-operating Revenues</u></b>						
71400 Standby Charges Current Year	315,970	270,983	286,243	15,260	283,380	(2,863)
71414 Standby Charges - Canyon Lake	52,272	48,913	48,665	(248)	48,178	(487)
72110 Allocated Investment Income	(549,677)	438,756	701,910	263,154	669,880	(32,030)
74101 Lake Elsinore Replenishment Revenue	1,057,669	930,000	1,000,000	70,000	1,010,000	10,000
74199 Other Non-Operating Revenue	(37,933)	-	-	-	-	-
<b>Total Non-operating Revenues</b>	<b>838,301</b>	<b>1,688,652</b>	<b>2,036,818</b>	<b>348,166</b>	<b>2,011,438</b>	<b>(25,380)</b>
<b><u>Non-operating Expenses</u></b>						
81119 Other Non-operating Expenses	87,941	88,200	88,200	-	88,200	-
82511 Capital Outlay Charges	-	-	-	-	-	-
82521 Computer Outlay Charges	32,798	32,798	34,379	1,581	34,379	-
<b>Total Non-operating Expenses</b>	<b>120,739</b>	<b>120,998</b>	<b>122,579</b>	<b>1,581</b>	<b>122,579</b>	<b>-</b>
<b>Net Income (Loss)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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# RECYCLED WATER OPERATIONS

Fund 35 







## RECYCLED WATER OPERATIONS

The District utilizes recycled water in an effort to extend its potable water portfolio and to ensure reliable water sources for the future. The District is providing recycled water to a customer base that includes public and private irrigation customers such as parks, schools, and golf courses.

### Customers

The District provides recycled water to areas within Horsethief Canyon, Canyon Lake, Wildomar and Lake Elsinore. Currently, the District provides recycled water to 148 connections. In FY2023, the District sold/utilized approximately 1,082 acre-feet of recycled water for landscape irrigation use. The table below (Figure 29) is a summary of the current connections serviced by recycled water.

Figure 29

Landscape Irrigation (by site type)	
Residential (HOA) Green Belts	85
EVMWD Facilities	8
Commercial Green Belts	25
Park/Rec	17
Schools	10
Golf Courses	2
Cemeteries	1
<b>Total</b>	<b>148</b>

### Distribution System

The District receives its recycled water from the following sources: tertiary treated wastewater effluent from the District’s three Water Reclamation Facilities (WRF), advanced treated effluent from Rancho California Water District’s (RCWD) Santa Rosa WRF, and purchase of recycled water from Eastern Municipal Water District (EMWD).

Each location is served by the following sources:

- Horsethief WRF serves the Horsethief area.
- Railroad Canyon WRF serves the Canyon Hills/Cottonwood and the Canyon Lake service areas which is also supplemented with recycled water supply obtained from EMWD.
- Regional WRF serves a small area around the District’s main office building and Regional WRF. The majority of the recycled water produced at the facility is utilized to maintain Lake Elsinore water levels.
- The wastewater from a portion of the District’s Southern area is treated at the RCWD’s Santa Rosa WRF. The recycled water from RCWD is provided back to EVMWD through EMWD’s facilities. This supply of recycled water serves the Wildomar service area.

### Rates

#### Commodity Charge

As with the potable water commodity charges, the District has implemented a tiered rate structure for its recycled water customers. The rates for recycled water services must also account for the true costs of providing those services. To determine that true cost, the District retained an independent financial consultant to develop a comprehensive financial plan, update cost of service requirements and prepare a rate study report. The report showed the need for rate adjustments to account for increased costs. The rates proposed in this budget meet the District’s priorities of being fair, equitable and compliant with state law and are designed to recover the District’s cost of service.

The outdoor water budget (OWB) for recycled water customers is determined by three main variables: irrigable landscape area, weather data and an evapotranspiration (ET) adjustment factor. Individual water budgets are based on irrigated square footage. The rate structure is designed to incentivize conservation and efficient water usage. The current and proposed rates are shown below (Figure 30).

The current rate structure is as follows:

Tier 1: The OWB is calculated using a formula accounting for the type of plants, local weather, irrigation efficiency, and square footage of irrigated landscape area. Since watering requirements are different throughout the year, the outdoor budgets are determined daily based on the Winchester weather station’s previous 10 year ET averages.

Tier 2: The water budget amount allocated to tier 2 is 30% of the OWB in tier 1.

Tier 3: Any use above tier 2.

Figure 30

Recycled Water Commodity Rates						
Rate Classification	Current Rate					
	7/1/2023		7/1/2024		7/1/2025	
	per CCF	per AF	per CCF	per AF	per CCF	per AF
Tier 1	\$2.66	\$1,159	\$2.70	\$1,176	\$2.83	\$1,233
Tier 2	4.58	1,995	4.65	2,026	4.87	2,122
Tier 3	5.87	2,557	5.96	2,596	6.24	2,718

The District’s reserve policy requires a transfer for replacement funding from the recycled water division to be utilized for the replacement or major refurbishment of aging infrastructure. This contribution is based on depreciation expense for recycled water assets consistent with the level of depreciation currently funded by the water operating funds.

**STATEMENT OF REVENUES & EXPENDITURES**  
**RECYCLED WATER**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b>Revenues</b>						
1.0 Reclaimed Water Sales	\$ 1,440,957	\$ 1,474,372	\$ 1,743,909	\$ 269,537	\$ 1,827,462	\$ 83,553
1.1 Fixed Meter Charge	240,086	256,977	308,436	51,459	328,386	19,950
1.2 Total Operating Revenues	1,681,044	1,731,349	2,052,345	320,996	2,155,848	103,503
<b>Expenses</b>						
2.0 Purchased Water	109,826	88,754	98,025	9,271	100,200	2,175
2.1 Meter Testing & Replacement	-	-	5,000	5,000	5,000	-
2.2 Railroad Canyon Treatment Plant	148,961	107,881	146,300	38,419	155,300	9,000
2.3 Horsethief Treatment Plant	81,717	127,689	93,000	(34,689)	95,000	2,000
2.4 SRRRA Contractual Services	348,622	426,938	416,938	(10,000)	425,276	8,338
2.5 Reservoirs	3,981	12,274	16,336	4,061	17,715	1,379
2.6 Pumping And Booster Stations	136,754	76,259	86,194	9,934	90,825	4,631
2.7 Transmission And Distribution	74,040	156,074	189,383	33,310	211,325	21,942
2.8 General & Administrative	445,764	549,605	534,398	(15,207)	563,116	28,718
2.9 Total Operating Expenses	1,349,665	1,545,475	1,585,574	40,099	1,663,757	78,183
3.0 Net Operating Income (Loss)	331,379	185,874	466,771	280,897	492,091	25,320
<b>Non-operating Revenues</b>						
4.0 Transfer From Reserves	(358,495)	-	-	-	-	-
4.1 Transfer From Other Funds	121,678	378,425	38,000	(340,425)	-	(38,000)
4.2 Investment Income	(63,359)	15,995	27,478	11,483	26,224	(1,254)
4.3 Total Non-operating Revenues	(300,177)	394,420	65,478	(328,942)	26,224	(39,254)
<b>Non-operating Expenses</b>						
5.0 Transfer To Reserves	11,433	11,889	12,155	266	15,637	3,482
5.1 Transfer To Rate Stabilization Reserve	(319,073)	257,884	165,864	(92,020)	116,699	(49,165)
5.2 Transfer To Replacement Fund	203,000	233,000	264,000	31,000	295,000	31,000
5.3 Transfer To Other Funds	133,343	75,024	87,500	12,476	88,249	749
5.4 Other expenses	2,498	2,498	2,730	232	2,730	-
5.5 Total Non-operating Expenses	31,202	580,294	532,249	(48,045)	518,315	(13,934)
6.0 Net Income (Loss)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**STATEMENT OF REVENUES & EXPENDITURES  
RECYCLED WATER**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Operating Expenses</u></b>						
1.0 Reclaimed Water Expense	\$ 553,693	\$ 662,508	\$ 655,938	\$ (6,570)	\$ 675,276	\$ 19,338
1.1 Labor	125,650	181,696	184,361	2,665	210,035	25,674
1.2 Fringe Benefits	107,681	148,307	153,123	4,816	161,866	8,743
1.3 Purchased Water	109,826	88,754	98,025	9,271	100,200	2,175
1.4 Repairs & Maintenance	115,723	58,000	59,500	1,500	59,500	-
1.5 Other Expenses	33,733	37,681	35,689	(1,992)	42,201	6,512
1.6 Computer Charges	45,671	38,497	64,478	25,980	68,036	3,558
1.7 Facilities Charges	10,629	11,980	15,162	3,182	15,856	693
1.8 Allocated Vehicle & Equip Costs	70,078	67,920	78,356	10,436	81,390	3,034
1.9 Allocated General & Administrative	176,981	250,131	240,942	(9,189)	249,398	8,456
<b>1.10 Total Operating Expense</b>	<b>\$ 1,349,665</b>	<b>\$ 1,545,475</b>	<b>\$ 1,585,574</b>	<b>\$ 40,099</b>	<b>\$ 1,663,757</b>	<b>\$ 78,183</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**RECYCLED WATER**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Reclaimed Water Revenues</u></b>						
42101	\$ 1,173,837	\$ 1,120,578	\$ 1,344,187	\$ 223,609	\$ 1,408,907	\$ 64,720
42102	131,534	151,665	164,666	13,001	172,456	7,790
42103	184,572	202,129	235,056	32,927	246,099	11,043
40140	240,086	256,977	308,436	51,459	328,386	19,950
<b>Sub-total Reclaimed Water Revenues</b>						
	1,730,029	1,731,349	2,052,345	320,996	2,155,848	103,503
<b><u>Accrued Reclaimed Water Revenues</u></b>						
42201	(48,985)	-	-	-	-	-
42202	-	-	-	-	-	-
42203	-	-	-	-	-	-
<b>Sub-total Accrued Reclaimed Water Revenues</b>						
	(48,985)	-	-	-	-	-
<b>Total Operating Revenues - Charges For Service</b>						
	1,681,044	1,731,349	2,052,345	320,996	2,155,848	103,503
<b><u>Purchased Water Expenses</u></b>						
50100	51,124	33,754	38,025	4,271	40,200	2,175
50112	58,702	55,000	60,000	5,000	60,000	-
<b>Total Purchased Water Expenses</b>						
	109,826	88,754	98,025	9,271	100,200	2,175
<b><u>Reservoirs Expenses</u></b>						
52110	2,064	4,556	6,466	1,910	7,463	998
52300	1,917	3,719	5,370	1,651	5,752	381
53110	-	500	500	-	500	-
53111	-	3,500	4,000	500	4,000	-
<b>Total Reservoirs Expenses</b>						
	3,981	12,274	16,336	4,061	17,715	1,379

**STATEMENT OF REVENUES & EXPENDITURES  
RECYCLED WATER**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Pumping And Booster Stations Expenses</u></b>						
52110 Direct Labor	16,042	23,267	28,239	4,972	31,810	3,571
52300 Employee Benefit Allocated	13,977	18,992	23,454	4,462	24,515	1,060
53110 Repairs & Maint - Inventory	-	500	500	-	500	-
53111 R&M - Outside Services & Materials	106,735	33,500	34,000	500	34,000	-
<b>Total Pumping And Booster Stations Expenses</b>	<b>136,754</b>	<b>76,259</b>	<b>86,194</b>	<b>9,934</b>	<b>90,825</b>	<b>4,631</b>
<b><u>Transmission And Distribution Expenses</u></b>						
52110 Direct Labor	33,653	64,360	84,179	19,819	96,106	11,927
52300 Employee Benefit Allocated	28,333	52,533	69,916	17,383	74,065	4,149
53110 Repairs & Maint - Inventory	1,562	5,000	4,500	(500)	4,500	-
53111 R&M - Outside Services & Materials	7,426	15,000	11,000	(4,000)	11,000	-
53113 Landscape	349	-	500	500	500	-
53140 Consulting And Professional Fees	-	15,000	15,000	-	20,000	5,000
54410 Allocated Laboratory Expense	2,716	4,181	4,288	107	5,155	867
<b>Total Transmission And Distribution Expenses</b>	<b>74,040</b>	<b>156,074</b>	<b>189,383</b>	<b>33,310</b>	<b>211,325</b>	<b>21,942</b>
<b><u>Meter Testing &amp; Replacement Expenses</u></b>						
53110 Repairs & Maint - Inventory	-	-	5,000	5,000	5,000	-
<b>Total Meter Testing &amp; Replacement Expenses</b>	<b>-</b>	<b>-</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>-</b>
<b><u>Railroad Canyon Treatment Plant Expenses</u></b>						
52110 Direct Labor	5,070	-	-	-	-	-
52300 Employee Benefit Allocated	4,438	-	-	-	-	-
53113 Landscape	14,924	-	300	300	300	-
53121 Waste Water Treatment Cost	124,528	107,881	146,000	38,119	155,000	9,000
<b>Total Railroad Canyon Treatment Plant Expenses</b>	<b>148,961</b>	<b>107,881</b>	<b>146,300</b>	<b>38,419</b>	<b>155,300</b>	<b>9,000</b>

**STATEMENT OF REVENUES & EXPENDITURES**  
**RECYCLED WATER**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Horsethief Treatment Plant Expenses</u></b>						
52110 Direct Labor	579	-	-	-	-	-
52300 Employee Benefit Allocated	596	-	-	-	-	-
53121 Waste Water Treatment Cost	80,543	127,689	93,000	(34,689)	95,000	2,000
<b>Total Horsethief TP Expenses</b>	<b>81,717</b>	<b>127,689</b>	<b>93,000</b>	<b>(34,689)</b>	<b>95,000</b>	<b>2,000</b>
<b><u>SRRRA Contractual Services Expenses</u></b>						
53123 SRRRA -Treatment Expenses	490,790	609,922	596,404	(13,518)	602,728	6,324
53125 Contra -SRRRA Contractual Svc	(142,169)	(182,984)	(179,466)	3,518	(177,452)	2,014
<b>Total SRRRA Contractual Services Expenses</b>	<b>348,622</b>	<b>426,938</b>	<b>416,938</b>	<b>(10,000)</b>	<b>425,276</b>	<b>8,338</b>
<b><u>Other Division Admin Expenses</u></b>						
52110 Direct Labor	68,241	89,513	65,477	(24,036)	74,657	9,179
52300 Employee Benefit Allocated	58,421	73,064	54,383	(18,681)	57,535	3,152
53300 Travel And Training	375	2,000	2,000	-	2,000	-
53320 General Liability & Property Insurance	4,435	4,000	601	(3,399)	721	120
53324 Advertising	-	2,500	2,500	-	2,500	-
53322 Licenses, Permit & Fees	10,934	10,000	10,500	500	11,025	525
53330 General Office Supplies	-	-	-	-	-	-
54400 Facilities Charges	10,629	11,980	15,162	3,182	15,856	693
54401 Computer Charges	45,671	38,497	64,478	25,980	68,036	3,558
54406 Allocated Vehicle & Equip O&m Costs	49,403	47,245	55,712	8,467	58,746	3,034
54408 Allocated Vehicle & Equip Outlay	20,675	20,675	22,644	1,969	22,644	-
54405 Allocated G & A Expense	176,981	250,131	240,942	(9,189)	249,398	8,456
<b>Total - Other Division Administrative</b>	<b>445,764</b>	<b>549,605</b>	<b>534,398</b>	<b>(15,207)</b>	<b>563,116</b>	<b>28,718</b>
<b>Total Operating Expenses</b>	<b>989,910</b>	<b>1,545,475</b>	<b>1,585,574</b>	<b>40,099</b>	<b>1,663,757</b>	<b>78,183</b>
<b>Net Operating Income (Loss)</b>	<b>691,134</b>	<b>185,874</b>	<b>466,771</b>	<b>280,897</b>	<b>492,091</b>	<b>25,320</b>

**STATEMENT OF REVENUES & EXPENDITURES  
RECYCLED WATER**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Transfers To Reserves</u></b>						
77101	11,433	11,889	12,155	266	15,637	3,482
77102	(319,073)	257,884	165,864	(92,020)	116,699	(49,165)
<b>Total Transfers To Reserves</b>	<b>(307,639)</b>	<b>269,772</b>	<b>178,019</b>	<b>(91,753)</b>	<b>132,336</b>	<b>(45,683)</b>
<b><u>Transfers From Reserves</u></b>						
76102	(358,495)	-	-	-	-	-
<b>Total Transfers From Reserves</b>	<b>(358,495)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Transfers In</u></b>						
78120	-	301,299	-	(301,299)	-	-
78530	121,678	77,126	38,000	(39,126)	-	(38,000)
<b>Total Transfers In</b>	<b>121,678</b>	<b>378,425</b>	<b>38,000</b>	<b>(340,425)</b>	<b>-</b>	<b>(38,000)</b>
<b><u>Transfers Out</u></b>						
79115	133,343	75,024	87,500	12,476	88,249	749
79121	-	-	-	-	-	-
79330	203,000	233,000	264,000	31,000	295,000	31,000
79490	-	-	-	-	-	-
<b>Total Transfers Out</b>	<b>336,343</b>	<b>308,024</b>	<b>351,500</b>	<b>43,476</b>	<b>383,249</b>	<b>31,749</b>
<b><u>Non-Operating Expenses</u></b>						
82521	2,498	2,498	2,730	232	2,730	-
<b>Total Non-Operating Expenses</b>	<b>2,498</b>	<b>2,498</b>	<b>2,730</b>	<b>232</b>	<b>2,730</b>	<b>-</b>
<b><u>Non-operating Revenues</u></b>						
72110	(63,359)	15,995	27,478	11,483	26,224	(1,254)
<b>Total Non-operating Revenues</b>	<b>(63,359)</b>	<b>15,995</b>	<b>27,478</b>	<b>11,483</b>	<b>26,224</b>	<b>(1,254)</b>
<b>Net Income (Loss)</b>	<b>\$ 359,755</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>





# **GENERAL FUND**

**(WITH PROGRAM DETAIL)**

- General & Administrative** ♪
- Vehicles & Equipment** ♪
- Engineering** ♪
- Information Technology** ♪
- Facilities** ♪
- Capital Outlay** ♪



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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# GENERAL & ADMINISTRATIVE

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Program 110





**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

	Total Actual FY2022	Approved Budget FY2023	Adopted Budget FY2024	Change From PY Budget	Adopted Budget FY2025	Change From PY Budget
<b><u>Sources Of Funds</u></b>						
1.0 Assessment District Charges	\$ 75,500	\$ 58,500	\$ 35,000	\$ (23,500)	\$ 35,000	\$ -
1.1 Allocation Of G&A Overhead To Operations:						
1.2 Elsinore Water	6,082,570	7,043,818	7,964,203	920,385	8,247,085	282,882
1.3 Temescal Water -Potable	129,723	212,406	227,186	14,781	240,053	12,867
1.4 Wastewater	3,950,387	4,473,598	4,996,488	522,891	5,176,403	179,915
1.5 Engineering	1,621,442	1,735,808	2,229,155	493,347	2,396,358	167,203
1.6 Recycled Water	176,981	250,131	240,942	(9,189)	249,398	8,456
1.7 Allocation Of G&A O/H To Capital Projects	90,352	250,000	-	(250,000)	-	-
<b>1.8 Total Sources Of Funds</b>	<b>12,126,955</b>	<b>14,024,261</b>	<b>15,692,975</b>	<b>1,668,714</b>	<b>16,344,297</b>	<b>651,323</b>
<b><u>G &amp; A Departmental Expenditures</u></b>						
2.0 General Management	533,898	913,424	789,610	(123,813)	823,590	33,979
2.1 Administration Services	593,626	700,444	744,798	44,354	792,661	47,863
2.2 Government Relations	489,205	488,907	513,200	24,293	533,275	20,075
2.3 Human Resources	979,858	1,209,769	1,500,663	290,893	1,504,017	3,355
2.4 Safety	363,969	387,850	588,379	200,529	565,715	(22,664)
2.5 Business Services	619,819	668,315	716,892	48,577	766,499	49,607
2.6 Finance & Accounting	1,884,986	1,929,251	2,395,767	466,516	2,543,124	147,356
2.7 Grant Administration	248,272	475,302	640,333	165,031	668,437	28,104
2.8 Community Relations	235,973	231,388	292,739	61,351	311,442	18,703
2.9 Customer Service	1,433,802	1,813,604	1,970,706	157,101	2,091,687	120,981
2.10 Community Affairs	707,788	581,745	799,044	217,299	729,361	(69,684)
2.11 Purchasing	682,734	789,888	797,876	7,989	839,801	41,925
2.12 Engineering & Ops Admin	519,534	534,997	759,601	224,603	776,559	16,958
2.13 Strategic Programs	488,063	643,069	-	(643,069)	-	-
<b>2.14 Total G &amp; A Departmental Expenditures</b>	<b>9,781,527</b>	<b>11,367,954</b>	<b>12,509,608</b>	<b>1,141,654</b>	<b>12,946,167</b>	<b>436,560</b>
<b><u>G &amp; A Indirect Expenditures</u></b>						
3.0 Directors Fees & Related Expenditures	368,118	520,202	409,345	(110,857)	478,688	69,343
3.1 Insurance, Legal, & Other Expenses	798	43,500	-	(43,500)	-	-
3.2 Allocated Facility, Computer & Vehicle Charges	1,976,512	2,092,605	2,774,022	681,416	2,919,442	145,420
<b>3.3 Total G &amp; A Indirect Expenditures</b>	<b>2,345,428</b>	<b>2,656,307</b>	<b>3,183,367</b>	<b>527,060</b>	<b>3,398,130</b>	<b>214,763</b>
<b>4.0 Total G &amp; A Expenditures</b>	<b>12,126,955</b>	<b>14,024,261</b>	<b>15,692,975</b>	<b>1,668,714</b>	<b>16,344,297</b>	<b>651,323</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Fringe Benefits</u></b>						
Fringe Benefits Allocations:						
5.0 Elsinore Water	(3,601,245)	(4,176,408)	(5,061,414)	(885,005)	(5,352,592)	(291,179)
5.1 Temescal Water - Potable	(76,816)	(125,939)	(144,382)	(18,442)	(155,802)	(11,420)
5.2 Wastewater	(2,339,288)	(2,652,478)	(3,175,370)	(522,893)	(3,359,633)	(184,262)
5.3 Recycled Water	(107,681)	(148,307)	(153,123)	(4,816)	(161,866)	(8,743)
5.4 Engineering	(959,367)	(1,029,188)	(1,416,674)	(387,486)	(1,555,305)	(138,631)
5.5 Vehicle & Equipment	(39,465)	(47,054)	(152,685)	(105,630)	(170,044)	(17,360)
5.6 Lake Elsinore Maintenance	(39,932)	(59,564)	(64,145)	(4,581)	(67,566)	(3,421)
5.7 Information Technology	(497,408)	(550,105)	(791,718)	(241,613)	(882,751)	(91,032)
5.8 Facilities	(148,728)	(176,539)	(193,430)	(16,891)	(204,006)	(10,576)
5.9 G & A Departments	(3,675,825)	(3,852,096)	(4,264,444)	(412,349)	(4,382,759)	(118,314)
5.10 Capital Improvements	(319,267)	-	-	-	-	-
5.11 <b>Total Fringe Benefits Allocations</b>	<b>(11,805,023)</b>	<b>(12,817,679)</b>	<b>(15,417,385)</b>	<b>(2,599,706)</b>	<b>(16,292,323)</b>	<b>(874,938)</b>
5.12 <b>Fringe Benefits Costs</b>	<b>11,805,023</b>	<b>12,817,679</b>	<b>15,417,385</b>	<b>2,599,706</b>	<b>16,292,323</b>	<b>874,938</b>
6.0 <b>Net (Under) Over Applied Fringe Benefits</b>	-	-	-	-	-	-
7.0 <b>Net (Under) Over Applied G &amp; A Expenditures</b>	-	-	-	-	-	-
<b><u>Lake Lease</u></b>						
8.0 CLPOA Lease Income	1,618,775	1,623,900	1,750,200	126,300	1,776,170	25,970
8.1 <b>Total Lake Lease</b>	<b>1,618,775</b>	<b>1,623,900</b>	<b>1,750,200</b>	<b>126,300</b>	<b>1,776,170</b>	<b>25,970</b>
<b><u>Non-operating Revenues</u></b>						
9.0 Interest Income Allocable	(7,623,627)	3,000,784	3,429,951	429,167	3,273,438	(156,513)
9.1 Net Increase/(decrease) In Fair Value Of Investments	7,114,451	(2,537,831)	(3,089,846)	(552,015)	(2,948,852)	140,994
9.2 Interest Income Allocated	(53,943)	-	-	-	-	-
9.3 Other Revenue	1,884,618	1,446,897	1,454,503	7,606	1,487,728	33,225
9.4 Transfers From Reserves	2,726,361	-	-	-	-	-
9.5 Transfers In From Other Funds	2,116,871	3,219,208	3,274,546	55,338	3,371,788	97,242
9.6 <b>Total Non-operating Revenues</b>	<b>6,164,730</b>	<b>5,129,058</b>	<b>5,069,154</b>	<b>(59,904)</b>	<b>5,184,102</b>	<b>114,948</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Non-operating Expenses</u></b>						
10.0 Transfers To Construction Fund	762,359	-	-	-	-	-
10.1 Transfers To Reserves	6,844,646	3,661,880	4,026,606	364,726	5,617,889	1,591,283
10.2 Transfers To Other Funds	2,879,861	2,961,323	2,651,949	(309,374)	1,186,959	(1,464,990)
10.3 Other Non-operating Expenses	(2,753,650)	79,465	94,156	14,691	108,781	14,625
10.4 Capital Outlay	50,290	50,290	46,643	(3,647)	46,643	-
<b>10.5 Total Non-operating Expenses</b>	<b>7,783,506</b>	<b>6,752,958</b>	<b>6,819,354</b>	<b>66,396</b>	<b>6,960,272</b>	<b>140,918</b>
<b>Surplus (Deficiency) Of Sources</b>						
<b>11.0 Over Expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>G &amp; A Expenditures</u></b>						
1.0 Labor	\$ 4,350,005	\$ 4,706,586	\$ 5,122,146	\$ 415,560	\$ 5,673,330	\$ 551,184
1.1 Fringe Benefits	3,664,859	3,841,677	4,254,266	412,588	4,372,220	117,955
1.2 Legal Services	156,037	490,650	272,950	(217,700)	272,950	-
1.3 Consulting And Other Outside Services	698,858	946,102	1,338,313	392,211	1,087,392	(250,921)
1.4 General Office Supplies	25,426	29,200	32,050	2,850	24,050	(8,000)
1.5 Directors' Related Expenses	368,118	520,202	409,345	(110,857)	478,688	69,343
1.6 Forms, Duplicating, & Postage Costs	481,326	485,551	523,903	38,352	504,065	(19,838)
1.7 Other Expenses	258,450	593,623	611,506	17,884	651,670	40,165
1.8 Advertising	59,240	110,250	105,150	(5,100)	105,415	265
1.9 Seminars & Conferences	88,124	207,815	249,325	41,510	255,075	5,750
1.10 Allocated Facilities Costs	563,311	634,961	803,596	168,635	840,342	36,746
1.11 Allocated Computer Costs	1,330,862	1,378,903	1,877,572	498,669	1,981,190	103,618
1.12 Allocated Vehicle & Equipment Costs	82,339	78,742	92,853	14,112	97,910	5,056
<b>1.13 Total G &amp; A Expenditures</b>	<b>\$ 12,126,955</b>	<b>\$ 14,024,261</b>	<b>\$ 15,692,975</b>	<b>\$ 1,668,714</b>	<b>\$ 16,344,297</b>	<b>\$ 651,323</b>



