

**Borrego Water District Board of Directors  
Finance, Audit & Budget Standing Committee  
May 12, 2026 @ 10:30 a.m.  
806 Palm Canyon Drive  
Borrego Springs, CA 92004**

This meeting is to be held virtually at the link below and can be joined in person at the address above.

**FAB FY27 Budget Meeting**

May 12, 2026, 10:30 AM – 12:30 PM (America/Los\_Angeles)

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

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- I. OPENING PROCEDURES**
  - A. Call to Order
  - B. Pledge of Allegiance
  - C. Committee Members Roll Call: President Dice, Director Moran
  - 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
  
- II. ITEM FOR AUDIT & BUDGET COMMITTEE CONSIDERATION AND POSSIBLE ACTION**
  - A. Minutes of the April 10, 2026 Finance Audit & Budget Committee Meeting – J. Clabaugh
  - B. FY27 Operating Budget v3.0 w/CIP Review – J. Clabaugh
  - C. FY27 Board Package Contents – J. Clabaugh
  
- III. CLOSING PROCEDURE: Next Committee Meeting - TBA**

AUDIT & BUDGET COMMITTEE AGENDA: May 15, 2026

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.

The Borrego Springs Water District complies with the Americans with Disabilities Act. Persons with special needs should call Geoff Poole 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.

**Borrego Water District Board of Directors  
Finance, Audit & Budget Standing Committee  
May 12, 2026 @ 10:30 a.m.  
806 Palm Canyon Drive  
Borrego Springs, CA 92004**

**ITEM II. A.**

May 8, 2026

To: Finance, Audit & Budget Committee

From: Jessica Clabaugh, Finance Officer

Subject: Minutes of the April 10, 2026 Finance Audit & Budget Committee Meeting

**RECOMMENDED ACTION**

Discuss, Amend if Needed.

**ITEM EXPLANATION**

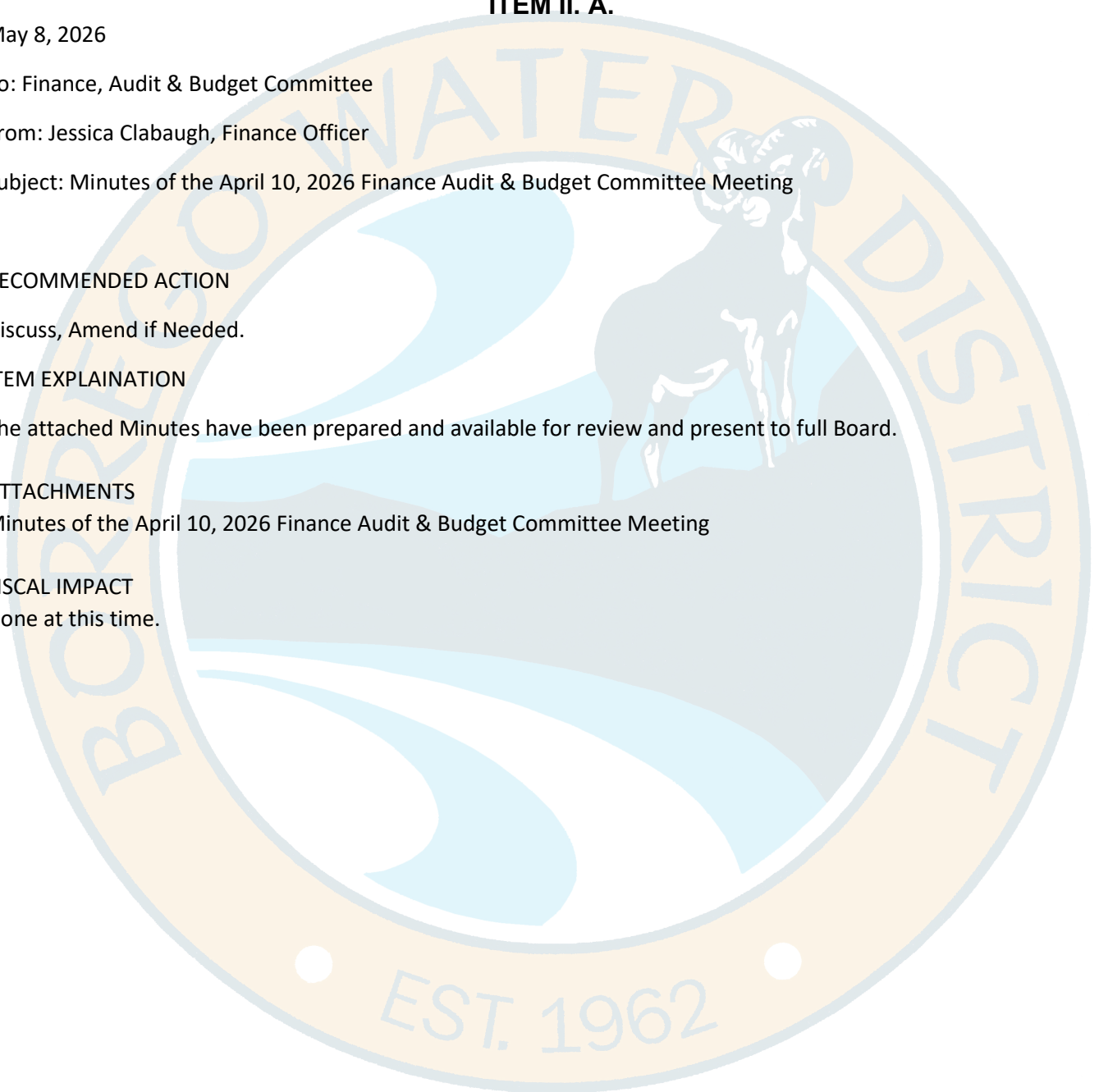
The attached Minutes have been prepared and available for review and present to full Board.

