

Borrego Water District Board of Directors
Special Meeting
May 19, 2026 @ 9:00 A.M.
806 Palm Canyon Drive
Borrego Springs, CA 92004

The Borrego Water District Board of Directors meeting as scheduled will be conducted in person and in an electronic format. Please note BWD is providing remote attendance options solely as a matter of convenience to the public. BWD will not stop or suspend its in-person public meeting should a technological interruption occur with respect to the GoTo meeting or call-in line listed on the agenda. We encourage members of the public to attend BWD meetings in-person at the address printed above. Anyone who wants to listen to or participate in the meeting remotely is encouraged to observe the GO TO MEETING at:

Please join my meeting from your computer, tablet or smartphone.

<https://meet.goto.com/895538645>

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I. OPENING PROCEDURES -

- A. Call to Order
- B. Pledge of Allegiance
- C. Directors' Roll Call: President Dice, Vice President Baker, Directors Duncan, *Johnson & Moran
***** **Teleconference available at 238 St Marks Rd York Ontario Canada** *****
- D. Approval of Agenda
- E. Comments from the Public & Requests for Future Agenda Items (may be limited to 3 min)
- F. Comments from Directors
- G. Correspondence Received from the Public - None

II. ITEMS FOR BOARD CONSIDERATION AND POSSIBLE ACTION -

- A. Consent Calendar
 - 1. Name Transfer on Town Center Sewer Holder EDUs – D Del Bono
- B. Borrego Springs Subbasin Watermaster
 - 1. Update on Board Activities – G Moran/T Baker, VERBAL
 - 2. Discuss Agenda Items from Upcoming Meeting – G Moran/T Baker, VERBAL
 - 3. Update on Technical Advisory Committee Activities – T Driscoll, VERBAL
 - 4. Groundwater Dependent Ecosystems - G Moran/T Baker,
 - i. Best Available Science Determination and BWDs Next Steps
- C. UCI Field Investigations of Following Experiments – L Brigham, UCI - VERBAL
- D. Following Options Update – G Poole/D Bauer
- E. Draft FY 2026-27 BWD Budget – J Clabaugh

AGENDA: May 19, 2026: The Borrego Springs Water District complies with the Americans with Disabilities Act. Persons with special needs should call Geoff Poole, General Manager – at (760) 767 – 5806 at least 48 hours in advance of the start of this meeting, in order to enable the District to make reasonable arrangements to ensure accessibility. If you challenge any action of the Board of Directors in court, you may be limited to raising only those issues you or someone else raised at the public hearing, or in written correspondence delivered to the Board of Directors (c/o the Board Secretary) at, or prior to, the public hearing.

All Documents for public review on file with the District's secretary located at 806 Palm Canyon Drive, Borrego Springs CA 92004. Any public record provided to a majority of the Board of Directors less than 72 hours prior to the meeting, regarding any item on the open session portion of this agenda, is available for public inspection during normal business hours at the Office of the Board Secretary, located at 806 Palm Canyon Drive, Borrego Springs CA 92004.

III. BOARD COMMITTEE REPORTS, IF NEEDED

STANDING:

- A. Operations and Infrastructure - Duncan/Baker
- B. Finance, Audit and Budget - Dice/Moran

AD HOC:

- A. T2 Developers Agreement - Baker/Duncan
- B. Organizational Assessment – Duncan/Baker
- C. Proposition 4 Funding – Dice/Johnson

IV. STAFF REPORTS

- A. Waste Water: April 2026 Monthly Report – R Martinez
- B. Water: April 2026 Monthly Report – M Marin
- C. Finance: March 2026 Monthly Report – J Clabaugh
- D. Administration – D Del Bono, Verbal
- E. Legal Counsel – S Anderson, Verbal
- F. General Manager – G Poole, Verbal

V. CLOSED SESSION:

- A. CONFERENCE WITH LEGAL COUNSEL - Paragraph (1) of Government Code, section 54956.9 – Existing Litigation (Borrego Water District v. All Persons (Groundwater), Orange County Superior Court Case No. 37-2020-0000577)
- B. Performance Evaluation of General Manager: GM Performance Review – Conference for Public Employee Performance Evaluation - Title: General Manager Employee Performance Review- pursuant to subdivision (d) (4) of Government Code Section (Government Code §54957)

VI. CLOSING PROCEDURE:

- A. The next Board Meeting is scheduled for 9:00 AM on June 16, 2026, to be available online and in person at 806 Palm Canyon Drive. See Board Agenda at BorregoWD.org for details, Agenda information available at least 24 hours before the meeting.

AGENDA: May 19, 2026: The Borrego Springs Water District complies with the Americans with Disabilities Act. Persons with special needs should call Geoff Poole, General Manager – at (760) 767 – 5806 at least 48 hours in advance of the start of this meeting, in order to enable the District to make reasonable arrangements to ensure accessibility. If you challenge any action of the Board of Directors in court, you may be limited to raising only those issues you or someone else raised at the public hearing, or in written correspondence delivered to the Board of Directors (c/o the Board Secretary) at, or prior to, the public hearing.

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BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING
MAY 19, 2026
AGENDA ITEM II.A

May 15, 2026

TO: Board of Directors

FROM: Geoffrey Poole, General Manager

SUBJECT: Consent Calendar

1. Name Transfer on Town Center Sewer Holder EDUs – D Del Bono

RECOMMENDED ACTION:

Review documents, revise if needed and approve.

ITEM EXPLANATION:

1. Name Transfer on Town Center Sewer Holder EDUs – D Del Bono

An existing Town Center Sewer EDU Holder is requesting a name transfer. Information from Diana is attached.

NEXT STEPS

1. File Minutes and Complete Paperwork on Name Change if approved

FISCAL IMPACT

1. None

ATTACHMENTS

1. Info re: Name Transfer on Town Center Sewer Holder EDUs – D Del Bono

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING
June 17, 2025
AGENDA ITEM

May 19, 2026

TO: Board of Directors

FROM: Diana Del Bono, Administration Manger

SUBJECT: Discussion and approval of EDU Transfer
6 (six) EDU Marlow Non-Exempt Family Trust and 6 (six) Marlow Surviving
Spouse's Trust to Smiles Family LLC

RECOMMENDED ACTION:

Approval of ownership transfer

ITEM EXPLANATION:

Per the BWD approval of the Town Center Sewer Agreement on July 13, 1998 holders may assign their EDU's only with the express written approval of the Board of Directors of the District, be delivering the District written notice, signed and notarized by each Assignor (Holder) and each Assignee (Purchaser). Once written notice is received it is placed on the agenda for approval.

NEXT STEPS:

1. Review Documents and Accept

FISCAL IMPACT:

none

ATTACHMENTS:

1. Borrego Water District Assignment signed and notarized by Assignor (holder) and Assignee (Purchaser)



BORREGO WATER DISTRICT

APPROVAL OF BOARD OF DIRECTORS OF THE BORREGO WATER DISTRICT FOR THE ASSIGNMENT/TRANSFER OF TOWN CENTER SEWER (TSC) EDU/S

The Board of Directors of the Borrego Water District makes the following findings:

1. Holder has paid all charges of the District pursuant to Paragraph 12 of the Town Center Sewer Agreement.
2. The within Assignment is in proper form.

Therefore, the Board of Directors of the **BORREGO WATER DISTRICT** hereby approves the within Assignment, and releases Holder of his duties with respect to the ____ 12 ____ EDUs which are the subject of the Assignment and agrees to be bound to Assignee under the terms of the Agreement Respecting the Town Center Sewer and Deed dated July 13, 1988, in all respects concerning the EDUs which are the subject of the within Assignment.

BORREGO WATER DISTRICT

BY: _____

ATTEST

CLERK: _____



BORREGO WATER DISTRICT

TOWN CENTER SEWER (TSC) EDU ASSIGNMENT/TRANSFER

I/We Marlow Surviving Spouse's Trust / acct.007112-000, Holder/s hereby assigns and transfers to

I/We Smiles Family LLC., Assignee/s, all of Holder's rights under the Agreement Respecting in the Town Center Sewer and Deed, dated as of July 13, 1988, with the **BORREGO WATER DISTRICT**, with respect to the following number of EDUs: 6 (six) holding.

Assignee hereby promises to perform all Holders' duties under said Agreement with respect to said EDUs.

Nothing in this Assignment shall modify the rights or obligations of Holder or District under such Agreement and Deed with respect to any of Holder's EDUs which are not being assigned to Assignee.

This Assignment shall become effective on the approval of the Board of Directors of the **BORREGO WATER DISTRICT**.

DATED: 4-9-26

BY: 
Holder/Assignor

DATED: 4-9-26

BY: 
Purchaser/Assignee

Acknowledgements attached hereto and made a part hereof

s/sewer/tcs/tcs forms

Please see attached certificate

CALIFORNIA ALL-PURPOSE CERTIFICATE OF
ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California }

County of Orange }

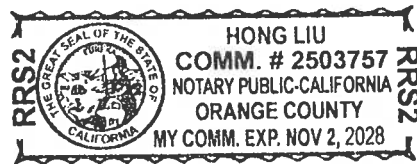
On 04/09/2026 before me, Hong Liu, notary public,
(insert name and title of the officer)

personally appeared Michael Hobbs Marlow
who proved to me on the basis of satisfactory evidence to be the person(s) whose
name(s) ~~is~~/are subscribed to the within instrument and acknowledged to me that
~~he~~/she/they executed the same in ~~his~~/her/their authorized capacity(ies), and that by
~~his~~/her/their signature(s) on the instrument the person(s), or the entity upon behalf
of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

[Signature]
Notary Public Signature



(Seal)

OPTIONAL INFORMATION

DOCUMENT
Town Center Sewer (TSC) Edu
act. 007112-000

(name or type of document)

(number of pages) _____
(document date)

SIGNER CAPACITY
Assignee & Assignor

(capacity claimed by the signer)

NOTICE
THE NOTARY PUBLIC DOES NOT
CERTIFY THE AUTHORIZED
CAPACITY OF THE SIGNER



BORREGO WATER DISTRICT

TOWN CENTER SEWER (TSC) EDU ASSIGNMENT/TRANSFER

I/We Marlow Non-Exempt F. Trust / acct.007091-000, Holder/s hereby assigns and transfers to

I/We Smiles Family LLC., Assignee/s, all of Holder's rights under the Agreement Respecting in the Town Center Sewer and Deed, dated as of July 13, 1988, with the **BORREGO WATER DISTRICT**, with respect to the following number of EDUs: 6 (six) holding.

Assignee hereby promises to perform all Holders' duties under said Agreement with respect to said EDUs.

Nothing in this Assignment shall modify the rights or obligations of Holder or District under such Agreement and Deed with respect to any of Holder's EDUs which are not being assigned to Assignee.

This Assignment shall become effective on the approval of the Board of Directors of the **BORREGO WATER DISTRICT**.

DATED: 4.9.26

BY: 
Holder/Assignor

DATED: 4.9.26

BY: 
Purchaser/Assignee

Acknowledgements attached hereto and made a part hereof

s/sewer/tcs/tcs forms

Please see attached certificate

CALIFORNIA ALL-PURPOSE CERTIFICATE OF
ACKNOWLEDGMENT

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State of California }

County of Orange }

On 04/09/2026 before me, Hong Liu, notary public
(insert name and title of the officer)

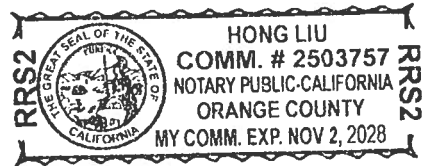
personally appeared Michael Hobbs Marlow
who proved to me on the basis of satisfactory evidence to be the person~~(s)~~ whose name~~(s)~~/is/are subscribed to the within instrument and acknowledged to me that he~~/she/they~~ executed the same in~~(his)~~ her/their authorized capacity~~(ies)~~, and that by ~~(his)~~ her/their signature~~(s)~~ on the instrument the person~~(s)~~, or the entity upon behalf of which the person~~(s)~~ acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Notary Public Signature



(Seal)

OPTIONAL INFORMATION

DOCUMENT

Town center Sewer (TSC) Educ
Acct. 00709-000
(name or type of document)

(number of pages)

(document date)

SIGNER CAPACITY

Assignee & Assignor
(capacity claimed by the signer)

NOTICE

THE NOTARY PUBLIC DOES NOT
CERTIFY THE AUTHORIZED
CAPACITY OF THE SIGNER

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING
MAY 19, 2026
AGENDA ITEM II.B

May 15, 2026

TO: Board of Directors

FROM: Geoffrey Poole, General Manager

SUBJECT: Borrego Springs Subbasin Watermaster

1. Update on Board Activities – G Moran/T Baker
2. Discuss Agenda Items from Upcoming Meeting – G Moran/T Baker
3. Update on Technical Advisory Committee Activities – T Driscoll
4. Groundwater Dependent Ecosystems - G Moran/T Baker,
 - i. Best Available Science Determination and BWDs Next Steps

RECOMMENDED ACTION:

Receive update and direct Representatives accordingly

ITEM EXPLANATION:

1. to 3. BWD Watermaster Representatives and related Consultants will update the BWD Board on Watermaster activities.
4. The topic of GDEs is expected to be discussed at the WM in the near future, specifically a Best Available Science determination for the UCI GDE Study and recommended next steps. BWDs WM Representative will be soliciting comments and direction from the BWD Board on these issues.

Proposed BWD Board Actions – 5-19-26

*YES, the UCI GDE Study is Best Available Science

*More work is needed before implementing additional PMAs beyond rampdown

*Regardless of the WM Board vote, BWD will be making recommendations re: next steps

*Create the Alliance with UCI and start working on next step recommendations for the WM Board to consider

PURPOSE: A Strategic Alliance is proposed for UCI to assist BWD in the development of recommendations for the Watermaster (WM) Board to consider regarding the Borrego Springs Mesquite Bosque, that will put the WM Board in a stronger position to make informed and legally defensible decisions in the future.

EVALUATING ENVIRONMENTAL AND STAKEHOLDER IMPACTS: Recommendations from BWD, with advise from UCI, for the WM Board to consider will balance environmental protection of the Borrego Springs Mesquite Bosque and BWD ratepayer/community interests. This goal will be accomplished through the evaluation of the science-based options applied to managing GDEs while safeguarding the diverse needs of Basin Stakeholders.

ADAPTIVE MANAGEMENT APPROACH: By incorporating the Adaptive Management approach, BWD/UCI can help the WM satisfy the legal requirements of SGMA while ensuring that any future Project and Management Actions are

based factors including detailed observations and refined data rather than broad-brush estimates. This approach reduces risk for BWD ratepayers while maximizing the probability of saving the Borrego Springs GDE.

DELIVERABLES/NEXT STEPS: BWD/UCI will develop and submit to the WM Board a recommended science-based framework for designating, monitoring, and adaptively managing GDEs as well as an actionable work-plan that balances environmental protection with BWD ratepayer/community/stakeholder interests.

FUNDING OPPORTUNITIES: This relationship may also enable BWD/UCI working with the WM to pursue diverse state and federal funding to complete additional studies and/or provide long-term monitoring/conservation that neither may be able to access alone.

START UP FUNDING: Prior to obtaining Grant funding for specific projects/studies, BWD will pay UCI to assist us in the start up of this process. A separate contract will be developed by the parties for this Purpose.

NEXT STEPS

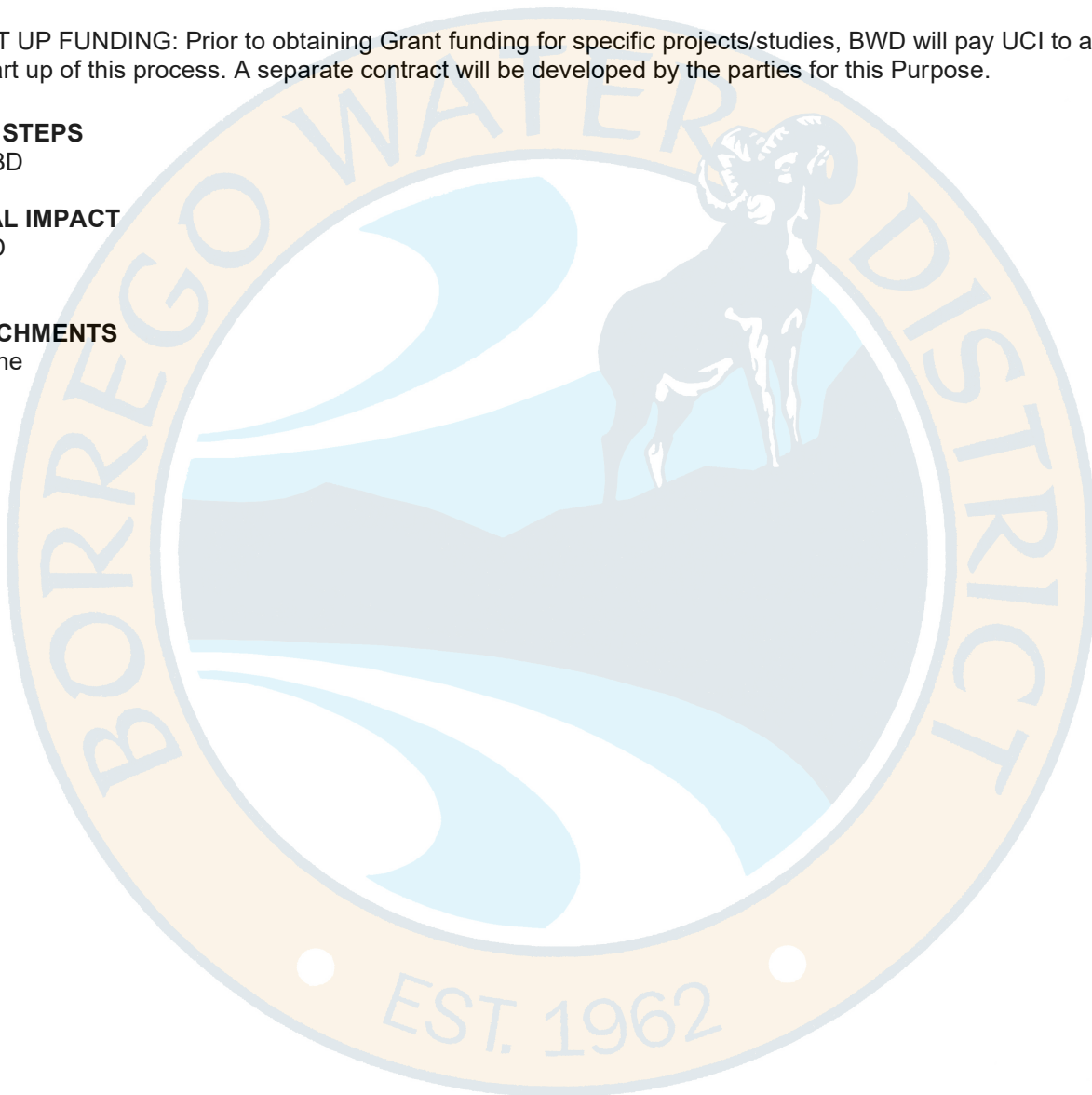
1. TBD

FISCAL IMPACT

1. TBD

ATTACHMENTS

1. None



BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING
MAY 19, 2026
AGENDA ITEM II.C

May 15, 2026

TO: Board of Directors

FROM: Geoffrey Poole, General Manager

SUBJECT: UCI Field Investigations of Fallowing Experiments – L Brigham, UCI – VERBAL

RECOMMENDED ACTION:

Receive Update from Laura Brigham on their recent investigations

ITEM EXPLANATION:

In February 2026, the BWD Board approved a Scope of Work and Cost for UCI to perform follow up research on the Watermaster Farmland Fallowing experiments, specifically evaluation of native plant revegetation on the site including pre planted plots of native seed mixes. The relatively wet winter this year provided a unique opportunity to see how much impact rainfall has on the process. Laurel will be presenting the results of her work to the BWD Board at the meeting.