**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b>Sources Of Funds</b>						
53391	\$ 75,500	\$ 58,500	\$ 35,000	\$ (23,500)	\$ 35,000	\$ -
54405	11,961,103	13,715,761	15,657,975	1,942,214	16,309,297	651,323
54403	90,352	250,000	-	(250,000)	-	-
<b>Total Sources Of Funds</b>	<b>12,126,955</b>	<b>14,024,261</b>	<b>15,692,975</b>	<b>1,668,714</b>	<b>16,344,297</b>	<b>651,323</b>
<b>Directors' Fees &amp; Related Expenditures</b>						
51100	122,906	148,000	142,384	(5,616)	149,336	6,952
51101	50,478	90,000	-	(90,000)	60,000	60,000
51102	91,535	113,200	113,200	0	113,200	(0)
51103	457	820	867	47	909	42
51104	8,945	11,200	10,351	(849)	10,856	505
51105	38,086	83,750	96,500	12,750	96,500	-
51106	1,211	1,000	2,600	1,600	2,600	-
51107	567	-	-	-	-	-
53310	22,308	50,000	25,000	(25,000)	25,000	-
53320	31,609	22,132	18,443	(3,689)	20,287	1,844
53330	17	-	-	-	-	-
53333	-	100	-	(100)	-	-
<b>Total Directors Fees &amp; Related Expenditures</b>	<b>368,118</b>	<b>520,202</b>	<b>409,345</b>	<b>(110,857)</b>	<b>478,688</b>	<b>69,343</b>
<b>General Management</b>						
52110	224,779	238,602	259,112	20,509	285,938	26,826
52300	189,549	194,755	215,209	20,453	220,362	5,153
52400	8,400	8,400	10,800	2,400	10,800	-
53140	33,741	60,000	30,000	(30,000)	30,000	-
53300	19,595	27,360	40,300	12,940	40,300	-
53301	2,461	-	-	-	-	-
53304	36,054	32,000	34,360	2,360	34,360	-
53305	(68,175)	(32,000)	(34,360)	(2,360)	(34,360)	-
53310	78,740	350,200	200,000	(150,200)	200,000	-
53324	-	100	-	(100)	-	-
53330	54	1,700	1,500	(200)	1,500	-
53333	8,700	32,306	32,690	384	34,690	2,000
<b>Total General Management</b>	<b>533,898</b>	<b>913,424</b>	<b>789,610</b>	<b>(123,813)</b>	<b>823,590</b>	<b>33,979</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<b>Account</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Administration Services</u></b>						
52110	294,857	306,210	341,839	35,629	376,991	35,152
52300	250,144	249,939	283,919	33,980	290,533	6,614
52400	7,200	7,200	7,200	-	7,200	-
53140	838	11,000	2,500	(8,500)	2,500	-
53141	15,386	79,000	60,000	(19,000)	60,000	-
53300	1,393	15,355	16,325	970	18,225	1,900
53310	1,355	5,000	1,500	(3,500)	1,500	-
53330	1,483	2,400	2,000	(400)	2,000	-
53333	426	340	2,800	2,460	2,990	190
53398	20,518	24,000	26,715	2,715	30,722	4,007
53399	27	-	-	-	-	-
<b>Total Administration Services</b>	<b>593,626</b>	<b>700,444</b>	<b>744,798</b>	<b>44,354</b>	<b>792,661</b>	<b>47,863</b>
<b><u>Government Relations</u></b>						
52110	154,808	149,558	162,791	13,233	179,636	16,845
52300	128,162	122,074	135,209	13,134	138,439	3,230
52400	7,200	7,200	7,200	-	7,200	-
53140	150,544	151,500	151,500	-	151,500	-
53300	23,410	36,000	36,000	-	36,000	-
53310	9,419	7,000	5,000	(2,000)	5,000	-
53325	9,262	9,000	9,000	-	9,000	-
53330	54	500	-	-500	-	-
53333	6,345	6,075	6,500	425	6,500	-
<b>Total Government Relations</b>	<b>489,205</b>	<b>488,907</b>	<b>513,200</b>	<b>24,293</b>	<b>533,275</b>	<b>20,075</b>
<b><u>Human Resources</u></b>						
52110	340,252	339,871	431,889	92,018	476,489	44,600
52300	287,753	277,414	358,711	81,297	367,212	8,501
52400	7,200	7,200	7,200	-	7,200	-
52405	7,310	-	1,200	1,200	1,200	-
52406	14,574	14,200	18,200	4,000	18,200	-
52408	-	(14,200)	(18,200)	(4,000)	(18,200)	-
53140	28,507	85,450	233,950	148,500	154,500	(79,450)
53142	8,557	6,384	7,584	1,200	7,584	-
53300	5,669	17,500	18,500	1,000	18,500	-
53302	12,211	39,000	20,000	(19,000)	20,000	-
53303	9,547	14,000	13,350	(650)	13,350	-
53310	3,367	55,000	45,000	(10,000)	45,000	-
53320	220,593	311,760	296,438	(15,322)	326,142	29,704
53324	5,450	35,000	45,500	10,500	45,500	-
53330	3,320	4,000	4,000	-	4,000	-
53331	-	225	225	-	225	-
53333	11,022	16,965	17,115	150	17,115	-
53334	14,525	-	-	-	-	-
<b>Total Human Resources</b>	<b>979,858</b>	<b>1,209,769</b>	<b>1,500,663</b>	<b>290,893</b>	<b>1,504,017</b>	<b>3,355</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Safety</u></b>						
52110 Direct Labor	102,202	158,286	194,587	36,301	214,231	19,644
52300 Employee Benefit Allocated	85,688	129,198	161,617	32,419	165,100	3,483
52402 Uniforms	70	200	200	-	200	-
52405 Merit & Other Bonus Pay	500	-	-	-	-	-
53140 Consulting And Professional Fees	161,684	73,700	181,963	108,263	135,072	(46,891)
53300 Travel And Training	1,960	8,000	12,400	4,400	12,400	-
53301 Employee Certifications	-	-	460	460	460	-
53302 Annual & Pre-employment Testing	-	-	22,200	22,200	22,500	300
53303 HR Employee Relations	2,256	5,000	6,550	1,550	6,850	300
53330 General Office Supplies	8,806	13,000	7,900	(5,100)	8,400	500
53331 Postage	114	-	-	-	-	-
53333 Dues & Subscriptions	689	465	502	37	502	-
<b>Total Safety</b>	<b>363,969</b>	<b>387,850</b>	<b>588,379</b>	<b>200,529</b>	<b>565,715</b>	<b>(22,664)</b>
<b><u>Business Services</u></b>						
52110 Direct Labor	316,594	341,495	364,622	23,127	401,889	37,267
52300 Employee Benefit Allocated	266,870	278,740	302,841	24,101	309,721	6,879
52400 Auto Allowances	7,200	7,200	7,200	-	7,200	-
53300 Travel And Training	6,126	10,200	11,500	1,300	14,100	2,600
53325 Sponsorships & Public Information	432	-	-	-	-	-
53330 General Office Supplies	12,913	28,500	18,050	(10,450)	20,125	2,075
53331 Postage	-	95	-	(95)	-	-
53333 Dues & Subscriptions	9,684	2,085	12,679	10,594	13,464	785
<b>Total Business Services</b>	<b>619,819</b>	<b>668,315</b>	<b>716,892</b>	<b>48,577</b>	<b>766,499</b>	<b>49,607</b>
<b><u>Finance &amp; Accounting</u></b>						
52110 Direct Labor	937,814	948,597	1,161,486	212,890	1,304,615	143,128
52300 Employee Benefit Allocated	789,396	774,277	964,688	190,410	1,005,417	40,729
52400 Auto Allowances	-	-	7,200	7,200	7,200	-
53140 Consulting And Professional Fees	68,721	120,452	196,400	75,948	161,820	(34,580)
53141 Contractual & Temporary Services	8,427	-	-	-	-	-
53300 Travel And Training	4,143	25,000	25,000	-	26,250	1,250
53310 Legal Costs	4,178	5,500	5,500	-	5,500	-
53320 General Liability & Property Insurance	446	-	618	618	742	124
53322 Licenses, Permit & Fees	1	50	50	-	50	-
53324 Advertising	2,250	6,950	2,650	(4,300)	2,915	265
53326 Collection Expense	11	-	-	-	-	-
53331 Postage	9	950	100	(850)	100	-
53332 Forms, Printing & Duplicating Costs	38,287	30,000	10,500	(19,500)	6,700	(3,800)
53333 Dues & Subscriptions	6,856	4,975	7,475	2,500	7,065	(410)
53335 Bank Service Charges (WESA)	10,997	12,000	12,000	-	12,600	600
53352 System Matching Variance	103	-	100	100	100	-
53390 Bad Debt Expense	6,415	-	-	-	-	-
53399 Miscellaneous Expenses	6,932	500	2,000	1,500	2,050	50
<b>Total Finance &amp; Accounting</b>	<b>1,884,986</b>	<b>1,929,251</b>	<b>2,395,767</b>	<b>466,516</b>	<b>2,543,124</b>	<b>147,356</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Grant Administration</u></b>						
52110 Direct Labor	130,577	191,565	227,229	35,665	250,789	23,559
52300 Employee Benefit Allocated	110,172	156,362	188,728	32,366	193,273	4,545
53140 Consulting And Professional Fees	(71)	110,000	205,000	95,000	205,000	-
53300 Travel And Training	5,686	15,000	17,000	2,000	17,000	-
53310 Legal Costs	1,185	950	950	-	950	-
53333 Dues & Subscriptions	723	1,425	1,425	-	1,425	-
<b>Total Grant Administration</b>	<b>248,272</b>	<b>475,302</b>	<b>640,333</b>	<b>165,031</b>	<b>668,437</b>	<b>28,104</b>
<b><u>Community Relations</u></b>						
52110 Direct Labor	128,428	124,545	152,605	28,061	168,331	15,726
52300 Employee Benefit Allocated	105,972	101,658	126,748	25,091	129,726	2,978
52400 Auto Allowances	-	-	7,200	7,200	7,200	-
53300 Travel And Training	987	4,500	5,500	1,000	5,500	-
53330 General Office Supplies	42	-	-	-	-	-
53333 Dues & Subscriptions	545	685	685	-	685	-
<b>Total Community Relations</b>	<b>235,973</b>	<b>231,388</b>	<b>292,739</b>	<b>61,351</b>	<b>311,442</b>	<b>18,703</b>
<b><u>Customer Service</u></b>						
52110 Direct Labor	685,945	835,347	917,523	82,175	1,010,073	92,550
52300 Employee Benefit Allocated	582,275	681,839	762,061	80,222	778,425	16,364
53141 Contractual & Temporary Services	60,159	-	-	-	-	-
53300 Travel And Training	579	2,250	1,500	(750)	1,500	-
53310 Legal Costs	444	500	500	-	500	-
53326 Collection Expense	48,211	10,000	20,000	10,000	20,000	-
53331 Postage	216,821	493,452	229,702	(263,750)	237,883	8,181
53332 Forms, Printing & Duplicating Costs	119,282	197,657	119,375	(78,282)	123,157	3,783
53336 IVR & Web Payment Fees	18,132	25,487	20,045	(5,442)	20,149	105
53359 Doorhanger Expense	-	-	260,495	260,495	276,514	16,019
53360 Door Hanger Fees (Offset to Expense)	-	(332,928)	(260,494)	72,434	(276,514)	(16,020)
53393 CWWAPP Admin Fees Applied	(50,264)	-	-	-	-	-
74112 Collection Revenue (Previous Offset To Expense)	(247,783)	(100,000)	(100,000)	-	(100,000)	-
<b>Total Customer Service</b>	<b>1,433,802</b>	<b>1,813,604</b>	<b>1,970,706</b>	<b>157,101</b>	<b>2,091,687</b>	<b>120,981</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Community Affairs</u></b>						
52110 Direct Labor	251,846	183,030	215,641	32,611	240,905	25,264
52300 Employee Benefit Allocated	211,589	149,395	179,103	29,708	185,656	6,553
53140 Consulting And Professional Fees	62,045	75,000	147,000	72,000	82,000	(65,000)
53300 Travel And Training	8,663	7,650	10,900	3,250	10,900	-
53310 Legal Costs	614	500	500	-	500	-
53320 General Liability & Property Insurance	385	2,000	2,000	-	2,000	-
53324 Advertising	6,174	8,200	7,000	(1,200)	7,000	-
53325 Sponsorships Public Information	36,731	41,000	41,000	-	41,000	-
53327 Special Events	10,473	11,500	13,500	2,000	13,500	-
53330 General Office Supplies	2,649	1,800	11,650	9,850	3,150	(8,500)
53331 Postage	59,066	38,000	78,000	40,000	65,000	(13,000)
53332 Forms, Printing & Duplicating Costs	47,627	58,000	86,000	28,000	71,000	(15,000)
53333 Dues & Subscriptions	9,927	5,670	6,750	1,080	6,750	-
<b>Total Community Affairs</b>	<b>707,788</b>	<b>581,745</b>	<b>799,044</b>	<b>217,299</b>	<b>729,361</b>	<b>(69,684)</b>
<b><u>Purchasing</u></b>						
52110 Direct Labor	318,170	346,672	351,682	5,010	387,257	35,575
52300 Employee Benefit Allocated	266,569	282,966	292,094	9,129	298,444	6,350
52402 Uniforms	945	1,800	1,600	(200)	1,600	-
53141 Contractual & Temporary Services	22,984	55,000	55,000	-	55,000	-
53300 Travel And Training	1,157	7,000	7,000	-	7,000	-
53310 Legal Costs	13,023	18,000	14,000	(4,000)	14,000	-
53324 Advertising	45,366	60,000	50,000	(10,000)	50,000	-
53330 General Office Supplies	8,544	1,000	1,000	-	1,000	-
53333 Dues & Subscriptions	6,981	9,450	17,000	7,550	17,000	-
53349 Obsolete inventory items	-	5,000	2,500	(2,500)	2,500	-
53351 Cycle Count Variations	(18,931)	500	2,500	2,000	2,500	-
53352 System Matching Variance	123	-	-	-	-	-
53353 Purchase Price Variance	(3,587)	2,500	2,500	-	2,500	-
53399 Miscellaneous Expenses	21,390	-	1,000	1,000	1,000	-
<b>Totals Purchasing</b>	<b>682,734</b>	<b>789,888</b>	<b>797,876</b>	<b>7,989</b>	<b>839,801</b>	<b>41,925</b>
<b><u>Engineering &amp; Ops Administration</u></b>						
52110 Direct Labor	271,934	270,613	341,138	70,526	376,186	35,048
52300 Employee Benefit Allocated	230,984	220,884	283,337	62,453	289,912	6,575
52400 Auto Allowances	7,200	7,200	7,200	-	7,200	-
53140 Consulting And Professional Fees	-	-	75,000	75,000	50,000	(25,000)
53300 Travel And Training	8,756	22,500	47,400	24,900	47,400	-
53301 Employee Certifications	330	877	875	(2)	1,110	235
53330 General Office Supplies	240	4,000	4,000	-	4,000	-
53333 Dues & Subscriptions	90	8,924	650	(8,274)	750	100
<b>Total Engineering &amp; Ops Administration</b>	<b>519,534</b>	<b>534,997</b>	<b>759,601</b>	<b>224,603</b>	<b>776,559</b>	<b>16,958</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Strategic Programs</u></b>						
52110 Direct Labor	191,799	272,195	-	(272,195)	-	-
52300 Employee Benefit Allocated	159,735	222,175	-	(222,175)	-	-
52400 Auto Allowances	7,200	7,200	-	(7,200)	-	-
53140 Consulting And Professional Fees	12,342	125,000	-	(125,000)	-	-
53141 Contractual & Temporary Services	73,552	-	-	-	-	-
53300 Travel And Training	-	9,500	-	(9,500)	-	-
53310 Legal Costs	42,914	5,000	-	(5,000)	-	-
53330 General Office Supplies	234	800	-	(800)	-	-
53331 Postage	120	100	-	(100)	-	-
53333 Dues & Subscriptions	168	1,100	-	(1,100)	-	-
<b>Total Strategic Programs</b>	<b>488,063</b>	<b>643,069</b>	<b>-</b>	<b>(643,069)</b>	<b>-</b>	<b>-</b>
<b><u>Insurance, Legal, &amp; Other Expenses</u></b>						
53310 Legal Costs	798	43,000	-	(43,000)	-	-
53311 Legal Costs (Charged Out)	(494,697)	-	-	-	-	-
53312 Legal Services (Total)	494,697	-	-	-	-	-
53333 Dues and Subscriptions	-	500	-	(500)	-	-
<b>Total Insurance, Legal, &amp; Other Expenses</b>	<b>798</b>	<b>43,500</b>	<b>-</b>	<b>(43,500)</b>	<b>-</b>	<b>-</b>
<b><u>Allocated Facility, Computer, &amp; Vehicle Charges</u></b>						
54406 Allocated Vehicle & Equip O&M Costs	82,339	78,742	92,853	14,112	97,910	5,056
54401 Computer Charges	1,330,862	1,378,903	1,877,572	498,669	1,981,190	103,618
54400 Facilities Charges	563,311	634,961	803,596	168,635	840,342	36,746
<b>Total Allocated Facility, Computer, &amp; Vehicle Charges</b>	<b>1,976,512</b>	<b>2,092,605</b>	<b>2,774,022</b>	<b>681,416</b>	<b>2,919,442</b>	<b>145,420</b>

**STATEMENT OF REVENUES & EXPENDITURES  
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<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b>District Labor</b>						
52100	16,898,300	17,918,996	21,197,805	3,278,809	24,148,618	2,950,813
52101	(16,898,300)	(17,918,996)	(21,197,805)	(3,278,809)	(24,148,618)	(2,950,813)
<b>Net Undistributed District Labor</b>						
	-	-	-	-	-	-
<b>Employee Fringe Benefits Expenses</b>						
52200	1,063,663	656,743	780,825	124,082	891,468	110,643
52201	579,928	437,774	522,640	84,866	596,873	74,233
52202	159,567	168,443	194,845	26,402	221,375	26,530
52203	857,748	952,597	1,136,927	184,330	1,298,218	161,292
52204	32,921	-	-	-	-	-
52205	23,738	-	-	-	-	-
52206	8,623	-	-	-	-	-
52207	14,984	-	-	-	-	-
52208	152,927	-	-	-	-	-
52301	(94,341)	442,473	553,821	111,348	610,264	56,443
52302	194,668	343,585	411,218	67,633	469,499	58,281
52303	250,542	-	-	-	-	-
52304	(96,184)	105,244	116,213	10,969	124,554	8,341
52305	4,415,197	4,801,268	5,563,825	762,557	5,926,127	362,301
52306	648	11,245	12,545	1,300	12,740	195
52307	10,000	-	-	-	-	-
52308	253,760	245,567	293,872	48,305	335,522	41,650
52309	61,584	60,000	69,200	9,200	70,700	1,500
52310	3,241,717	3,892,449	4,247,101	354,652	4,416,692	169,591
52311	43,183	48,695	58,140	9,445	59,058	918
52312	135,485	132,559	150,916	18,357	159,104	8,188
52313	45,149	45,000	45,500	500	45,500	-
52314	(45,149)	(45,000)	(45,500)	(500)	(45,500)	-
52315	42,717	42,385	47,285	4,900	48,020	735
52316	330,174	323,630	341,367	17,737	390,666	49,299
52317	61	-	-	-	-	-
52318	-	1,000	-	(1,000)	-	-
52319	50,133	50,016	49,344	(672)	49,344	-
52320	4,194	5,000	5,000	-	5,000	-
52324	8,095	-	-	-	-	-
52325	(8,095)	-	-	-	-	-
52401	19,387	31,200	34,300	3,100	35,100	800
52403	12,917	20,000	20,000	-	20,000	-
52404	15,562	18,459	16,000	(2,459)	16,000	-
52405	-	-	782,000	782,000	526,000	(256,000)
52407	19,521	27,347	10,000	(17,347)	10,000	-
52322	(2,861,189)	-	-	-	-	-
<b>Total Employee Fringe Benefits Expenses</b>						
	8,943,834	12,817,679	15,417,385	2,599,706	16,292,323	874,938
52399	(11,805,023)	(12,817,679)	(15,417,385)	(2,599,706)	(16,292,323)	(874,938)
<b>Net Under (Over) Allocated Fringe Benefits</b>						
	(2,861,189)	-	-	-	-	-

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<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b>Total G &amp; A Support Costs</b>	12,051,455	13,965,761	15,657,975	1,692,214	16,309,297	651,322
<b>Total G &amp; A Overhead Applied</b>	(9,190,266)	(13,965,761)	(15,657,975)	(1,692,214)	(16,309,297)	(651,322)
<b>Net Under (Over) Applied Overhead</b>	2,861,189	-	-	-	-	-
<b><u>Lake Lease</u></b>						
73500 CLPOA Lake Lease Revenues	1,051,462	1,623,900	1,081,059	(542,841)	1,081,059	-
73502 Interest Revenue -CLPOA Lake Lease	567,313	-	669,141	669,141	695,111	25,970
<b>Total Lake Lease</b>	1,618,775	1,623,900	1,750,200	126,300	1,776,170	25,970
<b><u>Railroad Canyon Dam</u></b>						
52110 Direct Labor	6,803	8,570	7,497	(1,073)	8,427	930
52300 Employee Benefit Allocated	5,878	6,995	6,227	(768)	6,494	267
53111 R&M - Outside Services&Materials	271	5,000	5,000	-	5,000	-
53355 Dam Insurance	33,640	21,282	51,377	30,095	61,654	10,277
<b>Total Railroad Canyon Dam</b>	46,592	41,848	70,102	28,254	81,576	11,474
<b><u>Canyon Lake</u></b>						
52110 Direct Labor	2,709	378	437	59	482	45
52300 Employee Benefit Allocated	2,248	309	363	54	371	8
53111 R&M - Outside Services & Materials	150	-	-	-	-	-
53355 Dam Insurance	4,448	21,282	-	(21,282)	-	-
81106 Canyon Lake HABS Monitoring	8,665	-	-	-	-	-
<b>Total Canyon Lake</b>	18,220	21,968	799	(21,169)	853	53
<b><u>Lee Lake Dam</u></b>						
52110 Direct Labor	3,465	3,817	4,321	505	4,766	445
52300 Employee Benefit Allocated	2,840	3,115	3,589	474	3,673	84
53113 Dam Insurance	1,893	-	2,500	2,500	2,500	-
53355 Landscape	8,993	8,718	12,845	4,127	15,414	2,569
<b>Total Lee Lake Dam</b>	17,191	15,649	23,255	7,606	26,353	3,098
<b><u>Non-operating Revenues</u></b>						
40601 Rental Income	539,672	470,000	451,038	(18,962)	452,124	1,086
40602 Cash Over/short	39	-	-	-	-	-
40603 Unclaimed Customer Refunds	144	-	-	-	-	-
40605 Interest Revenue -Cell Site Leases	(25,080)	-	13,879	13,879	23,923	10,044
40607 Interest Revenue -SBBA Lease	-	-	-	-	-	-
40610 Other Operating Revenue	50,822	-	7,584	7,584	7,584	-
72100 Accrued Interest Income (Allocable)	(53,943)	-	-	-	-	-



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GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
72101 Interest Income (Allocable)	3,061,246	3,104,831	3,702,846	598,015	3,561,852	(140,994)
72105 Realization Of Gain (Loss) On Sale Of Investment	882,585	-	-	-	-	-
72106 Net Inc/(Dec) In The Fair Value Of Investments	(10,435,511)	-	-	-	-	-
72107 Bank Analysis Fees	(419,987)	(432,000)	(468,000)	(36,000)	(468,000)	-
72109 Investment Broker Fees	(149,338)	(135,000)	(145,000)	(10,000)	(145,000)	-
72110 Allocated Investment Income	(562,623)	462,953	340,105	(122,848)	324,586	(15,519)
72111 Contra - Interest Income Allocated To Funds	7,114,451	(2,537,831)	(3,089,846)	(552,015)	(2,948,852)	140,994
73501 M&D Water Lease Revenue	944,153	976,897	944,153	(32,744)	944,153	-
73503 Interest Revenue -M&D Water Lease	29,911	-	37,849	37,849	59,944	22,095
74110 P-card Rebate	81,762	-	-	-	-	-
74111 Annexation Fees	125	-	-	-	-	-
74114 FEMA/CALOES Reimbursements	1,511	-	-	-	-	-
74191 BCGSA - Administrative Fees	12,000	-	-	-	-	-
74199 Other Non-operating Revenue	109,946	-	-	-	-	-
84100 Other Non-operating Revenue	139,613	-	-	-	-	-
<b>Total Non-operating Revenues</b>	<b>1,321,499</b>	<b>1,909,850</b>	<b>1,794,608</b>	<b>(115,242)</b>	<b>1,812,314</b>	<b>17,706</b>
<b><u>Non-operating Expenses</u></b>						
74190 Passive Income Offsetting Expenses	(24,729)	-	-	-	-	-
81119 Other Non-operating Expenses	50,265	-	-	-	-	-
<b>Total Non-operating Expenses</b>	<b>25,536</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Transfers In</u></b>						
76100 Reimbursement Processing Fees	2,695,899	-	-	-	-	-
76103 Transfer In From Reserves Excess Power Surcharge	8,702	-	-	-	-	-
76107 Rental Income	1,310	-	-	-	-	-
76109 Cash Over/short	20,450	-	-	-	-	-
78125 Transfer In From Temescal Potable	24,376	-	-	-	-	-
78130 Unclaimed Customer Refunds	787,577	848,758	998,454	149,696	1,005,589	7,135
78135 Other Operating Revenue	133,343	75,024	87,500	12,476	88,249	749
78330 Accrued Interest Income (Allocable)	-	280,000	400,000	120,000	520,000	120,000
78333 Realization Of Gain (Loss) On Sale Of Investment	312,913	250,000	300,000	50,000	350,000	50,000
78510 Net Inc/(Dec) In The Fair Value Of Investments	-	5,937	5,937	-	-	(5,937)
78511 Bank Analysis Fees	-	7,213	7,213	-	-	(7,213)
78512 Investment Broker Fees	-	3,323	3,323	-	-	(3,323)
78513 Allocated Investment Income	-	9,964	9,964	-	-	(9,964)
78520 Contra - Interest Income Allocated To Funds	-	7,313	7,313	-	-	(7,313)
78550 M&D Water Lease Revenue	470,885	1,238,747	1,049,404	(189,343)	1,016,462	(32,942)
78560 P-card Rebate	316,692	377,468	313,473	(63,995)	302,285	(11,188)
78561 Annexation Fees	71,084	115,461	91,965	(23,496)	89,203	(2,762)
<b>Total Transfers In</b>	<b>4,843,232</b>	<b>3,219,208</b>	<b>3,274,546</b>	<b>55,338</b>	<b>3,371,788</b>	<b>97,242</b>