**ATTACHMENTS**

Minutes of the April 10, 2026 Finance Audit & Budget Committee Meeting

**FISCAL IMPACT**

None at this time.





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 14<sup>th</sup> Board Meeting. The meeting adjourned at 12:19pm. The next meeting date/time is Tuesday, May 12, 2026 at 10:30 a.m.

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

**ITEM II. B.**

May 8, 2026

To: Finance, Audit & Budget Committee

From: Jessica Clabaugh, Finance Officer

Subject: FY27 Operating Budget v3.0 w/CIP Review

**RECOMMENDED ACTION**

Discuss and make suggestions for final Draft.

**ITEM EXPLANATION**

Review FY27 Operating Budget w/CIP Draft v 3.0. Edits included from prior meeting. Look at effects on Cash Flow.

**Updates:**

- Water Revenues – April Residential water sales were \$136,000 which is the highest since October and a \$30,000 increase from March. FY26 Projections were increased from T1 - \$813k, T2 - \$541k to T1 - \$900k, T2 - \$600k
- GWM Expense – To date is just staff time for meter reading and transducer data sharing. Budget expense category revised down to \$50,000.
- Intera sent cost estimate of \$114k in FY27. This includes a no-pumping model run. Budget expense category revised down to \$150,000.
- Chlorine Residual Analyzers to be funded from FY26 Operations Budget
- Sewer Inspection Results – Downstream investigation shows the interior of two manholes completely degraded from fumes. Repair/Replacement of both will be less than \$50,000. Added \$50,000 to Short-Lived asset program.
- Lugo Expenses – From Manuel: I think a **\$100,000 placeholder** is a safe.
  - **Contractors:** We will definitely need to reach out to contractors for the specialized work, specifically the **roofing** on the Back Building and the **electrical wiring** for the Lugo Building.
  - **In-House:** For the finishing touches, such as **painting** and the **epoxy floor sealing**, I believe we can handle those tasks in-house to save on costs.
- IT: SCADA Server Virtualization – Waiting on quote. Rough estimate \$10,000.

**FISCAL IMPACT**

None.

**ATTACHMENTS**

FY27 Operating Budget w/CIP Draft v 3.0 & Cash Flow



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

	<i><b>Budgeted FY2026</b></i>	<i><b>Projected FY2026</b></i>	<i><b>Budgeted FY2027</b></i>
<b><u>INCOME</u></b>			
<b>RATE REVENUE</b>			
<b>Water Rates Revenues</b>			
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	2,759,237	2,509,575	2,854,550
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	1,770,680	1,659,921	1,901,965
<b>Total Water Rate Revenues</b>	4,529,916	4,169,496	4,756,515
<b>Availability Charges Collected thru Tax Roll</b>			
ID1 - Water Standby	34,965	34,965	34,965
ID3/ID4 - Water Standby	117,000	117,000	117,000
<b>Total Availability (Tax Roll)</b>	151,965	151,965	151,965
<b><u>TOTAL WATER RATE REVENUE</u></b>	<b>4,681,881</b>	<b>4,321,461</b>	<b>4,908,480</b>