NEXT STEPS

1. TBD

FISCAL IMPACT

1. TBD

ATTACHMENTS

1. None

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING
MAY 19, 2026
AGENDA ITEM II.D

May 15, 2026

TO: Board of Directors
FROM: Geoffrey Poole, General Manager
SUBJECT: Fallowing Options Update – G Poole/D Bauer

RECOMMENDED ACTION:

Receive Update from David Bauer on current cost estimates for fallowing activities

ITEM EXPLANATION:

David Bauer has decided to discontinue all farming on the Borrego Property. As he is going thru the process of removing all of his equipment, warehouse etc.. he asked me about our preference for fallowing of the property. I updated David on the WM process to revise the fallowing standards, its uncertainty and how that makes it difficult for us to decide at this time.

Due to the current situation, I asked David if he could provide us with update estimates for all options, including chipping and burning that are currently allowed by the WM fallowing standards. David has been working on this project for a few weeks and is available to join us at the meeting to share the results so far. Staff will not be asking the BWD Board for a decision, this is purely an update at this time.

NEXT STEPS

1. TBD

FISCAL IMPACT

1. TBD

ATTACHMENTS

1. None

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING
MAY 19, 2026
AGENDA ITEM II.E

May 15, 2026

TO: Board of Directors
FROM: Geoffrey Poole, General Manager
SUBJECT: Draft FY 2026-27 BWD Budget – J Clabaugh

RECOMMENDED ACTION:

Discuss, Amend as Needed and authorize staff to proceed with Final Budget development

ITEM EXPLANATION:

Jessica and the FAB Committee have been working for months on the Draft Budget for 2026-27, which is attached.

NEXT STEPS

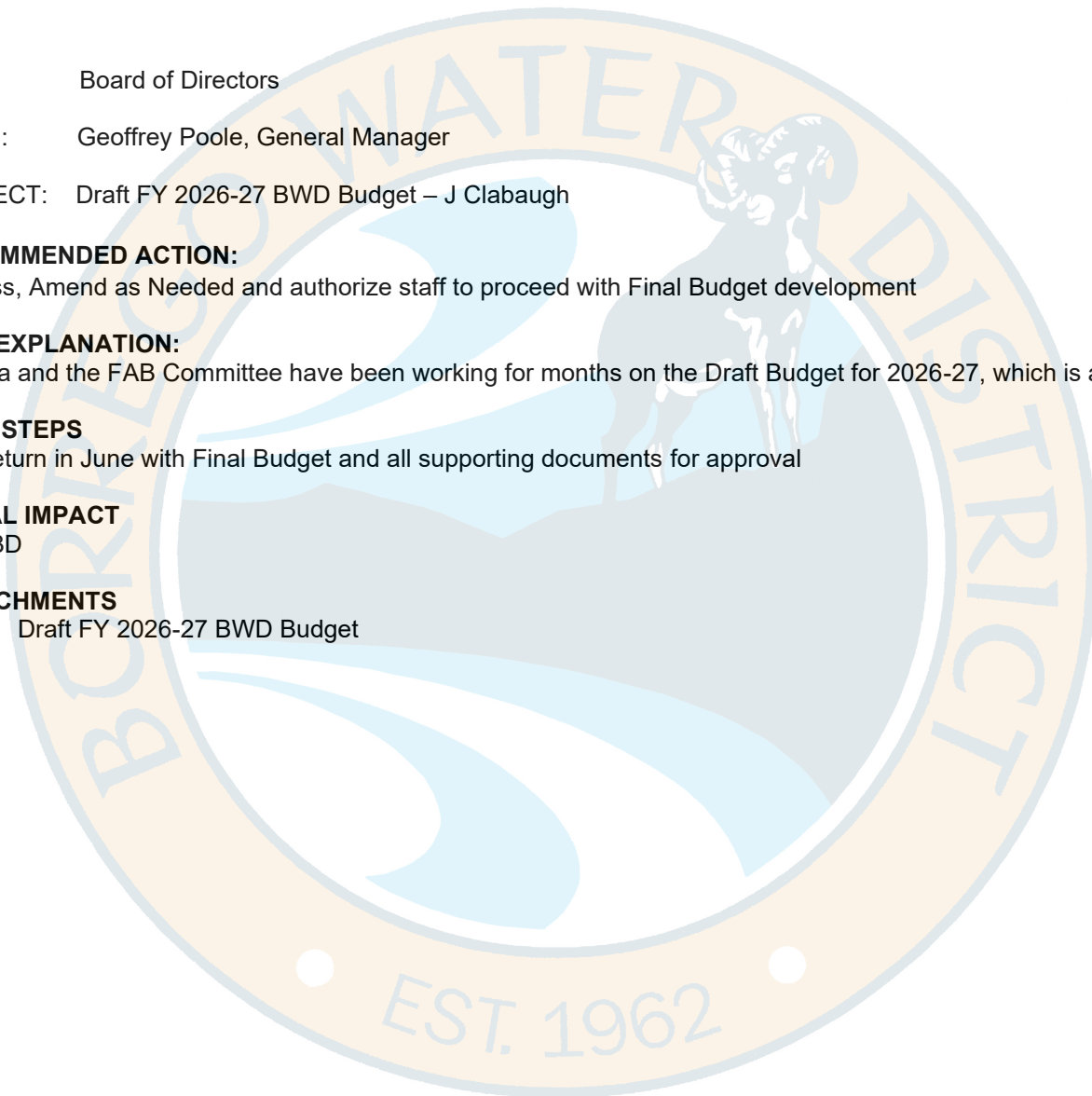
1. Return in June with Final Budget and all supporting documents for approval

FISCAL IMPACT

1. TBD

ATTACHMENTS

1. Draft FY 2026-27 BWD Budget



BORREGO WATER DISTRICT

**FISCAL YEAR 2026-2027
ANNUAL BUDGET
ADOPTED **TBD****

SUBMITTED BY:

**GEOFF POOLE
GENERAL MANAGER**

TO:

BOARD OF DIRECTORS

**KATHY DICE
PRESIDENT**

**TAMMY BAKER
VICE-PRESIDENT**

**DIANE JOHNSON
TREASURER**

**DAVE DUNCAN
DIRECTOR**

**GINA MORAN
DIRECTOR**

**BORREGO WATER DISTRICT
ANNUAL BUDGET
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FISCAL YEAR 2026-2027
ADOPTED **TBD****

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BORREGO WATER DISTRICT

May 8, 2025

TO: Ratepayers and Investors of the Borrego Water District
FROM: Geoff Poole, General Manager
SUBJECT: Strategic Objectives 2025-26

STRATEGIC GOALS AND OBJECTIVES 2025-26

GOAL: Minimize Potential Water and Sewer Rate Increases

OBJECTIVE: BWD Staff will continue to monitor revenues and expenses closely, report to the Board and public monthly and provide all information for the Board to make an informed decision on all future rate increases.

Due to a number of factors, the BWD Board has approved a rate structure for 2025-26 that includes a 9.5 % rate increase. The proposed increase is based on a worst-case scenario and under certain conditions, the Board may not need to raise rates this high in future years. The factors that will influence future rate increases include receiving a waiver on the 20% local agency match for EPA Round #2 funding (\$650 k), and possible one-time payments from the Rams Hill related to their future development plans (TBD). These one-time events would have a big positive effect on BWD Reserve Funds levels and possibly lead to a reduction in future increases, due to a lessened need for rates and charges to fund the replenishment of reserves. Applying for and receiving the 20% waiver on EPA Round 2 is at the top of BWD priorities for FY 25-26.

The BWD Board/Staff have taken extraordinary steps over the past decade or so to first stabilize and then improve BWD Financial Condition. The effects of this hard work were realized when BWD successfully issued \$5.5 M in Bonds to fund various water and sewer improvements in 2018 and \$3M in additional debt in 2021. In addition, the rate structure put into place also allowed for significant contribution to Reserve Funds, which resulted in the accumulation of \$7 M+ in reserves by 2023.

The BWD Board has put these reserve funds to excellent use with the acquisition of 420 acres of farmland and its water rights that are dedicated for use by BWDs existing customers to comply with the requirements of the California Sustainable Groundwater Management Act and the Borrego Springs Subbasin Judgment. Making the \$5.5 M in payments for the water rights acquisition and following over the next 6 years will reduce total Reserve Funds to approximately \$500,000. The Board has taken a policy position that BWDs unrestricted reserves will not dip below \$1.2 M and the future rates approved by the Board will need to include revenues to ensure the minimum is not broached, if one-time payments are not received. In addition, non-essential capital expenses are being deferred to help preserve cash.

BWD is committed to maintain water and wastewater rates/charges and reserve fund balances that provide the required debt service coverage ratios and adopted Board policies. BWD staff and Board will monitor water and wastewater Operations and Capital Planning to ensure all expenditures are prudent and necessary.

GOAL: Complete EPA Round #1 Waterline Projects

OBJECTIVE: Complete the bidding and construction of waterline replacement in the Sun Gold development as well as relocation of an old line servicing properties on Borrego Springs Road between Walking H and Rango Way.

BWD received \$3.4 M in direct congressional funding from Congressman Issa for infrastructure replacement in FY 22-23 (aka EPA Round #1). BWD staff successfully applied for and received the 20% local agency match waiver, thus saving ratepayers \$650,000. Bid documents are nearing completion and the Projects are scheduled for construction in late 2025 and completion in mid 2026.

GOAL: Prepare for 2027 Waste Water Treatment Plant Discharge Permit

OBJECTIVE: The California Waterboards issued a Discharge Permit for BWDs Wastewater Treatment Plant in 2017 requiring the submittal of various analyses pertaining to Total Dissolved Solids and Nitrogen Control. BWD has retained the services of N2W Engineering to assist with the development and submittal of the required documents before the end of FY 2025-26

GOAL: Evaluate/Pursue BWD Potable Use of Existing Well in Northern Management Area

OBJECTIVE: BWD has acquired 420 acres of farmland water rights for SGMA compliance to serve its existing customers. One of the agricultural wells acquired by BWD was drilled to potable standards and could theoretically be connected to BWD system if all components of the State mandated conversion process are followed. The potential impacts of increased pumping in the North Management Area include increased groundwater elevations in the Central and South Management Areas including the mesquite bosque. BWD and its Consultants will work with the Watermaster and CA Division of Drinking Water on the potential impacts to Basin hydrology from NMA pumping as well as the technical aspect of converting an agriculture well to potable.

GOAL: Engage in Watermaster Processes

OBJECTIVE: The Borrego Springs Sub Basin Watermaster is responsible to manage the Basin and work with Orange County Superior Court Judge Mc Cormack on Basin management including implementation of the Groundwater Management Plan. Members of the BWD Board, often acting as individuals, monitor WM activities and comment as needed. BWD will continue to engage in WM activities and comment as needed. The BWD Board meeting schedule has also been altered to allow for BWD Board input on upcoming WM agenda items which allows for direction to be given to BWD representatives on the WM.

The BWD Board and Staff are committed to maintaining these priorities as well as handling any unforeseen events that occur in the upcoming fiscal year.



BORREGO WATER DISTRICT

June 12, 2025

TO: Ratepayers and Investors of the Borrego Water District
FROM: Geoff Poole, General Manager
SUBJECT: 2024-25 In Review

Transmitted herewith is the Proposed Final Fiscal Year 2025-26 Budget and Capital Improvement Plan with Cash Flow analysis for the Borrego Water District. The consolidated budget was prepared in compliance with the laws of the State of California and reflects the Board of Directors' (Board) goals/priorities and the District's strategic plans by which to achieve them.

2024-25 IN REVIEW

CAPITAL PROJECT START UP AND COMPLETIONS:

*New Well Approved for Service by State regulators: BWDs newest Well, 45-16, was formally approved by CA Division of Drinking Water and put into service. The well was funded by BWD Bonds issued in 2018.

*Automated Metering Infrastructure (AMI) Installation: All BWD potable water meters were replaced with AMI based smart meters. The meters take minute by minute reads, download the information in the early morning hours each day and populate the Waterscope software system that allow for customized data analysis and notification setting on each account by the Customer. The meters and installation was almost fully funded (actual TBD) thru a CA Proposition 68 Grant.

OPERATIONS:

No Major Service Disruptions: No extensive, unplanned water or sewer service outages were experienced during the year and the water delivered met all State Quality Requirements.

No Loss Time Injuries: No loss time employee injuries were encountered during the year.

SGMA COMPLIANCE:

*BWD continues to make the required payments as well as coordinate with David Bauer on his efforts to allow various agricultural parcels prior to transferring the land and water rights to BWD. These water rights are required for SGMA compliance, designated for existing BWD customers and critical for the long-term sustainability and viability of Borrego Springs.

FINANCES:

*A waiver of the 20% Local Agency Match on EPA #1 was received, saving BWD ratepayers \$650,000. The funding (sponsored by Congressman Issa) will be used to replace waterlines in the Sun Gold development as well as replace an old-line serving properties in the area of Borrego

Springs Rd between Walking H and Rango Way. Construction is expected to begin in late 2025 and conclude by mid-2026.

Grant Funding - Proposition 68: BWD Staff successfully implemented each BWD Project (WWTP Monitoring Wells and AMI) and BWD CFO managed the overall grant including submittals from each sub grantee during a 3+ year period. In the last 36 months, BWD has received over \$9 M in State Grants and Direct Federal Congressional Appropriations funding to replace pipelines mentioned previously as well as replacement of 4 water storage tanks: Twin Tanks (2), Indian Head and Rams Hill #2. BWD continues to pursue other opportunities. Federal Funding in the FY 23-24 Federal Budget totaled \$3.3 M for the Sun Gold development in Borrego Springs Road. The following year another \$3.3 M was approved for Deep Well, Lazy S and Club Circle, in FY 24-25. \$12 M in CA and Fed funds has been received by BWD since 2018.

*Rate Setting: BWD Board Committee, Staff and Consultants completed the Proposition 218 water and sewer rate setting process. The BWD Board will adopt a series of maximum rate increases and staff has placed top priority on keeping future rate increases as low as possible.

*Water Supply for Small Development Program Continues: A Program to provide water for small development (less than one acre foot per year) continued in 24-25. Under the terms of the Program, water supply may be purchased from BWD as well as water service line and meter installation. During 2024-25, 1.65-acre feet were applied for with 0.55-acre feet purchased under the Program.

CYBER:

*Cyber Security Upgrades: During 2024-25 BWD continued to make cyber security a top priority and is utilizing the expertise of BWD Board members, staff and IT experts. BWD has taken steps usually reserved for the larger agencies; specifically, BWD continues to hardened its network at the Wastewater Treatment Plant and Remote Water System Operations hardware and software.

WATERMASTER:

*The Borrego Springs Watermaster has taken steps to ensure all non de minimus (less than 2-acre feet per year) pumps are metered and annual pumping restrictions imposed to reduce pumping by an estimated 66% or before 2040. The BWD budget for 2024-25 includes expenditures for its proportional share of Watermaster expenses (approx. 10%).

Election/Appointment of Board Members: Director Tammy Baker was re elected and Diane Johnson appointed to a two year term.

Budget Components for FY 2025-26 – Revenues

The amount budgeted in each category represents Management's best assumptions to successfully accomplish the District's objectives. A summary of the FY 2025-26 budget is below:

- Water sales are projected to remain stable (FY 2023-24 = 1,200 afy). Staff is continuously monitoring changes to consumption and payments and potential impacts to BWD and customers.
- BWD will proceed with the Prop 218 approved increases on July 1, 2025 in an amount to be determined by the BWD Board in mid/late June 2025.
- Property tax revenues are expected to remain constant and within BWD's legal authority to assess.