**STATEMENT OF REVENUES & EXPENDITURES  
GENERAL & ADMINISTRATIVE SUPPORT**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Transfers Out</u></b>						
77100 Transfer Out To Reserves	6,844,646	3,661,880	4,026,606	364,726	5,617,889	1,591,283
77103 Transfer Out to Reserves Excess Power Surcharge	33,481	-	-	-	-	-
77107 Transfer Out To Employee Relations Reserve	10,341	-	-	-	-	-
77108 Transfer Out To Passive Income Reserve	23,737	-	-	-	-	-
79120 Transfer Out To Elsinore Water Operating	2,540,990	2,690,000	470,000	(2,220,000)	470,000	-
79125 Transfer Out To Temescal Water Operating	264,385	264,385	100,000	(164,385)	80,000	(20,000)
79130 Transfer Out To Wastewater Operating Fund	-	-	2,075,000	2,075,000	630,000	(1,445,000)
79263 Transfer Out To Revenue Bond	6,928	6,938	6,949	11	6,959	10
79333 Transfer Out To Sewer Replacement Fund	762,359	-	-	-	-	-
<b>Total Transfers Out</b>	<b>10,486,866</b>	<b>6,623,203</b>	<b>6,678,555</b>	<b>55,352</b>	<b>6,804,848</b>	<b>126,293</b>
<b><u>Capital Charges</u></b>						
82521 Computer Outlay Charges	50,290	50,290	46,643	(3,647)	46,643	-
<b>Total Capital Charges</b>	<b>50,290</b>	<b>50,290</b>	<b>46,643</b>	<b>(3,647)</b>	<b>46,643</b>	<b>-</b>
<b>Sub-total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# VEHICLES & EQUIPMENT

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Program 116





**STATEMENT OF REVENUES & EXPENDITURES  
VEHICLE & EQUIPMENT INTERNAL SERVICE PROGRAM**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Sources Of Funds</u></b>						
44100 Internal Service Fees	\$ 1,646,775	\$ 1,574,831	\$ 1,857,069	\$ 282,238	\$ 1,958,192	\$ 101,124
44120 Allocation Vehicle/equip Outlays Fund 20	141,259	141,259	129,204	(12,055)	129,204	-
44125 Allocation Vehicle/equip Outlays Fund 25	1,995	1,995	4,356	2,361	4,356	-
44130 Allocation Vehicle/equip Outlays Fund 30	186,071	186,071	203,796	17,725	203,796	-
44135 Allocation Vehicle/equip Outlays Fund 35	20,675	20,675	22,644	1,969	22,644	-
72110 Allocated Investment Income	(42,850)	11,196	15,483	4,287	14,777	(706)
74113 Loss (Gain) On Disposal Of Assets	18,000	-	-	-	-	-
<b>Total Sources Of Funds</b>	<b>1,971,925</b>	<b>1,936,027</b>	<b>2,232,552</b>	<b>296,525</b>	<b>2,332,969</b>	<b>100,418</b>
<b><u>Operating Expenditures</u></b>						
52110 Direct Labor	45,728	57,648	183,833	126,185	220,647	36,814
52300 Employee Benefit Allocated	39,465	47,054	152,685	105,630	170,044	17,360
52402 Uniforms	-	-	2,000	2,000	2,000	-
53102 Fuel Usage	285,081	230,000	280,000	50,000	290,000	10,000
53110 Repairs & Maint - Inventory	7,454	5,000	10,000	5,000	10,000	-
53111 R&M - Outside Services & Materials	397,974	440,000	180,000	(260,000)	180,000	-
53140 Consulting And Professional Fees	22,997	-	67,000	67,000	68,000	1,000
53141 Contractual & Temporary Services	11,387	30,000	40,000	10,000	40,000	-
53142 Rent / Lease Expense	-	470,000	576,000	106,000	576,000	-
53300 Travel And Training	-	1,000	4,000	3,000	4,000	-
53301 Employee Certifications	-	-	1,000	1,000	1,000	-
53320 General Liability & Property Insurance	137,570	169,522	190,174	20,652	216,705	26,531
53322 Licenses, Permit & Fees	260	2,000	2,000	-	2,000	-
53337 Lease Interest Expense	53,002	-	-	-	-	-
53338 Maintenance - Leased Assets	39,462	-	-	-	-	-
54400 Facilities Charges	106,285	119,804	151,622	31,818	158,555	6,933
54401 Computer Charges	22,741	13,999	32,239	18,240	34,018	1,779
54510 Depreciation - Lease Assets	454,620	-	-	-	-	-
<b>Total Operating Expenditures</b>	<b>1,624,025</b>	<b>1,586,027</b>	<b>1,872,552</b>	<b>286,525</b>	<b>1,972,969</b>	<b>100,418</b>
<b>Surplus (Deficiency) Of Sources Of Funds Over Expenditures</b>	<b>347,900</b>	<b>350,000</b>	<b>360,000</b>	<b>10,000</b>	<b>360,000</b>	<b>-</b>

**STATEMENT OF REVENUES & EXPENDITURES  
VEHICLE & EQUIPMENT INTERNAL SERVICE PROGRAM**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Non-Operating (Revenue) Expenditures</u></b>						
82500 Capital Expenditures	\$ 807,985	\$ 224,941	\$ 413,022	\$ 188,081	\$ 131,389	\$ (281,633)
82521 Computer Outlay Charges	-	-	2,489	2,489	2,489	-
76100 Transfer In From Reserves	(808,019)	-	(55,511)	(55,511)	-	55,511
77100 Transfer Out to Reserves	347,933	125,059	-	(125,059)	226,122	226,122
<b>Total Non-Operating Expenditures</b>	<b>347,900</b>	<b>350,000</b>	<b>360,000</b>	<b>10,000</b>	<b>360,000</b>	<b>0</b>
<b>Net Increase/(Decrease) In Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# ENGINEERING

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Program 117







**STATEMENT OF REVENUES & EXPENDITURES  
ENGINEERING DIVISION**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>	
<b><u>Schedule Of Income (Loss) By Activity</u></b>							
<b><u>Engineering Service Revenues</u></b>							
1.0	Investment Income	\$ (49,222)	\$ 10,066	\$ 57,127	\$ 47,061	\$ 54,521	\$ (2,606)
1.1	Master Plan & Atlas Update Fees	423,265	70,000	200,000	130,000	200,000	-
1.2	Research & Design Engineering Fees	38,176	25,000	30,000	5,000	30,000	-
1.3	Transfer to/(from) Reserves	(147,041)	-	-	-	0	0
1.4	Transfer From Other Funds	2,596,866	1,869,930	2,981,565	1,111,636	3,360,165	378,600
1.5	Total Engineering Service Revenues	2,862,043	1,974,996	3,268,692	1,293,697	3,644,686	375,994
<b><u>Engineering Service Expenditures</u></b>							
2.0	Engineering Administration Services	2,649,749	2,891,255	4,112,185	1,220,929	4,346,479	234,295
2.1	Overhead Applied	(2,649,749)	(2,891,255)	(4,112,185)	(1,220,929)	(4,346,479)	(234,295)
2.2	Capital Outlay	54,237	54,237	50,410	(3,827)	50,410	-
2.3	Service Availability, Maps & Records	2,590,981	1,920,759	3,218,282	1,297,524	3,594,276	375,994
2.4	Total Engineering Service Expenditures	2,645,218	1,974,996	3,268,692	1,293,697	3,644,686	375,994
3.0	<b>Net Engineering Revenues (Expenditures)</b>	216,826	-	-	-	-	-
<b><u>Planning &amp; Plan Check</u></b>							
4.0	Planning & Plan Check Fees Earned	404,052	575,690	830,098	254,408	902,104	72,006
4.1	Planning & Plan Check Services Provided	(549,231)	(575,690)	(830,098)	(254,408)	(902,104)	(72,006)
4.2	Net Planning & Plan Check	(145,179)	-	-	-	-	-
<b><u>Developer Inspection Services</u></b>							
5.0	Inspection Fees Earned	1,079,160	1,242,516	1,682,214	439,697	1,760,449	78,235
5.1	Inspection Services Provided	(1,150,807)	(1,242,516)	(1,682,214)	(439,697)	(1,760,449)	(78,235)
5.2	Net Developer Inspection Services	(71,647)	-	-	-	-	-
<b><u>District Project Engineering &amp; Inspection</u></b>							
6.0	Transfers In From Capital Project Funds	1,108,551	1,584,452	1,763,183	178,731	1,880,873	117,691
6.1	Sewer Lateral Inspection Fees Earned	5,860	3,000	5,000	2,000	5,000	-
6.2	Engineering & Inspection District Projects	(1,114,411)	(1,587,452)	(1,768,183)	(180,731)	(1,885,873)	(117,691)
6.3	Net District Project Eng. & Inspection	-	-	-	-	-	-
7.0	<b>Net Increase (Decrease) In Funds</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**STATEMENT OF REVENUES & EXPENDITURES  
ENGINEERING DIVISION**

	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Operating Expenses</u></b>						
1.0 Labor	\$ 1,143,036	\$ 1,260,904	\$ 1,705,679	\$ 444,775	\$ 2,018,141	\$ 312,462
1.1 Fringe Benefits	959,367	1,029,188	1,416,674	387,486	1,555,305	138,631
1.2 Other Direct Costs	1,067,624	483,000	680,000	197,000	680,000	-
1.3 Maintenance Agreements	-	132,000	132,000	-	138,600	6,600
1.4 Consulting Services	10,904	123,000	423,600	300,600	443,600	20,000
1.5 Seminars/conferences	9,034	45,545	60,700	15,155	56,900	(3,800)
1.6 Supplies	9,025	13,500	14,000	500	14,000	-
1.7 Legal	13,207	24,000	24,000	-	24,000	-
1.8 Other Operating Expenses	87,475	139,855	148,978	9,123	113,378	(35,600)
1.9 Allocated Facilities Charges	63,771	71,882	90,973	19,091	95,133	4,160
1.10 Allocated Computer Costs	310,104	164,488	437,722	273,233	461,878	24,157
1.11 Allocated Vehicle & Equipment Costs	164,677	157,483	185,707	28,224	195,819	10,112
1.12 Allocated General & Administrative	1,621,442	1,735,808	2,229,155	493,347	2,396,358	167,203
1.13 Total Operating Expenses	\$ 5,459,666	\$ 5,380,654	\$ 7,549,187	\$ 2,168,534	\$ 8,193,113	\$ 643,925

**STATEMENT OF REVENUES & EXPENDITURES**  
**ENGINEERING DIVISION**

<b>Account</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Engineering Service Revenues</u></b>						
40502 Master Plan & Atlas Update Fees	\$ 423,265	\$ 70,000	\$ 200,000	\$ 130,000	\$ 200,000	\$ -
40504 Service Availability Letters	37,400	25,000	30,000	5,000	30,000	-
40610 Other Operating Revenue	776	-	-	-	-	-
72110 Allocated Investment Income	(49,222)	10,066	57,127	47,061	54,521	(2,606)
76100 Transfer In From Reserves	2,295,140	-	-	-	0	0
77100 Transfer Out To Reserves	(2,442,181)	-	-	-	-	-
78530 Transfer In From Gen Purpose Prop Tax	2,596,866	1,869,930	2,981,565	1,111,636	3,360,165	378,600
<b>Total Engineering Service Fees Revenues</b>	<b>2,862,043</b>	<b>1,974,996</b>	<b>3,268,692</b>	<b>1,293,697</b>	<b>3,644,686</b>	<b>375,994</b>
<b><u>Engineering Administration Expenses</u></b>						
52110-210 Direct Labor	226,356	258,739	299,230	40,491	336,497	37,267
52300-210 Employee Benefit Allocated	187,990	211,192	248,530	37,338	259,325	10,796
52400-210 Auto Allowances	7,200	7,200	7,200	-	7,200	-
53110-210 Repairs & Maint - Inventory	41	4,000	4,000	-	4,000	-
53140-210 Consulting And Professional Fees	10,904	123,000	423,600	300,600	443,600	20,000
53141-210 Contractual & Temporary Services	21,907	59,400	72,000	12,600	36,400	(35,600)
53300-210 Travel And Training	9,034	45,545	60,700	15,155	56,900	(3,800)
53301-210 Employee Certifications	1,816	3,050	2,900	(150)	2,900	-
53310-210 Legal Costs	13,207	24,000	24,000	-	24,000	-
53324-210 Advertising	1,316	2,500	2,500	-	2,500	-
53330-210 General Office Supplies	9,025	13,500	14,000	500	14,000	-
53331-210 Postage	-	660	660	-	660	-
53332-210 Forms, Printing & Duplicating Costs	-	6,000	6,000	-	6,000	-
53333-210 Dues & Subscriptions	959	2,808	3,308	500	3,308	-
54400-210 Facilities Charges	63,771	71,882	90,973	19,091	95,133	4,160
54401-210 Computer Charges	310,104	164,488	437,722	273,233	461,878	24,157
54403-210 Overhead Applied	(2,649,749)	(2,891,255)	(4,112,185)	(1,220,929)	(4,346,479)	(234,295)
54405-210 Allocated G & A Expense	1,621,442	1,735,808	2,229,155	493,347	2,396,358	167,203
54406-210 Allocated Vehicle & Equip O&M Costs	164,677	157,483	185,707	28,224	195,819	10,112
<b>Subtotal Engineering Administrative Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>Service Availability, Maps &amp; Records</u></b>						
52110-233 Direct Labor	493,828	392,951	633,792	240,841	778,192	144,400
52300-233 Employee Benefit Allocated	418,259	320,739	526,404	205,665	599,723	73,319
53145-233 Other Direct Costs	248,019	108,000	205,000	97,000	205,000	-
54407-233 Allocated Engineering Overhead	1,430,875	1,099,069	1,853,086	754,017	2,011,361	158,275
82521 Computer Outlay Charges	54,237	54,237	50,410	(3,827)	50,410	-
<b>Sub-total Service Availability, Maps &amp; Records Expense</b>	<b>2,645,218</b>	<b>1,974,996</b>	<b>3,268,692</b>	<b>1,293,697</b>	<b>3,644,686</b>	<b>375,994</b>
<b>Net Engineering Service Revenues (Expenditures)</b>	<b>216,826</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**STATEMENT OF REVENUES & EXPENDITURES  
ENGINEERING DIVISION**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Planning &amp; Plan Check Services</u></b>						
40500 Plan Check Fees	316,134	575,690	830,098	254,408	902,104	72,006
40501 Research & Design Engineering Fees	87,918	-	-	-	-	-
Sub-total Planning & Plan Check Fees	404,052	575,690	830,098	254,408	902,104	72,006
52110-232 Direct Labor	79,853	100,237	149,147	48,909	178,817	29,670
52300-232 Employee Benefit Allocated	67,078	81,813	123,876	42,062	137,807	13,932
53145-232 Other Direct Costs	171,742	75,000	75,000	-	75,000	-
53323-232 Maintenance Agreements	-	46,000	46,000	-	48,300	2,300
54407-232 Allocated Engineering Overhead	230,558	272,639	436,076	163,437	462,180	26,104
Sub-total Planning & Plan Check Expenses	549,231	575,690	830,098	254,408	902,104	72,006
<b>Total Planning &amp; Plan Check Services</b>	(145,179)	-	-	-	-	-
<b><u>Developer Project Inspection</u></b>						
40510 Inspection Fees	1,079,160	1,242,516	1,682,214	439,697	1,760,449	78,235
Sub-total Developer Project Inspection Fees	1,079,160	1,242,516	1,682,214	439,697	1,760,449	78,235
52110-231 Direct Labor	106,824	171,310	251,603	80,293	291,631	40,028
52300-231 Employee Benefit Allocated	88,871	139,829	208,972	69,143	224,749	15,777
53145-231 Other Direct Costs	647,864	300,000	400,000	100,000	400,000	-
53323-231 Maintenance Agreements	-	86,000	86,000	-	90,300	4,300
54407-231 Allocated Engineering Overhead	307,248	545,377	735,639	190,262	753,768	18,130
Sub-total Developer Project Inspection Expenses	1,150,807	1,242,516	1,682,214	439,697	1,760,449	78,235
<b>Total Developer Project Inspection</b>	(71,647)	-	-	-	-	-
<b><u>District Project Eng. &amp; Insp.</u></b>						
78400 Transfer In From Eng Capital Proj Funds	1,108,551	1,584,452	1,763,183	178,731	1,880,873	117,691
40506 Sewer Lateral Inspection Fees	5,860	3,000	5,000	2,000	5,000	-
Sub-total District Project Eng. & Insp. Fees	1,114,411	1,587,452	1,768,183	180,731	1,885,873	117,691
52110-230 Direct Labor	236,175	337,666	371,907	34,240	433,004	61,098
52300-230 Employee Benefit Allocated	197,169	275,615	308,892	33,277	333,700	24,808
53145-230 Other Direct Costs	-	-	-	-	-	-
54407-230 Allocated Engineering Overhead	681,068	974,171	1,087,384	113,213	1,119,169	31,785
Sub-total District Project Eng. & Insp. Expenses	1,114,411	1,587,452	1,768,183	180,731	1,885,873	117,691
<b>Total District Project Eng. &amp; Insp.</b>	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

# INFORMATION TECHNOLOGY

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Program 121





**INFORMATION TECHNOLOGY PROGRAM  
STATEMENT OF REVENUES & EXPENDITURES**

<u>Accounts</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Sources Of Funds</u></b>						
44100 Internal Service Fees	\$ 3,217,328	\$ 3,499,753	\$ 4,540,681	\$ 1,040,928	\$ 4,791,270	\$ 250,588
44102 Computer Purchases Revenue	200,000	200,000	200,000	-	200,000	-
72110 Allocated Investment Income	(60,784)	18,654	24,580	5,926	23,458	(1,122)
<b>Total Sources Of Funds</b>	<b>3,356,544</b>	<b>3,718,407</b>	<b>4,765,261</b>	<b>1,046,854</b>	<b>5,014,728</b>	<b>249,466</b>
<b><u>Operating Expenditures</u></b>						
52110 Direct Labor	590,564	673,955	953,231	279,276	1,145,445	192,214
52300 Employee Benefit Allocated	497,408	550,105	791,718	241,613	882,751	91,032
52400 Auto Allowances	-	7,200	7,200	-	7,200	-
52402 Uniforms	2,362	2,800	2,800	-	2,800	-
53110 Repairs & Maint - Inventory	196	-	-	-	-	-
53111 R&M - Outside Services & Materials	5,480	25,000	35,000	10,000	35,000	-
53140 Consulting And Professional Fees	55,336	85,000	75,000	(10,000)	70,000	(5,000)
53142 Rent / Lease Expense	698	206,000	156,000	(50,000)	156,000	-
53300 Travel And Training	8,352	29,000	33,300	4,300	25,300	(8,000)
53310 Legal Costs	852	-	2,000	2,000	2,000	-
53320 General Liability & Property Insurance	-	-	50,882	50,882	61,058	10,176
53323 Maintenance Agreements	1,432,710	1,588,247	1,891,230	302,983	1,915,874	24,644
53330 General Office Supplies	107,780	100,000	210,600	110,600	155,000	(55,600)
53333 Dues & Subscriptions	31,865	400	400	-	400	-
53334 Phones And Cellphones	310,579	250,700	355,900	105,200	355,900	-
53337 Lease Interest Expense	1,484	-	-	-	-	-
53338 Maintenance - Leased Assets	3,173	-	-	-	-	-
54510 Depreciation - Lease Assets	168,490	-	-	-	-	-
<b>Total Operating Expenditures</b>	<b>3,217,328</b>	<b>3,518,407</b>	<b>4,565,261</b>	<b>1,046,854</b>	<b>4,814,728</b>	<b>249,466</b>
<b>Surplus (Deficiency) Of Sources Of Funds Over Expenditures</b>	<b>139,216</b>	<b>200,000</b>	<b>200,000</b>	<b>-</b>	<b>200,000</b>	<b>-</b>
54500 Depreciation	112,667	-	-	-	-	-

**INFORMATION TECHNOLOGY PROGRAM  
STATEMENT OF REVENUES & EXPENDITURES**

<u>Accounts</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b><u>Non-operating (Revenue) Expenditures</u></b>						
76100 Transfer In From Reserves	(183,180)	-	(345,425)	(345,425)	-	345,425
77100 Transfer Out To Reserves	101,041	200,000	-	(200,000)	180,000	180,000
82500 Capital Expenditures	221,355	-	545,425	545,425	20,000	(525,425)
<b>Total Non-operating Expenditures</b>	<b>139,216</b>	<b>200,000</b>	<b>200,000</b>	<b>0</b>	<b>200,000</b>	<b>0</b>
<b>Net Increase (Decrease) In Funds</b>	<b>\$ 112,667</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



# FACILITIES

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Program 122





**FACILITIES INTERNAL SERVICE PROGRAM  
STATEMENT OF REVENUES & EXPENDITURES**

<u>Account</u>	<u>Total Actual FY2022</u>	<u>Approved Budget FY2023</u>	<u>Adopted Budget FY2024</u>	<u>Change From PY Budget</u>	<u>Adopted Budget FY2025</u>	<u>Change From PY Budget</u>
<b>Sources Of Funds</b>						
44100 Internal Service Fees	\$ 1,062,850	\$ 1,198,040	\$ 1,516,220	\$ 318,180	\$ 1,585,552	\$ 69,332
72110 Allocated Investment Income	(3,709)	1,208	1,550	342	1,480	(70)
<b>Total Sources Of Funds</b>	<b>1,059,141</b>	<b>1,199,248</b>	<b>1,517,770</b>	<b>318,522</b>	<b>1,587,032</b>	<b>69,262</b>
<b>Operating Expenditures</b>						
52110 Direct Labor	176,084	216,285	232,891	16,605	264,716	31,825
52300 Employee Benefit Allocated	148,728	176,539	193,430	16,891	204,006	10,576
52405 Merit & Other Bonus Pay	904	-	-	-	-	-
53100 Electricity	187,827	177,975	245,500	67,525	258,000	12,500
53101 Utilities Natural Gas & Cable TV	46,475	35,000	48,000	13,000	50,000	2,000
53110 Repairs & Maint - Inventory	19,913	18,500	20,000	1,500	22,000	2,000
53111 R&M - Outside Services & Materials	136,782	255,000	275,000	20,000	275,000	-
53113 Landscape	50,139	18,000	66,000	48,000	66,000	-
53114 Janitorial Services	90,370	100,000	100,000	-	100,000	-
53140 Consulting And Professional Fees	22,997	-	67,000	67,000	68,000	1,000
53141 Contractual & Temporary Services	114,751	150,000	200,000	50,000	200,000	-
53142 Rent / Lease Expense	-	2,000	2,000	-	2,000	-
53300 Travel And Training	1,900	4,000	4,000	-	4,000	-
53310 Legal Costs	2,006	1,000	1,000	-	1,000	-
53320 General Liability & Property Insurance	27,624	25,700	40,878	15,178	49,053	8,175
53322 Licenses, Permit & Fees	3,568	3,500	3,500	-	3,675	175
53330 General Office Supplies	11,246	-	-	-	-	-
53399 Miscellaneous Expenses	-	-	-	-	-	-
54406 Allocated Vehicle & Equip O&m Costs	16,468	15,748	18,571	2,822	19,582	1,011
<b>Total Operating Expenditures</b>	<b>1,057,782</b>	<b>1,199,248</b>	<b>1,517,770</b>	<b>318,522</b>	<b>1,587,032</b>	<b>69,262</b>
<b>Surplus (Deficiency) Of Sources Of Funds Over Expenditures</b>	<b>1,359</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Non-operating Expenditures</b>						
76100 Transfer In From Reserves	(15,838)	-	(29,971)	(29,971)	-	29,971
77100 Transfer Out to Reserves	17,198	-	-	-	-	-
82511 Capital Outlay Charges	-	-	29,971	29,971	-	(29,971)
<b>Total Non-operating Expenditures</b>	<b>1,359</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Increase (Decrease) In Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

# CAPITAL OUTLAY

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

Program 310





**CAPITAL OUTLAY PROGRAM  
STATEMENT OF REVENUES & EXPENDITURES**

<b>Account</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Sources Of Funds</u></b>						
44100 Internal Service Fees	\$ 60,981	\$ -	\$ -	\$ -	\$ -	-
44101 Internal Service Fees Capital Outlay Revenue	-	33,457	2,197,341	2,163,884	1,341,810	(855,531)
72110 Allocated Investment Income	(26,050)	5,926	12,122	6,196	11,568	(554)
76100 Transfer In From Reserves	1,325,954	-	-	-	-	-
78120 Transfer In From Elsinore Water Fund	179,997	-	-	-	-	-
78130 Transfer In From Wastewater Fund	338,211	-	-	-	-	-
78318 Transfer In From Elsinore Water Repl	231,044	-	-	-	-	-
78319 Transfer In From Temescal Water Repl	186,237	-	-	-	-	-
78333 Transfer In From Reg Sewer Repl Fund	115,796	-	-	-	-	-
78530 Transfer In From Gen Purpose Prop Tax	28,023	-	-	-	-	-
<b>Total Sources Of Funds</b>	<b>2,440,192</b>	<b>39,383</b>	<b>2,209,463</b>	<b>2,170,080</b>	<b>1,353,378</b>	<b>(856,085)</b>
<b><u>Capital Expenditures</u></b>						
82500 Capital Expenditures	1,473,928	33,457	2,197,341	2,163,884	1,341,810	(855,531)
<b>Total Capital Expenditures</b>	<b>1,473,928</b>	<b>33,457</b>	<b>2,197,341</b>	<b>2,163,884</b>	<b>1,341,810</b>	<b>(855,531)</b>
<b><u>Other Expenditures</u></b>						
77100 Transfer Out To Reserves	919,311	5,926	12,122	6,196	11,568	(554)
79130 Transfer Out To Wastewater Operating Fund	43,330	-	-	-	-	-
79530 Transfer Out To General Purpose Property Taxes	3,623	-	-	-	-	-
<b>Total Other Expenditures</b>	<b>966,264</b>	<b>5,926</b>	<b>12,122</b>	<b>6,196</b>	<b>11,568</b>	<b>(554)</b>
<b>Net Increase (Decrease) In Funds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT