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

	<i><b>Budgeted FY2026</b></i>	<i><b>Projected FY2026</b></i>	<i><b>Budgeted FY2027</b></i>
<b><u>EXPENSES</u></b>			
<b>OPERATING EXPENSES</b>			
<b>Operations &amp; Maintenance Expense</b>			
R&M Water	286,926	190,000	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
<b>Total Operations &amp; Maintenance Expense</b>	<b>1,025,502</b>	<b>908,446</b>	<b>1,087,963</b>
<b>Professional Services</b>			
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
<b>Total Professional Services</b>	<b>225,093</b>	<b>219,125</b>	<b>267,871</b>
<b>Insurance Expense</b>			
ACWA/JPIA Program Insurance	132,355	130,000	135,664
ACWA/JPIA Workers Comp	17,068	16,000	17,494
<b>Total Insurance Expense</b>	<b>149,422</b>	<b>146,000</b>	<b>153,158</b>
<b>Personnel Expense</b>			
Board Meeting Expense	13,939	14,000	14,288
Salaries & Wages	1,221,985	1,153,263	1,319,744
<i>Contra Account - Salaries &amp; 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
<b>Total Personnel Expense</b>	<b>1,662,780</b>	<b>1,614,077</b>	<b>1,806,315</b>



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

	<i><b>Budgeted FY2026</b></i>	<i><b>Projected FY2026</b></i>	<i><b>Budgeted FY2027</b></i>
<b>Office Expense</b>			
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
<b>Total Office Expense</b>	<b>169,170</b>	<b>158,651</b>	<b>184,132</b>
		-	
<b>TOTAL OPERATING EXPENSES</b>	<b>3,445,881</b>	<b>3,046,299</b>	<b>3,499,439</b>
<b>Debt Expense</b>			
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
<b>Total Debt Expense</b>	<b>765,507</b>	<b>765,507</b>	<b>759,846</b>
		-	
<b>GROUNDWATER MANAGEMENT EXPENSES</b>			
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	150,000
<b>TOTAL GROUNDWATER MGMT EXPENSES</b>	<b>426,582</b>	<b>310,965</b>	<b>456,090</b>
<b>TOTAL WATER ENTERPRISE EXPENSES</b>	<b>4,637,970</b>	<b>4,122,771</b>	<b>4,715,375</b>
<b>Net Income (Loss)</b>	43,912	198,690	193,105
<b><u>Net Income Water Enterprise Fund</u></b>	<b>43,912</b>	<b>198,690</b>	<b>193,105</b>



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

	<i><b>Budgeted FY2026</b></i>	<i><b>Projected FY2026</b></i>	<i><b>Budgeted FY2027</b></i>
<b><u>INCOME</u></b>			
<b>RATE REVENUE</b>			
<b>Sewer Rates</b>			
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)	212,903	210,975	230,719
<b>Total Sewer Rates</b>	<u>737,028</u>	<u>750,705</u>	<u>812,236</u>
<b>Availability Charges Collected thru Tax Roll</b>			
ID1 - Sewer Standby	34,965	34,965	34,965
<b>Total Availability (Tax Roll)</b>	<u>34,965</u>	<u>34,965</u>	<u>34,965</u>
<b><u>TOTAL WASTEWATER RATE REVENUE</u></b>	<u><b>771,993</b></u>	<u><b>785,670</b></u>	<u><b>847,201</b></u>
<b><u>EXPENSES</u></b>			
<b>OPERATING EXPENSES</b>			
<b>Operations &amp; Maintenance Expense</b>			
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	15,000	14,682	15,375
<b>Total Operations &amp; Maintenance Expense</b>	<u>194,922</u>	<u>91,628</u>	<u>200,167</u>
<b>Professional Services</b>			
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	8,325	8,325	8,533
<b>Total Professional Services</b>	<u>35,171</u>	<u>39,492</u>	<u>81,120</u>