Budget Components for FY 2024-25 – Expenses

- In FY 2025-26, BWD has included projected expenses for Watermaster and general Groundwater Management projects/issues.
- All existing programs in BWD Operations, Maintenance and Administration Departments are fully funded through 2025-26. The major programs in the Water Operations Department include system operations and maintenance, water quality monitoring, meter testing/replacement, pipeline replacement, reporting and the inevitable emergency pipeline repairs that happen each year.
- In the Sewer Operations Department, BWD will fully operate the WWTP in compliance with the CA State Discharge Permit.

Included in this Budget Package are the proposed Board Resolution to adopt and approve the FY 2025-26 Budget, detailed revenue and expenses, Capital Improvement Plan with project explanations and justifications, non-CIP expenses and a projected Cash Flow that includes proposed future rate increases.

I would personally like to thank the BWD staff and Board for their hard work in preparing and reviewing this Proposed Budget for FY 2025-26.

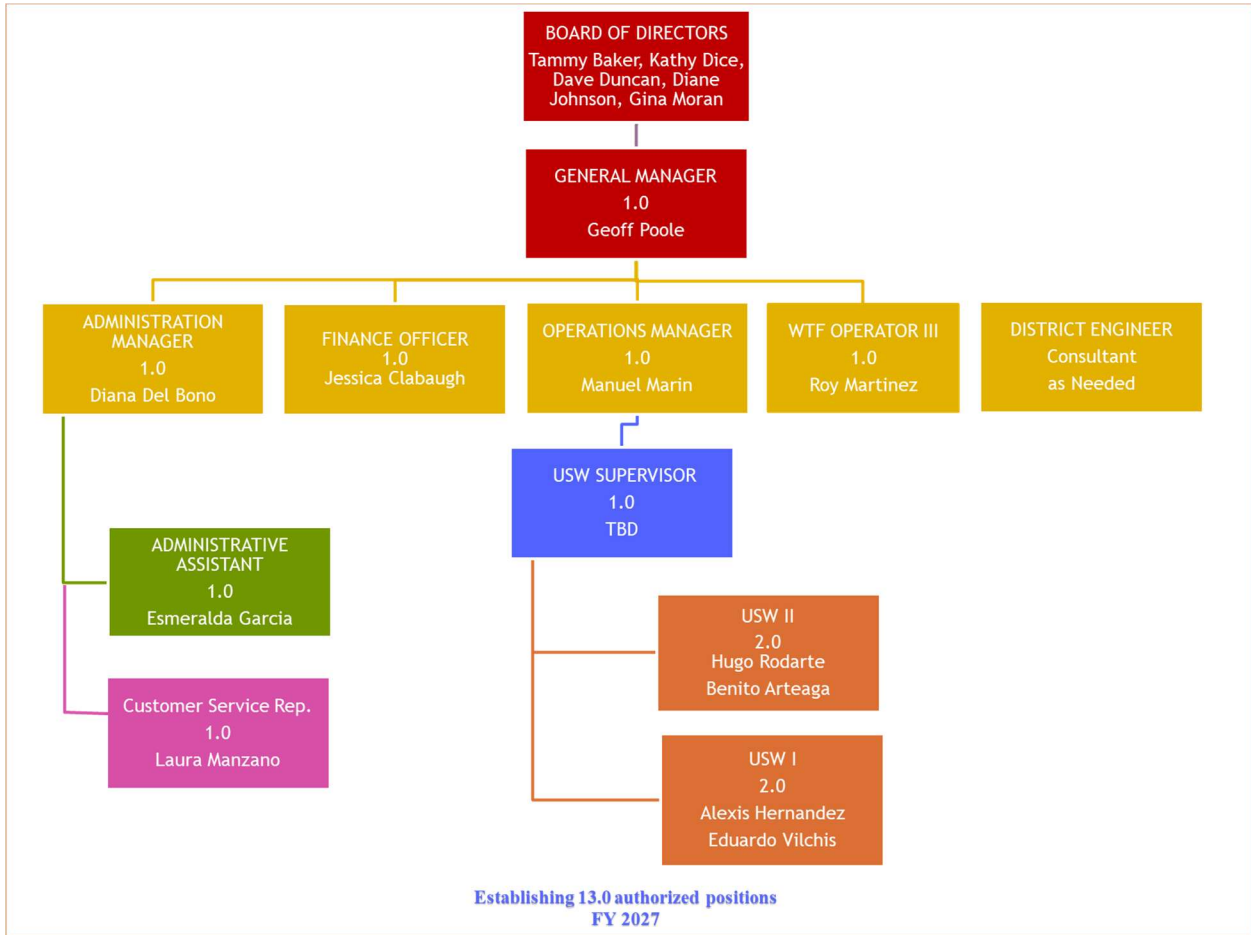
Sincerely,



Geoff Poole
General Manager

UPDATE IN PROGRESS

**BORREGO WATER DISTRICT
ORGANIZATIONAL CHART
JULY 01, 2026**





**Borrego Water District
Water Enterprise Budget
07/01/2026 to 06/30/2027**

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
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INCOME

RATE REVENUE

Water Rates Revenues

Commodity Rates

Residential Tier 1 & 2 Revenues	1,015,987	900,000	1,116,000
Residential Tier 3 Revenues	676,568	600,000	604,800
Commercial	643,522	645,750	744,900
Irrigation	423,161	363,825	388,850

Total Commodity	<u>2,759,237</u>	<u>2,509,575</u>	<u>2,854,550</u>
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Non-Commodity Charges

Base Meter Charges	1,689,581	1,622,641	1,847,020
Meter Install/Repair	36,750	5,066	22,380
New Water Supply Connection Fee	26,124	9,014	14,340
Backflow Testing/Install	11,400	12,624	11,400
Bulk Water Sales	6,825	10,576	6,825

Total Non-Commodity	<u>1,770,680</u>	<u>1,659,921</u>	<u>1,901,965</u>
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Total Water Rate Revenues	4,529,916	4,169,496	4,756,515
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Availability Charges Collected thru Tax Roll

ID1 - Water Standby	34,965	34,965	34,965
ID3/ID4 - Water Standby	117,000	117,000	117,000

Total Availability (Tax Roll)	<u>151,965</u>	<u>151,965</u>	<u>151,965</u>
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<u>TOTAL WATER RATE REVENUE</u>	<u>4,681,881</u>	<u>4,321,461</u>	<u>4,908,480</u>
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**Borrego Water District
Water Enterprise Budget (Continued)
07/01/2026 to 06/30/2027**

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
EXPENSES			
OPERATING EXPENSES			
Operations & Maintenance Expense			
R&M Water	286,926	130,000	294,100
Telemetry	15,000	4,226	15,375
Trash Removal	7,500	6,635	7,688
Vehicle Expense	30,000	32,283	30,750
Fuel & Oil	45,007	35,761	46,132
Lab/Testing	45,000	40,000	46,125
Permit Fees	29,541	29,541	30,279
Pumping Electricity	566,528	570,000	617,515
Total Operations & Maintenance Expense	<u>1,025,502</u>	<u>848,446</u>	<u>1,087,963</u>
Professional Services			
Accounting (Lockbox/Debt Filings)	9,680	7,177	9,922
Payroll Services	4,400	4,400	4,510
Audit Fees	28,034	28,000	28,735
IT & Cyber Security	39,360	37,862	44,744
Financial Consulting		4,671	3,000
Engineering Consultant	10,000	4,980	40,000
Legal Services - General	68,675	68,675	70,392
<i>Legal Services Reimbursible</i>	-	0	-
Federal & State Legislative Advocacy	64,944	63,360	66,568
Total Professional Services	<u>225,093</u>	<u>219,125</u>	<u>267,871</u>
Insurance Expense			
ACWA/JPIA Program Insurance	132,355	130,000	135,664
ACWA/JPIA Workers Comp	17,068	16,000	17,494
Total Insurance Expense	<u>149,422</u>	<u>146,000</u>	<u>153,158</u>
Personnel Expense			
Board Meeting Expense	13,939	14,000	14,288
Salaries & Wages	1,221,985	1,153,263	1,319,744
<i>Contra Account - Salaries & Wages</i>	(62,031)	(10,000)	(66,993)
Contract Labor/Consulting	10,175	2,500	10,429
Payroll Taxes	25,084	23,735	27,091
Benefits - Medical	200,383	200,000	210,403
Benefits - CalPERS	222,721	207,337	260,067
Trainings & Conferences	18,314	15,180	18,772
Uniforms	7,123	7,101	7,301
Safety Compliance & Emergency Prep	5,087	961	5,214
Total Personnel Expense	<u>1,662,780</u>	<u>1,614,077</u>	<u>1,806,315</u>



Borrego Water District
Water Enterprise Budget (Continued)
07/01/2026 to 06/30/2027

	<i>Budgeted</i> <i>FY2026</i>	<i>Projected</i> <i>FY2026</i>	<i>Budgeted</i> <i>FY2027</i>
Office Expense			
Office Supplies	22,659	22,350	23,225
Office Equipment	49,641	49,641	50,882
Postage & Freight	4,400	3,000	4,510
Property Tax	3,052	1,800	3,128
Telephone/Telematics Expense	28,034	22,106	38,239
Dues & Subscriptions	17,401	19,300	17,836
Statement Printing & Publication	25,087	23,000	25,714
Office/Shop utilities	18,897	17,454	20,597
Total Office Expense	169,170	158,651	184,132
TOTAL OPERATING EXPENSES	3,445,881	3,046,299	3,499,439
Debt Expense			
BBVA Bank Note 2018B - Principal	220,000	220,000	223,000
BBVA Bank Note 2018B - Interest	26,967	26,967	19,547
2021 Bond Cap One - Principal	393,063	393,063	401,534
2021 Bond Cap One - Interest	125,477	125,477	115,764
Total Debt Expense	765,507	765,507	759,846
GROUNDWATER MANAGEMENT EXPENSES		-	
Pumping Fees	103,000	69,572	106,090
GWM Expense	81,532	33,972	50,000
Legal Expense	103,000	98,890	150,000
Engineering/TAC Expense (Intera)	139,050	108,531	170,000
TOTAL GROUNDWATER MGMT EXPENSES	426,582	310,965	476,090
<u>TOTAL WATER ENTERPRISE EXPENSES</u>	4,637,970	4,122,771	4,735,375
<u>Net Income (Loss)</u>	43,912	198,690	173,105
<u>Net Income Water Enterprise Fund</u>	43,912	198,690	173,105



**Borrego Water District
Wastewater Enterprise Budget
07/01/2026 to 06/30/2027**

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
INCOME			
RATE REVENUE			
Sewer Rates			
TCS Holder Fees (SA2)	187,159	190,971	210,790
TCS User Fees (SA2)	148,880	155,226	170,230
RH Sewer User Fees (SA1)	188,087	191,205	200,497
Sewer Standby/Capacity Fees	-	2,328	-
Sewer User Fees (SA5)	<u>212,903</u>	<u>210,975</u>	<u>230,719</u>
Total Sewer Rates	737,028	750,705	812,236
Availability Charges Collected thru Tax Roll			
ID1 - Sewer Standby	<u>34,965</u>	<u>34,965</u>	<u>34,965</u>
Total Availability (Tax Roll)	34,965	34,965	34,965
TOTAL WASTEWATER RATE REVENUE	<u>771,993</u>	<u>785,670</u>	<u>847,201</u>
EXPENSES			
OPERATING EXPENSES			
Operations & Maintenance Expense			
R&M WWTF	138,744	43,638	142,212
Telemetry	1,000	1,000	1,025
Trash Removal	2,400	1,702	2,460
Vehicle Expense	3,086	1,959	3,163
Fuel & Oil	8,533	4,783	8,746
Lab/Testing	20,437	18,431	20,948
Electricity	5,723	5,433	6,238
Permit Fees	<u>15,000</u>	<u>14,682</u>	<u>15,375</u>
Total Operations & Maintenance Expense	194,922	91,628	200,167
Professional Services			
Accounting (Lockbox/Debt Filings)	1,320	1,320	1,353
Payroll Services	600	600	615
Audit Fees	3,823	3,823	3,918
IT & Cyber Security	5,367	7,688	6,101
Financial Consulting		2,000	1,000
Engineering	6,371	6,371	50,000
Legal Services - General	9,365	9,365	9,599
Advocacy	<u>8,325</u>	<u>8,325</u>	<u>8,533</u>
Total Professional Services	35,171	39,492	81,120



Borrego Water District
Wastewater Enterprise Budget (Continued)
07/01/2026 to 06/30/2027

	<i>Budgeted</i> <i>FY2026</i>	<i>Projected</i> <i>FY2026</i>	<i>Budgeted</i> <i>FY2027</i>
Insurance Expense			
ACWA/JPIA Program Insurance	18,048	18,000	18,499
ACWA/JPIA Workers Comp	3,952	3,800	4,050
Total Insurance Expense	22,000	21,800	22,550
Personnel Expense			
Board Meeting Expense	2,000	2,000	2,050
Salaries & Wages	282,486	282,486	305,085
<i>Contra Account - Salaries & Wages</i>	(8,459)	(8,459)	(8,670)
Contract Labor/Consulting	10,000	-	10,250
Payroll Taxes	5,799	4,917	6,263
Benefits - Medical	47,646	46,873	51,458
Benefits - CalPERS	51,486	51,486	55,605
Trainings & Conferences	2,497	2,497	2,560
Uniforms	971	971	996
Safety Compliance & Emergency Prep	694	694	711
Total Personnel Expense	395,120	383,465	426,306
Office Expense			
Office Supplies	3,100	3,100	3,178
Office Equipment	6,769	6,769	6,938
Postage & Freight	600	600	615
Property Tax	416	416	427
Telephone Expense	3,823	2,733	3,918
Dues & Subscriptions	3,191	3,191	3,271
Statement Printing & Publication	694	1,787	711
Office/Shop utilities	2,129	2,129	2,320
Total Office Expense	20,722	20,724	21,378
Debt Expense			
2021 Bond Cap One - Principal	63,987	63,987	65,366
2021 Bond Cap One - Interest	5,228	5,228	4,824
Total Debt Expense	69,215	69,215	70,190
TOTAL EXPENSES WASTEWATER	741,527	626,326	821,710
Net Income Wastewater Enterprise Fund	102,327	159,344	25,491



Borrego Water District
Pest Control Enterprise Budget
07/01/2026 to 06/30/2027

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
<u>INCOME</u>			
Pest Control Standby	<u>17,150</u>	<u>17,150</u>	<u>17,150</u>
<u>TOTAL PEST CONTROL FUND REVENUE</u>	<u>17,150</u>	<u>17,150</u>	<u>17,150</u>
<u>EXPENSES</u>			
Pest Control Plan Consultant	15,600		15,520
R&M Pest Control			
ACWA/JPIA Program Insurance	550	550	605
Salaries & Wages	1,000	1,000	1,025
Benefits - Medical			
Benefits - CalPERS			
ACWA/JPIA Workers Comp			
Payroll Taxes			
<u>TOTAL PEST CONTROL ENTERPRISE EXPENSES</u>	<u>17,150</u>	<u>1,550</u>	<u>17,150</u>
<u>Net Income Pest Control Enterprise Fund</u>	<u>-</u>	<u>15,600</u>	<u>-</u>



Borrego Water District
Flood Control Enterprise Budget
07/01/2026 to 06/30/2027

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
<u>INCOME</u>			
ID1 - Flood Standby	34,965	34,965	34,965
<u>TOTAL FLOOD CONTROL FUND REVENUE</u>	<u>34,965</u>	<u>34,965</u>	<u>34,965</u>
<u>EXPENSES</u>			
ACWA/JPIA Program Insurance	605	300	666
Legal Services - General	5,125	600	5,253
Salaries & Wages	9,109	2,500	9,838
Benefits - Medical	1,494	500	1,568
Benefits - CalPERS	1,661	500	1,939
ACWA/JPIA Workers Comp	127	38	137
Payroll Taxes	187	58	202
<u>TOTAL FLOOD CONTROL ENTERPRISE EXPENSES</u>	<u>18,307</u>	<u>4,496</u>	<u>19,603</u>
<u>Net Income Flood Enterprise Fund</u>	<u>16,658</u>	<u>30,469</u>	<u>15,362</u>



Borrego Water District
Non-Rate Revenues & Expenses
07/01/2026 to 06/30/2027

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
OTHER INCOME			
Penalties & Fees	50,000	245,000	80,000
BSUSD Well Agreement	35,000	30,000	35,000
1% Property Assessments	70,000	70,000	70,000
Interest Income	60,000	75,000	60,000
Other Income	-	-	-
WM Meter Reading Income	6,500	3,000	3,250
TOTAL OTHER INCOME	221,500	423,000	248,250
EXPENSES			
Air Quality Study	36,341	6,000	55,149
TOTAL NON-RATE REVENUE EXPENSES	36,341	6,000	55,149
TRANSFER TO WATER FUND TO COVER REVENUE SHORTFALL			
<u>Net Income Non-Rate Revenue</u>	<u>185,159</u>	<u>417,000</u>	<u>193,101</u>



Borrego Water District
Consolidated Enterprise Budget
07/01/2026 to 06/30/2027

	<i>Budgeted FY2026</i>	<i>Projected FY2026</i>	<i>Budgeted FY2027</i>
INCOME			
TOTAL WATER RATE REVENUE	4,681,881	4,321,461	4,908,480
TOTAL WASTEWATER RATE REVENUE	843,853	785,670	847,201
TOTAL PEST CONTROL FUND REVENUE	17,150	17,150	17,150
TOTAL FLOOD CONTROL FUND REVENUE	34,965	34,965	34,965
TOTAL OTHER INCOME	221,500	423,000	248,250
GROSS INCOME	<u>5,799,350</u>	<u>5,582,246</u>	<u>6,056,046</u>
EXPENSES			
TOTAL WATER ENTERPRISE EXPENSES	4,665,422	4,062,771	4,735,375
TOTAL WASTEWATER ENTERPRISE EXPENSES	741,527	626,326	821,710
TOTAL PEST CONTROL ENTERPRISE EXPENSES	17,205	1,550	17,150
TOTAL FLOOD CONTROL ENTERPRISE EXPENSES	19,603	4,496	19,603
TOTAL NON-RATE REVENUE EXPENSES	36,341	6,000	55,149
TOTAL EXPENSES	<u>5,478,747</u>	<u>4,701,142</u>	<u>5,648,987</u>
CONSOLIDATED NET INCOME	<u>320,603</u>	<u>881,103</u>	<u>407,059</u>



BORREGO WATER DISTRICT

June 13, 2025

TO: Ratepayers and Investors of the Borrego Water District
FROM: Geoff Poole, General Manager
SUBJECT: Fiscal Year 2025-26 Budget and Capital Improvement Plan

Transmitted herein is the Proposed Final Fiscal Year 2025-26 Budget and Capital Improvement Plan for the Borrego Water District. The consolidated budget was prepared in compliance with the laws of the State of California and reflects the Board of Directors' (Board) goals/priorities and the District's strategic plans by which to achieve them. The amount budgeted in each category represents Management's best assumptions to successfully accomplish the District's objectives.