# LAKE MANAGEMENT

Fund 40 



**LAKE ELSINORE MAINTENANCE FUND  
STATEMENT OF REVENUES & EXPENDITURES**

<b>Accounts</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Lake Aeration Project</u></b>						
52110 Direct Labor	\$ 45,047	\$ 67,525	\$ 71,547	\$ 4,023	\$ 80,917	\$ 9,370
52300 Employee Benefit Allocated	36,722	55,116	59,425	4,308	62,360	2,935
53100 Electricity	95,182	142,275	150,000	7,725	157,000	7,000
53111 R&M - Outside Services & Materials	53,559	100,000	75,000	(25,000)	75,000	-
53140 Consulting And Professional Fees	-	-	-	-	-	-
53300 Consulting And Professional Fees	(3,146)	-	-	-	-	-
53320 General Liability & Property Insurance	492	500	734	234	881	147
53356 Lake Elsinore Monitoring	92,928	125,000	150,000	25,000	150,000	-
81101 Lake Elsinore Monitoring	-	-	-	-	-	-
<b>Sub- Total Lake Aeration Project</b>	<b>320,784</b>	<b>490,416</b>	<b>506,706</b>	<b>16,290</b>	<b>526,158</b>	<b>19,452</b>
81105 Contra - Cost Sharing - Lake Aeration Project	(213,856)	(326,944)	(337,804)	(10,860)	(350,772)	(12,968)
<b>Total Lake Aeration Project</b>	<b>106,928</b>	<b>163,472</b>	<b>168,902</b>	<b>5,430</b>	<b>175,386</b>	<b>6,484</b>
<b><u>Lake Aeration Replacement Reserve</u></b>						
74100 Unearned Lake Aeration Reserve	58,668	58,667	58,667	-	58,667	-
77106 Transfer Out To Replacement Resv-lake Aeration	(88,000)	(88,000)	(88,000)	-	(88,000)	-
<b>Total Lake Aeration Replacement Reserve</b>	<b>(29,332)</b>	<b>(29,333)</b>	<b>(29,333)</b>	<b>-</b>	<b>(29,333)</b>	<b>-</b>
<b><u>Lake Elsinore Replenishment</u></b>						
74101 Lake Elsinore Replenishment Revenue	65,926	120,000	120,000	-	120,000	-
79120 Transfer Out To Elsinore Water Operating	(12,785)	-	-	-	-	-
79530 Transfer Out To General Purpose Property Taxes	(12,785)	-	-	-	-	-
<b>Total Lake Elsinore Replenishment</b>	<b>40,357</b>	<b>120,000</b>	<b>120,000</b>	<b>-</b>	<b>120,000</b>	<b>-</b>
<b><u>Island Well Project</u></b>						
52110 Direct Labor	3,347	5,450	5,683	233	6,756	1,073
52300 Employee Benefit Allocated	2,858	4,448	4,720	272	5,206	486
53111 R&M - Outside Services & Materials	-	7,500	7,500	-	7,500	-
53113 Landscape	225	-	300	300	300	-
53100 Electricity	33,927	42,714	45,000	2,286	45,000	-
<b>Total Island Well Project</b>	<b>40,357</b>	<b>60,112</b>	<b>63,203</b>	<b>3,091</b>	<b>64,762</b>	<b>1,559</b>
<b><u>Back Basin Wetlands</u></b>						
52110 Direct Labor	370	-	-	-	-	-
52300 Employee Benefit Allocated	353	-	-	-	-	-
53111 R&M - Outside Services & Materials	-	-	-	-	-	-
53100 Electricity	4,637	-	5,000	5,000	5,000	-
<b>Total Back Basin Wetlands</b>	<b>5,360</b>	<b>-</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>-</b>

**LAKE ELSINORE MAINTENANCE FUND  
STATEMENT OF REVENUES & EXPENDITURES**

<b>Accounts</b>	<b>Total Actual FY2022</b>	<b>Approved Budget FY2023</b>	<b>Adopted Budget FY2024</b>	<b>Change From PY Budget</b>	<b>Adopted Budget FY2025</b>	<b>Change From PY Budget</b>
<b><u>Administrative Expenses</u></b>						
53310 Legal Costs	1,056	-	-	-	-	-
<b>Total Administrative Expenses</b>	1,056	-	-	-	-	-
<b><u>Lake Elsinore Maintenance Fund</u></b>						
81104 Lake Maintenance Fund Contribution	562,870	750,000	750,000	-	750,000	-
<b>Total Lake Elsinore Maintenance Fund</b>	562,870	750,000	750,000	-	750,000	-
<b><u>Other Expenses</u></b>						
81101 Lake Elsinore Monitoring	-	-	-	-	-	-
81102 Lake Elsinore Axial Flow	-	40,000	35,000	(5,000)	35,000	-
81103 Other Lake Elsinore Related Costs	121,657	59,000	80,000	21,000	80,000	-
<b>Total Other Expenses</b>	121,657	99,000	115,000	16,000	115,000	-
<b><u>Other Revenues</u></b>						
40601 Lease Revenue-Cell Site leases	33,710	-	-	-	-	-
72110 Allocated Investment Income	(24,119)	9,260	10,915	1,655	10,417	(498)
74103 Sale Of Water Quality Benefits	-	-	-	-	-	-
78530 Transfer In From Gen Purpose Prop Tax	817,612	972,656	1,000,523	27,867	1,009,064	8,541
<b>Total Other Revenues</b>	827,202	981,916	1,011,438	29,522	1,019,481	8,043
<b>Net Increase (Decrease) In Funds</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

# POLICIES

- Purchasing Policy ♪
- Investment Policy ♪
- Debt Management Policy ♪
- Reserves Policy ♪
- Capital Asset Policy ♪







**Purchasing Policy**  
Section 1500, Adopted 11/23/2021

**Policy**

The purpose of this policy is to establish uniform procedures for acquiring services, supplies, equipment, and materials for the District, in accordance with Government Code section 54201 et seq., to assure purchases are accomplished in a manner providing maximum benefits and minimum cost to the taxpayers and customers of the District. Whenever practical, competitive prices shall be obtained. This Policy shall take precedence for all procurement actions, unless strictly required by State or Federal law. No purchase shall be made that is not authorized in the manner set forth herein.

California Government Code section 54202 requires that every local agency shall adopt policies and procedures, including bidding regulations, governing purchases of supplies, materials and equipment and that said purchases shall be in accordance with said duly adopted policies.

California Government Code section 54204 requires that if the local agency is other than a city or county, policies provided for in Section 54202 of said code shall be adopted by means of a written rule or regulation; copies of which shall be available for public distribution.

The District shall strive to solicit all local firms potentially qualified to bid for any given project, purchase, or programs for which the District will be requesting bids or proposals. The District will consider the local economic impacts of its various projects, purchases and programs as part of the request for proposed process.

To incorporate best practices that provide best value for all District customers and stakeholders, the District shall continually monitor and review industry best practices, both public and private.

**Definitions & Acronyms**

- BOD: Board of Directors (collectively called “the Board”)
- CFR: Code of Federal Regulation
- CSA: Contract Services Agreement
- DIR: Department of Industrial Relations
- EVMWD: Elsinore Valley Municipal Water District, also known as “The District”
- GM: General Manager
- IFB: Invitation for Bid
- MSA: Master Services Agreement
- Vendors: also referred to as suppliers, contractors and subcontractors. Used interchangeably
- PO: Purchase Order
- PSA: Professional Services Agreement
- RFP: Request for Proposal
- RSS: Requisition Self-Service
- SOP: Standard Operating Procedure
- SOW: Scope of Work, also known as Scope of Services

**District Purchases Approval Levels**

- A. To expedite the purchasing function and ensure an uninterrupted flow of materials, equipment, and services, the authority to approve purchases or rental of supplies, equipment and services has been delegated to District employees in accordance with the limitations set forth below.

Purchase Amount	Approval Level
\$0-\$5,000	District-wide Staff
\$5,001-\$100,000	General Manager
Over \$100,000	Board of Directors

- A. All procurements shall be made within the approved budget set forth by the Board of Directors. Any changes must be made in accordance with section 705 of the Administrative Code, except those allowed under section 1509.A (emergency authorization).

The General Manager, when appropriate, may delegate their authority to an Assistant General Manager, or as defined in section 702.A of the Administrative Code.

- B. **Purchases of Inventory Materials exceeding \$100,000 may be initially approved by the General Manager or his or her designee in order to expedite inventory fulfillment followed by the ratification of the purchase by the Board of Directors at the next regular Board Meeting.**
- C. All transaction limits in the policy shall be inclusive of freight costs.
- D. Taxed and regulatory fees shall be excluded from approval levels for purchases over \$5,000.

### **Procurement Requirements**

- A. **Public Works:** As defined by Public Contract Code section 1101, public works includes the erection, construction, alteration, repair, or improvement of any public structure, building, road or other public improvement of any kind.
  1. **Purchases up to \$5,000:** Minimum of one quote and requisition or bid agreement summary required. Prevailing wage and insurance notification required.
  2. **Purchases in excess of \$5,000 but less than \$35,000:** Shall be procured by an informal bid process sent to no less than three contractors. If the bid solicitation results in only one written bid, then the single bid may be accepted.
  3. **Purchases of \$35,000 or more:** Shall be procured by a formal bid process that is publicly advertised in the manner prescribed by the Board of Directors and awarded to the lowest responsible, responsive bidder.
    - The District utilizes an electronic bidding software program that can be accessed by a member of the public at any time through various means, including the District website. Registration may be required to participate in the bidding process. Electronic bidding allows for a cost effective and efficient process that follows public bidding requirements.
    - Maximum competitive bids must be sought by the sealed bid method. Use of an electronic bid management system satisfies the sealed bid requirement.
    - The Board of Directors may reject any and all bids.
- B. **Grant Procurements:** Grant procurements are defined as a procurement that is either fully or partially funded through state or federal programs. This can be through direct funding or through reduced rate loans. A grant procurement may include those found in public works or in “other purchase” types. District shall solicit any and all qualified contractors for any grant procurements. Federal grant procurements shall comply with the Code of Federal Regulations (“CFR”) section 200.318 general procurement standards. Grant projects may include additional solicitation/award requirements not included in standard District procurements. These may include, but are not limited to:
  1. Good Faith Effort (“GFE”): a requirement set forth by the grant to ensure outreach and advertising to Small business/Women owned/Minority owned business. Grant projects may set a goal/target for the agency to work towards.
  2. Special bonding requirements – as outlined in CFR section 200.318
  3. Additional provisions for contracts to vendors specific to each grant
  4. Solicitations shall include various public outreach methods including newspapers, electronic platforms, etc.
  5. Additional grant information may be found in the grants’ policies/procedures section of the admin code.
- C. State grants typically follow the Code of Federal Regulations (CFR). However, each State grant may have additional or specific requirements that differ or exceed those listed in the CFR. Purchasing, with the support of the grants department, shall review each State grant in its entirety to ensure all procurement requirements are met.
- D. **All Other Purchases:** Including Professional Services for any type of special service or advice/consulting to include but not limited to financial, economic, accounting, engineering, legal or administrative matters by persons that are specially trained to perform such services. Other types of purchases include purchases for materials, goods, maintenance work, landscape maintenance, inventory materials, and other purchases that are not classified as public works projects.
  1. **Purchases up to \$5,000:** Minimum of one quote and requisition or bid agreement summary required. Prevailing wage and insurance notification required.
  2. **Purchases in excess of \$5,000 but less than \$35,000:** Shall be procured by a request for quotation, an informal request for proposal, or an informal invitation for bid sent to no less than three firms.
  3. **Purchases of \$35,000 or more:** Shall be procured by a formal request for proposal that is publicly advertised in the manner prescribed by the Board of Directors.



Notwithstanding the requirements above, pursuant to Government Code section 4525 et seq., the procurement of Professional Services such as architect, landscape architect, engineering, and construction management professional services will be on the basis of demonstrated competence and professional qualifications at a fair and reasonable price. Where applicable and pursuant to California Contract Code 4526, awards may be approved based on section 1509.B.6 (Procurement Method Exceptions), wherein the General Manager may approve a professional service contract award to a sole source consultant or firm based on the needs of the District. Awards shall assure maximum participation of small business firms, as defined by the Director of General Services pursuant to Government Code Section 14835-843.

- A. All other Purchases, excluding Professional Services, if a vendor is selected to provide a service or item where bids or proposals have been obtained in the last twelve months, and the District is unable to negotiate an Agreement with said vendor, then the next lowest responsive, responsible bidder for invitation to bid procurements or the best qualified and competent for request for proposal procurements may be utilized without conducting another solicitation.
- B. If any solicitation results in the receipt of only one written proposal, that proposal may be accepted.
- C. All procurement documents must form a permanent part of the purchase record and will remain in compliance with the District Records Retention Policy.
- D. Before work commences or services are rendered, evidence of insurance as required by the District must be obtained, reviewed and accepted by the General Manager or his/her designee.

### **Material and Service Requests**

- A. **Requisition:** A requisition (RSS) is an electronic request created by staff to initiate a purchase order agreement for materials or services. Prior to entering the requisition, requestor must have approved budget, and include all necessary information according to the purchasing SOP.
- B. **Bid Agreement Summary:** A bid agreement summary is the document created by staff to initiate a contract or master service agreement. Prior to starting the bid agreement summary, requestor must have an approved budget and include all necessary information according to the purchasing SOP.

The appropriate level of approval is required on all requisitions and bid summary agreements. Orders shall not be processed until all necessary approvals are obtained.

Capital improvement (CIP), grant or special funding projects must be identified on any requisition or bid agreement summary.

### **Procurement Methods**

The District shall utilize the most economical approach where feasible. The District must avoid acquisition of unnecessary or duplicative items. Consideration should be given to consolidating or breaking out procurements to obtain a more economical purchase. Where appropriate, an analysis will be made of lease versus purchase alternatives, and any other appropriate analysis to determine the most economical approach. If feasible and it reduces project costs, the District will explore using federal excess and surplus property in lieu of purchasing new equipment and property. When appropriate, the District will investigate using value engineering clauses in contracts for construction projects of sufficient size to offer reasonable opportunities for cost reductions.

All procurement methods listed below shall include a clear and accurate description of the technical requirements and must not contain features that unduly restrict competition. They must set forth the minimum essential characteristics and standards to which the items or service must conform. Detailed product specifications should be avoided where possible.

- A. **Purchase Order Agreement:** A purchase order agreement (“PO”) is the document used by the District to set the legal and contractual terms involved in each purchase that does not have an executed contract. The PO binds the District and the vendor to fulfill the specified obligations. A PO is the preferred method for single or infrequently used materials or supplies. The Purchasing Manager will issue all purchase orders based on competitive prices obtained by formal bid or informal quotations pursuant to legal requirements and Board policy, taking into consideration quality, price, and delivery except as described in section 1509(C) and 1509(D).
- B. **Contract Agreement:** A contract agreement is the document used by the District to set the legal and contractual terms that binds the District and the vendor to fulfill the specified obligations. Types of contracts include:
  1. **Professional Services Agreement (PSA)** - A professional service are services where the consultant provides unique advice or recommendations based on their knowledge, education, technical expertise, training and/or certifications for a specified set of tasks or scope of services. The PSA is the preferred method when procuring professional services for a single use or ongoing services.

2. **Contract Services Agreement (CSA)** - A contract service are services where the contractor provides skilled labor, materials, equipment and/or installation for a specified set of tasks or scope of services. The CSA is the preferred method when procuring contractor services for a single use or ongoing services.
  3. **Purchase Agreement** - An agreement with a supplier for materials or supplies at an agreed upon price for a specified period of time. Preferred method for materials or supplies ordered on an ongoing or regular basis.
  4. **Public Works Agreement (PW)** - An defined by the DIR, Public Works in general means:
    - i. Construction, alteration, demolition, installation, or repair work done under contract and paid in whole or in part out of public funds.
    - ii. It can include preconstruction and post-construction activities related to a public works project.
    - iii. For a full definition of public works refer to Labor Code section 1720.iv. Anyone working on a public works project must be paid prevailing wages as determined by DIR. Projects of \$30,000 or more must meet DIR's apprenticeship requirements as set forth by the Division of Apprenticeship Standards by the State of California. Failure to comply with public works requirements can result in civil penalties, criminal prosecution, or both.
  5. **Other** - The District maintains various other speciality contract agreements that are handled on a per agreement basis that may not have financial obligations but include legal and contractual obligations to the District. Agreements include but are not limited to: Letter agreements, inter-agency agreements, developer agreements, cell-site agreements, easement agreements, specialized agreements outside the District templates (i.e. temporary employment labor services, certain software agreements), etc.
  6. **Master Services Agreement (MSA)** - Defined as a contract to which the parties shall agree to the terms and conditions (including payment term, indemnification, insurance, and other key items) that shall govern future projects between the parties for a specified time period. Master service agreements shall follow all the bidding/contract requirements. Unless pre-authorization has been approved, each future project shall be issued a task order to include a scope of work and quote provided by the contractor. Each task order shall be approved on an individual basis as outlined in section 1502. The MSA shall be the preferred method for vendors that shall be utilized on an ongoing basis for various tasks that have not yet been determined, particularly in IT services.
- C. **Procurement Cards:** Referred to as P-cards, are credit cards that the District utilizes as a procurement method for low dollar purchases subject to the requirements set forth in the "P-Card Program Procedures Manual," including but not limited to the following:
1. Purchases are limited to a maximum transactional value of \$5,000.
  2. Items listed in section 1509 subpart C (Centralized Purchasing Exceptions) may be approved by the Purchasing Manager without a transactional limit.
  3. Splitting purchases to circumvent the cardholder's dollar limitation is not permitted.
  4. Under no circumstances are P-cards to be used for personal use.
- In instances where a supplier will only accept credit cards (e.g. Amazon.com, Costco, etc.) and the amount exceeds \$5,000, the p-card may be authorized as a method of payment if the RSS process has been completed and have received all necessary approvals.
- D. **Virtual Payment:** Virtual payment is a feature offered through a third-party payment processor that enhances the accounts payable process at no additional cost to the District. Virtual pay allows District vendors to opt into the program to receive payment electronically through a third-party platform. Advantages include a streamlined approval and payment process for both the District and the vendor, as well as enhanced fraud protections for both parties. All District payments may be authorized using virtual pay if the following conditions are met:
1. All District policies for procurement and payment have been followed and completed.
  2. All District approvals for the procurement and authorization for payment has been completed.
  3. Vendor has opted into the program and been approved by the District and the third-party processing company.

### **Solicitation, Bidding and Award Process**

Wherever possible, the District shall solicit bids, quotes or proposals for supplies and services needed, and establish procedures for competitive bidding.

Solicitation: formal bids are solicited through electronic software platform(s). Solicitations shall include a District defined scope of work (SOW) that will include detailed information including technical specifications, time of work, location and other critical information. SOW will be developed by technical staff with support from purchasing staff.

- A. Solicitation and bid records shall be maintained via electronic software tools and shall comply with the District record retention policies.
- B. Bid types and award selection
  1. Invitation for Bid (IFB): IFB is the primary bidding method for goods and services where the District has a clearly defined schedule of services and materials required. IFB shall be awarded on the lowest price of the most responsive bidders.
  2. Request for Proposal (RFP): RFP shall be the bidding method used for projects where the bidders may be required to develop a more defined approach to solve a District need. RFP shall be awarded based on a panel of evaluators that will use a basis of scoring that shall be clearly defined in the RFP.
  3. Request for Qualifications (RFQ): This method is used for when the District determines a need to shortlist bidders to participate in the RFP process. Whenever possible, the District prequalifies contractors seeking to bid on Public Works projects. The prequalification procedure is based on the 1999 State Legislation and the Model Forms created by the Department of Industrial Relations (DIR).
  4. Various contracts may be awarded on an “as-needed” basis. Awards may be issued to a single awarded vendor, or multiple vendors that best serves the needs of the District. Primary considerations for these types of awards are based on keeping the pricing competitive throughout the life of the contract, as well as ensuring timely delivery of materials and services, or to hold contractors to an agreed upon completion time, particularly when the District needs urgent response from the vendors. Contracts intended to carry this type of award shall be explained and outlined in the RFP/RFQ/IFB process so that all bidders are aware of the Districts’ intentions for the services requested.
  5. Other: any project that is not using IFB or RFP shall require specific justification and be approved by the purchasing manager.

### **Change Orders**

Change orders are issued to correct, change, or supplement a procurement method as defined in section 1505. To process a change order, the originating department will submit a procurement request.

All change orders shall be made within the approved budget set forth by the Board of Directors. Any changes must be made in accordance with section 705 of the Administrative Code, except those allowed under section 1509.A (emergency authorization).

Change orders that cause the order to exceed the General Manager’s authority, or those change orders in excess of the General Manager’s authorized approval level as defined in Section 1502 are subject to the Board of Directors approval with the following exceptions:

- A. Public Works Contracts, Professional Services and all other non-public works contracts:
  1. Cumulative changes that are less than \$100,000 or 10% of the current approved board amount, whichever is lesser, on new or un-budgeted items.
  2. Changes for tax and/or mandated regulatory fees.
- B. Cumulative changes that exceed those limits listed in part “A” above, may be initially authorized by the General Manager, followed by ratification of the changes by the Board of Directors at the next regular Board Meeting.
- C. General Manager to provide updates on number and amount of change orders authorized on a monthly basis.

To maintain proper internal control systems, and due to the various circumstances that create the need for a change order, the Purchasing Manager may review any request for a change order and determine that additional approval is required.

### **Agreement / Invoice Discrepancies**

If a discrepancy exists between the original purchase order and the invoice, the following will apply: if the discrepancy is less than \$1,000, the Purchasing Manager’s approval to pay will be sufficient for payment processing; if the discrepancy is greater than \$1,000, the originator will process a change order as outlined in the section above.

## **Procurement Method Exceptions**

### **A. Emergency Purchases and Repairs:**

1. Emergency purchases are an exception to the procedures noted herein and are those purchases requiring immediate action as a result of unforeseen circumstances. Such purchases should be held to an absolute minimum. An emergency is defined as an unforeseen crisis or incident which requires immediate action and the acquisition of goods or services to forestall a shutdown of essential services; to avoid a threat to public health, safety, or welfare; or to avoid serious damage to property.
2. Emergency repairs are defined as those repairs or rehabilitation where, in the opinion of the General Manager, or Assistant General Manager, or the Director of Operations, or Director of Information Technology, based on situation, a delay would adversely affect water or sewer service, threaten the health and safety of the public, or compromise the integrity or security of District facilities, or is likely to result in fines, penalties or other regulatory actions, sanctions or substantial monetary impact. (example: main break; sewer spill, etc.)
3. Emergency purchases over \$100,000 must be ratified by the Board of Directors at the next regular Board Meeting.

### **B. Sole Source Procurement:** The following types of purchases are deemed to be Sole Source purchases. A written justification explaining why the sole source is necessary to satisfy the needs of the requester is required. Purchases shall be awarded following the guidelines outlined in Section 1503 unless one or more of the following conditions are met:

1. Non-competitive: Product or service is only available from one manufacturer or designated sales/service representative. The item(s) or service(s) has unique design and/or performance specifications that have not been found in similar products.
2. Product Testing/Validation: This product is requested in order that a field test, pilot test, or experiment may be made to determine the product;s suitability for future use.
3. District Standard: The requested product or service has been selected and approved by the District for exclusive use based on factors including cost, safety, implementation/training, substantial customer impact or compatibility with other District systems and equipment. District Standards must be approved by the General Manager or designee.
4. Emergencies: Conditions as defined in Section 1509.A that make a competitive purchase unfeasible.
5. Follow-up Service: Only one vendor is able to make on-call repairs at a particular location and/or vendor previously inspected the product and it is impracticable/uneconomical to have another vendor to perform the service.
6. General Manager Exemption: Pursuant to California Contract Code section 4525 and 4526, professional services may be awarded without bidding provided a fair and reasonable price was properly determined. Must be approved by the General Manager or his/her designee.
7. Other: Explain in detail why this vendor is the only source able to provide this product/service (may require legal review).

Once an item has been deemed approved for sole source procurement, the justification for additional procurements may remain in effect for a period not to exceed 24 months. If the items' need is continued for more than 24 months, items shall be reviewed if the justification is still valid. If found to still be valid, new justification and approval must be provided to continue sole source procurement.

The final determination regarding whether competitive bidding is or is not advantageous rests with the Purchasing Manager.

### **C. Centralized Purchasing Exceptions**

All purchases of materials, goods and services on behalf of the District are only valid if procured with an authorized agreement pursuant to the procedures and policies set forth herein. Purchases of the item types below that do not require purchase order authorization are limited to the following:

1. Travel Advances/reimbursements.
2. Prepaid travel expenses, such as airfares, hotel registration, etc.
3. Temporary labor employment services payments.
4. Utility services (e.g. gas, electric, water).
5. Meal reimbursements.

6. Petty cash purchases/replenishment.
7. Purchases not exceeding \$500 where P-cards are not accepted.
8. Investment and debt service payments (e.g. COP interest, investment transfers) - not consulting or management firms.
9. Health benefits & employee pass through benefits (staff health/life insurance, retirement plans, etc.).
10. Insurance payments (e.g. workers comp, general liability, etc.).
11. Dues and subscriptions, claims, permits, and mandatory governmental agency tax, fee, charge, etc.
12. Sponsorships, scholarships or other District supported community events reviewed by the Board.
13. Interagency agreement payments (e.g. water purchases).
14. Employee reimbursements (e.g. seminars, training, boots, education, etc.).
15. Postage.
16. Classified, legal and display advertisement - under \$10,000.
17. Board of Directors Election filing costs.
18. Water purchases from other agencies or sources.
19. Emergencies as declared by the General Manager for items during Emergency Operations Committee (EOC) activation that are related to the EOC.

All of the exceptions listed above, however, are subject to approval by the General Manager or designee.

#### D. Petty Cash Purchases

The basic premise for petty cash purchases is that it can be less expensive to pay for small non-repetitive purchases with cash rather than by check. The maximum petty cash expenditure allowed by District policy is \$250.00. Splitting purchases in order to utilize petty cash rather than standard purchasing procedures is not permitted.

- E. Documentation for Procurement Method Exceptions: This following requirement applies to B, C and D above within this section. Documentation for procurement method exceptions must be furnished by the originating department. The reason for a procurement method exception should be based on all available and pertinent facts and not on personal preferences. The Purchasing Manager is responsible for making the final determination for the procurement method exceptions and appropriate documentation. The written documentation will become a part of the permanent purchasing record.