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

	<i><b>Budgeted FY2026</b></i>	<i><b>Projected FY2026</b></i>	<i><b>Budgeted FY2027</b></i>
<b>Insurance Expense</b>			
ACWA/JPIA Program Insurance	18,048	18,000	18,499
ACWA/JPIA Workers Comp	3,952	3,800	4,050
<b>Total Insurance Expense</b>	22,000	21,800	22,550
<b>Personnel Expense</b>			
Board Meeting Expense	2,000	2,000	2,050
Salaries & Wages	282,486	282,486	305,085
<i>Contra Account - Salaries &amp; 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
<b>Total Personnel Expense</b>	395,120	383,465	426,306
<b>Office Expense</b>			
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
<b>Total Office Expense</b>	20,722	20,724	21,378
<b>Debt Expense</b>			
2021 Bond Cap One - Principal	63,987	63,987	65,366
2021 Bond Cap One - Interest	5,228	5,228	4,824
<b>Total Debt Expense</b>	69,215	69,215	70,190
 <b>TOTAL EXPENSES WASTEWATER</b>	 <b>741,527</b>	 <b>626,326</b>	 <b>821,710</b>
 <b><u>Net Income Wastewater Enterprise Fund</u></b>	 <b>102,327</b>	 <b>159,344</b>	 <b>25,491</b>



**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>
<b><u>INCOME</u></b>			
Pest Control Standby	<u>17,150</u>	<u>17,150</u>	<u>17,150</u>
<b><u>TOTAL PEST CONTROL FUND REVENUE</u></b>	<b><u>17,150</u></b>	<b><u>17,150</u></b>	<b><u>17,150</u></b>
<b><u>EXPENSES</u></b>			
Pest Control Plan Consultant	15,600		<b>15,520</b>
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			
<b><u>TOTAL PEST CONTROL ENTERPRISE EXPENSES</u></b>	<b><u>17,150</u></b>	<b><u>1,550</u></b>	<b><u>17,150</u></b>
<b><u>Net Income Pest Control Enterprise Fund</u></b>	<b><u>-</u></b>	<b><u>15,600</u></b>	<b><u>-</u></b>



**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>
<b><u>INCOME</u></b>			
ID1 - Flood Standby	<u>34,965</u>	<u>34,965</u>	<u>34,965</u>
<b><u>TOTAL FLOOD CONTROL FUND REVENUE</u></b>	<b><u>34,965</u></b>	<b><u>34,965</u></b>	<b><u>34,965</u></b>
<b><u>EXPENSES</u></b>			
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
<b><u>TOTAL FLOOD CONTROL ENTERPRISE EXPENSES</u></b>	<b><u>18,307</u></b>	<b><u>4,496</u></b>	<b><u>19,603</u></b>
<b><u>Net Income Flood Enterprise Fund</u></b>	<b><u>16,658</u></b>	<b><u>30,469</u></b>	<b><u>15,362</u></b>



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

	<i><b>Budgeted FY2026</b></i>	<i><b>Projected FY2026</b></i>	<i><b>Budgeted FY2027</b></i>
<b>OTHER INCOME</b>			
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
<b>TOTAL OTHER INCOME</b>	<b><u>221,500</u></b>	<b><u>423,000</u></b>	<b><u>248,250</u></b>
<b><u>EXPENSES</u></b>			
Air Quality Study	36,341	6,000	55,149
<b>TOTAL NON-RATE REVENUE EXPENSES</b>	<b><u>36,341</u></b>	<b><u>6,000</u></b>	<b><u>55,149</u></b>
<b>TRANSFER TO WATER FUND TO COVER REVENUE SHORTFALL</b>			
<b><u>Net Income Non-Rate Revenue</u></b>	<b><u><u>185,159</u></u></b>	<b><u><u>417,000</u></u></b>	<b><u><u>193,101</u></u></b>



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>
<b><u>INCOME</u></b>			
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
<b><u>GROSS INCOME</u></b>	<b><u>5,799,350</u></b>	<b><u>5,582,246</u></b>	<b><u>6,056,046</u></b>
<b><u>EXPENSES</u></b>			
TOTAL WATER ENTERPRISE EXPENSES	4,665,422	4,122,771	4,715,375
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
<b><u>TOTAL EXPENSES</u></b>	<b><u>5,478,747</u></b>	<b><u>4,761,142</u></b>	<b><u>5,628,987</u></b>
<b><u>CONSOLIDATED NET INCOME</u></b>	<b><u>320,603</u></b>	<b><u>821,103</u></b>	<b><u>427,059</u></b>