Budget Comparison for FY 2025-26 Revenues

Water sales are projected to be similar to the prior fiscal year. In 2021, The BWD Board adopted a water and sewer rate schedule that included 5% water and 4% sewer rates/charges increase for the next four years. On June 14th, 2025 there will be a public hearing to propose adoption of a 9.5% water and 9.75% sewer rate increase.

Budget Components for FY 2025-26 Expenses

All expenses for FY 2025-26 have been re-evaluated in an effort to ensure expenses are considering current inflation, supply shortage and other factors.

All existing programs in BWD Operations, Maintenance and Administration Departments are fully funded through 2025-26. The major programs in Water Operations Enterprise include system operations and maintenance, water quality monitoring, meter testing/replacement, Regulatory Reporting and the inevitable emergency repair that happen each year and Capital projects. Existing operating expenses were adjusted by a cost of living/inflationary factor ranging from 3% to 12% depending upon the expense to estimate FY 25-26 costs.

All existing programs in BWD Wastewater Department are fully funded through 2025-26. The major programs in Wastewater Enterprise include collection system and treatment plant operations, wastewater quality monitoring and Regulatory reporting.

Included in this Budget Package are the proposed Board Resolution to adopt and approve the FY 2025-26 Budget, detailed revenue and expenses, Capital Improvement Plan with Project explanations and justifications, Non-CIP expenses and projected Cash Flow that includes proposed future rate increases. I would personally like to thank the BWD staff and Board for their hard work and dedication displayed throughout the current Fiscal Year.

Sincerely,

Geoff Poole

**BORREGO WATER DISTRICT
CAPITAL IMPROVEMENT PLAN
FISCAL YEARS ENDING 2027-2036**

PROJECTS FUNDED BY CASH RESERVES

	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2030-31	FY 2031-32	FY2032-33	FY2033-34	FY2034-35	FY2035-36
WATER PROJECTS										
1 Water Supply Purchase: David Bauer (includes following, abandon well	\$ 442,669	\$ 442,669	\$ 486,956	\$ 486,956						
2 Grant Matching Requirement: EPA #2 (will seek waiver)	\$ 721,600									
3 Grant Matching Requirement: EPA #3 (will seek waiver)		\$ 150,000								
4 Building Upgrades: Lugo Building & West Side of Admin Building	\$ 100,000									
5 Emergency System repairs	\$ 72,930	\$ 76,577	\$ 80,406	\$ 84,426	\$ 88,647	\$ 93,080	\$ 97,734	\$ 102,620	\$ 102,620	\$ 107,751
SUBTOTAL WATER CASH RESERVE PROJECTS	\$ 1,337,199	\$ 669,246	\$ 567,362	\$ 571,382	\$ 88,647	\$ 93,080	\$ 97,734	\$ 102,620	\$ 102,620	\$ 107,751
SEWER PROJECTS										
6 Sewer Cleaning/Inspection		\$ 131,250		\$ 137,813		\$ 144,703		\$ 151,938	\$ -	\$ -
7 WWTP Upgrades: Oxidation Ditch			\$ 650,000							
8 Manhole Replacements/Refurbishments				\$ 115,000		\$ 132,250				\$ 152,088
SUBTOTAL SEWER CASH RESERVE PROJECTS	\$ -	\$ 131,250	\$ 650,000	\$ 252,813	\$ -	\$ 276,953	\$ -	\$ 151,938	\$ -	\$ 152,088
SUBTOTAL SHORT-LIVED ASSETS (see Short-Lived Asset Plan)	\$ 287,550	\$ 232,888	\$ 292,413	\$ 271,933	\$ 325,723	\$ 220,500	\$ 483,831	\$ 259,831	\$ 259,831	\$ 255,256
TOTAL CASH CIP PROJECTS FY2026 THROUGH 2035	\$ 1,624,749	\$ 1,033,384	\$ 1,509,775	\$ 1,096,127	\$ 414,370	\$ 590,533	\$ 581,565	\$ 514,390	\$ 362,451	\$ 515,095

PROJECTS FUNDED BY GRANTS

	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2030-31	FY 2031-32	FY2032-33	FY2033-34	FY2034-35	FY2035-36
Water Projects										
2023 APPROPRIATIONS BILL \$3,392,667 (aka EPA#1)										
9 Transmission Main: Borrego Springs Road	\$ 928,000									
10 Pipeline Replacements: Sun Gold	\$ 2,464,000									
2024 APPROPRIATIONS BILL 80% of \$3,608,800 (aka EPA#2)										
11 Pipeline Replacement: West & East Star	\$ 360,000									
12 Pipeline Replacement: Club Circle	\$ 1,828,800									
13 Pipeline Replacement: Palm Canyon/Ocotillo Circle/Lazy S	\$ 698,240									
2025 APPROPRIATIONS BILL 80% of \$750,000 (aka EPA#3)										
14 Pipeline Replacement: Flying H/Walking H/OO		\$ 410,000								
15 Pipeline Replacement: Club Circle		\$ 190,000								
POTENTIAL GRANT FUNDED CIP PROJECTS										
16 WWTP Upgrade: Equalization Basin		\$ 650,000								
17 New Production Well: TBD									\$ 3,500,000	
TOTAL WATER/SEWER GRANT CIP PROJECTS	\$ 6,279,040	\$ 1,250,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,500,000	\$ -

PROJECTS FUNDED BY BONDS

	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2030-31	FY 2031-32	FY2032-33	FY2033-34	FY2034-35	FY2035-36
Water Projects										
2034 PLANNED BOND PROJECTS										
18 Well 5 Transmission Main Project										\$ 1,215,000
19 Water Treatment Facility										\$ 2,000,000
TOTAL WATER/SEWER BOND CIP PROJECTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,215,000

Total Annual CIP Spend: \$ 7,903,789 \$ 2,283,384 \$ 1,509,775 \$ 1,096,127 \$ 414,370 \$ 590,533 \$ 581,565 \$ 514,390 \$ 3,862,451 \$ 3,730,095

**BORREGO WATER DISTRICT
SHORT-LIVED ASSET PLAN
FISCAL YEARS ENDING 2026-2036**

	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2030-31	FY 2031-32	FY2032-33	FY2033-34	FY2034-35	FY2035-36
<u>WELLS</u>										
ID-1 16 - Inspection		\$ 199,238								
ID-1 Well 12 pump and casing/cleaning			\$ 181,913							
Booster Station Roof Replacement (RH)	\$ 10,000									
Other Well Rehabilitation				\$ 200,000	\$ 210,000	\$ 220,500	\$ 231,525	\$ 243,101	\$ 243,101	\$ 255,256
Chlorinator ID4-12	\$ 25,000									
SCADA Virtualization	\$ 10,000									
Tank Chlorine Residual Analyzers	\$ 60,000									
AMI for Production Wells	\$ 20,000	\$ 21,000	\$ 22,000	\$ 23,000	\$ 24,000					
<u>TANKS</u>										
Reservoir cleaning/video inspection (FY27 RH1, 900)	\$ 42,550			\$ 48,933			\$ 56,272			
<u>WASTEWATER TREATMENT FACILITY</u>										
Trash Pump			\$ 15,000				\$ 15,000			
Lift Station Pump		\$ 12,650			\$ 14,548			\$ 16,730		
Clarifier Rehab - Every 10 years							\$ 100,000			
FY27 Gravity Main Manhole Repairs	\$ 50,000									
<u>EQUIPMENT</u>										
Pickup - Every 1.5 to 2 years 3/4 ton	\$ 70,000		\$ 73,500		\$ 77,175		\$ 81,034		\$ 85,085	
TOTAL SHORT LIVED ASSETS REPLACEMENT PROGRAM	\$ 287,550	\$ 232,888	\$ 292,413	\$ 271,933	\$ 325,723	\$ 220,500	\$ 483,831	\$ 259,831	\$ 328,187	\$ 255,256

**BORREGO WATER DISTRICT
TEN YEAR CASH FLOW PROJECTIONS
WATER ENTERPRISE**

	FYE 2027	FYE 2028	FYE 2029	FYE 2030	FYE 2031	FYE 2032	FYE 2033	FYE 2034	FYE 2035	FYE 2036
Revenues										
Rate Revenues	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162	\$3,921,162
Revenue Adjustments	\$780,409	\$1,227,058	\$1,587,434	\$1,973,036	\$2,385,629	\$2,827,105	\$3,299,483	\$3,804,928	\$4,345,755	\$4,924,439
Other Revenue	\$355,373	\$272,665	\$272,665	\$272,665	\$272,665	\$272,665	\$272,665	\$272,665	\$272,665	\$272,665
Interest Income	\$48,000	\$50,836	\$43,882	\$55,151	\$63,906	\$74,973	\$93,752	\$119,895	\$146,925	\$146,925
Total - Revenues	\$5,104,944	\$5,471,721	\$5,825,142	\$6,222,013	\$6,643,362	\$7,095,904	\$7,587,062	\$8,118,650	\$8,686,507	\$9,265,191
O&M Expenses										
Repairs & Maintenance	\$1,087,963	\$1,122,443	\$1,194,166	\$1,271,613	\$1,355,278	\$1,445,705	\$1,543,480	\$1,649,248	\$1,763,705	\$1,904,802
Professional Services	\$267,871	\$269,348	\$276,082	\$282,984	\$290,058	\$297,310	\$304,742	\$312,361	\$320,170	\$345,784
Insurance	\$153,158	\$146,593	\$150,257	\$154,014	\$157,864	\$161,811	\$165,856	\$170,003	\$174,253	\$188,193
Personnel Expense	\$1,806,315	\$1,896,361	\$2,033,818	\$2,181,587	\$2,340,459	\$2,511,285	\$2,694,987	\$2,892,556	\$3,105,058	\$3,353,463
Office Expense	\$184,132	\$169,534	\$174,540	\$179,740	\$185,145	\$190,768	\$196,620	\$202,717	\$209,072	\$225,797
Utilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Groundwater Management	\$476,090	\$447,256	\$458,870	\$470,787	\$483,016	\$495,564	\$508,440	\$521,652	\$535,210	\$578,026
Total - O&M Expenses	\$3,975,529	\$4,051,534	\$4,287,734	\$4,540,725	\$4,811,820	\$5,102,442	\$5,414,126	\$5,748,535	\$6,107,468	\$6,596,065
	18.4%	1.9%	5.8%	5.9%						
Net Operating Revenue	\$1,129,415	\$1,420,187	\$1,537,409	\$1,681,289	\$1,831,542	\$1,993,462	\$2,172,936	\$2,370,115	\$2,579,039	\$2,669,126
Debt and Capital										
Total Existing Debt	\$789,159	\$788,323	\$791,885	\$545,938	\$546,618	\$546,052	\$546,064	\$545,726	\$545,934	\$933,201
Proposed Debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$399,756	\$0
PAYGO CIP	\$1,494,749	\$1,020,734	\$1,363,525	\$446,127	\$325,723	\$313,580	\$466,565	\$345,452	\$362,451	\$362,451
Total - Debt & Capital	\$2,283,908	\$1,809,057	\$2,155,410	\$992,065	\$872,341	\$859,632	\$1,012,629	\$891,178	\$1,308,141	\$1,295,652
Net Cash Flow	(\$1,154,494)	(\$388,870)	(\$618,001)	\$689,224	\$959,200	\$1,133,831	\$1,160,307	\$1,478,937	\$1,270,899	\$1,373,475

**BORREGO WATER DISTRICT
TEN YEAR CASH FLOW PROJECTIONS
SEWER ENTERPRISE**

	FYE 2027	FYE 2028	FYE 2029	FYE 2030	FYE 2031	FYE 2032	FYE 2033	FYE 2034	FYE 2035	FYE 2036
Revenues										
Rate Revenues	\$679,696	\$674,223	\$674,223	\$674,223	\$674,223	\$674,223	\$674,223	\$674,223	\$674,223	\$674,223
Revenue Adjustments	\$132,541	\$197,210	\$262,947	\$328,684	\$394,420	\$460,157	\$525,894	\$591,631	\$657,367	\$657,367
Other Revenue	\$34,965	\$41,879	\$41,879	\$41,879	\$41,879	\$41,879	\$41,879	\$41,879	\$41,879	\$41,879
Interest Income	\$12,000	\$13,463	\$14,328	\$12,026	\$6,098	\$8,984	\$14,370	\$15,696	\$21,245	\$9,318
Total - Revenues	\$859,202	\$926,776	\$993,378	\$1,056,812	\$1,116,621	\$1,185,243	\$1,256,366	\$1,323,429	\$1,394,715	\$1,382,788
O&M Expenses										
Repairs & Maintenance	\$200,167	\$183,650	\$188,241	\$192,947	\$197,771	\$202,715	\$207,783	\$212,978	\$218,302	\$218,302
Professional Services	\$81,120	\$41,266	\$42,298	\$43,355	\$44,439	\$45,550	\$46,689	\$47,856	\$49,052	\$49,052
Insurance	\$22,550	\$21,609	\$22,150	\$22,703	\$23,271	\$23,853	\$24,449	\$25,060	\$25,687	\$25,687
Personnel Expense	\$426,306	\$438,119	\$469,985	\$504,242	\$541,076	\$580,684	\$623,278	\$669,091	\$718,368	\$718,368
Office Expense	\$21,378	\$22,867	\$23,445	\$24,038	\$24,647	\$25,270	\$25,910	\$26,565	\$27,237	\$27,237
Utilities	\$0	\$8,159	\$8,893	\$9,693	\$10,566	\$11,517	\$12,553	\$13,683	\$14,914	\$14,914
Total - O&M Expenses	\$751,521	\$715,670	\$755,011	\$796,980	\$841,769	\$889,588	\$940,662	\$995,233	\$1,053,561	\$1,053,561
	32.9%	-4.8%	5.5%	5.6%						
Net Operating Revenue	\$107,681	\$211,105	\$238,366	\$259,833	\$274,851	\$295,655	\$315,704	\$328,196	\$341,154	\$329,227
Debt and Capital										
Total Existing Debt	\$41,124	\$41,084	\$41,092	\$41,143	\$41,101	\$41,102	\$41,076	\$41,092	\$41,079	\$41,000
Proposed Debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
PAYGO CIP	\$130,000	\$12,650	\$146,250	\$650,000	\$267,813	\$276,953	\$115,000	\$168,938	\$0	\$167,088
Total - Debt & Capital	\$171,124	\$53,734	\$187,342	\$691,143	\$308,914	\$318,055	\$156,076	\$210,030	\$41,079	\$208,088
Net Cash Flow	(\$63,444)	\$157,371	\$51,024	(\$431,311)	(\$34,062)	(\$22,400)	\$159,628	\$118,167	\$300,075	\$121,139

GRANT SUMMARY
Awarded and Pending Applications

PROJECT	FUNDING ENTITY	VALUE	TIMING	STATUS
FY26 Appropriations Act – Aging Infrastructure Replacement	Federal/EPA	\$3.6M	Request pending to waive 20% cost share for SDAC. Awaiting final implementation guidance. Work expected to begin in FY29.	On Congressional Appropriations List awaiting approval.
FY25 Appropriations Act – Flying H/Walking H/OO, Club Circle	Federal/EPA	\$750,000	Request pending to waive 20% cost share for SDAC. Awaiting final implementation guidance. Work expected to begin in FY28.	Awarded.
FY24 Appropriations Act – Club Circle, Deep Well, East/West Star, Santiago Pipelines	Federal/EPA	\$3.6M	Request pending to waive 20% cost share for SDAC. Awaiting final implementation guidance. Work expected to begin in FY27.	Awarded.
FY23 Appropriations Act – Sun Gold Pipeline Replacement & Borrego Springs Road Transmission Main	Federal/EPA	\$3.39M	Work expected to begin in FY27.	Awarded. SDAC Waiver Approved.
Water Storage Tank Replacement (Twin, Rams Hill 2, Indian Head)	CA Drinking Water Grants	\$2,786,006 \$3,249,694	Construction completed in FY24. Awaiting land transfer approval from State Parks.	Awarded & Complete
Wilcox Well Diesel Engine Replacement	CA Drinking Water Grants	\$100,000	Construction completed in FY24.	Awarded & Complete
Prop 68 – WWTP Monitoring Wells	DWR	\$206,500	Construction completed FY24.	Awarded & Complete
Prop 68 – Advanced Metering Infrastructure (AMI)	DWR	\$1.3M \$1.4M	Installation and implementation completed in FY25.	Awarded & Complete
Prop 68 – Admin	DWR	\$250,000 \$150,000	Began in FY23, Administering closeout and final reimbursements in FY26	Awarded & Complete
COVID-19 Wastewater Arrears Grant	DDW/ Waterboards	\$64,333	Received & Applied to Customer Accounts FY23	Awarded & Complete

COVID-19 Water Arrears Grant	DDW/ Waterboards	\$43,756	Received & Applied to Customer Accounts FY22	Awarded & Complete
WWTP Upgrade	CA Clean Water Grants	\$788,912	Reimbursement Grant received FY22 & FY23	Awarded & Complete
Air Quality Study	Borrego Valley Endowment Fund	\$21,766	Received in FY22	Contributed to share cost in FY22
Prop 1 SDAC Grant	DWR	\$232,398	Support for Well ID4-9. Reimbursement Grant Received FY2021	Awarded & Complete

APPENDIX A: CIP PROJECT SUMMARIES

The following table shows the summary of the 2027-2036 projects. The CIP projects are described in detail on the following pages.