#### **Receiving Location**

The warehouse at District headquarters is the primary receiving location for incoming and outgoing shipments. The warehouse is the single storage facility for inventory materials and may be used as a temporary supplemental storage facility for staff as space allows, and as approved by the purchasing manager. Inventory materials shall be maintained by warehouse staff using electronic inventory management software. Materials shall be issued to staff on an as-needed and approved basis. Material replenishments and orders shall comply with the procurement policies outlined above.

#### **Surplus Materials Property**

Surplus materials are defined as any unnecessary, obsolete or excess supplies, materials, tools, vehicles, equipment, assets or furniture that has been replaced or retired due to damage, age, or change in District's standards and/or specifications. The methods used by staff to define surplus include:

1. Change in the District's standards or specification
2. Changes in State or Federal Law that prevents further use by the District
3. Damaged/obsolete products, or that pose a safety risk, including expired materials
4. Materials by departments that have not been used in 36 months will be identified by source department, then reviewed by operations and engineering staff for validation that product is no longer required.
5. Other materials identified by staff that require specific justification (software/hardware no longer supported, voided warranty, etc.)

A single item, or grouping of similar items with an estimated current value of \$50,000 or more must be declared surplus by the Board of Directors and disposed of by means of:

1. Formal or informal sale or auction;
2. Exchange or trade; or

3. Scrapping if appropriate based on circumstances.

The method used will take into consideration market trends, demand, economics and convenience. Items under \$100,000 must be declared surplus by the General Manager prior to disposal, using the same means discussed above. A collection of unique and separate items being considered for surplus, that are individually less than \$50,000 may be approved by the General Manager.

#### **Publication & Electronic Approvals & Signing Authority**

- A. A notice inviting bids required to be published in accordance with Public Contract Code section 20642 shall be published on an established e-procurement/electronic bidding system or pursuant to Government Code section 6061, at the discretion of the General Manager or his designee. All other public advertisements shall also comply with this section.
- B. Where possible, electronic workflow and signature approvals may be used in lieu of ink signatures using an approved electronic signature software tool. Software must have adequate ID and encryption security and must be approved by the Director of IT.
- C. Signing Authority: No agreements shall be made or agreed to by staff, verbally or otherwise, on behalf of the District unless express consent is provided by either the Board of Directors or the General Manager. Signed documents must be completed only by authorized staff using approved District forms or be sent for legal review and approval prior to execution of documents. Any employee signing documents without proper authority will be subject to disciplinary action. Documents include but are not limited to:
  1. Quotes/Estimates
  2. Purchase agreements, contracts
  3. Memorandum of Understanding, letter agreements
  4. Other legally binding agreements

#### **Cooperative Purchases**

The District will enter into state and local intergovernmental agreements or inter-entity agreements where appropriate for procurement or use of common, or shared goods and services. The District supports the use of cooperative bidding/“piggybacking” contracting to utilize contracts awarded by the United States of America, any state, municipality, or public agency where it is in the District’s best interest to do so. Evidence of the competitive bidding process conducted by the other political jurisdiction must be obtained and kept on file to support the requisition or purchase order. Cooperative purchasing examples are purchase of fuel, office supplies, vehicles and auto parts. Cooperative purchases with other governmental entities are supported.

#### **Unauthorized Purchases**

- A. Purchase documents shall be issued prior to ordering supplies, equipment and services. There will be no “after the fact” processing for work already done or materials already ordered.
- B. Except for emergencies or authorized exemptions stated in these guidelines, no purchase of supplies, services, or equipment shall be made without the use of an authorized procurement method. Otherwise:
  1. Such purchases may be void and not considered an obligation of the District;
  2. Invoices without an authorized purchase order may be returned to the vendor unpaid;
  3. The person making an unauthorized purchase on behalf of the District may be held liable to the extent allowed by law and may be subject to disciplinary actions.

#### **Conflicts of Interest**

No employee, officer, or agent or agent of the District may participate in the selection, award, or administration of an agreement if he or she has a real or apparent conflict of interest. Such a conflict of interest would arise when the employee, officer, or agent, any member of his or her immediate family, his or her partner, or an organization which employs or is about to employ any of the parties indicated herein, has a financial or other interest in or a tangible personal benefit from a firm considered for a contract. The officers, employees, and agents may neither solicit nor accept gratuities, favors, or anything of monetary value from contractors or parties to subcontractors. No officer, employee or agent (including consultants) of the District, engaged in the award and administration of contracts shall participate in the preparation of specifications, selection, or in the award or administration of a contract if he or she has any potential or actual financial interest in such contract. District officers, employers or agents shall neither solicit nor accept gratuities, favors or anything of monetary value from contractors, potential contractors or parties to sub-agreements. Any employee, officer or agent of the District found to have a conflict of interest will be subject to disciplinary actions as outlined in the employee handbook.



**Review Audits**

Compliance with this policy is subject to review at any time by internal or external auditors. It is the responsibility of the District staff member (and their department head or authorized representative) initiating the purchase to maintain records of bids, bid procedures followed, contracts, sole source forms, change orders, and authorized signatures.

## Investment Policy

### Section 2850, Adopted 7/28/2022

#### **Scope**

EVMWD pools all cash for investment purposes. This policy is applicable to all EVMWD funds.

#### **Objective**

The primary objectives, in priority order, of investment activities shall be:

- A. **Safety:** Safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in overall portfolio. The objective will be to mitigate credit risk and interest rate risk.
  1. **Credit Risk:** Credit Risk is the risk of loss due to the failure of the security issuer or backer. Credit Risk may be mitigated by:
    - Limiting investments to the safest types of securities;
    - Pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which an entity will do business; and
    - Diversifying the investment portfolio so that potential losses on individual securities will be minimized.
  2. **Interest Rate Risk:** Interest Rate Risk is the risk that the market value of securities in the portfolio will fall due to changes in general interest rates. Interest Rate Risk may be mitigated by:
    - Structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and
    - By investing operating funds primarily in shorter-term securities.
- B. **Liquidity:** The investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated. This is accomplished by structuring the portfolio so that securities mature concurrent with cash needs to meet anticipated demands (static liquidity). Furthermore, since all possible cash demands cannot be anticipated, the portfolio should consist largely of securities with active secondary or resale markets (dynamic liquidity).
- C. **Yield:** The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and liquidity needs. Return on investment is of least importance compared to the safety and liquidity objectives described above. The core of investments is limited to relatively low risk securities in anticipation of earning a fair return relative to the risk being assumed.

#### **Standards of Care**

- A. **Prudence:** The standard of prudence to be used by investment officials shall be the “prudent person” standard and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with written procedures and this investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security’s credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and the liquidity and the sale of securities are carried out in accordance with the terms of this policy.
- B. **Ethics and Conflicts of Interest:** Officers and employees involved in the investment process shall refrain from personal business activity that could conflict with the proper execution and management of the investment program, or that could impair their ability to make impartial decisions. Employees and investment officials shall disclose any material interests in financial institutions with which they conduct business. They shall further disclose any personal financial/investment positions that could be related to the performance of the investment portfolio. Employees and officers shall refrain from undertaking personal investment transactions with the same individual with whom business is conducted on behalf of the District.
- C. **Delegation of Authority:** Authority to manage the investment program is granted to the General Manager. Responsibility for the operation of the investment program is hereby delegated to the Assistant General Manager - Business Services or his/her designee, who shall carry out established written procedures and internal controls for the operation of the investment program consistent with this investment policy. Procedures should include references to: safekeeping, delivery vs. payment, investment accounting, repurchase agreements, wire transfer agreements, collateral/depository agreements and banking services contracts. No person may engage in an investment transaction except as provided under the terms of this policy and the procedures established by the Assistant General Manager - Business Services or his/her designee.



The General Manager and Assistant General Manager - Business Services or his/her designee are responsible for qualifying and establishing relationships with investment managers. The investment manager is expected to respect and observe the specific limitations, investment guidelines, attitudes and philosophies stated within this Investment Policy or expressed in any written amendments or instructions.

### **Safekeeping and Custody**

- A. **Internal Controls:** The Assistant General Manager - Business Services or his/her designee is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the entity are protected from loss, theft or misuse. The internal control structure shall be designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Accordingly, the Assistant General Manager - Business Services or his/her designee shall establish a process for annual independent review by an external auditor to assure compliance with policies and procedures. The internal controls shall address the following points:

1. **Control of collusion:** Collusion is a situation where two or more employees are working in conjunction to defraud their employer.
  2. **Separation of transaction authority from accounting and record keeping:** By separating the person who authorizes or performs the transaction from the people who record or otherwise account for the transaction, a separation of duties is achieved.
  3. **Custodial safekeeping:** Securities purchased from any bank or dealer including appropriate collateral (as defined by State Law) shall be placed with an independent third party for custodial safekeeping.
  4. **Avoidance of physical delivery securities:** Book entry securities are much easier to transfer and account for since actual delivery of a document never takes place. Delivered securities must be properly safeguarded against loss or destruction. The potential for fraud and loss increases with physically delivered securities.
  5. **Clear delegation of authority to subordinate staff members:** Subordinate staff members must have a clear understanding of their authority and responsibilities to avoid improper actions. Clear delegation of authority also preserves the internal control structure that is contingent on the various staff positions and their respective responsibilities.
  6. **Written confirmation or telephone transactions for investments and wire transfers:** Due to the potential for error and improprieties arising from telephone transactions, all telephone transactions should be supported by written communications and approved by the appropriate person, unless other internal controls are in place that will preclude the occurrence of improprieties or misuse of funds. Written communications may be via fax if on letterhead and the safekeeping institution has a list of authorized signatures.
  7. **Development of a wire transfer agreement with the lead bank or their party custodian:** This agreement should outline the various controls, security provisions, and delineate responsibilities of each party making and receiving wire transfers.
- B. **Delivery vs. Payment:** All trades where applicable will be executed by Delivery vs. Payment (DVP). This ensures that securities are deposited in the eligible financial institution prior to the release of funds. Securities will be held by a third party custodian as evidenced by safekeeping receipts. The only exceptions to the foregoing shall be depository accounts and securities purchases made with: (i) local government investment pools; (ii) time certificates of deposit and (iii) mutual funds and money market mutual funds, since these securities are not deliverable.

### **Suitable and Authorized Investments**

- A. **Investment Types Allowed by State Law:**

1. **State and Local Agencies**

**Introduction:** These bonds, notes, warrants or other evidences of indebtedness of any local or State Agency, including a District's own bonds, within the State of California. This includes bonds payable solely out of the revenues from a revenue producing property owned, controlled or operated by the local or state agency, or by a department, board, agency, or authority of the local agency or state.

**Definition:** These are generally made up of Improvement Act bonds and each issue has various fixed maturities and interest rates.

**Legal Authority:** Section 53601 (a, c, d, e) of the Government Code authorizes local and state agencies to purchase these bonds with no limitations as to the amount that can be owned.

**Characteristics:** Bonds issued are registered and generally have interest paid twice a year for fixed rate bonds and more frequently for floating rate bonds. Each issue will have bonds of varying maturities with a fixed or floating rate that tends to increase along with the maturity. These types of issues are generally at a lower interest rate than other instruments due to their low risk. This policy allows investments in these securities beyond 5 years.

## 2. U.S. Treasuries

**Introduction:** These are instruments in which the full faith and credit of the United States Government is pledged.

**Definition:** U.S. Treasuries include Treasury Bills, Treasury Bonds, and Treasury Notes.

**Legal Authority:** Section 53601 (b) of the Government Code authorizes local agencies to purchase U.S. Treasuries with no limitations as to the amount that can be owned of each.

**Characteristics:** Treasuries can be issued in discount form for securities with maturities of one year or less. Maturities on these issues can be from just a few days to thirty years. These securities have perceived differences in quality and consequently each can trade at a different yield from the other.

## 3. Specified Federal Agencies

**Introduction:** This category includes securities issued by federally owned or sponsored agencies that have the backing of the full faith and credit of the Federal Government or are fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises. These securities are very liquid and marketable and they offer a wide range of available maturities. These securities are considered to be the safest investment next to Treasury Instruments.

**Definition:** Bank obligations in this category are limited to certain federally owned or sponsored agencies such as Banks of Cooperatives, Federal Land Banks, Federal Intermediate Credit Banks, Federal Farm Credit Bank (FFCB) and Federal Home Loan Banks (FHLB). Also included are obligations, participations, or other instruments of, issued by, or fully guaranteed by the Federal National Mortgage Assoc. (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), guaranteed portions of Small Business Administration notes, and obligations, participations, or other instruments of, or issued by, a federal agency or a United States government-sponsored enterprise.

**Legal Authority:** Section 53601 (f) of the Government Code allows public agencies to invest in obligations issued by banks.

**Characteristics:** Securities issued by the Government National Mortgage Association GNMA are guaranteed by the Federal government and it is a general belief that the other agencies carry an “implied” guarantee. As with treasuries, agencies securities can be issued in discount form for securities with Maturities of one year or less. Maturities on these issues can be from just a few days to thirty years. While all of these securities are classified as agencies, there are perceived differences in quality and consequently each will trade at a different yield from each other and treasuries. Issues of the GNMA, because of the government guarantee, are considered the safest of the agencies, typically followed by issues of the Federal Farm Credit System, the FHLB, and finally the FNMA and FHLMC.

## 4. Bankers’ Acceptances

**Introduction:** Bankers’ acceptances (BA’s) are a suitable short-term investment because they provide an attractive yield and they are considered a relatively safe and liquid investment.

**Definition:** A BA is a time draft drawn on and accepted by a bank for payment of the shipment or storage of merchandise. The initial obligation of payment rests with the drawer, but the bank substitutes its credit standing for that of the borrower and assumes the obligation to pay face value at maturity.

**Legal Authority:** Section 53601 (g) limits investments in this category to those Bankers’ Acceptances which are eligible for purchase by the Federal Reserve System and not exceeding 180 days maturity. In addition, no more than 40% of the District’s surplus funds may be invested in BA’s and no more than 30% may be invested in any one bank.

**Characteristics:** BA’s are issued in bearer form and are a discount instrument. Normal trading blocks are \$5 million, but the odd lot market is active. The majority of BA’s are created with a 90-day maturity and rarely extend over 180 days. Since BA’s are a “two-name paper” they are perceived to be the safest of bank obligations. During the past 70 years in which BA’s have been actively traded in U.S., no loss of

principal has been documented. For the most part, banks include a service charge for BA's which generally reduces the yield to a level too low for the District to benefit.

#### 5. Commercial Paper

**Introduction:** Commercial paper consists of promissory notes of large business concerns of high credit standing, usually maturing in four to six months. These Corporate I.O.U.'s are bought and sold in the open market. Large companies raise short term capital needs with this type of instrument.

**Definition:** Commercial Paper is a short term I.O.U. issued by large corporations for a fixed short period of time. It is unsecured and issued on a continuous basis.

**Legal Authority:** Section 53601 (h) of the Government Code allows public agencies to invest in only "prime" quality commercial paper issued with the highest rating provided by Moody's Investors' Service, Inc. (Moody's), or Standard and Poor's Corporation (S&P), or Fitch Financial Services (Fitch). Eligible paper is further limited to issuing corporations: (1) organized and operating within the United States; (2) having total assets in excess of \$500 million dollars and (3) having an "A" or higher rating for the issuers debt, other than commercial paper, if any, as provided for by Moody's, S&P or Fitch or commercial paper issued by other entities that meet the following criteria: (1) the issuer is organized within the United States as a special purpose corporation, trust, or limited liability company; (2) the securities must have program-wide credit enhancements including, but not limited to, overcollateralization, letters of credit, or a surety bond and (3) the securities are rated "A-1" or its equivalent or higher by at least one NRSRO. Commercial paper may not exceed 270 days maturity and must not represent more than 10% of the outstanding paper of the issuing corporation. In addition, the amount invested in this type of instrument cannot exceed 25% of the total funds available to the District. Under a provision sunseting on January 1, 2026, no more than 40% of the portfolio may be invested in commercial paper if assets under management are greater than \$100,000,000.

**Characteristics:** Commercial paper is normally issued in multiples of \$100,000. About one-half of the outstanding commercial paper is sold directly by the borrowers and one-half is sold through dealers. Maturities can extend as far as 270 days, but are generally kept at 90 days or less. Commercial paper can be issued on a discount or an interest bearing basis.

#### 6. Non-negotiable Certificates of Deposit

**Introduction:** Non-negotiable Certificates of Deposit (CD's) can be attractive investments because they offer competitive yields, a wide range of Maturities, and a relatively high degree of safety if they are collateralized, insured, and/or issued by a financial institution of high quality.

**Definition:** A non-negotiable CD is an instrument evidencing a deposit with a financial institution for a fixed period of time and normally for a fixed rate of interest. They can be collateralized with securities or mortgages or, if issued in denominations of \$100,000 or less, they can be insured by the Federal Deposit Insurance Corporation if issued by a bank, or the Federal Savings and Loan Insurance Corporation if issued by a savings and loan association.

**Characteristics:** Non-negotiable CD's purchased pay interest at least quarterly. Maturities are typically one year or less. Because they are non-negotiable, they are not liquid and cannot be sold or redeemed prior to maturity without suffering a loss of interest. They can be written for any amount but must be deposited for at least 7 days.

#### 7. Negotiable Certificates of Deposit

**Introduction:** New York Bank began issuing CD's in 1961 in an attempt to attract deposits from the national market. Immediately, a secondary market developed for buying and selling these instruments.

**Definition:** A CD is a negotiable instrument evidencing a time deposit with a bank at a fixed rate of interest for a fixed period. CD's of this type are not collateralized and should be considered an unsecured deposit.

**Legal Authority:** Section 53601 (i) of the Government Code allows public agencies to invest a maximum of 30% of surplus funds in the CD's of state or federal associations or state licensed foreign banks. Section 53638 stipulates that negotiable CD's may not exceed the shareholder's equity of the bank, and that the amount of CD's purchased from a state or federal association may not exceed the total of the net worth of that association unless the purchase amount is less than \$500,000.00 and the deposits are insured or secured as required by law.

**Characteristics:** CD's are coupon bearing, which pay interest at maturity if less than a year; if not, they generally will pay interest semi-annually. The majority of CD's are issued in the 30 to 90 day range. Negotiable CD's normally are issued in blocks of \$5 million but can be bought in pieces of \$1 million.

#### 8. Repurchase Agreements

**Introduction:** Repurchase Agreements (Repos) are one of the most flexible investments available to invest short-term funds and when proper guidelines are followed, are relatively safe.

**Definition:** A Repo involves two simultaneous transactions. One transaction involves the sale of securities (collateral) by a borrower of funds, typically a bank or broker/dealer in governments or agencies, to a lender of funds. The lender can be any investor with cash to invest. The second transaction is the commitment by the borrower to repurchase the securities at the same price plus a predetermined amount of interest on an agreed future date.

**Legal Authority:** Section 53601 (j) of the Government Code permits Repos in any security that is allowed for purchase as defined in that same section of the Code and for a term that does not exceed one year, and with collateralization of 102 percent.

**Characteristics:** Repos can be entered into with any amount of dollars, including odd amounts. They are typically for very short periods, often one day, but it is not unusual for Repos to be for periods of up to 180 days, and occasionally longer. Any type of security can be used as collateral but most often government or agency's securities are utilized. There are minimal risks involved in a Repo transaction if the collateral is priced properly. Caution should be used for Repos of greater than 30 days so that market changes do not substantially change the value of the collateral.

#### 9. Medium Term Corporate or Bank Notes

**Introduction:** Medium term Notes (MTN's) were initially issued by General Motors Acceptance Corporation (GMAC) in 1972. They have become a more prevalent investment since 1982 when the SEC removed some restrictions that had previously hindered their sale. Currently, there are hundreds of MTN's which represent well over 40 billion dollars of outstanding notes.

**Definition:** A medium Term Note is a promise to pay issued by a corporation or a bank at a fixed interest rate for a fixed period of nine months to fifteen years. Most are unsecured although some are collateralized or carry other credit enhancements such as letters of credit.

**Legal Authority:** Section 53601 (k) of the Government Code allows public agencies to invest a maximum of 30% of surplus funds in the MTN's for a maximum of five years maturity. The notes must be issued by a U.S. corporation or by a depository institution licensed by the United States or any state. To minimize risk, the notes must be rated in a rating category of "A" or better by a nationally recognized rating service, like Moody's. or S&P, etc.

**Characteristics:** MTN's are generally issued in minimum amounts of \$25,000 or \$100,000 and integral amounts of \$1,000. Interest is calculated on a 30 day month, 360-day year basis and paid semi-annually on two pre-established dates. Floating rate MTN's can pay interest monthly, quarterly or semi-annually. Yields on MTN's will normally exceed those on treasuries with comparable maturities by about 10 to 75 basis points. Levels of interest rates, maturities, the quality of each issue, and supply and demand factors will affect available yields.

#### 10. Designated Mutual Funds

**Introduction:** Mutual Funds were set up in order to combine funds from many sources in order to purchase "blocks" of funds or shares in the stock market. This allows small investors to take advantage of the rates and prices in the larger offerings.

**Definition:** These are companies that are defined under IRS Code, 26 U.S.C. 851, which are typically mutual funds that make diversified investments for their shareholders.

**Legal Authority:** Section 53601 (l) of the Government Code authorizes investments in mutual funds as long as the mutual companies are investing only in those securities and obligations otherwise authorized for direct investment by public agencies, including the securities and obligations as authorized by Section 53601 subdivisions (a) through (k) and subdivisions (m) through (o). Additionally, these companies must have attained the highest rating provided by at least two of the three largest nationally recognized rating services, or have an investment advisor registered with the SEC with assets under management in excess

of \$500 million and with at least five (5) years' experience investing in statutorily permitted securities. Investments in this category are also limited to 20% of total funds available and no more than 10% may be invested in any one mutual fund with the following exceptions.

Moneys held by a trustee or fiscal agent and pledged to the payment or security of bonds or other indebtedness, or obligations under a lease, installment sale, or other agreement of a local agency, or certificates of participation in those bonds, indebtedness, or lease installment sale, or other agreements, may be invested in accordance with the statutory provisions governing the issuance of those bonds, indebtedness, or lease installment sale, or other agreement, or to the extent not inconsistent therewith or if there are no specific statutory provisions, in accordance with the ordinance, resolution, indenture, or agreement of the local agency providing for the issuance.

#### 11. Asset-Backed Securities (ABS)

**Definition:** Securities supported by pools of installment loans or leases or by pools of revolving lines of credit.

**Legal Authority:** Section 53601(o) of the Government Code allows public agencies to invest in equipment lease-backed certificates, consumer receivable-backed bonds, or other pay-through bonds rated in a rating category of "AA" or its equivalent or higher by a nationally recognized statistical ratings organization (NRSRO) and with a maximum maturity of five years.

#### 12. Mortgage Backed Securities

**Introduction:** Congress created three agencies of the U.S. Government to increase liquidity in the secondary mortgage markets and thus increase the supply of capital available for residential housing loans. Those agencies are the Federal National Mortgage Association (FNMA), the Government National Mortgage Association (GNMA) and the Federal Home Loan Mortgage Corporation (FHLMC). In June 1983 they initiated collateralized mortgage obligation (CMO) securities in order to reduce the terms on mortgage securities.

**Definition:** Mortgage Backed Securities are guaranteed by the issuing U.S. Government agency and are collateralized by the home loans which create the mortgage pool.

**Legal Authority:** As of January 1, 1993, Section 53601 (o) of the Government Code allows public agencies to invest in mortgage pass-through and mortgage backed securities rated in a rating category of "AA" or better by a nationally recognized rating service.

**Characteristics:** Collateralized Mortgage Obligations (CMO's) are issued in amounts of \$100,000 or more and for a term of up to five years. Interest is paid on the fifteenth day of each month. They generally have a pay-down window the last 4-6 months when large blocks of principal are paid each month along with the interest until maturity.

#### 13. Supranational Obligations

**Introduction:** A supranational organization is formed by a group of countries through an international treaty with specific objectives, such as promoting economic development. Supranational organizations also issue debt in the United States. The most commonly recognized supranational debt is issued by the International Bank for Reconstruction and Development (IBRD or World Bank).

**Definition:** Securities issued by supranational organizations include benchmark bonds, global bonds, structured notes, plain fixed and floating rate notes, discount notes as well as green bonds

**Legal Authority:** Section 53601 (q) allows local agencies to invest in bonds issued by one of three supranationals: World Bank, International Finance Corporation (IFC) and InterAmerican Development Bank (IADB), which were established by international treaties, incorporated into U.S. Federal law by Congressional Acts and headquartered in Washington, D.C. Currently, these entities carry the highest credit ratings (AAA) based on their financial structure, policies, performance and capital support from shareholders.

#### 14. Local Government Investment Pools

**Introduction:** Local Government Investment Pools (LGIPs) allow local governments to pool funds for investment purposes. By pooling funds, participating governments benefit from economies of scale, full-time portfolio management, diversification, and liquidity (especially in the case of pools that seek a constant net asset value of \$1.00).

**Definition:** Shares of beneficial interest issued by a joint powers authority organized pursuant to Section 6509.7 that invests on the securities and obligations authorized in subdivisions (a) to (q), inclusive. Each share shall represent an equal proportional interest in the underlying pool of securities owned by the joint powers authority.

**Legal Authority:** Per section 53601 (p), to be eligible under this section, the joint powers authority issuing the shares shall have retained an investment adviser that meets all of the following criteria:

- ii. The adviser is registered or exempt from registration with the Securities and Exchange Commission.
- iii. The adviser has not less than five years of experience investing in the securities and obligations authorized in subdivisions (a) to (q), inclusive.
- iv. The adviser has assets under management in excess of five hundred million dollars (\$500,000,000).

#### 15. Local Agency Investment Fund

**Introduction:** The Local Agency Investment Fund allows local government agencies to obtain higher yields through pooling surplus cash with State surplus cash balances creating a multi-billion dollar money pool and enabling investment in diversified instruments.

**Definition:** The Local Agency Investment Fund (LAIF) is a special fund in the State of California Treasury created by law. The law permits local government agencies (cities, counties, and special districts) to pool idle monies in this fund and utilize the trained personnel in the State Treasurer's Office for its investment.

**Legal Authority:** Section 16429.1 of the Government Code authorizes local agencies to invest through LAIF. The LAIF Governing Board has set a maximum limit of Seventy-five Million Dollars (\$75,000,000) per agency.

**Characteristics:** Local agencies can transfer monies to LAIF using their own established bank accounts at Bank of America, Wells Fargo Bank, First Interstate Bank, Bank of California, Sanwa Bank, and Union Bank. Deposits in LAIF can be converted to cash within twenty-four hours or less with no penalty. There can be no more than fifteen transactions (transfers in or out) per month.