**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
<b>WATER PROJECTS</b>										
1 Tank Repair/Recoating: Country Club Tank										
2 New Production Well Evaluation: DB20										
3 Water Supply Purchase: David Bauer (includes following, abandon wells)	\$ 442,669	\$ 442,669	\$ 486,956	\$ 486,956						
4 Grant Matching Requirement: EPA #2 (will seek waiver)	\$ 721,600									
5 Grant Matching Requirement: EPA #3 (will seek waiver)		\$ 150,000								
6 Building Upgrades: Lugo Building & West Side of Admin Building	\$ 100,000									
7 Emergency System repairs	\$ 72,930	\$ 76,577	\$ 80,406	\$ 84,426	\$ 88,647	\$ 93,080	\$ 97,734	\$ 102,620	\$ 102,620	\$ 107,751
<b>SUBTOTAL WATER CASH RESERVE PROJECTS</b>	<b>\$ 1,337,199</b>	<b>\$ 669,246</b>	<b>\$ 567,362</b>	<b>\$ 571,382</b>	<b>\$ 88,647</b>	<b>\$ 93,080</b>	<b>\$ 97,734</b>	<b>\$ 102,620</b>	<b>\$ 102,620</b>	<b>\$ 107,751</b>
<b>SEWER PROJECTS</b>										
8 Sewer Cleaning/Inspection		\$ 131,250		\$ 137,813		\$ 144,703		\$ 151,938	\$ -	\$ -
9 WWTP Upgrades: Oxidation Ditch			\$ 650,000							
10 Manhole Replacements/Refurbishments				\$ 115,000		\$ 132,250				\$ 152,088
<b>SUBTOTAL SEWER CASH RESERVE PROJECTS</b>	<b>\$ -</b>	<b>\$ 131,250</b>	<b>\$ 650,000</b>	<b>\$ 252,813</b>	<b>\$ -</b>	<b>\$ 276,953</b>	<b>\$ -</b>	<b>\$ 151,938</b>	<b>\$ -</b>	<b>\$ 152,088</b>
<b>SUBTOTAL SHORT-LIVED ASSETS (see Short-Lived Asset Plan)</b>	<b>\$ 207,550</b>	<b>\$ 211,888</b>	<b>\$ 270,413</b>	<b>\$ 248,933</b>	<b>\$ 301,723</b>	<b>\$ 220,500</b>	<b>\$ 483,831</b>	<b>\$ 259,831</b>	<b>\$ 259,831</b>	<b>\$ 255,256</b>
<b>TOTAL CASH CIP PROJECTS FY2026 THROUGH 2035</b>	<b>\$ 1,544,749</b>	<b>\$ 1,012,384</b>	<b>\$ 1,487,775</b>	<b>\$ 1,073,127</b>	<b>\$ 390,370</b>	<b>\$ 590,533</b>	<b>\$ 581,565</b>	<b>\$ 514,390</b>	<b>\$ 362,451</b>	<b>\$ 515,095</b>

**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
<b>Water Projects</b>										
<b>2023 APPROPRIATIONS BILL \$3,392,667 (aka EPA#1)</b>										
11 Transmission Main: Borrego Springs Road	\$ 928,000									
12 Pipeline Replacements: Sun Gold	\$ 2,464,000									
<b>2024 APPROPRIATIONS BILL 80% of \$3,608,800 (aka EPA#2)</b>										
13 Pipeline Replacement: West & East Star	\$ 360,000									
14 Pipeline Replacement: Club Circle	\$ 1,828,800									
15 Pipeline Replacement: Palm Canyon/Ocotillo Circle/Lazy S	\$ 698,240									
<b>2025 APPROPRIATIONS BILL 80% of \$750,000 (aka EPA#3)</b>										
16 Pipeline Replacement: Flying H/Walking H/OO		\$ 410,000								
17 Pipeline Replacement: Club Circle		\$ 190,000								
<b>POTENTIAL GRANT FUNDED CIP PROJECTS</b>										
18 WWTP Upgrade: Equalization Basin		\$ 650,000								
19 New Production Well: TBD								\$ 3,500,000		
<b>TOTAL WATER/SEWER GRANT CIP PROJECTS</b>	<b>\$ 6,279,040</b>	<b>\$ 1,250,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,500,000</b>	<b>\$ -</b>