CASH FUNDED CIP	25
#1: Water Supply Acquisition	25
#2: Grant Matching Requirement: EPA #2 (see #11-13)	25
#3: Grant Matching Requirement: EPA #3 (see #14-15)	25
#4: Upgrades to Grounds & Lugo Building	26
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#8: Manhole Replacements/Refurbishments	27
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#10: Pipeline Replacement: Sun Gold Area	28
#11: West & East Star Pipeline Replacement	28
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CASH FUNDED CIP

#1: Water Supply Acquisition

PROPOSED BUDGET: \$4,356,600 FROM CASH FY23 to FY30

Fiscal Year	FY23	FY24	FY25	FY26	FY27	FY28	FY29	FY30
BPA Purchase	\$ 721,188	\$ 344,916	\$ 344,916	\$ 344,916	\$ 344,916	\$ 344,916	\$ 344,916	\$ 344,916
Following	\$ -	\$ 489,169	\$ 124,738	\$ 195,668	\$ 80,713	\$ 80,713	\$ -	\$ -
Well Conversions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 125,000	\$ 125,000
Total Annual Cost	\$ 721,188	\$ 834,085	\$ 469,654	\$ 540,584	\$ 425,629	\$ 425,629	\$ 469,916	\$ 469,916

DESCRIPTION

The District has been strategically planning to purchase Water Supply (BPA) in order to be able to serve its customers thru the end of the rampdown period ordered under the basin adjudication. Under the Judgement, purchased lands must be fallowed prior to assigning the BPA to BWD's customer supply. BWD has entered into a multi-year Purchase and Sale Agreement to acquire land with water rights that total: $1,826 + 670 = 2,496$ AF BPA. Included with this purchase are nine wells that will either need to be abandoned or converted to monitoring wells at a cumulative estimated cost of \$250,000.

PROJECT DESIGN/ADMINISTRATION

An initial purchase was completed in full in FY23 from William Bauer. In FY24 the District entered into a 7 year agreement with David Bauer. The District expects to have approximately 250 acres fallowed by the end of FY26.

COST DETAIL

To assist with cash flow, The District was able to get some fallowing costs in FY24 included in the Prop 68 fallowing project. The District is currently seeking additional ways to finance the remainder of the PSA. In addition, since some parcels are along the State Park and Coyote Creek, the District is also searching for land restoration grants.

IMPACTS OF DEFFERAL

The District had originally planned it's BPA purchases to being in FY27. However, it is prudent for the District to commence these transactions ASAP to maintain costs and to take advantage of market availability.

#2: Grant Matching Requirement: EPA #2 (see #11-13)

PROPOSED BUDGET: \$721,600 cash in FY27

DESCRIPTION

Award of the Fiscal Year 2024 Community Development Grant (Congressional Appropriations) requires 20% agency matching funds. The District will apply for a waiver of this requirement due to SDAC status. This waiver was granted on EPA #1.

#3: Grant Matching Requirement: EPA #3 (see #14-15)

PROPOSED BUDGET: \$150,000 cash in FY28

DESCRIPTION

Award of the Fiscal Year 2025 Community Development Grant (Congressional Appropriations) requires 20% agency matching funds. The District will apply for a waiver of this requirement due to SDAC status. This waiver was granted on EPA #1.

#4: Upgrades to Grounds & Lugo Building

PROPOSED BUDGET: \$100,000 cash in FY27

DESCRIPTION

The District purchased 2473 Stirrup Rd aka The Lugo Building in November of 2009. Since that time, the District has heavily utilized the outdoor and warehouse areas while only using the main building for storage and intermittent uses. In order for the main building to be fully functional, it requires some finishing work to include flooring, electrical and other small items. Additionally, the roof in the covered outdoor area needs replacement.

PROJECT DESIGN/ADMINISTRATION

The District will conduct as much of this work “in-house” as possible. Contractors will be asked to bid on the roofing on the Back Building and the electrical wiring for the Lugo Building.

IMPACTS OF DEFERRAL

These improvements have already been delayed many years. Deferral would result in continued unsatisfactory storage conditions of large equipment due to the poor roof. Additionally, the building interior is not fully usable until these improvements are complete.

#5: Emergency Pipeline Repairs

PROPOSED BUDGET: \$72,930 in FY27

DESCRIPTION

Each year there are a number of breaks and leaks on District pipelines. This budget sets aside sufficient cash each year for operations staff to respond and repair.

#6: Sewer Cleaning/Inspection

PROPOSED BUDGET: \$131,250 cash in FY28

\$137,813 cash in FY30

DESCRIPTION

The District’s water distribution system is aging. Some parts of the distribution system were installed in the 1960’s and are starting to reach their life expectancy. The pressure in the system is over 100psi in many areas. Each year there are water pipe breaks that the District repairs. The CIP has included these costs as routine repairs each year. The District’s water distribution system was piecemealed together over time as the District took over smaller Districts in the area. The smaller pipelines were interconnected in partial measures. The District has identified three pipeline replacement projects that should be implemented for a more dependable system. The water pipe lines have service laterals that would be replaced to the property lines.

PROJECT DESIGN/ADMINISTRATION

These projects will be designed by a professional engineer in the State of California. After design is complete, the projects will be put out to bid. The lowest responsible bidder will be awarded the project. These pipelines are in need of replacement within the next three years.

COST DETAIL

Estimates were derived using pipeline lengths and cost per unit length. Not enough information is available to do a detailed analysis at this time.

- Flying H Road Pipeline – Proposed Construction FY31 – Estimate \$188,500
- Walking H/Double O Pipeline – Proposed Construction FY31 – Estimate \$250,000
- El Tejon Road Pipeline – Proposed Construction FY32 – Estimate \$190,000

IMPACTS OF DEFFERAL

Potential devastating water pipeline breaks; disruption in water service for prolonged periods; unreliable water service. The projects should be completed as shown in the above timeline due to the frequency of water pipeline breaks which cause lack of service to the District's customers.

#7: WWTP Upgrades: Oxidation Ditch

PROPOSED BUDGET: \$650,000 Cash Funded in FY29

DESCRIPTION

In 2021, Dudek prepared for the District a Technical Memorandum titled Rams Hill WWTF Capacity Analysis and Cost Estimates for Facility Replacement and Expansion Alternatives. The memo indicates "bottlenecks" in the design that are hindering the plant's ability to operate at the design capacity of 250 MGD. One of these bottlenecks is the Oxidation Ditch which was found to have a current, in use TKN treatment capacity of 55lb per day where design criteria was assumed to be 63lb per day. Under this constraint, the District can only connect an additional 104 EDUs to the plant. Replacement of the Oxidation Ditch will result in the ability to add additional EDU's and aid in bringing the plant to design capacity.

PROJECT DESIGN/ADMINISTRATION

The planning for this project is very preliminary and additional studies will need to be done to finalize a more accurate cost and scope of work. DWR has indicated that there is most likely grant funding available for this type of project. Collaborating with Dudek, BWD intends to determine a final scope of work and cost estimate.

#8: Manhole Replacements/Refurbishments

PROPOSED BUDGET: \$115,000 in FY30

DESCRIPTION

The District owns and maintains around 50 manholes to access the sewer system. Periodic replacement is necessary as they can begin to degrade and become a potential traffic hazard in the right of way.

PROJECT DESIGN/ADMINISTRATION

The Districts WWTP Operator regularly oversees a couple of replacements each year. Historically the District completes around 2 manholes each year for approximately \$50-60,000. The WWTP Operator would like to try to get more manholes done in the current year to be able to skip replacements every year. The largest project expense is mobilization and labor. The intent is to gain additional value by having more replacements done at once.

GRANT FUNDED CIP

#9: Transmission Main: Borrego Springs Road

PROPOSED BUDGET: a) \$928,000 Grant funded thru 2023 Appropriations Act in FY27

DESCRIPTION

Aging infrastructure leads to costly emergency repairs and threatens continuity of service to BWD customers. The District has prioritized pipeline replacements according to age and propensity to leaks. This project is to replace the 10" transmission main on Borrego Springs Road. It will also include replacement of all valves, service laterals and hydrants along the line.

PROJECT DESIGN/ADMINISTRATION

Working with BBK's advocacy team, BWD was able to submit this project request for congressional funding thru Representative Darrell Issa and Senator Alex Padilla. This project was awarded thru the 2023 Appropriations Act to be administered thru the EPA. BWD is currently awaiting next steps from the EPA. By default, Appropriation projects require 20% fund matching from the agency. BWD has submitted a request for a waiver of the 20% self-funding requirement due to the District's SDAC status.

#10: Pipeline Replacement: Sun Gold Area

PROPOSED BUDGET: a) \$2,464,000 Grant funded thru 2023 Appropriations Act in FY27

DESCRIPTION

Aging infrastructure leads to costly emergency repairs and threatens continuity of service to BWD customers. The District has prioritized pipeline replacements according to age and propensity to leaks. This project is to replace approximately 11,400 LF of 6" C900 Pipe in the Sungold neighborhood. It will also include replacement of all valves, hydrants and about 86 service laterals along the lines.

PROJECT DESIGN/ADMINISTRATION

Working with BBK's advocacy team, BWD was able to submit this project request for congressional funding thru Representative Darrell Issa and Senator Alex Padilla. This project was awarded thru the 2023 Appropriations Act to be administered thru the EPA. BWD is currently awaiting next steps from the EPA. By default, Appropriation projects require 20% fund matching from the agency. BWD has submitted a request for a waiver of the 20% self-funding requirement due to the District's SDAC status.

#11: West & East Star Pipeline Replacement

PROPOSED BUDGET: a) \$360,000 Grant funded thru 2024 Appropriations Act in FY27

b) \$ 90,000 Cash Funded 20% Cost Share in FY27

DESCRIPTION

Aging infrastructure leads to costly emergency repairs and threatens continuity of service to BWD customers. The District has prioritized pipeline replacements according to age and propensity to leaks. This project is to replace approximately 4,500 LF of 6” C900 Pipe on West Star Road & East Star Road. It will also include replacement of all valves, hydrants and about 26 service laterals along the lines.

PROJECT DESIGN/ADMINISTRATION

Working with BBK’s advocacy team, BWD has submitted this project request for congressional funding thru Representative Darrell Issa and Senator Alex Padilla. The intent is to receive funding thru the 2024 Appropriations Act to be administered thru the EPA.

#12: Club Circle Pipeline Replacements

PROPOSED BUDGET: a) \$1,828,800 Grant funded thru 2024 Appropriations Act in FY27
b) \$ 457,225 Cash Funded 20% Cost Share in FY27

DESCRIPTION

Aging infrastructure leads to costly emergency repairs and threatens continuity of service to BWD customers. The District has prioritized pipeline replacements according to age and propensity to leaks. This project is to replace all water and sewer lines in the Club Circle neighborhood. It will also include replacement of all valves, hydrants and about 26 service laterals along the lines.

PROJECT DESIGN/ADMINISTRATION

Working with BBK’s advocacy team, BWD has submitted this project request for congressional funding thru Representative Darrell Issa and Senator Alex Padilla. The intent is to receive funding thru the 2024 Appropriations Act to be administered thru the EPA.

#13 & #15: Palm Canyon/Ocotillo Circle/Lazy S Pipeline Replacements

PROPOSED BUDGET: a) \$698,240 Grant funded thru 2024 Appropriations Act in FY27
b) \$174,560 Cash Funded 20% Cost Share in FY27
c) \$190,000 Grant funded thru 2025 Appropriations Act in FY28
b) \$ 47,500 Cash Funded 20% Cost Share in FY28

DESCRIPTION

Aging infrastructure leads to costly emergency repairs and threatens continuity of service to BWD customers. The District has prioritized pipeline replacements according to age and propensity to leaks. This project is to replace the oldest water lines along Palm Canyon, Lazy S and Ocotillo Circle. It will also include replacement of all valves and hydrants.

PROJECT DESIGN/ADMINISTRATION

Working with BBK’s advocacy team, BWD has submitted this project request for congressional funding thru Representative Darrell Issa and Senator Alex Padilla. The intent is to receive funding thru the 2024 Appropriations Act to be administered thru the EPA.

#14: Pipeline Replacements: Flying H/Walking H/OO/El Tejon

PROPOSED BUDGET: a) \$410,000 Grant funded thru 2025 Appropriations Act in FY28
b) \$102,500 Cash Funded 20% Cost Share in FY28

DESCRIPTION

The District's water distribution system is aging. Some parts of the distribution system were installed in the 1960's and are starting to reach their life expectancy. The pressure in the system is over 100psi in many areas. Each year there are water pipe breaks that the District repairs. The CIP has included these costs as routine repairs each year. The District's water distribution system was piecemealed together over time as the District took over smaller Districts in the area. The smaller pipelines were interconnected in partial measures. The District has identified three pipeline replacement projects that should be implemented for a more dependable system. The water pipe lines have service laterals that would be replaced to the property lines.

PROJECT DESIGN/ADMINISTRATION

These projects will be designed by a professional engineer in the State of California. After design is complete, the projects will be put out to bid. The lowest responsible bidder will be awarded the project. These pipelines are in need of replacement within the next three years.

COST DETAIL

Estimates were derived using pipeline lengths and cost per unit length. Not enough information is available to do a detailed analysis at this time.

- Flying H Road Pipeline – Proposed Construction FY31 – Estimate \$188,500
- Walking H/Double O Pipeline – Proposed Construction FY31 – Estimate \$250,000
- El Tejon Road Pipeline – Proposed Construction FY32 – Estimate \$190,000

IMPACTS OF DEFFERAL

Potential devastating water pipeline breaks; disruption in water service for prolonged periods; unreliable water service. The projects should be completed as shown in the above timeline due to the frequency of water pipeline breaks which cause lack of service to the District's customers.

#16: WWTP Equalization Basin

PROPOSED BUDGET: \$650,000 Grant Funded in FY28

DESCRIPTION

In 2021, Dudek prepared for the District a Technical Memorandum titled Rams Hill WWTF Capacity Analysis and Cost Estimates for Facility Replacement and Expansion Alternatives. The memo indicates "bottlenecks" in the design that are hindering the plant's ability to operate at the design capacity of 250 MGD. One of these bottlenecks is the Equalization Basin which was found to have a current, in use capacity of 58,150 GPD where design criteria was assumed to be 121,500 GPD. Expansion of the Equalization Basin will result in the ability to add additional EDU's and aid in bringing the plant to design capacity.

PROJECT DESIGN/ADMINISTRATION

The planning for this project is very preliminary and additional studies will need to be done to finalize a more accurate cost and scope of work. DWR has indicated that there is most likely grant funding available for this type of project. Collaborating with Dudek, BWD intends to determine a final scope of work and cost estimate.

#17: New Production Well

PROPOSED BUDGET: \$3,500,000 Grant Funded in FY35

DESCRIPTION

A new production well may need to be installed in the next five to ten years. Wells ID1-8, and ID1-10 cannot be rehabilitated again and falling groundwater levels are contributing to the problem.

PROJECT DESIGN/ADMINISTRATION

Dudek prepared a report “Draft Working Technical Memorandum” dated June 16, 2017 that describes three separate Subbasin within the BWD service boundary. The report identifies that the Central Management Basin has the best chance for water that meets the requirements of California Code of Regulations (CCR) Title 17 and Title 22.

The BWD has already initiated preliminary review of potential new sources of supply in the Borrego Springs Subbasin and will further identify strategic sources of supply that meet Title 22 potable drinking water quality requirements.

Once a site has been selected, an exploration phase will commence. If the water quality and depth is acceptable, the land will be acquired for the wellsite and the well will be constructed to municipal standards.

Due to the fact that certain BWD wells have reached the end of their useful life, it is imperative to investigate and construct the replacement well before any existing well fails. BWD is confident that it will be able to obtain future grant funding for this project.

BOND FUNDED PROJECTS

#18: Well 5 Transmission Main Project

PROPOSED BUDGET: \$1,215,000 Bond Funded in FY36

DESCRIPTION

Well ID5-5 is expected to require a new, dedicated transmission main in the future. Planning for this project does not need to commence for about 8-10 years, but the District has put it on the CIP as a placeholder for a future project.

#19: Water Treatment Facility

PROPOSED BUDGET: \$2,000,000 Bond Funded in FY36

DESCRIPTION

Due to increasing levels of nitrates and TDS in a few wells in the valley, BWD anticipates it will need to conduct some level of water treatment in the future. The District is in the early stages of a Water Quality Study by Intera. This study is intended to assess current level and trends of COCs and to implement thresholds to determine when and what types of treatment will be necessary.

Due to the likeliness that some level of water treatment will be required, BWD has included this project as a future Bond Funded CIP item in FY35. Project costs are highly speculative and since there is no immediate risk of water contamination in BWD Production wells, it is yet to be determined when and where future treatment will be necessary based on the factors outlined above.