#### 16. Passbook Savings Account

**Introduction:** Passbook Savings Accounts allow an agency to earn interest on idle funds until such time as they can be invested.

**Definition:** A Passbook Savings Account is a savings account at a bank which earns a rate of interest set by the bank.

**Characteristics:** The local agency can arrange to make telephone transfers between their checking account and savings account. Funds in the savings account can earn interest while accumulating to an amount to be invested or until needed for normal cash flow requirements.

#### 17. Prohibited Investments

Government Code 53601, as amended in 1995 by SB 866, Chapter 784 of the 1995 Statutes, prohibits a local agency from investing in any of the following: Inverse floaters, range notes, or mortgage-derived interest only strips. Securities that could result in zero interest accrual if held to maturity, (under a provision sunseting on January 1, 2026, securities backed by the U.S. Government that could result in a zero- or negative-interest accrual if held to maturity are permitted). However, this limitation does not apply to shares of beneficial interest issued by diversified management companies registered under the Investment Company Act of 1940 (15 U.S.C. Sec. 80a-1). Investments in cryptocurrency are prohibited.



## B. Investment Types Allowed by State Law and the District

<u>Investment Type</u>	<u>Code 53601 et seq</u>	<u>District Policy</u>
State & Local Agencies District's Own Bonds	(a) No Limits	10% of Funds, based upon revenues with Board approval 30 years
State Instruments	(c) Warrant, Notes/Bonds	10% of Funds, 5 years
Other Local Agency Inst/	(e) Within Calif. Only	40% of Funds, 30 years
U.S. Treasuries	(b) Notes, Bonds, Bills	No Limit
Specified Federal Agencies	(f) No Limit	50% of Funds
Banker's Acceptances	(g) 40% of Total Funds, 180 days max.	10% of Funds, 180 days max
Commercial Paper	(h) 25% of Funds, 40% if AUM > \$100M 270 day term A-1 Rated	10% of Funds, 270 days A-1 Rated
Certificate of Deposit (CD's) Non-Negotiable	(m) No Limit	10% of Funds
Negotiable	(i) 30% of Funds	10% of Funds
Repurchase Agreement	(j) 1 Year or less	5% of Funds, 90 days
Reverse Repurchase Agreement	(j) 20% of Funds, 92 days max.	Not Allowed
Medium Term Corporate or Bank Notes	(k) 30% of Funds, A Rated	30% of Funds, Under 5 years, A rated.
Designated Mutual Funds	(l) 20% of Funds AAA Rated	10% of Funds, AAA rated
Secured Notes, Etc.	(n) Depends on Security	Not Allowed
Asset-Backed Securities and Mortgage Backed Securities	(o) 20% of Funds, AA rated, 5yr max	20% of Funds, AA rated, 5yr max
Supernational Obligations	(q) 30% of Funds, AA rated, 5yr max	10% of Funds AA rated, 5yr max
Local Government Investment Pools (LGIPs)	(p) No Limit	No Limit
Local Agency Inv. Fund (LAIF)	\$75,000,000 max	\$75,000,000 max
Passbook Savings	Not Applicable	No Limit
Inverse Floaters, Range Notes, Interest Only Strips	Prohibited as per Code 53601	Not Allowed

**C. Collateralization**

In accordance with state law, full collateralization will be required on certificates of deposits, and collateralization of 102% will be required on repurchase agreements.

**D. Repurchase Agreements**

Special caution should be exercised in selecting parties with whom the District will conduct repurchase transactions.

**Investment Parameters****A. Diversification**

The investments will be diversified by security type and institution.

**B. Maximum Maturities**

The final stated maturity is limited to five years unless specific authority is given to exceed. To the extent possible, attempts will be made to match investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the District will not directly invest in securities maturing more than (5) years from the date of purchase.

Reserve funds may be invested in securities exceeding five (5) years if the maturities of such investments are made to coincide nearly as practicable with the expected use of funds. The ability of investing these types of funds should be disclosed to the Board of Directors including appropriate time restrictions disclosed, if any apply.

**C. Portfolio Percentage Limitations**

The District shall ensure that all categories of investments are maintained within the allowable portfolio percentage limitations. Should an investment percentage of portfolio limitation be exceeded due to an incident such as a fluctuation in portfolio size, the affected securities are not required to be sold. In the event a limitation is temporarily exceeded, the Assistant General Manager - Business Services or his/her designee shall take the appropriate action to rebalance the portfolio.

**D. Portfolio Adjustments**

Should a security held in the portfolio be downgraded below the minimum criteria required for purchase in this Policy, the following steps will be taken:

- The Assistant General Manager will use discretion in determining whether to sell or hold the security based on its current maturity, the economic outlook for the issuer, and other relevant factors.
- If a decision is made to retain a downgraded security in the portfolio, its presence in the portfolio will be monitored and reported monthly to the Governing Body.

**Reporting****A. Methods**

The Assistant General Manager - Business Services or his/her designee shall prepare an investment report at least quarterly, including a succinct management summary that provides a clear picture of the status of the current investment portfolio and transactions made over the last quarter. This management summary will be prepared in a manner which will allow the Board of Directors to ascertain whether investment activities during the reporting period have conformed to the investment policy, and will be provided to the Board within 30 days after quarter end. The report will include the following:

1. A listing of individual securities held at the end of the reporting period by maturity date.
2. The cost, par, and market value of securities, as well as the market value weighted average.
3. Unrealized gains and losses resulting from fluctuations in market value, and the issuer of the investment.
4. Average weighted yield to maturity of portfolio on existing investments.
5. The percentage of the total portfolio with each type of investment represents.
6. Statement of compliance of investments with the investment policy, or the manner in which the investments are not in compliance.
7. Statement denoting the ability of the District to meet its expenditures requirements for the next six months or an explanation as to why sufficient money will not or may not be available.

**B. Performance Standards**



The investment portfolio will be managed in accordance with the parameters specified within this policy. The portfolio should obtain a market average rate of return during a market/economic environment of stable interest rates. Portfolio performance should be compared to appropriate benchmarks on a regular basis.

C. Marking to Market

A statement of the market value of the portfolio shall be issued at least quarterly. This will ensure that the minimal amount of review has been performed on the investment portfolio in terms of value and subsequent price volatility.

**Policy**

A. Exemption

Any investment currently held that does not meet the guidelines of this policy shall be exempted from the requirements of this policy. At maturity or liquidation, such monies shall be reinvested only as provided by this policy.

B. Amendment

This policy shall be reviewed on an annual basis. Any changes must be approved by the Board of Directors.

## Debt Management Policy

### Section 2860, Adopted 7/13/2017

#### **Introduction**

The District's overriding goal in issuing debt is to respond to and to provide for the infrastructure and capital project needs of its customers while ensuring that debt is issued and managed prudently in order to maintain a sound fiscal position and protect credit quality. The District issues debt instruments, administers District-held debt proceeds and makes debt service payments, acting with prudence, diligence, and attention to prevailing economic conditions. This policy documents the District's goals for the use of debt instruments and provides guidelines for the use of debt for financing the District infrastructure and project needs.

Debt will be used to finance projects (i) if it meets the District's goal of equitable treatment of all customers, both current and future, (ii) if it is cost-effective to the District, and (iii) if it is fiscally prudent, responsible, and diligent under the prevailing economic conditions. The District will endeavor to pay for all infrastructure and other projects from an appropriate combination of current revenues, available reserves, and prudently issued debt.

The District's debt management policy is designed to:

- Establish parameters for issuing debt;
- Provide guidance to decisions makers;
- Document the objectives to be achieved by staff both prior and subsequent to issuance;
- Promote objectivity in the decision-making process; and
- Facilitate the financing process by establishing important policy decisions in advance.

The District will adhere to the following legal requirements for the issuance of public debt:

- State law authorizing debt issuance;
- Federal and state laws and regulations governing taxable and tax-exempt debt; and
- Federal and state securities laws and regulations governing disclosure, sale and trading of debt instruments.

#### **General Management Policies**

- A. In recognition of periodic changes in the cost of providing service to system users, service costs and fees will be reviewed annually and adjusted as necessary.
- B. Any proposed adjustments to existing rates, fees and charges will be presented at public meetings.
- C. All District debt proceeds will be invested according to the Annual Statement of Investment Policy of the District and according to the issuing debt documents.
- D. Necessary funding requirements for annual debt service requirements will be included in the District's annual budget.
- E. The District will maintain proactive communication with the investment community, including rating agencies, credit enhancers, reporting agencies, and investors, to maximize future capital market access at the lowest possible rates.

#### **Financial Management Policies**

- A. The District evaluates each capital project in relation to established levels of reserves, current rate structure, expected asset life/replacement timeline, available revenue sources, and other priorities. The District strives to ensure that adequate financial resources are available to support the District's financial obligations.
- B. The following policies outline the District's approach to debt management.
  1. The District will evaluate financing for each capital project on a case-by-case basis.
  2. The District will seek to pay for all capital projects from current revenues and available reserves prior to or in combination with the use of debt.
  3. The District will issue debt when there is an identified source of repayment. Debts will be issued to the extent that (i) projected future revenues are sufficient to pay for the proposed debt service together with all existing debt service covered by such fixed revenues, or (ii) additional projected revenues have been identified as a source of repayment in an amount sufficient to pay for the proposed debt.

4. **User Fees and Water Rates** will be set in compliance with State law at adequate fair and nondiscriminatory levels. Fees and rates must generate sufficient revenues to pay all Operating and Maintenance costs, to maintain sufficient operating and rate stabilization reserves, maintain balances in the rate stabilization fund and to pay any debt service costs.
5. Connection Fees will be maintained at a level sufficient to finance a portion of growth-related capital costs and cover related annual debt service requirements.
6. To the extent permitted by law property taxes may be also utilized to finance a portion of annual debt service payments.

### **Debt and Capital Management Debt Policies**

The following policies formally establish parameters for evaluating, issuing, and managing the District's debt. The policies outlined below are not intended to serve as a list of rules, but rather to serve as a set of guidelines to promote sound financial management.

- A. **Standards for Use of Debt Financing:** When appropriate, the District will use long-term debt financing to: achieve an equitable allocation of capital costs/charges between current and future system users; to provide more manageable user rates in the near and medium term; and to minimize user rate volatility.

For growth-related projects, debt financing will be utilized, as needed, to better match the cost of anticipated facility needs with timing of expected new connections to the system and to better spread the costs more evenly between current and future users.

For betterment repair and replacement projects, debt financing may be used to better match the anticipated need and costs with available funds on hand.

Capital projects financed through debt issuance will not be financed for a term longer than the expected useful life of the facility permitted by the Internal Revenue Service. The debt repayment period, as well as the outstanding principle balance, should be less than or equal to the useful life and depreciated value of the related capital improvements.

Lease Agreements, Installment Sale Agreements and Certificates of Participation shall be considered as alternative forms of long-term debt. Although these forms of alternative financing are subject to annual funding requirements, they shall be treated as long-term debt until maturity.

- B. **Financing Criteria:** Each debt issuance should be evaluated on an individual basis within the framework of the District's long-term financial plan, as well as within the context of the District's overall financing objectives and current market conditions.

The District will evaluate alternative debt structures (and timing considerations), selecting the structure that best meets the District's needs based on prevailing market and infrastructure conditions.

1. **Credit Enhancement:** The District will consider the use of credit enhancement on a case-by-case basis, and use it only when clearly demonstrable savings can be realized.
2. **Cash-Funded Reserve vs. Surety:** The District may purchase a surety policy or replace an existing cash-funded Debt Service Reserve Fund when deemed prudent and advantageous. The District may use guaranteed investment agreements and other investment tools legally available for the investment of reserve funds pledged to the repayment of any District debt. Debt service investments will be reviewed and approved by the Board of Directors.
3. **Call Provisions:** The District securities should evaluate the cost in relation to the benefits associated with issuing debt with optional call provisions. In many cases the District should avoid the sale of non-callable, long-term fixed rate debt, but each new issue should be evaluated based on all market factors.
4. **Additional Bonds Test/Rate Covenants:** The amount and timing of debt will be planned to comply with the additional bonds tests and rate covenants outlined in Resolution 1108 (the Master Resolution), or the appropriate legal and financing documents, and these policies.
5. **Short-Term Debt:** The District may utilize short-term borrowing to serve as a bridge for anticipated revenues, construction financing or future debt capacity.
6. **Use of Variable Rate Debt:** The District should evaluate market factors before using variable rate debt. Variable rate debt should only be issued if it can be converted to a fixed rate. If it is not convertible the District should consider hedging its variable rate position, establishing an interest rate cap, or other appropriate means to limit the maximum interest amount owed by the District.
7. **Use of Swaps & Derivatives:** The use of any swap agreement in conjunction with the issuance or management of debt instruments will be governed by the District's Swap Policy.

8. **Investment of Debt Proceeds:** Debt proceeds will be invested in accordance with the permitted investment language outlined in the debt documents for each transaction, unless further restricted or limited in the District's Investment Policy. The District will seek to maximize investment earnings within the investment parameters set forth in the respective debt financing documentation. The reinvestment of debt proceeds will be incorporated into the evaluation of each financing decision. Arbitrage and potential arbitrage rebates should be considered when making investment decisions. Alternative debt structures should be evaluated. Refunding savings on a "net" debt service basis, should be considered where appropriate.
- C. **Refinancing and Outstanding Debt:** The District shall have the responsibility to evaluate potential refunding opportunities presented by its financial advisor. The District will consider the following issues when analyzing potential refinancing opportunities:
1. **Debt Service Savings:** The District's minimum target savings level is 3% of the par amount refunded on a net present value (NPV) basis. NPV savings should be evaluated on a case-by-case basis, and should take into consideration:
    - the value of the call option;
    - the time to maturity;
    - size of the issue;
    - current interest rate environment; and
    - annual cash flow savings.

The decision to take all savings upfront or on a deferred basis must be explicitly approved by the Board of Directors.

2. **Restructuring:** The District may seek to refinance a debt issue on a non-economic basis, in order to restructure debt, to mitigate irregular debt service payments, accommodate revenue shortfalls, release reserve funds, comply with and/or eliminate rate/debt covenants, terminate a swap, or for other reasons as approved by the Board.
  3. **Term/Final Maturity:** The District may consider the extension of the final maturity of the refunding debt in order to achieve a desired outcome, provided that such extension is legal. The term of the debt should not extend beyond the reasonably expected useful life of the asset being financed. The District may also consider shortening the final maturity of the debt. The remaining useful life of the assets and the concept of inter-generational equity should guide these decisions.
  4. **Escrow Structuring:** The District shall utilize the most cost effective securities available in structuring each escrow. If purchased from a third party agent who is not acting as a broker-dealer, a certificate is required stating that the securities were purchased through an arms-length, competitive bid process (in the case of open market securities), that such securities were more cost effective than State and Local Government Series Securities (SLGS), and that the price paid was reasonable and within Federal rules and regulations. When evaluating the economic viability of an economic versus legal defeasance, the District shall take into consideration both the financial impact on a net present value basis as well as the rating/credit impact. The District shall take all necessary steps to optimize the yield on its refunding escrow investments, while attempting to avoid negative arbitrage to the extent permitted by Federal rules and regulations
- D. **Method of Issuance:** The District will determine, on a case-by-case basis, whether to sell its debt competitively or through negotiation.
1. **Competitive Sale:** In a competitive sale, the District's debt shall be awarded to the bidder providing the lowest true interest cost ("TIC"), as long as the bid adheres to requirements set forth in the official notice of sale.
  2. **Negotiated Sale:** The District recognizes that some securities are best sold through negotiation. In consideration of a negotiated sale, the District shall assess the following alternatives:
    - Issuance of variable rate or taxable debt;
    - Complex structures or credit considerations (such as non-rated debt), which require a strong pre-marketing effort. Significant par value, which may limit the number of potential bidders. Unique/proprietary financing mechanisms (such as a financing pool), or specialized knowledge of a financing mechanism or process;
    - Market volatility, such that the District would be better served by flexibility in the timing of its sale in a changing interest rate environment;

- When the financial advisor has identified new financing opportunities or presented alternative structures that may financially benefit the District;
  - As a result of an underwriter's familiarity with the project/financing, that enables the District to take advantage of efficiency and timing considerations.
3. Private Placement: From time to time the District may elect to issue debt on a private placement basis. Such method shall be considered if it is demonstrated to result in cost savings or provide other advantages relative to other methods of debt issuance, or if it is determined that access to the public market is unavailable and timing considerations require that a financing be completed.
- E. Market Communication, Debt Administration and Reporting Requirements. The Assistant General Manager – Business Services or his/her designee shall be responsible for the following:
1. Rating Agencies: Maintaining the District's relationships with the various rating agencies (such as Standard & Poor's, Fitch and Moody's). The District may, from time to time, choose to deal with none, or with one or more of these agencies as circumstances dictate. Maintaining its relationships includes:
    - Meeting with credit analysts as needed, to maintain or update existing debt ratings;
    - Meeting with credit analysts as needed to issue new debt, and;
    - Offering conference calls or meeting with agency analysts in connection with planned debt sales, market or local changes in conditions, requests for information from analysts, etc.
  2. Board Communication: Providing feedback from rating agencies and/or investors regarding the District's financial strengths and weaknesses and recommendations for addressing any weaknesses in reports to the Board of Directors.
  3. Continuing Disclosure: Ensuring the District's timely filing with each Nationally Recognized Municipal Securities Information Repository. The District shall remain in compliance with Rule 15c2-12 by filing its annual financial statements and other financial and operating data for the benefit of its debtholders within 270 days of the close of the fiscal year as outlined in section 2870 of the District Administrative Code.
  4. Record-Keeping: Retaining copies of all debt-related records at the District's offices. At a minimum, these records shall include all official statements, bid documents, debt documents / transcripts, resolutions, trustee statements, leases, and title reports for each District financing (to the extent available). To the extent possible, the District shall retain an electronic copy of each document for the life of the debt issue.
  5. Arbitrage Rebate: Ensuring that all debt proceeds and investments are tracked in a manner which facilitates accurate calculation. If a rebate payment is due, make payments in a timely manner. The use of debt proceeds and their investments must be monitored to ensure compliance with all Internal Revenue Code Arbitrage Rebate Requirements.
  6. Tax Certificates: The District shall incorporate the provisions of each tax certificate for each debt issue into its debt management procedures. The District will comply with applicable Federal tax rules and regulations. The District will comply with any arbitrage rebate requirements required by tax certificates as they relate to each tax-exempt debt issue.
  7. Internal Controls Related to Bond Proceeds: The District shall invest the proceeds of bond sales, until used for the intended project(s) in order to maximize utilization of the public funds. The investments will be made to obtain the highest level of 1) safety, 2) liquidity, 3) yield, and may be held as cash. The District's investment guidelines and bond indentures will govern objectives and criteria for investment of bond proceeds. The Finance & Accounting Department will oversee the investment of bond proceeds in a manner to avoid, if possible, and minimize any potential negative arbitrage over the life of the bond issuance, while complying with arbitrage and tax provisions. Bond proceeds will be deposited and recorded in separate accounts/programs to ensure funds are not comingled with other forms of District funds. The District's Trustee of Fiscal Agent will administer the disbursement of bond proceeds pursuant to each certain Indenture of Trust or Fiscal Agent Agreement, respectively. To ensure proceeds from bond sales are used in accordance with legal requirements, invoices should be approved by the Finance & Accounting Department and/or General Manager for payment. Requisition for the disbursement of bonds will be approved by the Assistant General Manager - Business Services or designated alternate. Responsibility for general ledger reconciliations and records is segregated from the invoice processing, cash receipting, and cash disbursement functions. The Finance & Accounting Department will be tasked with monitoring the expenditure of bond proceeds to ensure they are used only for the purpose and authority for which the bonds were issued and exercising best efforts to spend bond proceeds in such a manner that the District will meet one of the spend-down exemptions from arbitrage rebate.

## Reserves Policy

### Section 2950, Adopted 6/12/2014

#### **Introduction**

Elsinore Valley Municipal Water District (the “District”) has a complex nature of operations. Its various legal, legislative, and contractual requirements dictate a multifaceted and sophisticated financial structure. The District has implemented numerous operating programs to secure water and wastewater service resources at the lowest possible cost to customers without compromising service, reliability or quality. To protect the District’s investment in various assets and satisfy commitments under numerous financial, regulatory, and contractual obligations, the District has developed and segregated a number of funds and reserves. The efficient and discreet use and management of these reserves, when combined with appropriate security measures, assure that the current levels of service, reliability and quality will continue into the future.

The District’s reserves, to the extent possible, will be established utilizing the following criteria:

- Distinguish between legally restricted and unrestricted net assets
- Contain a defined and distinct purpose
- For reserves involving construction, conformity to master plans and capital improvement plans
- Contain a target level or minimum and maximum levels
- Identify events or conditions that prompt the use of the reserve
- Specify periodic review dates for balances

Cash and/or cash equivalents and investment balances shall be maintained in amounts sufficient to cover each reserve balance. Balances shall be maintained in amounts sufficient to meet minimum reserve targets in cash and/or cash equivalents, and permitted investments.

#### **A. Types of Reserves**

The District’s reserves will be separated into three basic categories:

1. Restricted Reserves
2. Designated Capital Replacement Reserves
3. Operating Reserves

#### **Restricted Reserves**

Restricted Reserves are established and utilized for narrowly defined purposes and are protected by law or covenant. The District’s Restricted Reserves are:

#### **A. Capacity Charges**

1. **Definition and Purpose:** Established with funds from developer capacity charges. The collection and use are restricted in accordance with applicable State of California law and regulations.

There are three categories established for the following purposes:

- Water Capacity Charges
  - Wastewater Capacity Charges
  - Recycled Water Capacity Charges
2. **Conformity to Plans:** Expenditures from this reserve must comply with both the District’s Master Plans.
  3. **Required Level:**
    - Water Facilities – Equal to the cost of the new facilities
    - Wastewater Facilities – Equal to the cost of the new facilities
    - Recycled Water Facilities – Equal to the cost of the new facilities
  4. **Events or Conditions Prompting the Use of the Reserves:** When it is necessary to upgrade and/or improve the facilities required to service growth, new areas and/or customers, in accordance with the applicable ordinance, funds will be appropriated from the respective reserves for applicable projects, by action of the Board of Directors.
  5. **Periodic Review Dates for Balances:** Expenditures and Reserve balances will be reviewed annually by District staff during the preparation of the non-operating budget.

**B. Employee Benefits**

1. **Definition and Purpose:** Established to account for accrued and unpaid employee benefit liabilities, including:
  - Vacation Days
  - Sick Days
  - Savings Clause
2. **Conformity to Benefit Plans:** The District shall maintain an account for each separate employee benefit.
3. **Required Level:**
  - Vacation Days = Funded at a level equal to 100% of the accrued liability
  - Sick Days = Funded at a level equal to 100% of the accrued liability
  - Savings Clause = Funded at a level equal 100% of the accrued liability
4. **Events or Conditions Prompting the Use of the Reserves:** Vacation days, sick days and savings clause benefits shall be distributed when used or qualified, in accordance with the respective memorandum of Understanding.
5. **Periodic Review Dates for Balances:** Reserve balances will be reviewed by District staff annually during the preparation of the operating budget.

**C. Obligation Proceeds**

The proceeds from borrowed money typically consist of construction fund monies, and a debt service reserve fund. The use of these proceeds is restricted by conditions set forth in the respective borrowing documents. The term “Obligation” shall have the meaning set forth in the District’s Resolution No. 1108 adopted September 9, 1992.

1. **Definition and Purpose:** These funds may be held by a trustee, or fiscal agent established pursuant to the borrowing documents of the Obligation in favor of the bondholders, or lenders.
2. **Required Level:** Any debt service reserve requirement is established at the time of the borrowing. This amount may be recalculated as Obligations are paid down. Any excess principal and/or interest earnings can be used to pay debt service on the Obligation.
3. **Events or Conditions Prompting the Use of the Reserves:** As stipulated in the respective borrowing documents. Construction fund monies are expected to be spent on applicable projects, while any debt service reserve can only be used in the event of a shortfall in revenues to make payments on the Obligation.
4. **Periodic Review Dates for Balances:** Reviewed by the Trustee and District staff on every interest and/or principal payment date.

**Designated Capital Replacement Reserves**

Designated Capital Replacement Reserves are established by action of the Board of Directors and designated for specific purposes. These funds are utilized to cover capital and asset replacement costs. The District’s current Designated Capital Replacement Reserves are:

**A. Water & Wastewater Capital Replacement**

1. **Definition and Purpose:** The Board of Directors has established a series of funds to accumulate amounts by division to accomplish the replacement or major refurbishment of aging water or wastewater utility plant and equipment. This reserve will be sufficient to fund the entire cost of replacement of the District’s infrastructure utilizing a combination of pay-as-you-go and future debt borrowings.
  - The Capital Replacement Reserves for each will be calculated and maintained in accordance with the guidelines set forth below.
2. **Conformity to Plans:** Projected reserve levels should be developed in accordance with the District’s water master plan.
3. **Target Level:** The minimum target level that the District will set aside for replacement reserves should be equal to 5% of the total depreciable asset value for the division as recorded on the District’s fixed assets. The maximum target level should seek to fund a reserve equal to 20% of the inflation-adjusted replacement value of the District’s capital assets or a specific project.
  - Replacement costs should be inflated in line with the Engineering News Record Construction Index or some other estimate of inflationary costs.

- Target level for annual funding of the reserves is 100% of depreciation amount for the division or total cost of replacement projects as specified in the water or wastewater master plans, whichever is higher.
4. **Events or Conditions Prompting the Use of the Reserves:** Staff will recommend assets to be replaced during the budget preparation. By action of the Board of Directors funds will be appropriated from the reserves for the purchase or construction of replacements. If during the year emergency replacements are necessary, the Board may approve the project and appropriate funds as necessary to accomplish the replacement or refurbishment.
  5. **Periodic Review Dates for Balances:** Reserve balances and replacement requirements will be reviewed annually by District staff during the preparation of the non-operating budget.

#### B. Administrative & General

1. **Definition and Purpose:** The Board of Directors has established a series of “general and internal service funds” to accumulate amounts by project to fund certain major general, administration and overhead projects. These accounts are intended to fund District vehicles and related equipment, as well as District computer equipment on a pay-as-you-go basis. The Board will appropriate funds from this reserve for specific projects. Funds have been authorized in specific areas, including:
  - Vehicle & Equipment
  - Computer
2. **Target Level:** This reserve is targeted at 100% of the cost of the replacement of each component as specified by the Vehicle Replacement and Computer Replacement policies. Special projects can be funded on an as needed or project-by-project basis.
3. **Events or Conditions Prompting the Use of the Reserves:** Replacement of the Vehicle or Computer and its related equipment will be identified by District staff and recommended to the Board during the preparation of the capital outlay budget. As projects are approved funds will be appropriated from available reserves.
4. **Periodic Review Dates for Balances:** Reserve balances and projected replacement purchases will be reviewed annually by District staff during the preparation of the annual capital outlay budget.