APPENDIX B: WATER SUPPLY PURCHASE

Description: Explanation and Description of current and future Water Supply Purchase

On January 30, 2020, pursuant to California Water Code (CWC) Sections 10733.6 and 10737.4, BWD submitted to the California Department of Water Resources (DWR) a proposed Stipulated Judgment (Judgement) for the Borrego Springs Groundwater Subbasin (Subbasin) including a Groundwater Management Plan (GMP), constituting a *Physical Solution* for DWR's review and approval to serve as an alternative to a Groundwater Sustainability Plan (GSP) for the Subbasin in compliance with the California 2014 Sustainable Groundwater Management Act (SGMA).

The pumpers of the Subbasin representing approximately 92% of annual Subbasin extractions agreed to a Settlement of water rights also applied to the California Superior Court (Court) for a Judgement. Until the Court approves the Judgement, the Subbasin pumpers have agreed to implement the *Physical Solution* under an interim Watermaster Board.

The objective of the Judgement is to assign Baseline Pumping Allocations (BPAs) to Subbasin pumpers that will be reduced on an annual basis to collectively not exceed the sustainable yield of the Subbasin by no later than 2040. The result of this means of achieving SGMA requirements is that BWD will be required to purchase BPA from other Subbasin pumpers to meet the water demand needs of existing BWD customers. For this reason, BWD spent about \$760,000 in FY23 and began in FY24 a 7-year Installment purchase valued at \$3.75M to acquire a combined total of 2,490 BPA.

There is no imminent threat of the Borrego Water District being unable to deliver sufficient water to its rate payers after Rampdown. Existing customer consumption is approximately 1,200 Acre Feet per year. Upon completion of the 7-year Installment purchase, BWD will be allowed to pump approximately 1,756 Acre Feet per year after Rampdown. Any large development that will add more than 2 Acre Feet to existing annual demands, is required to secure and transfer to the District sufficient post-Rampdown water rights before the District will consider implementing water service.

APPENDIX C: CASH RESERVES POLICY

FOR DRAFT BUDGET SEE ATTACHED REDLINE .PDF

APPENDIX D: INVESTMENT POLICY

RESOLUTION NO. 2027-06-xx

RESOLUTION OF THE BOARD OF DIRECTORS OF THE BORREGO WATER DISTRICT APPROVING THE OPERATIONS, MAINTENANCE, CAPITAL IMPROVEMENTS AND GROUNDWATER MANAGEMENT BUDGETS FOR FISCAL YEAR 2026-2027

WHEREAS, the Board of Directors has reviewed and considered the Budget as presented for Fiscal Year 2026-2027 hereinafter referred to as the “Budget” which is attached hereto and incorporated by reference, and

WHEREAS, the Budget provides a comprehensive plan of financial operations for the District including an estimate of revenues and the anticipated requirements for expenditures, appropriations, and reserves for the forthcoming fiscal year, and

WHEREAS, the Budget establishes the basis for incurring liability and making expenditures on behalf of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Borrego Water District, that the Budget and each and every part thereof, is hereby approved and adopted for the Fiscal Year 2026-2027

PASSED, ADOPTED AND APPROVED at a regular meeting of the Board of Directors of the Borrego Water District held on **June 17, 2025**

Kathy Dice
President of the Board of Directors
Of Borrego Water District

ATTEST:

Diane Johnson
Secretary/Treasurer of the Board of Directors
Of Borrego Water District

STATE OF CALIFORNIA)
) ss.
COUNTY OF SAN DIEGO)

I, Diane Johnson, Secretary of the Board of Directors of the Borrego Water District, do hereby certify that the foregoing resolution was duly adopted by the Board of Directors of said District at a regular meeting held on the 17th of June, 2025, and that it was so adopted by the following vote:

AYES: DIRECTORS:

NOES: DIRECTORS:

ABSENT: DIRECTORS:

ABSTAIN: DIRECTORS

Secretary of the Board of Directors of Borrego
Water District

STATE OF CALIFORNIA)
) ss.
COUNTY OF SAN DIEGO)

I, Diane Johnson, Secretary of the Board of Directors of the Borrego Water District, do hereby certify that the above and foregoing is a full, true and correct copy of RESOLUTION NO. 2026-06-09, of said Board, and that the same has not been amended or repealed.

Dated:

Secretary of the Board of Directors of Borrego
Water District

III. BOARD COMMITTEE REPORTS STANDING:

B. Finance, Audit and Budget - Dice/Moran



Borrego Water District Board of Directors
MINUTES of the Finance, Audit & Budget Standing Committee
April 10, 2026 @ 10:30 a.m.
806 Palm Canyon Drive
Borrego Springs, CA 92004

I. OPENING PROCEDURES

- A. Call to Order: President Dice called the meeting to order at 10:30am
- B. Pledge of Allegiance: Those present stood for the Pledge of Allegiance
- C. Roll Call: Committee Members:
Present: President Dice,
Director Moran
Staff: Geoff Poole, General Manager
Jessica Clabaugh, Finance Officer
Public: Tammy Baker
- D. Approval of Agenda: ***MSC: Moran/Dice approving the Agenda as written. The roll call vote was unanimous.***
- E. Comments from the Public & Requests for Future Agenda Items: None.
- F. Comments from Directors: None.
- G. Correspondence Received from the Public: None.

II. ITEM FOR AUDIT & BUDGET COMMITTEE CONSIDERATION AND POSSIBLE ACTION

- A. Minutes of the March 25, 2026 Finance Audit & Budget Committee Meeting – J. Clabaugh: The committee reviewed the minutes and had no edits. The minutes will be presented to the full board for approval at the April 14th Regular Board Meeting.
- B. Reserves and Cash Flow – J. Clabaugh: Ms. Clabaugh presented a revised Reserves Balances Report showing that the current target is \$7.7M with the policy minimum target being \$5.4M and with an emergency minimum set at \$3M which would be the point at which the Board will need to initiate a spending moratorium on non-critical items and would prompt a revisitation to the Budget by the Board. \$3M would allow for a year of debt service payments and leave \$2M on hand. Ms. Baker recommended adding the Emergency Minimum column to show how those reserves would be split.
- C. FY27 Operating Budget Review – J. Clabaugh: Ms. Clabaugh took the committee thru the second draft of the FY27 Operating Budget. Water sales are projected flat based on FY25 actual sales volumes. For Commercial and Irrigation water sales projections, Ms. Clabaugh proposed 130,000 Units for Commercial and 55,000 for Irrigation which is inline with the lowest sales volumes over the past 3 years. GM Poole requested to add funds in the water budget for the Cross-Connection Hazards Assessment in the amount of \$20,000. This will bring the Engineering/Consulting budget to \$40,000 as it already includes a Chlorination assessment. Dudek did recommend adding Chlorine Residual monitors to the SCADA network in the tanks which would add \$60,000 to the Short-Lived Asset CIP.

For Groundwater Management Expenses, Director Moran recommended increasing the Legal Expense category to address issues currently facing the Watermaster Board, the committee agreed to increase to \$150,000. GWM Expense covers expenses incurred by the BWD as a party to the judgement. BWD has historically underspent in this category so the board recommended lowering to \$70,000 from \$84,000. Ms. Clabaugh will report back on historic spending in this category. Director Dice requested Geoff reach out to Intera for verification of cost estimates on their next year of work for the Engineering/TAC Expense and potentially include funds for hydrologic model runs.

Sewer Revenue and Expense projections align with the Rate Study and previous committee discussions. The Sewer Engineering Expense includes \$50,000 for work with Dudek towards accommodation of the renewing Rams Hill Wastewater Treatment Facility Discharge Permit requirements.

The Pest Control Fund budget includes costs to hire a consultant and the Flood Control Budget includes funding for annual inspections of the flood control channels. Non-Rate Budget expenses include the fulfillment of the Air Quality Monitoring contract with UCI. This results in a net income of approximately \$381,000.

Next the committee reviewed the CIP and Short-Lived Asset plan and added the Chlorine Residual Analyzers in the amount of \$60,000. New items include \$10,000 for a roof repair/replacement on the Booster Station at Rams Hill. Mr. Marin is working on an assessment on potential repair costs to the Lugo building. Mr. Martinez is having Downstream do a sewerline inspection next month which could lead to a potential repair expense for next fiscal year.

- III. CLOSING PROCEDURE:** The committee had a short discussion on what to report to the full board at the April 14th Board Meeting. The meeting adjourned at 12:19pm. The next meeting date/time is Tuesday, May 12, 2026 at 10:30 a.m.

The committee proposed presenting the current version of the budget at the May 19th regular board meeting with the intent to adopt at the June meeting.

- C. FY27 Budget Package Table of Contents – J. Clabaugh: Ms. Clabaugh reviewed the Table of Contents from the FY26 Budget package and asked the Committee if they would like to see any changes. The Reserves and Investment policies will be included as appendices to the Budget Package to align with the in-progress Administrative Code revisions requiring annual review of such policies. Ms. Clabaugh also mentioned that the Salary Scale needs updating but recommends waiting to publish until the finish of the in-progress Organization Study.

III. CLOSING PROCEDURE: The meeting adjourned at 11:25am.

IV.A

Waste Water Reports

April 2026





BORREGO WATER DISTRICT

APRIL 2026

WASTEWATER OPERATIONS REPORT

There's no know problems with wastewater system at the moment:

Rams Hill Wastewater Treatment Facility serving ID-1, ID-2 and ID-5 Total Cap. 0.25 MGD (million gallons per day):

Average flow: 84800 (gallons per day)

Peak flow: 105000 gpd Sunday, APRIL, 26-2026



BORREGO WATER DISTRICT

RAMS HILL WASTEWATER TREATMENT FACILITY

4861 Borrego Springs Rd, BORREGO SPRINGS, CA 92004
(760) 767-5806 FAX (760) 767-5994

05/04/2026

CALIFORNIA REGIONAL WATER QUALITY
CONTROL BOARD – REGION 7
73-720 FRED WARING DR. SUITE 100
PALM DESERT, CA. 92260

Attn: Andrea Varela/WRCE

RE: APRIL 2026 Borrego Springs WWTP

Dear Adrian,

Please find attached the APRIL 2026 monthly monitoring reports and Lab results for Borrego springs district WWTP.

We are pleased to inform you that there's no known violations for this month.

If you have any questions please contact ROGELIO MARTINEZ/WT-III. (760)419-2764.

Respectfully,

Rogelio Martinez/ water plant operator III

CC: Geoff Poole/GM

MONTHLY REPORT: R.H.W.T.F

MONTH: APRIL

YEAR: 2026

BORREGO WATER DISTRICT,
RAMS HILL WASTEWATER TREATMENT FACILITY,
4861 BORREGO SPRINGS ROAD,
BORREGO SPRINGS, CA 92004
760-767-5806; phone
760-767-5994; fax

COMMENTS: THERE ARE NO SPILLS TO REPORT FOR APRIL 2026; THE FLOW REPORT IS ATTACHED.

Submitted by: ROGELIO MARTINEZ/BWD TO: GEOFF POOLE/BWD;

05/04/2026

APR 2026	INFLUENT DAILY FLOW GAL.	TOTAL FLOW GAL.
1	87000 GAL	54175000 GAL
2	95000 GAL	54270000 GAL
3	97000 GAL	54368000 GAL
4	95000 GAL	54463000 GAL
5	92000 GAL	54555000 GAL
6	82000 GAL	54637000 GAL
7	74000 GAL	54711000 GAL
8	92000 GAL	54804000 GAL
9	93000 GAL	54897000 GAL
10	93000 GAL	54990000 GAL
11	100000 GAL	55090000 GAL
12	102000 GAL	55192000 GAL
13	87000 GAL	55279000 GAL
14	77000 GAL	55356000 GAL
15	77000 GAL	55433000 GAL
16	82000 GAL	55515000 GAL
17	86000 GAL	55602000 GAL
18	89000 GAL	55691000 GAL
19	88000 GAL	55779000 GAL
20	72000 GAL	55851000 GAL
21	70000 GAL	55921000 GAL
22	73000 GAL	55994000 GAL
23	74000 GAL	56068000 GAL
24	84000 GAL	56152000 GAL
25	102000 GAL	56254000 GAL
26	105000 GAL	56359000 GAL
27	75000 GAL	56434000 GAL
28	69000 GAL	56503000 GAL
29	66000 GAL	56569000 GAL
30	66000 GAL	56635000 GAL

P.H. / D.O. LOG ; R.H.W.T.F., BORREGO WATER DISTRICT

Year,2026

APRIL

<u>DATE</u>	<u>LOCATION</u>	<u>P.H.</u>	<u>D.O</u>	<u>Alkalinity</u>	<u>Freeboard</u>
4/1/2026	EFFLUENT	7.60	5.22mg/l	160ppm	
4/1/2026	POND	7.52	5.32mg/l	160ppm	3.5ft
4/15/2026	EFFLUENT	7.33	4.65mg/l	160ppm	
4/15/2026	POND	7.61	5.62mg/l	160ppm	3.5ft

Berm Condition: Good and no Odors around the pond

**CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD
COLORADO RIVER BAIS REGION**

WDID NO.: **7A 37 0125 001**
ORDEF NO.: **R7-2019-0015**

**MONITORING AND REPORTING
BORREGO WATER DISTRICT - RAMS HILL WWTF**

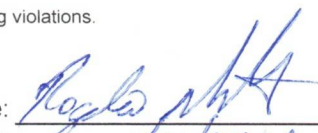
MONTH: APRIL
YEAR: 2026

REPORTING FREQUENCIES: MONTHLY

APRIL

TYPE OF SAMPLE:	INFLUENT			PONDS		
CONSTITUENTS:	Flow	BOD	TSS	DO	pH	Freeboard
FREQUENCY:	Daily	Monthly	Monthly	Twice Monthly	Twice Monthly	Twice Monthly
DESCRIPTION:	Measurement	Grab	Grab	Grab	Grab	Measurement
UNITS:	gpd	mg/L	mg/L	mg/L	s.u.	ft
REQUIREMENTS						
30-DAY MEAN:						
MAXIMUM:						
MINIMUM:						
DATE OF SAMPLE	APRIL					
1	87000	120	150	5.32	7.52	3.5
2	95000					
3	97000					
4	95000					
5	92000					
6	82000					
7	74000					
8	92000					
9	93000					
10	93000					
11	100000					
12	102000					
13	87000					
14	77000					
15	77000			5.62	7.61	3.5
16	82000					
17	86000					
18	89000					
19	88000					
20	72000					
21	70000					
22	73000					
23	74000					
24	84000					
25	102000					
26	105000					
27	75000					
28	69000					
29	66000					
30	66000					
31						
30-DAY MEAN	84800	120	150	5.47	7.57	3.5
MAXIMUM	105000	120	150	5.62	7.61	3.5
MINIMUM	66000	120	150	5.32	7.52	3.5

I declare under the penalty of law that I personally examined and am familiar with the information submitted in this document, and that based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment for knowing violations.

Signature: 
Date: 5/4/2026

**CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD
COLORADO RIVER BAIS REGION**

WDID NO.: **7A 37 0125 001**
ORDER NO.: **R7- 2019-0015**

**MONITORING AND REPORTING
BORREGO WATER DISTRICT - RAMS HILL WWTF**

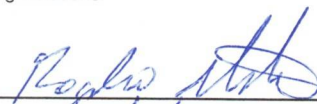
REPORTING FREQUENCY **MONTHLY**

MONTH: **APRIL**
YEAR: **2026**

APRIL

TYPE OF SAMPLE:	EFFLUENT					
CONSTITUENTS:	BOD	TSS	SS	T. Nitrogen	TDS	pH
FREQUENCY:	Twice Monthly	Twice Monthly	Twice Monthly	Twice Monthly	Twice Monthly	Twice Monthly
DESCRIPTION:	Grab	Grab	Grab	Grab	Grab	Grab
UNITS:	mg/L	mg/L	ml/L	mg/L	ml/L	mg/L
REQUIREMENTS						
30-DAY MEAN:	30	30	0.3		700	6.0-9.0
MAXIMUM:						
MINIMUM:						
DATE OF SAMPLE						
1	0.0	1.0	0.0	6.5	520	7.6
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15	6.9	2.0	0.0	9.7	530	7.33
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
30-DAY MEAN	3.5	1.5	0.0	8.1	525	7.47
MAXIMUM	6.9	2.0	0.0	9.7	530	7.60
MINIMUM	0.0	1.0	0.0	6.5	520	7.33

I declare under the penalty of law that I personally examined and am familiar with the information submitted in this document, and that based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment for knowing violations.

Signature: 
Date: 5/4/2026

IV.B

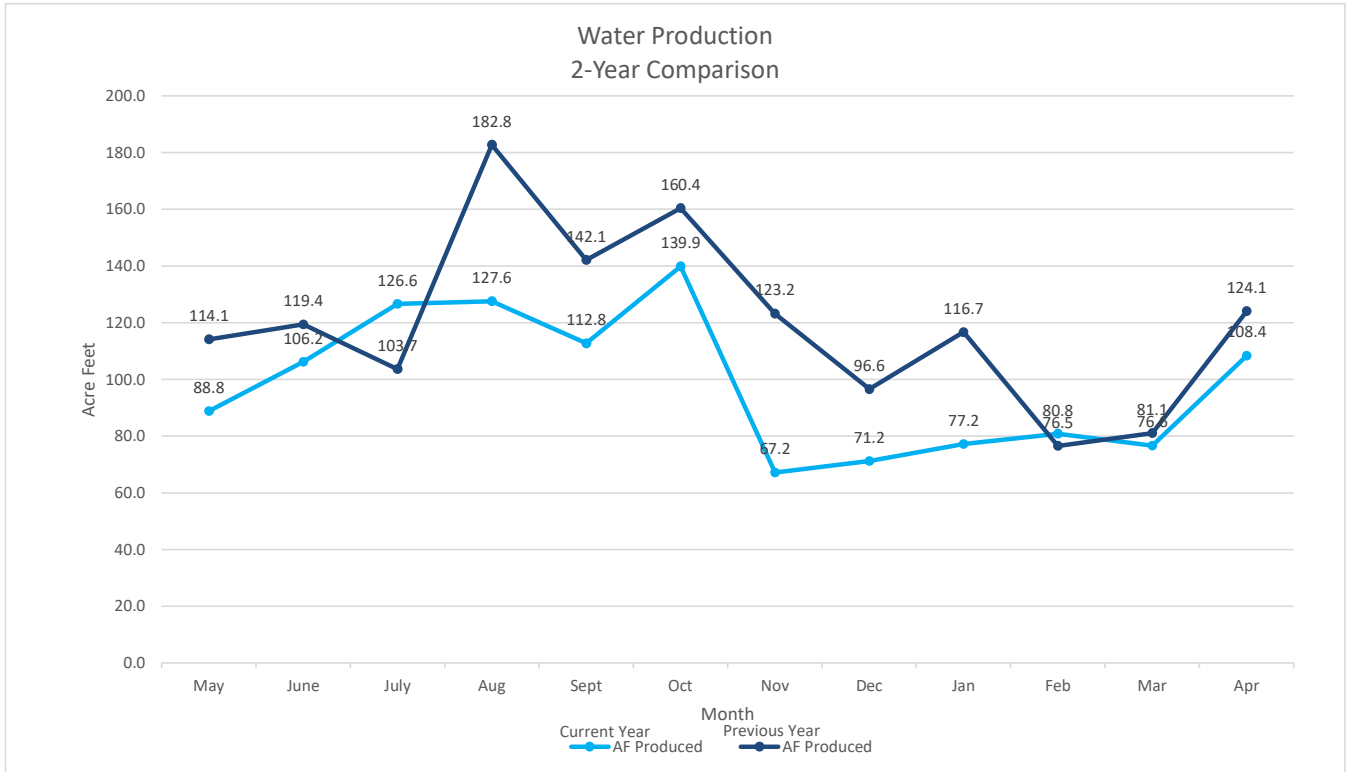
WATER PRODUCTION/ OPERATIONS REPORT

April 2026



BORREGO WATER DISTRICT

WATER PRODUCTION SUMMARY April 2026



Past 12 months Production vs. Sales

	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	Past 12 Mo. TOT
AF Used	100.6	109.2	117.4	117.7	106.0	96.4	93.4	68.5	64.0	73.4	78.3	95.9	1120.8
AF Produced	88.8	106.2	126.6	127.6	112.8	139.9	67.2	71.2	77.2	80.8	76.6	108.4	1183.2
% Non Rev.	-13.3%	-2.8%	7.3%	7.7%	6.0%	31.1%	-39.1%	3.8%	17.2%	9.2%	-2.2%	11.5%	5.3%

Previous 12 Months Production vs. Sales

	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	Prior 12 Mo. TOT
AF Used	101.2	104.6	113.4	142.0	121.6	133.3	108.0	83.6	100.2	81.6	75.1	93.5	1258.0
AF Produced	114.1	119.4	103.7	182.8	142.1	160.4	123.2	96.6	116.7	76.5	81.1	124.1	1440.7
% Non Rev.	11.3%	12.4%	-9.4%	22.3%	14.4%	16.9%	12.3%	13.5%	14.2%	-6.6%	7.4%	24.7%	12.7%

Non Revenue Water Summary

Apr-26 11.5%
 Avg. Past 12 Mos. 3.0%
 Avg. Past 24 Mos. 7.1%

IV.C

FINANCIALS REPORT

March 2026





TREASURER'S REPORT MAR 26

	Bank Balance	Carrying Value	Fair Value	<u>% of Portfolio</u> Current Actual	Rate of Interest	Maturity	Valuation Source
Cash and Cash Equivalents:							
Demand Accounts at CVB/LAIF							
General Account/Petty Cash	\$ 1,734,408	\$ 1,603,600	\$ 1,603,600	28.01%	0.60%	N/A	CVB/WF
Payroll Account	\$ 87,075	\$ 90,431	\$ 90,431	1.58%	0.60%	N/A	WF
Grant Fund Account	\$ 121,453	\$ 121,453	\$ 121,453	2.12%	0.00%	N/A	WF
LAIF	\$ 3,908,801	\$ 3,908,801	\$ 3,908,801	68.28%	3.98%	N/A	LAIF
Total Cash and Cash Equivalents	<u>\$ 5,851,737</u>	<u>\$ 5,724,285</u>	<u>\$ 5,724,285</u>	<u>100.00%</u>			

Cash and investments conform to the District's Investment Policy statement filed with the Board of Directors on June 2024

Cash, investments and future cash flows are sufficient to meet the needs of the District for the next six months.

Sources of valuations are CVB Bank, LAIF and US Trust Bank.

Jessica Clabaugh, Finance Officer

Borrego Water District
Water Enterprise Operating Budget Analysis
03/01/2026 to 03/31/2026



	<i>Budgeted</i> FY2026	Actual Mar FY2026	<i>Projected</i> Mar FY2026	% of Months Budget	Year to Date FY2026
<u>INCOME</u>					
RATE REVENUE					
Water Rates Revenues					
Commodity Rates					
Residential T1 & T2 Reven	1,015,987	75,327	59,638	126%	750,420
Residential T3 Revenues	676,567	22,818	39,714	57%	413,909
Commercial	643,522	56,571	37,775	150%	502,725
Irrigation	423,161	29,025	24,840	117%	288,761
Total Commodity	2,759,237	183,741	161,976	113%	1,955,814
Non-Commodity Charges					
Base Meter Charges	1,689,581	144,494	140,798	103%	1,233,952
Meter Install/Repair	36,750	7,460	3,063	244%	19,435
New Water Supply Connec	26,124	5,258	2,177	242%	15,774
Backflow Testing/Install	11,400	-	950	0%	7,364
Bulk Water Sales	6,825	670	569	118%	7,932
Total Non-Commodity	1,770,680	157,882	147,557	107%	1,284,457
					-
Total Water Rate Revenues	4,529,917	341,623	309,533	110%	3,240,271
Availability Charges Collected thru Tax Roll					
ID1 - Water	34,965	13,973	12,000	116%	18,717
ID3/ID4 - Water Standby	117,000	2,556	2,352	109%	78,610
Total Availability (Tax Roll)	151,965	16,529	14,352	115%	97,327
TOTAL WATER REVENUE	4,681,882	358,152	323,885	110.58%	3,337,599



Borrego Water District
Water Enterprise Operating Budget Analysis
03/01/2026 to 03/31/2026

	<i>Budgeted FY2026</i>	Actual Mar FY2026	Projected Mar FY2026		% of Months Budget	Year to Date FY2026
EXPENSES						
OPERATING EXPENSES						
Operations & Maintenance Expense						
R&M Water	286,926	(739)	23,911	<i>MATERIALS CREDITS</i>	-3.09%	85,149
Telemetry	15,000	-	1,250		0.00%	3,169
Trash Removal	7,500	437	625		69.85%	4,977
Vehicle Expense	30,000	3,742	2,000		187.10%	26,454
Fuel & Oil	45,007	4,913	3,751		131.01%	28,799
Lab/Testing	45,000	918	3,750		24.49%	29,431
Permit Fees	29,541	3,047	3,050		99.90%	25,763
Pumping Electricity	566,528	45,824	47,211		97.06%	427,855
Total Operations & Maintenance Ex	1,025,502	58,143	85,547		67.97%	631,597
Professional Services						
Accounting (Lockbox/Debt Filir	9,680	874	800		109.25%	6,042
Payroll Services	4,400	279	367		76.04%	3,427
Audit Fees	28,034	-			#DIV/0!	16,640
IT & Cyber Security	39,360	1,283	2,986		42.96%	28,183
Financial Consulting	-	4,875	-	<i>Raftelis</i>		12,498
Engineering Consultant	10,000	-	833		0.00%	2,905
Legal Services - General	68,675	4,654	5,723		81.32%	41,323
<i>Legal Services - Reimbursit</i>	-	-	-			
Federal & State Legislative Adv	64,944	5,280	5,412		97.56%	47,520
Total Professional Services	225,093	17,245	16,121		106.97%	158,539
Insurance Expense						
ACWA/JPIA Program Insurance	132,355	-				98,235
ACWA/JPIA Workers Comp	17,068	-				8,808
Total Insurance Expense	149,423	-	-			107,043
Personnel Expense						
Board Meeting Expense	13,939	2,182	1,000	<i>IT setup</i>	218.21%	14,230
Salaries & Wages	1,221,985	90,953	101,832		89.32%	877,317
<i>Contra Account - Salaries &</i>	<i>(62,031)</i>	<i>(4,845)</i>	<i>(5,169)</i>		93.73%	<i>(6,956)</i>
Contract Labor/Consulting	10,175	-	848		0.00%	-
Payroll Taxes	25,084	2,636	2,090		126.09%	17,549
Benefits - Medical	200,383	19,999	16,699		119.77%	162,924
Benefits - CalPERS	222,721	8,904	9,980		89.22%	180,338
Trainings & Conferences	18,314	930	1,526		60.93%	10,258
Uniforms	7,123	459	594		77.29%	5,071
Safety Compliance & Emergenc	5,087	-	424		0.00%	721
Total Personnel Expense	1,662,780	121,218	129,823		93.37%	1,261,452



Borrego Water District
Water Enterprise Operating Budget Analysis
03/01/2026 to 03/31/2026

	<i>Budgeted FY2026</i>	Actual Mar FY2026	Projected Mar FY2026	% of Months Budget	Year to Date FY2026
OPERATING EXPENSES (Con't)					
Office Expense					
Office Supplies	22,659	2,263	1,888	119.85%	21,412
Office Equipment	49,641	1,256	3,017	41.63%	34,866
Postage & Freight	4,400	389	367	106.09%	2,989
Property Tax	3,052	-	254		1,429
Telephone Expense	28,034	1,029	2,160	47.65%	14,381
Dues & Subscriptions (ACWA/A	17,401	785	449	175.02%	20,501
Statement Printing & Mailing	25,087	2,318	2,091	110.88%	12,226
Office/Shop utilities	18,897	303	1,575	19.24%	11,233
Total Office Expense	169,171	8,343	11,800	70.70%	119,036
TOTAL OPERATING EXPENSES	3,231,969	204,948	243,291	84.24%	2,277,667
Debt Expense					
BBVA Bank Note 2018A/B - Prii	220,000	-			220,000
BBVA Bank Note 2018A/B - Inti	26,967	-			13,484
2021 Bond Cap One - Principal	393,063	-			393,063
2021 Bond Cap One - Interest	125,477	-			62,739
Total Debt Expense	765,507	-	-		689,285
GROUNDWATER MANAGEMENT EXPENSES					
Pumping Fees	103,000	-			34,786
GWM Expense	81,532	-	6,794	0.00%	-
Legal Expense	103,000	7,197	8,583	83.85%	73,123
Engineering/TAC Expense (Inte	139,050	15,443	11,588	133.27%	69,707
TOTAL GROUNDWATER MGMT EXPENSES	426,582	22,640	26,965	83.96%	177,616
TOTAL EXPENSES	4,424,058	227,588	270,256	84.21%	3,144,568
NET INCOME	257,824	130,564	53,628	243.46%	193,031



Borrego Water District
Sewer Enterprise Operating Budget Analysis
03/01/2026 TO 03/31/2026

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>	<i>% of Months Budget</i>	<i>Year to Date FY2026</i>
<u>INCOME</u>					
RATE REVENUE					
Sewer Rates					
TCS Holder Fees (SA2)	192,073	16,097	16,006	101%	143,228
TCS User Fees (SA2)	155,060	13,038	12,922	101%	116,420
RH Sewer User Fees (ID1)	182,674	15,880	15,223	104%	143,404
Sewer Standby/Capacity Fees	-	8			(518)
Sewer User Fees (ID5)	<u>210,192</u>	<u>17,581</u>	<u>17,516</u>	100%	<u>158,231</u>
Total Sewer Rates	739,999	62,603	61,667	102%	560,766
Availability Charges Collected thru Tax Roll					
ID1 - Sewer Standby	<u>34,965</u>	<u>13,973</u>	<u>8,415</u>	166%	<u>19,387</u>
Total Availability (Tax Roll)	34,965	13,973	8,415	166%	19,387
TOTAL SEWER REVENUE	774,964	76,576	70,082	109%	580,152



Borrego Water District
Sewer Enterprise Operating Budget Analysis
03/01/2026 TO 03/31/2026

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>		<i>Year to Date FY2026</i>
EXPENSES					
OPERATING EXPENSES					
Operations & Maintenance Expense					
R&M WWTF	138,744	2,887	11,562	25%	31,753
Telemetry	1,000	-	83	0%	-
Trash Removal	2,400	104	200	52%	1,201
Vehicle Expense	3,086	208	257	81%	1,469
Fuel & Oil	8,533	670	711	94%	3,724
Lab/Testing	20,437	2,393	1,703	141%	14,140
Electricity	5,723	765	477	160%	4,450
Permit Fees	15,000	-	-	0%	14,682
Total Operations & Maintenance Expense	194,923	7,027	14,994	47%	71,419
Professional Services					
Accounting (Lockbox/Debt Filings)	1,320	119	110		934
Payroll Services	600	38	50	76%	467
Audit Fees	3,823	-	-	-	1,860
IT & Cyber Security	7,688	175	641	27%	3,843
Financial Consulting	-	665	-	0%	1,704
Engineering (Dudek)	6,371	-	531	0%	40,570
Legal Services - General	9,365	635	780	81%	3,661
Advocacy	8,325	720	694	104%	6,480
Total Professional Services	37,492	2,352	2,806	84%	59,519
Insurance Expense					
ACWA/JPIA Program Insurance	18,048	-	-		13,461
ACWA/JPIA Workers Comp	3,952	-	988		1,944
Total Insurance Expense	22,000	-	988		15,405
Personnel Expense					
Board Meeting Expense	2,000	298	167	179%	1,941
Salaries & Wages	282,486	27,994	23,541	119%	206,535
<i>Contra Account - Salaries & Wages</i>	<i>(8,459)</i>	-	<i>(705)</i>	0%	649
Contract Labor/Consulting	10,000	-	833	0%	-
Payroll Taxes	5,799	647	600	108%	3,688
Benefits - Medical	47,646	2,727	3,971	69%	35,262
Benefits - CalPERS	51,486	2,771	3,214	86%	41,306
Trainings & Conferences	2,497	49	208	24%	1,674
Uniforms	971	63	81	77%	692
Safety Compliance & Emergency Prep	694	-	58	0%	-
Total Personnel Expense	395,120	34,549	31,967	108%	291,747



Borrego Water District
Sewer Enterprise Operating Budget Analysis
03/01/2026 TO 03/31/2026

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>	<i>% of Months Budget</i>	<i>Year to Date FY2026</i>
OPERATING EXPENSES (Con't)					
Office Expense					
Office Supplies	3,100	232	258	90%	2,590
Office Equipment	6,769	305	400	76%	6,111
Postage & Freight	600	53	50	106%	545
Property Tax	416	-	-		-
Telephone Expense	3,823	647	300	216%	2,467
Dues & Subscriptions (ACWA/AWWA)	3,191	472			2,806
Printing & Publication	694	174	58	302%	1,514
Office/Shop utilities	2,129	41	177	23%	1,531
Total Office Expense	<u>20,722</u>	<u>1,925</u>	<u>1,244</u>	155%	<u>17,565</u>
TOTAL OPERATING EXPENSES	670,257	45,852	51,998	88%	455,655
Debt Expense					
2021 Bond Cap One - Principal	31,994	-			33,994
2021 Bond Cap One - Interest	9,149	-			4574 1/2
Total Debt Expense	<u>41,143</u>	<u>-</u>	<u>-</u>		<u>38,569</u>
TOTAL EXPENSES	<u>711,400</u>	<u>45,852</u>	<u>51,998</u>	88%	<u>494,223</u>
<u>NET INCOME</u>	<u>63,564</u>	<u>30,724</u>	<u>18,084</u>	170%	<u>85,929</u>



Borrego Water District
Pest Control Operating Budget Analysis
03/01/2026 to 03/31/2026

	<i>Budgeted FY2025</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>	<i>Year to Date FY2026</i>
<u>INCOME</u>				
Charges Collected thru Tax Roll				
Pest Control Standby	<u>17,150</u>	<u>1,759</u>	<u>1,750</u>	<u>12,960</u>
<u>TOTAL PEST CONTROL FUND REVENUE</u>	<u>17,150</u>	<u>1,759</u>	<u>1,750</u>	<u>12,960</u>
<u>EXPENSES</u>				
Pest Control Plan Consultant	15,600			
R&M Pest Control	-	350		700
ACWA/JPIA Program Insurance	500	-		159
Salaries & Wages	1,000	-		-
Benefits - Medical		-		-
Benefits - CalPERS		-		-
ACWA/JPIA Workers Comp		-		-
Payroll Taxes		-		-
<u>TOTAL PEST CONTROL FUND REVENUE</u>	<u>17,100</u>	<u>350</u>	<u>1,750</u>	<u>859</u>
<u>Net Income Pest Control Enterprise Fund</u>	<u><u>50</u></u>	1,409	1,750	12,100



Borrego Water District
Flood Enterprise Operating Budget Analysis
03/01/2026 to 03/31/2026