#### C. Water Purchases for Canyon Lake Elevation Maintenance

1. **Definition and Purpose:** Established to provide funds for water purchases for maintenance of lake elevation.
2. **Required Level:** Equal to the cost of 3,000 Acre Feet of Untreated Water at current applicable rates.
3. **Events or Conditions Prompting the Use of the Reserves:** Purchase of untreated water for the purpose of maintaining lake elevation. Such purchases must be approved by the Board of Directors.
4. **Periodic Review Dates for Balances:** Reserve balances will be reviewed by District staff annually during the preparation of the operating budget.

### **Operating Reserves**

Operating Reserves have been established by the Board of Directors to safeguard the financial viability and stability of the District and are funded from revenues accumulated in the District’s Water and Wastewater Operating Funds.

#### A. Operating Reserve

1. **Definition and Purpose:** Established pursuant to Resolution No. 1108 to ensure that the District maintains a sound financial standing for existing and future debt issuances.
2. **Target Level:** The reserve is targeted at an amount equal 1/5 of the Maintenance and Operation Costs as set forth in the District’s then current annual budget.
3. **Events or Conditions Prompting the Use of the Reserves:** This reserve has to be maintained at the above stated levels, as specified by existing bond covenants.
4. **Periodic Review Dates for Balances:** Reserve balance and target level will be reviewed annually by District staff as required by Section 2.02 (d) of Resolution No. 1108 during the preparation of the operating budget.

#### B. Rate Stabilization Reserve

1. **Definition and Purpose:** Established to accommodate unexpected operational changes, legislative impacts or other economic events that may affect the District’s operations which could not have been reasonably anticipated at the time the budget was prepared.



2. **Target Level:** The reserves are targeted at 15% to 30% of the District's total operating expenses. These levels should be increased as the level of economic uncertainty increases.
3. **Events or Conditions Prompting the Use of the Reserves:** This reserve may be utilized for expenditures caused by unexpected operational changes, legislative impacts or other economic events could not have been reasonably anticipated at the time the budget was prepared. This reserve may also be utilized to cover temporary cash flow deficiencies caused by timing differences between revenue and expenses.
4. **Periodic Review Dates for Balances:** Reserve balance and target level will be reviewed by District staff during the preparation of the operating budget.

C. **Rate Stabilization Reserve Fund**

1. **Definition and Purpose:** Established pursuant to Resolution No. 1108 to help defray successive excessive annual rate increases.
2. **Target Level:** The reserve shall be maintained at an amount not to exceed \$3,000,000.
3. **Events or Conditions Prompting the Use of the Reserves:** This reserve is intended to be used to defray any one time and extraordinary Operating and Maintenance water expenditures. This reserve will also be utilized for the cost to purchase water for Railroad Canyon Reservoir, but only to the extent that the purchase is necessary to bring the water level specified within the Railroad Canyon Reservoir lease agreement.
4. **Periodic Review Dates for Balances:** Reserve balances will be reviewed annually by District staff as required by Section 2.02 (d) of Resolution No. 1108 and during the preparation of the operating budget.

## Capital Asset Policy

### Section 3160, Adopted 4/24/2014

#### **Policy**

The purpose of this policy is to establish control and accountability measures to ensure careful and responsible management of District capital assets. In addition, to collect and maintain complete and accurate capital asset information required for preparation of financial statements in accordance with GAAP (generally accepted accounting principles).

#### **Definitions**

- A. **Fixed Assets**: Fixed assets are non-consumable items including but not limited to: land, improvements to land, easements, buildings, building improvements, vehicles, machinery, equipment, works of art and historical treasures, infrastructure and all other tangible and intangible assets that are used in operations and that have initial useful lives extending beyond five years.
- B. **Capital Outlay Expenditure**: Capital outlay project expenditure is an individually significant acquisition of capital assets (not involving construction) that are expected to last more than five years and have an individual cost of \$10,000 or more. This threshold should be applied at the individual asset level. Group purchases of individual assets under \$10,000 should not be capitalized, even if the group purchase totals to more than \$10,000. Approval of purchases of Capital Outlay expenditures will follow the purchasing policy as outlined in the Administration Code Section 1511.

Any improvements to an existing capital asset that do no more than return a capital asset to its original condition, regardless of the purchase amount, should be classified as *maintenance and repairs expense* in the period incurred.

- C. **Capital Improvement Project Expenditure**: Capital improvement project expenditure is an individually significant construction project with a cost of \$35,000 or more that creates a new capital asset, improves an existing asset (Example: increases its service capacity) or significantly extends an asset's operating life. Approval of purchases of Capital Improvement Project expenditures will follow the purchasing policy as outlined in the Section 1500 of the Administration Code.

#### **Asset Classes**

- Land
- Construction in Progress
- Water Rights
- Infrastructure – Water
- Infrastructure – Wastewater
- Buildings and Structures
- Vehicles and Equipment
- Miscellaneous

#### **Capitalization Threshold**

The District maintains a capitalization threshold as follows:

1. Land is not subject to capitalization thresholds (All Land Purchases, regardless of cost, are capitalized and are non-depreciable)
2. Water Rights are not subject to capitalization thresholds (All Water Right Purchases, regardless of cost, are capitalized and are non-depreciable)
3. Infrastructure \$35,000
4. Buildings and Structures \$35,000
5. Vehicles and Machinery \$10,000
6. Miscellaneous Equipment \$10,000

#### **Depreciation Method and Useful Life**

All assets are depreciated using the straight-line method over the following estimated useful lives:

1. Reservoirs – storage 50-100 Years
2. Source of supply 5-30 Years
3. Pumping & water treatment facilities 40 Years

- |                                  |            |
|----------------------------------|------------|
| 4. Transmission and distribution | 50 Years   |
| 5. Meter and services            | 30 Years   |
| 6. Wastewater system             | 5-50 Years |
| 7. Transportation equipment      | 5-20 Years |
| 8. Studies, tools, equipment     | 5-10 Years |

### **Disposal of Surplus Items**

- A. Surplus property is defined as any unnecessary, obsolete or excess supplies, materials, tools, vehicles, equipment or furniture that has been replaced or retired due to damage, age or change in District's standards and/or specifications.
- B. Items with an estimated book value of \$10,000 or more must be declared surplus by the Board of Directors and disposed of by means of formal or informal sale or auction, exchange or trade, whichever method is deemed appropriate, taking into consideration market trends, demands, economics and convenience.
- C. Items with a book value under \$10,000 must be declared surplus by the General Manager prior to disposal and may be disposed of by means of formal or informal sale or auction, exchange or trade, whichever method is deemed appropriate, taking into consideration market trends, demands, economics and convenience.

### **Physical Inventory of Fixed Assets**

- A. The District will account for and inventory all assets at least once every three years.

### **Ensuring Control over Non-capitalized items (below \$10,000)**

- A. It is important to maintain adequate control of items that fall below the capitalization thresholds and meet the following criteria:
  1. Require special attention to ensure legal compliance
  2. Require special attention to protect public safety and avoid potential liability
  3. Require special attention to compensate for a heightened risk of theft
- B. Guidelines for control of these items include the following:
  1. Control should occur at the departmental level
  2. Control responsibility should be assigned within each department
  3. Departments are responsible for controlled capital type items and will prepare and maintain a complete list each year
  4. Departments will certify each year to the Finance department that updated lists of controlled capital type items are on file and available for inspection
  5. Finance will verify on an annual basis the data on controlled capital type items on file in each department
- C. The Information Technology Department maintains a list which is updated as items are purchased and disposed of as outlined in the administration code section 1517. A physical inventory is taken on an annual basis by the department. The list maintained by Information Technology contain items which include but are not limited to iPads, WIFI Access Points, Portable Access Points, Computers, Copiers, Printers, Monitors, Notebooks, Thin Clients, SCADA, Scanner, and Servers.
- D. The Operations Department maintains a list which is updated as items are purchased and disposed of as outlined in the administration code section 1517. A physical inventory is taken on an annual basis. The list maintained by Operations contains items which include but are not limited to generators, trailers, boring tools, cranes, light towers, and pressure washers.

### **Policy Review**

This policy must be reviewed annually to ensure careful and responsible management over District resources.



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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**SUPPLEMENTARY  
INFORMATION**



### POPULATION WITHIN DISTRICT BOUNDARIES

Last Ten Calendar Years

Year	City of Lake Elsinore	% of Growth	City of Canyon Lake	% of Growth	City of Murrieta (1)	% of Growth	City of Wildomar (2)	% of Growth	Unincorporated Riverside County (1)	% of Growth	Total Population	% of Growth
2022	71,615	10.6 %	11,056	0.3 %	19,546	(0.1)%	36,632	(1.0) %	22,132	(20.2) %	160,981	0.6%
2021	64,762	2.1	11,025	0.2	19,562	0.3	37,013	(0.5)	27,731	4.6	160,093	1.5
2020	63,453	0.8	11,000	(2.5)	19,510	(0.1)	37,183	3.1	26,508	(1.3)	157,654	0.6
2019	62,949	(0.7)	11,285	2.4	19,529	(0.1)	36,066	(0.6)	26,863	5.2	156,692	0.6
2018	63,365	2.1	11,018	1.2	19,546	0.0	36,287	1.4	25,527	1.3	155,743	1.5
2017	62,092	1.8	10,891	2	19,543	0.1	35,782	1.7	25,199	3.1	153,507	1.8
2016	61,006	4.4	10,681	(2.0)	19,529	0.1	35,168	3	24,452	(6.2)	150,836	1.2
2015	58,426	3.0	10,901	0.7	19,512	0.8	34,148	1.3	26,072	8.9	149,059	3.1
2014	56,718	2.3	10,826	0.5	19,351	0.4	33,718	1.6	23,938	4.4	144,551	2.1
2013	55,430	4.5	10,768	0.7	19,269	0.9	33,174	1.4	22,919	31.8 (3)	141,560	6.5

<sup>(1)</sup> Projected population within District boundary. Data restated from 2009 forward to account for the number of multi-family residential units.

<sup>(2)</sup> City of Wildomar incorporated in 2008

<sup>(3)</sup> Projection methods were revised from 2013 forward to account for service accounts with multiple units, i.e. multi-family

Sources: - State of California Department of Finance - Cities of Lake Elsinore, Canyon Lake, Murrieta, Wildomar, and Unincorporated Riverside County  
 - www.cityofwildomar.org  
 - Elsinore Valley Municipal Water District

**ECONOMIC STATISTICS**

Last Ten Calendar Years

<u>Year</u>	<u>Personal Income (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Riverside County Unemployment Rate (3)</u>
2022	8,740,866	55,037	3.4%
2021	8,519,474	53,643	7.2
2020	7,991,418	50,690	15.1
2019	7,691,697	49,088	3.5
2018	7,372,998	47,341	3.7
2017	7,552,804	46,821	5.5
2016	7,132,651	45,219	6.3
2015	6,886,537	44,200	6.8
2014	6,793,790	44,158	8.2
2013	6,692,931	44,138	10.3

<sup>(1)</sup> Projected Personal Income within District boundary - in thousands.

<sup>(2)</sup> Occupation Employment Statistics (OES) for Riverside and San Bernardino Counties for the 1st Quarter of 2019

<sup>(3)</sup> Bureau of Labor Statistics, Department of Labor

Sources: Employment Development Department, State of California, and Elsinore Valley Municipal Water District



**WATER RATE COMPARISON FOR 20 CCF PER MONTH**

As of June 30, 2022

	\$40	\$50	\$60	\$70	\$80	\$90	\$100	\$ 200+
City of Escondido								218.95
City of San Diego							173.62	
Rainbow Municipal Water District							173.09	
Valley Center Municipal Water District							159.97	
Western Municipal Water District (March East)							150.46	
Farm Mutual Water Company							114.97	
Western Municipal Water District (Murrieta)							113.24	
Western Municipal Water District (Rainbow)							100.78	
<b>Elsinore Valley Municipal Water District</b>							<b>97.28</b>	
Western Municipal Water District (Riverside)							96.69	
Rancho California Water District (Santa Rosa Division)						86.55		
Temescal Valley Water District						83.50		
City of Corona				78.01				
City of Riverside (Outside City Limits)				76.15				
Eastern Municipal Water District				70.34				
Eastern Municipal Water District (San Jacinto)			62.22					
City of Riverside (Inside City Limits)		51.80						
Rancho California Water District (Rancho Division)		51.21						

CCF = Hundred Cubic Feet

1 CCF = 748 Gallons

20 CCF = 14,960 Gallons

20 CCF = Approximately 500 Gallons per Day

Includes power zone 2 charge

Based on Single-family Residential Customer with a 3/4 inch Meter

Source: Elsinore Valley Municipal Water District

**MONTHLY WASTEWATER SERVICE CHARGE COMPARISON**

As of June 30, 2022

	\$ 20	\$ 30	\$ 40	\$ 50	\$ 60	\$ 70	\$ 80+
City of Escondido						73.25	
Western Municipal Water District (Riverside, Perris, Cajalco)						71.03	
Valley Center Municipal Water District				56.45			
Rainbow Municipal Water District				55.07			
<b>Elsinore Valley Municipal Water District(1)</b>			<b>48.01</b>				
City of San Diego			47.71				
City of Corona			45.60				
Rancho California Water District			44.00				
Western Municipal Water District (treated by EMWD)			43.38				
City of Riverside			42.96				
Western Municipal Water District (treated by RCWD)			42.58				
Lee Lake Water District		38.57					
Eastern Municipal Water District (Perris Valley)		38.10					
Eastern Municipal Water District (Temecula Valley)		33.00					
Farm Mutual Water Company		32.00					
Eastern Municipal Water District (Sun City)	29.10						
Eastern Municipal Water District (San Jacinto)	27.90						

<sup>(1)</sup> Does Not Include Capital Surcharge

<sup>(2)</sup> Based on a 4 person household

Source: Elsinore Valley Municipal Water District

**MISCELLANEOUS STATISTICS - WATER DIVISIONS**

Last Ten Fiscal Years

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b><u>Elsinore</u></b>										
Water Production Sources (AF)										
Wells (Ground Storage)	3,437	5,521	6,440	4,384	3,861	2,747	2,593	4,670	5,562	3,341
Back Basin Water Treatment Plant	1,851	2,931	2,060	1,803	413	-	1,086	425	1,347	3,237
Canyon Lake Water Treatment Plant	27	948	2,510	435	2,460	1,215	922	1,503	-	-
Imported - MWD (Purchased Water)	19,800	16,821	12,699	13,572	15,218	19,198	16,991	15,703	17,571	17,705
<b>Total Water Production</b>	<b>25,115</b>	<b>26,221</b>	<b>23,709</b>	<b>20,194</b>	<b>21,952</b>	<b>23,160</b>	<b>21,592</b>	<b>22,301</b>	<b>24,480</b>	<b>24,283</b>
Water Sales (AF)	24,596	25,434	22,891	19,291	20,278	22,500	20,574	20,919	23,503	22,888
Unaccountable Water (%)	2.1%	3.0%	3.5%	4.5%	7.6%	2.8%	4.7%	6.2%	4.0%	5.7%
Miles of Pipe In Service	697	700	703	703	725	731	735	730	728	728
Water Meters	41,250	41,858	42,393	42,957	43,858	44,558	44,892	45,100	45,680	46,112
Population Served	139,332	142,300	146,752	148,533	151,203	153,453	154,402	155,331	160,093	160,981
<b><u>Temescal</u></b>										
Water Production Sources (AF)										
Wells (Ground Storage)	2,159	2,757	1,956	306	548	500	214	1,352	1,269	676
Lee Lake (Surface Water)	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Imported - MWD	-	-	-	46	12	71	350	-	8	27
<b>Total Water Production</b>	<b>2,159</b>	<b>2,757</b>	<b>1,956</b>	<b>352</b>	<b>560</b>	<b>571</b>	<b>564</b>	<b>1,352</b>	<b>1,277</b>	<b>703</b>
Water Sales	1,785	2,158	1,936	327	541	542	515	1,401	1,347	682
Unaccountable Water (%)	17.3%	21.7%	1.0%	7.1%	3.4%	5.1%	8.7%	-3.6%	-5.5%	2.9%
Miles of Pipe In Service	65	66	50	50	12	12	12	12	12	12
Water Meters	753	751	751	722	760	770	770	770	766	783
Population Served	2,228	2,251	2,307	2,303	2,303	2,290	2,290	2,323	2,323	2,313
<b><u>Total District Employees</u></b>	<b>168</b>	<b>163</b>	<b>164</b>	<b>164</b>	<b>164</b>	<b>169</b>	<b>169</b>	<b>171</b>	<b>173</b>	<b>173</b>

Source: Elsinore Valley Municipal Water District

MISCELLANEOUS STATISTICS - WASTEWATER DIVISIONS

Last Ten Fiscal Years

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Wastewater Services</b>										
Regional	21,891	22,387	22,899	23,548	24,344	24,907	25,146	25,442	25,946	26,211
Railroad Canyon <sup>(1)</sup>	4,496	4,513	4,520	4,528	4,537	4,553	4,561	4,568	4,594	4,619
Southern <sup>(2)</sup>	4,577	4,577	4,577	4,577	4,577	4,577	4,577	4,577	4,577	4,713
Horsethief Canyon	2,054	2,054	2,054	2,055	2,052	2,052	2,052	2,051	2,051	2,051
<b>Total</b>	<b>33,018</b>	<b>33,531</b>	<b>34,050</b>	<b>34,708</b>	<b>35,510</b>	<b>36,089</b>	<b>36,336</b>	<b>36,638</b>	<b>37,168</b>	<b>37,594</b>
<b>Average Daily Flows (MG)</b>										
Regional	5.270	5.443	5.757	5.278	6.023	5.641	5.950	6.167	6.010	6.089
Railroad Canyon	0.702	0.754	0.641	0.569	0.705	0.696	0.696	0.651	0.699	0.573
Southern <sup>(2)</sup>	0.849	0.803	0.754	0.795	0.734	0.768	0.824	0.879	0.938	0.872
Horsethief Canyon	0.368	0.357	0.354	0.337	0.342	0.333	0.331	0.386	0.359	0.377
<b>Total</b>	<b>7.189</b>	<b>7.357</b>	<b>7.506</b>	<b>6.979</b>	<b>7.804</b>	<b>7.438</b>	<b>7.801</b>	<b>8.083</b>	<b>8.006</b>	<b>7.911</b>
<b>Miles of Pipe in Service</b>										
Regional	291.8	296.8	296.8	300.0	313.3	305.4	306.8	308.2	310.5	311.6
Railroad Canyon	48.9	48.9	48.9	48.9	49.2	46.2	46.2	46.3	46.3	46.2
Horsethief Canyon	18.7	18.7	18.7	18.7	18.7	18.7	18.7	18.2	18.2	18.2
<b>Total</b>	<b>359.4</b>	<b>364.4</b>	<b>364.4</b>	<b>367.6</b>	<b>381.2</b>	<b>370.3</b>	<b>371.7</b>	<b>372.7</b>	<b>375.0</b>	<b>376.0</b>
<b>Number of Lift Stations</b>										
Regional	28	28	28	28	29	29	29	29	29	29
Railroad Canyon	6	6	6	6	6	6	6	6	6	6
Horsethief Canyon	2	2	2	2	2	2	2	2	2	2
<b>Total</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>37</b>	<b>37</b>	<b>37</b>	<b>37</b>	<b>37</b>	<b>37</b>
<b>Reclaimed Water Production (MG)</b>										
Regional	2,044.4	1,986.6	2,101.3	1,926.6	2,198.3	2,059.0	2,171.7	2,257.0	2,187.8	2,222.6
Railroad Canyon	262.8	275.1	234.1	207.8	257.4	254.0	254.0	238.2	255.3	209.0
Horsethief Canyon	133.1	130.2	129.3	122.9	124.9	121.5	121.2	141.4	131.2	137.6
<b>Total</b>	<b>2,440.3</b>	<b>2,391.9</b>	<b>2,464.7</b>	<b>2,257.3</b>	<b>2,580.6</b>	<b>2,434.5</b>	<b>2,546.9</b>	<b>2,636.8</b>	<b>2,574.3</b>	<b>2,569.3</b>

<sup>(1)</sup> Approximately 10% of Canyon Lake Sewer accounts are located in Eastern Municipal Water District

<sup>(2)</sup> Treatment for Southern Wastewater Division is facilitated through Santa Rosa Regional Resources Authority

<sup>(3)</sup> Various properties were reclassified from Regional to Southern service



## TEN LARGEST CUSTOMERS - ELSINORE WATER DIVISION

Fiscal Year Ended June 30, 2022

Customer Name	Business Type	Annual Water Sales in Acre Feet	Annual Water Revenues	Percentage of District Water Revenues
1. LEUSD	School District	704	\$ 1,357,751	2.34%
2. City of Lake Elsinore	Government	428	747,913	1.29
3. Tuscany Hills Landscape & Rec Corp	Property Owners Association	269	579,955	1.00
4. City of Murrieta	Government	241	577,623	1.00
5. Farm Mutual Water Company	Water Company	334	537,146	0.93
6. Greer Ranch Community Association	Property Owners Association	214	443,427	0.76
7. Canyon Lake POA	Property Owners Association	176	395,495	0.68
8. KB Homes Coastal Inc	Property Owners Association	138	372,613	0.64
9. Rosetta Canyon Community Assoc	Property Owners Association	154	299,374	0.52
10. The Colony at California Oaks	Property Owners Association	134	285,425	0.49
<b>Total</b>		<u>2,792</u>	<u>\$ 5,596,722</u>	<u>9.65%</u>

Source: Elsinore Valley Municipal Water District

**TEN LARGEST CUSTOMERS - TEMESCAL WATER DIVISION**

Fiscal Year Ended June 30, 2022

Customer Name	Business Type	Annual Water Sales in Acre Feet	Annual Water Revenues	Percentage of District Water Revenues
1. California Meadows HOA	Property Owners Association	27	\$ 61,200	0.11%
2. Glen Ivy RVPOA	Property Owners Association	41	47,893	0.08
3. Butterfield Estates Homeowners Association	Property Owners Association	23	41,045	0.07
4. Bledsoe Construction	Business	9	17,215	0.03
5. Glen Ivy Village Inc	Property Owners Association	8	9,353	0.02
6. Werner Corp	Business	3	9,264	0.02
7. Resident	Residence	3	7,711	0.01
8. Resident	Residence	2	6,615	0.01
9. Concept Corp.	Business	2	5,345	0.01
10. Resident	Residence	2	5,071	0.01
Total		<u>120</u>	<u>\$ 210,712</u>	<u>0.37%</u>

Source: Elsinore Valley Municipal Water District

**TEN LARGEST CUSTOMERS - WASTEWATER DIVISION**

Fiscal Year Ended June 30, 2022

Customer Name	Business Type	Annual Wastewater Revenues	Percentage of District Wastewater Revenues
1. Cottonwood Canyon Hills HOA	Property Owners Association	\$ 309,195	1.15%
2. LEUSD	School District	296,509	1.1
3. City of Lake Elsinore	Government	282,495	1.05
4. Canyon Lake POA	Property Owners Association	231,675	0.86
5. Summerly Community Association	Property Owners Association	193,276	0.72
6. Links at Summerly	Golf Course	172,291	0.64
7. Horsethief Canyon Ranch Maint. Corp.	Property Owners Association	122,619	0.46
8. Amanda Park Partners	Apartment Complex	102,603	0.38
9. Lake Elsinore Casino	Casino	98,579	0.37
10. Blue Canary Corporation	Business Complex	80,558	0.3
<b>Total</b>		<b>\$ 1,889,800</b>	<b>7.03%</b>

Source: Elsinore Valley Municipal Water District



# **ELSINORE VALLEY**

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MUNICIPAL WATER DISTRICT

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A photograph of industrial machinery, likely a water treatment plant, featuring large red handwheels on valves and various metal pipes and structures. The image is partially framed by a large blue circular graphic on the left side.

## **GLOSSARY**

**Terminology & Definitions** ◊

**Acronyms & Abbreviations** ◊





## **TERMINOLOGY & DEFINITIONS**

**ACTUAL:** Represents the actual costs from the results of operations.

**ACRE-FOOT (AF):** A unit of measure equivalent to one acre covered by one foot of water (equal to 325,851 gallons or 435.6 hundred cubic feet of water), which meets the needs of two average families in and around the home for one year.

**ACCOUNT:** A financial tool for tracking revenues, expenditures and other financial transactions.

**ACCRUAL BASIS:** The method of accounting that recognizes income when earned and expenses when incurred regardless of when cash is received or disbursed.

**APPROPRIATION:** a sum of money or total of assets devoted to a special purpose.

**ARBITRAGE:** the simultaneous buying and selling of securities, currency, or commodities in different markets or in derivative forms in order to take advantage of differing prices for the same asset.

**AUDIT:** an official inspection of an individual's or organization's accounts, typically by an independent body.

**BALANCED BUDGET:** A budget in which the expenditures incurred during a given period are matched by revenues.

**BOND:** A certificate of debt issued by an entity, guaranteeing payment of the original investment, plus interest, by a specified future date.

**GENERAL OBLIGATION BOND (GOs):** A bond requiring a 2/3 vote of the registered voters and backed by the full faith, credit, and taxing power of the issuing government.

**REVENUE BOND:** A bond backed by either the revenue produced by the capital improvement or by commitment of a specific revenue source.

**BUDGET:** A financial plan that identifies anticipated revenues, projected expenses, and establishes the amount of funding allocated for each.

**CAPITAL IMPROVEMENT:** Construction of facilities in accordance with the District's water and sewer master plans that have a cost of \$35,000 or more.

**CAPITAL PROJECTS FUND:** Utilized to account for financial resources used in the acquisition or construction of major capital facilities.

**CAPITAL OUTLAY:** Individual item purchases of furniture, fixtures, machinery, vehicles, and equipment with an individual cost of at least \$2,500 and having a useful life of two years or more.

**CERTIFICATES OF PARTICIPATION (COP):** A form of lease-purchase financing used to construct or acquire capital facilities and equipment.

**COMMUNITY FACILITIES DISTRICT (CFD):** A special district that can issue tax-exempt bonds for the planning, design, acquisition, construction, and/or operation of public facilities, as well as provide public services to district residents. Special tax assessments levied by the district are used to repay the bonds.

**DEBT COVERAGE:** A margin of safety for payment of debt service, reflecting the number of times by which earnings for a period of time exceed debt service payable in such a period.

**DEBT SERVICE:** The payment of principal and interest on borrowed funds such as bonds and other debt instruments according to a pre-determined schedule.

**DEBT SERVICE FUND:** Utilized to account for the accumulation and payment of resources related to general long-term debt.