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>	<i>Year to Date FY2026</i>
<u>INCOME</u>				
ID1 - Flood Standby	34,965	13,973	12,250	17,617
<u>TOTAL FLOOD CONTROL FUND REVENUE</u>	34,965	13,973	12,250	17,617
<u>EXPENSES</u>				
ACWA/JPIA Program Insurance	605	-		636
Legal Services - General	5,125	-	625	-
Salaries & Wages	9,109	-	1,054	-
Benefits - Medical	1,494	-	178	-
Benefits - CalPERS	1,661	-	175	-
ACWA/JPIA Workers Comp	127	-	15	-
Payroll Taxes	187	-	22	-
<u>TOTAL FLOOD CONTROL FUND EXPENSES</u>	18,308	-	2,047	636
<u>Net Income Flood Enterprise Fund</u>	16,657	13,973	10,203	16,981



Borrego Water District
Non-Rate Revenue Budget Analysis
03/01/2026 to 03/31/2026

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>	<i>Year to Date FY2026</i>
<u>INCOME</u>				
OTHER INCOME				
Penalties & Fees	50,000	22,254	5,000	142,173
BSUSD Well Agreement	35,000	2,559	8,750	16,170
1% Property Assessments	70,000	1,597	16,848	50,393
Interest Income	60,000	30,954	2,917	62,652
Sale of Parcels		-		-
WM Meter Reading Income	6,500	3,166	550	4,357
TOTAL OTHER INCOME	<u>221,500</u>	<u>60,530</u>	<u>20,217</u>	<u>275,744</u>
<u>EXPENSES</u>				
Air Quality Study	36,341	1,321	3,028	4,291
TOTAL NON-RATE REVENUE EXPENSES	<u>36,341</u>	<u>1,321</u>	<u>3,028</u>	<u>4,291</u>
<u>Net Income Non-Rate Revenue</u>	<u>185,159</u>	59,210	17,188	271,454



**Borrego Water District
Consolidated Enterprise Budget Analysis
03/01/2026 to 03/31/2026**

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Projected Mar FY2026</i>	<i>YTD FY2026</i>
<u>INCOME</u>				
TOTAL WATER RATE REVENUE	4,615,007	358,152	323,885	3,337,599
TOTAL WASTEWATER RATE REVENUE	774,965	76,576	70,082	580,152
TOTAL PEST CONTROL FUND REVENUE	17,150	1,759	1,750	12,960
TOTAL FLOOD CONTROL FUND REVENUE	34,965	13,973	12,250	17,617
TOTAL OTHER INCOME	221,500	60,530	20,217	275,744
<u>GROSS INCOME</u>	<u>5,663,588</u>	<u>510,991</u>	<u>428,184</u>	<u>4,224,072</u>
<u>EXPENSES</u>				
TOTAL WATER ENTERPRISE EXPENSES	4,449,129	227,588	270,256	3,144,568
TOTAL WASTEWATER ENTERPRISE EXPENSES	711,398	45,852	51,998	494,223
TOTAL PEST CONTROL ENTERPRISE EXPENSES	17,150	350	-	859
TOTAL FLOOD CONTROL ENTERPRISE EXPENSES	18,307	-	2,047	636
TOTAL NON-RATE REVENUE EXPENSES	36,341	1,321	3,028	4,291
<u>TOTAL EXPENSES</u>	<u>5,232,325</u>	<u>275,111</u>	<u>327,330</u>	<u>3,644,578</u>
<u>CONSOLIDATED NET INCOME</u>	<u>431,262</u>	<u>235,880</u>	<u>100,854</u>	<u>579,494</u>



**Borrego Water District
BPA Purchase & Capital Improvements Budget
03/01/2026 to 03/31/2026**

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Year to Date FY2026</i>
<u>BPA Purchase Expense</u>			
Land - Installment Agreement Payment	361,956	-	386,421
Following Expense	195,668	-	-
<u>BPA Purchase Expense</u>	<u>557,624</u>	<u>-</u>	<u>386,420</u>
<u>CAPITAL IMPROVEMENT PROJECTS (CIP)</u>			
Water Enterprise CIP			
Water Projects			
Tank Repair/Recoating: Country Club Tank	350,000	-	348,121
New Production Well Evaluation: DB20	100,000	-	-
Office Propane Generator	75,000	-	-
ID1-8 Convert to Monitoring	11,000	-	10,646
Well/Tank Site Security Upgrades	60,000	-	28,361
Discharge Pond Fencing	30,000	1,543	-
Chlorinator ID4-11	-	20,305	39,603
Emergency System Repairs	69,458	-	40,600
Total Water Projects	695,458	21,848	470,988
Sewer Projects			
Manhole Refurbishments	100,000	-	6,310
Sewer Cleaning/Inspection	125,000	-	-
Total Sewer Projects	225,000	-	6,310
CASH FUNDED BPA PURCHASE & CIP TOTAL	1,478,082	21,848	869,186



**Borrego Water District
Grant Funded CIP Budget Analysis**

03/01/2026 to 03/31/2026

	<i>Budgeted FY2026</i>	<i>Actual Mar FY2026</i>	<i>Year to Date FY2026</i>
GRANT FUNDED CIP			
2023 Appropriations Bill			
BSR Pipeline	928,000	-	-
BSR Pipeline ALT/Country Club Connections		-	24,650
Sungold Pipeline	<u>2,464,000</u>	-	-
2023 Appropriations Bill Total	<u>3,392,000</u>	-	<u>24,650</u>
TOTAL GRANT FUNDED CIP	3,392,000	-	24,650



**Borrego Water District
Cash Flow Analysis
03/01/2026 to 03/31/2026**

	<u>Actual Mar FY26</u>	
Cash and Reserves at Beginning of Period		5,684,795
Cash Flows from Operating Activities		
<i>Income Provided by Operating Activities</i>	176,671	
<i>Increase in Accounts Receivable</i>	(43,885)	
<i>Decrease in Accounts Payable</i>	(135,287)	
<i>Increase in Inventory</i>	4,631	
<i>Customer Deposits Returned</i>	-	
Net Cash Provided by Operating Activities	\$	2,129
Cash Flows from Non-Operating Activities		
Other Income Received	59,209	
Debt Service Disbursement	-	
Net Cash Provided by Other Income	\$	59,209
Cash Flows from Capital Improvement Activities		
<i>All CIP/BPA Purchase Activities (Cash + Grant)</i>	(21,848)	
<i>Grant Monies Received</i>	-	
Net Cash Paid for Capital Improvements	\$	(21,848)
Net Change in Cash	\$	39,490
Cash and Reserves at End of Period		\$ 5,724,285
Restricted Reserves at End of Period	\$	1,306,291
Unrestricted Reserves at End of Period	\$	4,417,995
Water Reserves Portion	\$5,006,389	
Sewer Reserves Portion	\$717,882	
Non-218 Reserves Portion	\$880,105	
Fiscal Year Reserves Target	\$	6,853,714
Fiscal Year Reserves Surplus/Shortfall to Date	\$	(1,129,429)



ASSETS

	BALANCE SHEET March 31, 2026 (unaudited)	BALANCE SHEET December 31, 2025 (unaudited)	MONTHLY CHANGE (unaudited)
CURRENT ASSETS			
Cash & Cash Equivalents	\$ 6,431,142.56	\$ 6,805,960.05	\$ (374,817.49)
Accounts Receivable - Water/Sewer Charges	\$ 918,240.72	\$ 828,788.51	\$ 89,452.21
Accounts Receivable - Other	\$ 13,050.83	\$ 11,962.24	\$ 1,088.59
Grant Reimbursements Receivable	\$ -	\$ 25,009.28	\$ (25,009.28)
Inventory	\$ 268,504.03	\$ 257,261.62	\$ 11,242.41
TOTAL CURRENT ASSETS	\$ 7,630,938.14	\$ 7,928,981.70	\$ (298,043.56)
RESTRICTED ASSETS			
Debt Service:			
Unamortized bond issue costs	\$ 125,185.22	\$ 125,185.22	\$ -
Viking Ranch Refinance issue costs	\$ (125,184.55)	\$ (125,184.55)	\$ -
Deferred Outflow of Resources-CalPERS	\$ 522,258.00	\$ 522,258.00	\$ -
Total Debt service	\$ 522,258.67	\$ 522,258.67	\$ -
Trust/Bond funds:			
Investments with fiscal agent -CFD 2017-1	\$ 810,327.39	\$ 810,327.39	\$ -
Total Trust/Bond funds	\$ 810,327.39	\$ 810,327.39	\$ -
TOTAL RESTRICTED ASSETS	\$ 1,332,586.06	\$ 1,332,586.06	
UTILITY PLANT IN SERVICE			
Land	\$ 4,795,894.99	\$ 4,795,894.99	\$ -
Flood Control Facilities	\$ 4,287,340.00	\$ 4,287,340.00	\$ -
Capital Improvement Projects	\$ 657,778.47	\$ 414,890.38	\$ 242,888.09
Sewer Facilities	\$ 7,860,618.28	\$ 7,860,618.28	\$ -
Water facilities	\$ 25,582,958.26	\$ 25,582,958.26	\$ -
General facilities	\$ 1,038,449.39	\$ 1,038,449.39	\$ -
Equipment and furniture	\$ 1,151,790.37	\$ 1,151,790.37	\$ -
Vehicles	\$ 811,340.92	\$ 811,340.92	\$ -
Accumulated depreciation	\$ (18,062,478.36)	\$ (18,062,478.36)	\$ -
NET UTILITY PLANT IN SERVICE	\$ 28,123,692.32	\$ 27,880,804.23	\$ 242,888.09
OTHER ASSETS			
Water Rights/BPA	\$ 193,071.97	\$ 192,343.20	\$ 728.77
TOTAL OTHER ASSETS	\$ 193,071.97	\$ 192,343.20	
TOTAL ASSETS	\$ 37,280,288.49	\$ 37,334,715.19	\$ (54,426.70)



Balance sheet continued

LIABILITIES

	BALANCE SHEET March 31, 2026 <small>(unaudited)</small>	BALANCE SHEET December 31, 2025 <small>(unaudited)</small>	MONTHLY CHANGE <small>(unaudited)</small>
CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS			
Accounts Payable	\$ 14,397.69	\$ 627,357.12	\$ (612,959.43)
Accrued expenses	\$ 331,805.61	\$ 331,805.61	\$ -
Deposits	\$ 105,000.00	\$ 105,000.00	\$ -
TOTAL CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS	\$ 451,203.30	\$ 1,064,162.73	\$ (612,959.43)
CURRENT LIABILITIES PAYABLE FOM RESTRICTED ASSETS			
Debt Service:			
Accounts Payable to CFD 2017-1	\$ 810,327.39	\$ 810,327.39	\$ -
TOTAL CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS	\$ 810,327.39	\$ 810,327.39	\$ -
LONG TERM LIABILITIES			
2018A & 2018B Refinance ID4/Viking Ranch	\$ 695,000.00	\$ 695,000.00	\$ -
2021 Installment Purchase Agreement	\$ 5,739,750.00	\$ 5,739,750.00	\$ -
Net Pension Liability-CalPERS	\$ 1,259,747.00	\$ 1,259,747.00	\$ -
Deferred Inflow of Resources-CalPERS	\$ 48,115.00	\$ 48,115.00	\$ -
TOTAL LONG TERM LIABILITIES	\$ 7,742,612.00	\$ 7,742,612.00	\$ -
TOTAL LIABILITIES	\$ 9,004,142.69	\$ 9,617,102.12	\$ (612,959.43)
FUND EQUITY			
Contributed equity	\$ 9,611,814.35	\$ 9,611,814.35	\$ -
Retained Earnings:	\$ 18,664,331.45	\$ 18,105,798.72	\$ 558,532.73
TOTAL FUND EQUITY	\$ 28,276,145.80	\$ 27,717,613.07	\$ 558,532.73
TOTAL LIABILITIES AND FUND EQUITY	\$ 37,280,288.49	\$ 37,334,715.19	\$ (54,426.70)

To: BWD Board of Directors
 From: Jessica Clabaugh
 Subject: Consideration of the Disbursements and Claims Paid
 Month Ending Mar 31, 2026



Vendor disbursements paid during this period: \$ 440,058.71

Significant items:

Babcock	Lab Services	\$ 6,760.75
PNC Bank	Debt Service Payment	\$ 11,477.47
Capital One Public Financing	Debt Service Payment	\$ 62,850.26
CalPERS	Employee Retirement Benefits	\$ 11,674.97
Employee Health Benefits	Medical JPIA & AFLAC	\$ 22,726.63
Ramona Disposal	Garbage Collection	\$ 5,557.49
SC Fuels	Fuel For District Vehicles	\$ 4,588.10
SDGE	Payment on Jan Use	\$ 57,616.00
SDGE	Payment on Feb Use	\$ 52,459.00
UC Regents	Air Quality Monitoring	\$ 2,190.72

Capital Projects/Fixed Asset Outlays:

Aggregate Products Inc	Cold Mix	3123.77
Empire Southwest	PM on Generators	\$ 2,489.91
In-Situ, Inc	Transducer Level Sensors	\$ 3,086.58
Kappa Surveying	Certificate of Compliance White	\$ 1,403.75
Metron Farnier, LLC	Parts for Inventory	\$ 5,289.01
San Diego County Environment:	Permits	\$ 3,047.00

Total Professional Services for this Period:

The Data Center	Statement Printing & Mailing Feb	\$ 1,145.64
Dudek	ESA for DB Transfer	\$ 11,572.00
Eddie Lopez	Fleet Mechanic Services	\$ 1,120.00
Interra Inc.	GWM Technical Support Feb	\$ 12,265.00
Interra Inc.	BWD Maps	\$ 15,370.00
Raftelis	Financial Consulting - Capacity Fee Study	\$ 3,355.00

Payroll for this Period:

Gross Payroll	\$ 118,947.23
Employer Payroll Taxes and ADP Fee	\$ 3,599.08
Total	<u>\$ 122,546.31</u>

MARCH 2026



Checks by Date - Summary by Check Date

User: jessica
 Printed: 5/11/2026 2:10 PM

42387	1000	MEDICAL ACWA-JPIA	02/19/2026	24,141.00
42421	1266	AFLAC	03/17/2026	1,420.38
42422	9524	AIR POLLUTION CONTROL DISTRICT, S	03/17/2026	1,075.00
42423	11205	BORREGO NEWS	03/17/2026	100.00
42424	11088	FIELDMAN, ROLAPP & ASSOCIATES, IN	03/17/2026	243.50
42425	63	KAPPA SURVEYING	03/17/2026	1,403.75
42426	1222	DEBBIE MORETTI	03/17/2026	140.00
42427	1208	PACIFIC PIPELINE SUPPLY INC	03/17/2026	899.98
42428	11165	QUADIENT LEASING USA INC	03/17/2026	442.04
42429	11067	SC FUELS	03/17/2026	2,059.09
42437	1037	BORREGO SUN	03/26/2026	80.00
42438	1196	CASH	03/26/2026	400.00
42439	9054	COUNTY OF SAN DIEGO DEPT ENVIRO	03/26/2026	1,972.00
42440	9177	IN-SITU, INC.	03/26/2026	3,086.58
42441	11153	EDDIE LOPEZ	03/26/2026	1,120.00
42442	11175	NEW YORK LIFE INSURANCE COMPAN'	03/26/2026	211.22
42443	1065	SAN DIEGO GAS & ELECTRIC	03/26/2026	47,666.15
42444	11067	SC FUELS	03/26/2026	1,276.02
42445	11068	ALEXIS HERNANDEZ	03/27/2026	400.00
42447	1109	ABILITY ANSWERING/PAGING SER	04/07/2026	519.00
42448	1001	AMERICAN LINEN INC.	04/07/2026	521.37
42449	61	AT&T MOBILITY	04/07/2026	259.93
42450	11195	BANK UP CORPORATION	04/07/2026	750.00
42451	1481	BAY CITY EQUIPMENT INDUSTRIES, INC	04/07/2026	3,705.28
42452	10900	BORREGO AUTO PARTS & SUPPLY CO	04/07/2026	24.33
42453	1201	BORREGO LANDFILL	04/07/2026	290.28
42454	31	BORREGO SPRINGS CHAMBER OF COM	04/07/2026	300.00
42455	11140	BORREGO SPRINGS HARDWARE	04/07/2026	366.03
42456	1037	BORREGO SUN	04/07/2026	80.00
42457	11087	REX HARVEY	04/07/2026	200.00
42458	1136	HOME DEPOT CREDIT SERVICES	04/07/2026	1,518.00
42459	11114	OCEANUS BOTTLED WATER, INC	04/07/2026	79.00
42460	9633	RAMONA DISPOSAL SERVICE	04/07/2026	5,557.49
42461	11067	SC FUELS	04/07/2026	2,248.37
42462	11086	SPRINGBROOK HOLDING COMPANY LL	04/07/2026	787.00
42463	9581	TRAVIS PARKER	04/07/2026	1,307.83
42464	3000	U.S.BANK CORPORATE PAYMENT SYS	04/07/2026	4,899.05
42465	1023	UNDERGROUND SERVICE ALERT	04/07/2026	50.85
42466	92	XEROX FINANCIAL SERVICES	04/07/2026	365.28
42467	11050	ZITO MEDIA	04/07/2026	289.50
42468	9529	AT&T-CALNET 3	04/14/2026	390.67
42469	9255	BABCOCK LABORATORIES	04/14/2026	3,271.24
42470	10884	BEST BEST & KRIEGER ATTORNEYS AT	04/14/2026	18,485.74
42471	11137	INTERA INCORPORATED	04/14/2026	2,737.00
42472	9546	RAFTELIS FINANCIAL CONSULTANTS, I	04/14/2026	5,540.00
42477	11066	BRAX COMPANY, INC.	04/22/2026	18,690.33
42478	11137	INTERA INCORPORATED	04/22/2026	15,442.50
42479	11193	THE DATA CENTER LLC	04/22/2026	1,194.17
42480	9581	TRAVIS PARKER	04/22/2026	150.00
42499	9666	THE REGENTS, UCI IRVINE	05/05/2026	1,320.59

Report Total (50 checks):

179,477.54

IV.E

General Managers Report

VERBAL