**DEBT SERVICE RESERVES:** Reserves required by the District's bond covenants, usually 10% of the initial bond issue amount.

**DEFICIT:** The excess of expenditures over revenues during an accounting period.

**DEPRECIATION:** a reduction in the value of an asset with the passage of time, due in particular to wear and tear

**ENTERPRISE FUND:** Utilized to account for operations that are financed and operated in a manner similar to private sector enterprises where the cost of providing services to the general public is recovered primarily through user charges.

**EXPENDITURE:** Decrease in net financial resources. Represents the actual payment for goods and services or the accrual thereof.

**FEDERAL INSURANCE CONTRIBUTIONS ACT (FICA):** Expenses incurred by the District for the matching of social security and medicare taxes withheld from employees' payroll as required by the federal government.

**FISCAL YEAR:** A twelve-month time period signifying the beginning and ending period for recording financial transactions. The District's fiscal year begins July 1 and ends June 30.

**FULL SERVICE:** The construction of a service line and installation of a water meter.

**FUND:** An accounting entity with a set of self-balancing accounts for recording the financial resources and transactions of specific activities for a governmental organization.

**FUND BALANCE:** The difference between the assets and liabilities for a particular fund at any given point in time.

**HANG SERVICE:** The installation of a water meter into an existing service line.

**INTERNAL SERVICE FUND:** The District's Internal Service Funds are used to account for the expenditures of goods and services provided to the different funds of the District on a cost reimbursement basis.

**MAINTENANCE COSTS:** All expenditures for maintenance and repair of property and equipment including renewal of minor items are charged to the appropriate maintenance expense accounts. A betterment or replacement of a unit or property is accounted for as an addition or retirement of property.

**OPERATING EXPENDITURES:** Costs relating to labor, materials, repairs, equipment, and other costs required for daily operation of a department or fund.

**OPERATING RESERVES:** Reserve funds equal to 20% of the budgeted operating expenditures as stipulated in the District's water and sewer Master Resolution.

**PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS):** An agent, multiple employer, public retirement system to which the District contributes that acts as a common investment and administrative agent for participating public entities within the State of California.

**PROGRAM:** An activity or group of similar activities organized as a subunit of a department for planning and performance measurement purposes.

**RATE STABILIZATION RESERVES:** The District may deposit Rate Stabilization Funds in such amounts as shall be determined by the Board of Directors. Possible funding sources include water and sewer revenues, which can be utilized to mitigate rate increases as required.

**RESOURCES:** The amounts available for appropriation including estimated revenues and beginning fund balances.

**RESTRICTED FUNDS:** Funds set aside or restricted for a specific purpose by legal commitment, by law, or by Board action.

**REVENUE:** Income received through such sources as taxes, fines, fees, grants or service charges which can be used to finance operations or capital assets.

**SEWER:** Word being used interchangeable with wastewater.

**SPECIAL REVENUE FUND:** Utilized to account for the proceeds from specific revenue sources (other than trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

**SUPERVISORY CONTROL AND DATA ACQUISITION (SCADA):** This System collects operational data from remote units to monitor and control water and wastewater systems and facilities throughout the District's service area.

**SURPLUS:** The excess of revenues over expenditures during an accounting period.

**TOTAL MAXIMUM DAILY LOADS (TMDL):** The amount of particular pollutant that a water body can receive from both point and non-point sources and still meet water quality standards.

**WASTEWATER:** Word being used interchangeable with sewer.

**ACRONYMS:**

**ACWA:** Association of California Water Agencies  
**AF:** Acre Feet  
**ACFR:** Annual Consolidated Financial Report  
**AQMD:** Air Quality Management District  
**AWWA:** American Water Works Association  
**BMP:** Best Management Practices  
**BOD:** Biochemical Oxygen Demand  
**CCF:** Hundreds of Cubic Feet (1 CCF = 748 Gallons)  
**CFD:** Community Facilities District  
**CFS:** Cubic Feet per Second  
**CIP:** Capital Improvement Project  
**CIPO:** Capital Improvement Project Office  
**CIS:** Customer Information System  
**CLWTP:** Canyon Lake Wastewater Treatment Plant  
**CMMS:** Computerized Maintenance Management System  
**COD:** Chemical Oxygen Demand  
**COLA:** Cost of Living Adjustment  
**COP:** Certificate of Participation  
**CSMFO:** California Society of Municipal Finance Officers  
**CT:** Contact Time  
**CY:** Current Year  
**DCS:** Distributed Control System  
**DHS:** Department of Health Services  
**EDU:** Equivalent Dwelling Units  
**EPA:** Environmental Protection Agency  
**ERP:** Enterprise Resource Planning  
**ET:** Evapotranspiration  
**EVMWD:** Elsinore Valley Municipal Water District  
**FICA:** Federal Insurance Contributions Act  
**FOG:** Fat Oil and Grease Program  
**FY:** Fiscal Year  
**GFOA:** Government Finance Officers Association  
**GO:** General Obligation Bond  
**HR:** Human Resources  
**HWRF:** Horsethief Wastewater Reclamation Facility  
**KWH:** Kilowatts per Hour  
**LESJWA:** Lake Elsinore San Jacinto Watersheds Authority  
**LIMS:** Laboratory Information Management System  
**MCC:** Motor Control Center

**MCL:** Maximum Containment Level  
**MGD:** Million Gallons per Day  
**MWD:** Metropolitan Water District  
**MOU:** Memorandum of Understanding  
**NPDES:** National Pollutant Discharge Elimination Systems  
**NPV:** Net Present Value  
**O&M:** Operation & Maintenance  
**OSHA:** Occupational Safety & Health Administration  
**PACL:** PolyAluminum Chloride  
**PERS:** Public Employee Retirement System  
**PLC:** Programmable Logic Controller  
**PE:** Personal Protection Equipment  
**PY:** Prior Year  
**RCWD:** Rancho California Water District  
**RCWRF:** Railroad Canyon Water Reclamation Facility  
**RFP:** Request for Proposal  
**RWRF:** Regional Water Reclamation Facility  
**SAN:** Storage Array Network  
**SARBS:** Santa Ana River Basin Section  
**SCADA:** Supervisory Control and Data Acquisition  
**SLGS:** State and Local Government Series Securities  
**SOP:** Standard Operating Procedures  
**SRRA:** Santa Rosa Regional Resources Authority  
**SSMP:** Sewer System Management Plan  
**SSO:** Sanitary Sewer Overflow  
**SWRCB:** State Water Resource Control Board  
**THM:** Trihalomethanes  
**TIC:** True Interest Cost  
**TIN:** Total Inorganic Nitrogen  
**TMDL:** Total Maximum Daily Loads  
**TOC:** Total Organic Carbon  
**TSS:** Total Suspended Solids  
**UG/L:** Microgram per Liter  
**WAN:** Wide Area Network  
**WRF:** Water Reclamation Facility



# BOARD RESOLUTION

ELSINORE VALLEY MUNICIPAL WATER DISTRICT





RESOLUTION NO. 21-06-05

RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
ELSINORE VALLEY MUNICIPAL WATER DISTRICT REVISING  
RATES FOR WATER AND RECYCLED WATER FEES AND  
CHARGES, WATER AND SEWER CAPACITY FEES, AND  
TAKING OTHER ACTIONS RELATING THERETO

WHEREAS, the Board of Directors of the Elsinore Valley Municipal Water District, has reviewed, studied and determined water and wastewater revenue requirements for the FY2022 through FY2023 Operating and Capital Budget (the "Budget"); and

WHEREAS, the Board of Directors has determined to allocate costs on a fair and equitable basis to all the customers it serves, while also ensuring the District is able to recover its cost of providing water and recycled water service and maintaining financial stability; and

WHEREAS, to that end, the District retained an independent consultant to review the District's cost of service; and

WHEREAS, the Board of Directors and staff have engaged in ongoing efforts to improve efficiency of operating water and recycled water systems while maintaining high quality service, thereby controlling projected water and recycled water operating expense increases for the next four fiscal years; and

WHEREAS, however, based on review of the independent consultant, the Board of Directors has determined that rate adjustments to water and recycled water service fees and charges (collectively, the "Charges") are necessary for fiscal years 2021-22 through 2024-25, as well as other changes to fees for services as set forth in Exhibit A hereto; and

WHEREAS, the District provides water service to properties within the Elsinore Division and the Temescal Division of the District; and

WHEREAS, the proposed rate structure for water service fees for both divisions includes a fixed charge, a variable commodity charge, and a power surcharge. The fixed charge is determined based on the size of the meter serving the property, measured in inches. The commodity charge is determined based on the class of customer receiving such water service, and the type of service received, measured in hundred cubic feet ("CCF"), which equal 748 gallons. Recycled, potable, and irrigation water customers are charged for water use based on inclining tiers, which passes on the increased cost of service associated with higher water use to those customers using the most water. Depending on where a property is located, power zone charges may also be imposed, which are charged based on CCF of water used, and recover the increased costs of providing power to pump water to higher elevations; and

WHEREAS, certain properties within both divisions have private fire lines installed, and will be charged an additional fixed meter charge to recover the costs associated with such private fire line; and

WHEREAS, the Charges are equitable to all customer classes; and

WHEREAS, the amount of the Charges will not exceed the proportional cost of the service attributable to each parcel upon which they are proposed for imposition; and

WHEREAS, the Charges will not be imposed on a parcel unless the service is actually used by, or immediately available to, the owner of the parcel; and

WHEREAS, article XIII D, section 6 of the California Constitution ("Article XIII D") requires that prior to imposing any increase to the Charges, the District shall provide written notice (the "Notice") by mail of the new or increased Charges to the record owner of each parcel upon which the Charges are proposed for imposition and any tenant directly liable for payment of the Charges, the amount of the Charges proposed to be imposed on each parcel, the basis upon which the Charges were calculated, the reason for the Charges, and the date, time, and location of a public hearing (the "Hearing") on the proposed Charges; and

WHEREAS, pursuant to Article XIII D such Notice is required to be provided to the affected property owners and any tenant directly liable for the payment of the Charges not less than forty-five days prior to the Hearing on the proposed Charges; and

WHEREAS, the District did provide such Notice to the affected property owners and tenants in compliance with Article XIII D; and

WHEREAS, the Hearing was held on June 24, 2021; and

WHEREAS, at the Hearing, the Board of Directors considered all written protests to the proposed rate increases to the Charges received prior to the close of the Hearing, and heard oral testimony concerning the establishment and imposition of the proposed rate increases to the Charges, and at the close of the Hearing the District determined that it did not receive written protests against the establishment and imposition of the proposed increases to the Charges from a majority of the affected property owners and tenants directly liable for the payment of such Charges; and

WHEREAS, the Board of Directors has determined the need to increase the water and sewer capacity fees for FY2022, to reflect the increase in Engineering News Record's Construction Index (ENR) for the month of April 2021, along with contractual increases outlined in the Funding Agreements relating to Community Facilities District No. 98-1 (Temescal Valley Project) as indicated on Exhibit A; and

WHEREAS, the Board of Directors has determined the need to increase the meter installation charge for FY2022 and FY2023 to account for changes in material and labor costs as indicated on Exhibit A; and

WHEREAS, the proposed water and sewer capacity fees, and the meter installation charge, are imposed for specific governmental services or products and do not exceed the cost of providing such services or products, and are therefore capacity fees and connection fees (respectively) under Government Code section 66013, and are not "taxes" within the meaning of article XIII C, section 1(e) of the California constitution;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE ELSINORE VALLEY MUNICIPAL WATER DISTRICT, AS FOLLOWS

Section 1. The Recitals set forth above are made findings of this Board and are incorporated herein and made an operative part of this Resolution.

Section 2. To the extent any Charges, capacity fees, or meter installation fees established by this Resolution are inconsistent with any fee or charge previously adopted; it is the explicit intention of the Board of Directors that the Charges, capacity fees, or meter installation fees adopted pursuant to this Resolution shall prevail.

Section 3. The Charges and other fees listed in Exhibit A are hereby adopted at the rates, and to take effect on the dates, set forth therein. Additionally, the Budget in the form presented to the Board is hereby adopted.

Section 4. Beginning on January 1, 2022 and any time thereafter through June 30, 2025, the District may increase the rates for the water service charges by the annual percentage increase as of March of the prior year, in the Consumer Price Index, all Urban Consumers, for the Riverside – San Bernardino – Ontario County Area (as successor to the index for Los Angeles-Orange-Riverside County Area) ("CPI"), as determined by the United States Department of Labor Statistics and not to exceed 5% in any fiscal year (the "Inflationary Adjustments").

Additionally, the rates for the water service charges may also increase annually, beginning July 1, 2021 and any time thereafter through and including June 30, 2025, by an amount equal to (1) any incremental increase in the cost of energy purchased from Southern California Edison and (2) any increases for the cost of water purchased from Western Municipal Water District (the "Wholesale Pass-Throughs" and, together with the Inflationary Adjustment, the "Pass-Throughs"), not to exceed 8% in total in any fiscal year.

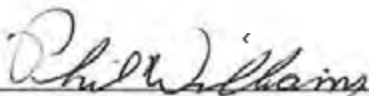
The Pass-Throughs may be automatically implemented without further published notice, provided that (1) any increase to the rates for the water service charges as a result of the Pass-Throughs will not cause the water service rates to exceed the cost of providing service and (2) the District mails a notice of the Pass-Through to all affected properties at least thirty days prior to any implementation.

Section 5. The General Manager is hereby authorized and directed to take all action necessary to implement and collect the Charges set forth herein. The Board further direct staff to amend the Administrative Code as such amendments were presented to the Board, provided that future amendments to the Administrative Code may be made by motion.

Section 6. The Board of Directors finds that the administration, operation, maintenance, and improvements of the District's water and recycled water systems, which are to be funded by the Charges, and set forth herein, are necessary to maintain service within the District's existing water and recycled water service areas as described herein. The Board of Directors further finds that the administration, operation, maintenance, and improvements of the District's water and recycled water systems, to be funded by the Charges, will not expand the District's water and recycled water systems. The Board of Directors further finds that the adoption of the Charges is necessary and reasonable to fund the administration, operation, maintenance, and improvements of the District's water and recycled water systems. Based on these findings, the Board determines that the adoption of the Charges established by this Resolution are exempt from the requirements of the California Environmental Quality Act pursuant to section 21080(b)(8) of the Public Resources Code and section 15273(a) of the State CEQA Guidelines.

Section 7. If any section, subsection, clause, or phrase in this Resolution or the application thereof to any person or circumstances is for any reason held invalid, the validity of the remainder of this Resolution or the application of such provisions to other persons or circumstances shall not be affected thereby. The Board hereby declares that it would have passed this Resolution and each section, subsection, sentence, clause, or phrase thereof, irrespective of the fact that one or more sections, subsections, sentences, clauses or phrases or the application thereof to any person or circumstance be held invalid.

ADOPTED, SIGNED AND APPROVED this 24<sup>th</sup> day of June, 2021.

  
\_\_\_\_\_  
Phil Williams, President of the  
Board of Directors of  
Elsinore Valley Municipal Water District

ATTEST:

  
\_\_\_\_\_  
Terese Quintanar, Secretary of the  
Board of Directors of  
Elsinore Valley Municipal Water District

STATE OF CALIFORNIA        )  
  ) ss:  
COUNTY OF RIVERSIDE        )

I, Terese Quintanar, Secretary of the Board of Directors of the Elsinore Valley Municipal Water District, do hereby certify that the foregoing Resolution No. 21-06-05, was duly adopted by said Board at its Adjourned Regular Board Meeting held on June 24, 2021 and that it was so adopted by the following roll call vote:

AYES:        Burke, Morris, Ryan, Williams  
NOES:        None  
ABSENT:     None  
ABSTAIN:    None



\_\_\_\_\_  
Terese Quintanar, Secretary of the  
Board of Directors of the  
Elsinore Valley Municipal Water District

## WATER COMMODITY RATES

Commodity Rates	1/1/2022 per CCF	7/1/2022 per CCF	7/1/2023 per CCF	7/1/2024 per CCF
<b>Elsinore Water Division</b>				
Domestic				
Tier 1	\$2.57	\$2.72	\$2.85	\$2.98
Tier 2	3.38	3.57	3.74	3.91
Tier 3	6.09	6.43	6.72	7.03
Tier 4	7.94	8.38	8.76	9.16
Irrigation				
Tier 1	3.36	3.55	3.71	3.88
Tier 2	6.46	6.82	7.13	7.46
Tier 3	9.06	9.56	10.00	10.45
Commercial/Institutional/				
Hydrant Water	3.31	3.50	3.66	3.83
	5.80	6.12	6.40	6.69
Recycled/Non-Potable				
Tier 1	2.56	2.66	2.70	2.83
Tier 2	4.42	4.58	4.65	4.87
Tier 3	5.66	5.87	5.96	6.24
Inter-agency / Wholesale				
Tier 1	2.80	2.96	3.10	3.24
Tier 2	5.01	5.29	5.53	5.78
Tier 3	7.16	7.56	7.91	8.27
<b>Temescal Water Division</b>				
Domestic				
Tier 1	1.38	1.60	1.86	2.15
Tier 2	2.74	3.17	3.68	4.25
Tier 3	4.03	4.63	5.37	6.19
Tier 4	10.45	12.08	13.99	16.12
Irrigation				
Tier 1	2.40	2.78	3.22	3.72
Tier 2	4.47	5.17	5.99	6.91
Tier 3	11.48	13.28	15.38	17.73
Commercial	\$2.32	\$2.69	\$3.12	\$3.60

1 AF = 435.6 CCF

1 CCF = 748 gallons

## Monthly Fixed Meter Charges

Water Divisions\*

Meter Sizes (Inches)	1/1/2022	7/1/2022	7/1/2023	7/1/2024
3/4	\$30.28	\$31.95	\$33.39	\$34.90
1	50.47	53.25	55.65	58.16
1 1/2	100.94	106.50	111.30	116.31
2	161.49	170.38	178.05	186.07
3	322.98	340.75	356.09	372.12
4	504.66	532.42	556.38	581.42
6	1,009.31	1,064.83	1,112.75	1,162.83
8	1,614.89	1,703.71	1,780.38	1,860.50
10	4,239.10	4,472.26	4,673.52	4,883.83
12	5,349.34	5,643.56	5,897.53	6,162.92

## Monthly Fixed Fire Line Charges

Water Divisions\*

Meter Sizes (Inches)	1/1/2022	7/1/2022	7/1/2023	7/1/2024
2	2.81	2.97	3.11	3.25
3	4.34	4.58	4.79	5.01
4	9.77	10.31	10.78	11.27
6	28.35	29.91	31.26	32.67
8	60.44	63.77	66.64	69.64
10	108.66	114.64	119.80	125.20
12	175.50	185.16	193.50	202.21

## POWER CHARGES

Divisions	1/1/2022	7/1/2022	7/1/2023	7/1/2024
<b>Elsinore Water</b>				
Zone 1	\$0.13	\$0.14	\$0.15	\$0.16
Zone 2	\$0.31	\$0.33	\$0.35	\$0.37
Zone 3	\$1.61	\$1.70	\$1.78	\$1.87
<b>Temescal Water</b>				
Potable	\$0.13	\$0.14	\$0.15	\$0.16

## CAPACITY FEES

Type	7/1/2021
<b>Water (Per 3/4" Meter)</b>	<b>\$13,713</b>
Pumping Plant	1,335
Storage	2,386
Temescal Valley Project	3,051
Source of Supply	2,938
Transmission Facilities	4,003
<b>Sewer (per EDU)*</b>	<b>7,941</b>
Treatment	4,085
Collection	3,856
<b>Alberhill Sewer (per EDU)**</b>	<b>12,319</b>
Treatment	8,463
Collection	3,856

\*Applies to Regional and Canyon Lake Service Areas

\*\*Applies to any new flows to the Horsethief Treatment Plant



RESOLUTION NO. 21-06-06

RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
ELSINORE VALLEY MUNICIPAL WATER DISTRICT REVISING  
RATES FOR SEWER FEES AND CHARGES AND TAKING OTHER  
ACTIONS RELATING THERETO

WHEREAS, the Board of Directors has determined to allocate costs on a fair and equitable basis to all the customers it serves, while also ensuring the District is able to recover its cost of providing sewer service and maintaining financial stability; and

WHEREAS, to that end, the District retained an independent consultant to review the District's cost of service; and

WHEREAS, the Board of Directors and staff have engaged in ongoing efforts to improve efficiency of operating the sewer system while maintaining high quality service, thereby controlling projected sewer operating expense increases for the next four fiscal years; and

WHEREAS, however, based on review of the independent consultant, the Board of Directors has determined that rate adjustments to sewer service fees and charges (collectively, the "Charges") are necessary for fiscal years 2021-22 through 2024-25 as set forth in Exhibit A hereto; and

WHEREAS, properties receiving sewer service from the District will be subject to differing rate structures depending on the type of customer. Residential customers will be subject to a fixed charge, and a variable residential charge calculated based on the number of persons per household. Commercial customers will be subject to a fixed charge, and a separate variable charge depending on the type of commercial customer, in order to account for assumed variations in strength and flow of wastewater discharge; and

WHEREAS, the revenues derived from the Charges will not exceed the funds required to provide the services and shall be used exclusively for the operation and maintenance of the sewer system; and

WHEREAS, the Charges are equitable to all customer classes; and

WHEREAS, the amount of the Charges will not exceed the proportional cost of the service attributable to each parcel upon which they are proposed for imposition; and

WHEREAS, the Charges will not be imposed on a parcel unless the service is actually used by, or immediately available to, the owner of the parcel; and

WHEREAS, article XIII D, section 6 of the California Constitution ("Article XIII D") requires that prior to imposing any increase to the Charges, the District shall provide

written notice (the "Notice") by mail of the new or increased Charges to the record owner of each parcel upon which the Charges are proposed for imposition and any tenant directly liable for payment of the Charges, the amount of the Charges proposed to be imposed on each parcel, the basis upon which the Charges were calculated, the reason for the Charges, and the date, time, and location of a public hearing (the "Hearing") on the proposed Charges; and

WHEREAS, pursuant to Article XIII D such Notice is required to be provided to the affected property owners and any tenant directly liable for the payment of the Charges not less than forty-five days prior to the Hearing on the proposed Charges; and

WHEREAS, the District did provide such Notice to the affected property owners and tenants in compliance with Article XIII D; and

WHEREAS, the Hearing was held on June 24, 2021; and

WHEREAS, at the Hearing, the Board of Directors considered all written protests to the proposed rate increases to the Charges received prior to the close of the Hearing, and heard oral testimony concerning the establishment and imposition of the proposed rate increases to the Charges, and at the close of the Hearing the District determined that it did not receive written protests against the establishment and imposition of the proposed increases to the Charges from a majority of the affected property owners and tenants directly liable for the payment of such Charges;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE ELSINORE VALLEY MUNICIPAL WATER DISTRICT, AS FOLLOWS

Section 1. The Recitals set forth above are made findings of this Board and are incorporated herein and made an operative part of this Resolution.

Section 2. To the extent any Charges established by this Resolution are inconsistent with any fee or charge previously adopted; it is the explicit intention of the Board of Directors that the Charges adopted pursuant to this Resolution shall prevail.

Section 3. The Charges and other fees listed in Exhibit A are hereby adopted at the rates, and to take effect on the dates, set forth therein.

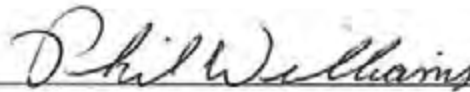
Section 4. The General Manager is hereby authorized and directed to take all action necessary to implement and collect the Charges set forth herein. The Board further direct staff to amend the Administrative Code as such amendments were presented to the Board, provided that future amendments to the Administrative Code may be made by motion.

Section 5. The Board of Directors finds that the administration, operation, maintenance, and improvements of the District's sewer system, which is to be funded by the Charges, and set forth herein, are necessary to maintain service within the District's

existing sewer service areas as described herein. The Board of Directors further finds that the administration, operation, maintenance and improvements of the District's sewer system, to be funded by the Charges, will not expand the District's sewer system. The Board of Directors further finds that the adoption of the Charges is necessary and reasonable to fund the administration, operation, maintenance and improvements of the District's sewer system. Based on these findings, the Board determines that the adoption of the Charges established by this Resolution are exempt from the requirements of the California Environmental Quality Act pursuant to section 21080(b)(8) of the Public Resources Code and section 15273(a) of the State CEQA Guidelines.

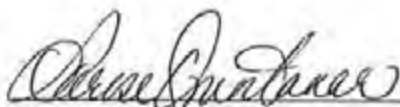
Section 6. If any section, subsection, clause or phrase in this Resolution or the application thereof to any person or circumstances is for any reason held invalid, the validity of the remainder of this Resolution or the application of such provisions to other persons or circumstances shall not be affected thereby. The Board hereby declares that it would have passed this Resolution and each section, subsection, sentence, clause, or phrase thereof, irrespective of the fact that one or more sections, subsections, sentences, clauses or phrases or the application thereof to any person or circumstance be held invalid.

ADOPTED, SIGNED AND APPROVED this 24<sup>th</sup> day of June, 2021



Phil Williams, President of the  
Board of Directors of  
Elsinore Valley Municipal Water District

ATTEST:



Terese Quintanar, Secretary of the  
Board of Directors of  
Elsinore Valley Municipal Water District

STATE OF CALIFORNIA            )  
  ) ss.  
COUNTY OF RIVERSIDE        )


I, Terese Quintanar, Secretary of the Board of Directors of the Elsinore Valley Municipal Water District, do hereby certify that the foregoing Resolution No. 21-06-06, was duly adopted by said Board at its Adjourned Regular Board Meeting held on June 24, 2021 and that it was so adopted by the following roll call vote:

AYES:            Burke, Morris, Ryan, Williams

NOES:           None

ABSENT:        None

ABSTAIN:       None

  
\_\_\_\_\_  
Terese Quintanar, Secretary of the  
Board of Directors of the  
Elsinore Valley Municipal Water District

**WASTEWATER RATES**

<b>Classification</b>	<b>1/1/2022</b>	<b>7/1/2022</b>	<b>7/1/2023</b>	<b>7/1/2024</b>
Domestic				
I Fixed Charge	21.11	21.96	22.90	23.88
I Variable Charge*	7.21	7.50	7.82	8.16
Commercial (applies to all service areas)				
Fixed Charge	21.11	21.96	22.90	23.88
II Commercial	4.32	4.50	4.70	4.90
III Commercial	5.20	5.41	5.64	5.88
IV Commercial	9.67	10.06	10.49	10.94
V Institutional	3.92	4.08	4.26	4.45
VII Septage (per gallon)	0.125	0.13	0.135	0.14
VII Schools	3.92	4.08	4.26	4.45

NOTE: Canyon Lake sewer surcharges remain the same (\$12.00/month)

\*The variable component of the rate will be based on persons per household