**PROJECTS FUNDED BY BONDS**

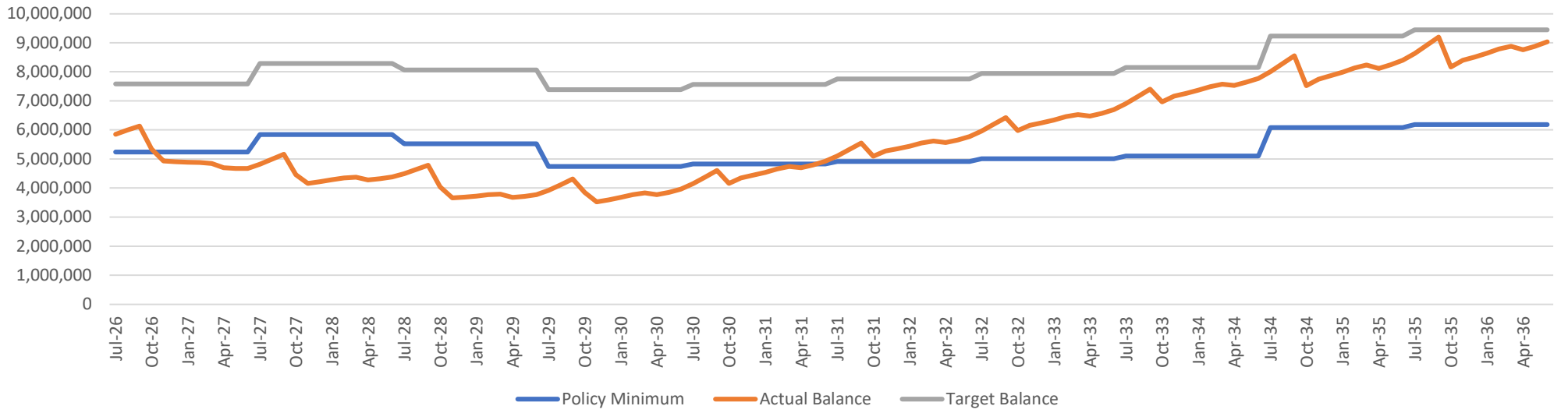
	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2030-31	FY 2031-32	FY2032-33	FY2033-34	FY2034-35	FY2035-36
<b>Water Projects</b>										
<b>2034 PLANNED BOND PROJECTS</b>										
20 Well 5 Transmission Main Project										\$ 1,215,000
21 Water Treatment Facility										\$ 2,000,000
<b>TOTAL WATER/SEWER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

Total Annual CIP Spend: \$ 7,823,789 \$ 2,262,384 \$ 1,487,775 \$ 1,073,127 \$ 390,370 \$ 590,533 \$ 581,565 \$ 514,390 \$ 3,862,451 \$ 3,730,095

**BORREGO WATER DISTRICT  
SHORT-LIVED ASSET PLAN  
FISCAL YEARS ENDING 2026-2035**

	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
<b><u>FACILITY COMPONENTS</u></b>										
Office Propane Generator										
<b><u>WELLS</u></b>										
ID1-8 Convert to Monitoring										
Well Site Security Upgrades - Cameras/Door Sensors										
Discharge Pond Fencing										
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									
<b><u>TANKS</u></b>										
Tank Site Security Upgrades										
Reservoir cleaning/video inspection (FY27 RH1, 900)	\$ 42,550			\$ 48,933			\$ 56,272			
<b><u>WASTEWATER TREATMENT FACILITY</u></b>										
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									
<b><u>EQUIPMENT</u></b>										
Pickup - Every 1.5 to 2 years 3/4 ton	\$ 70,000		\$ 73,500		\$ 77,175		\$ 81,034		\$ 85,085	
<b>TOTAL SHORT LIVED ASSETS REPLACEMENT PROGRAM</b>	<b>\$ 207,550</b>	<b>\$ 211,888</b>	<b>\$ 270,413</b>	<b>\$ 248,933</b>	<b>\$ 301,723</b>	<b>\$ 220,500</b>	<b>\$ 483,831</b>	<b>\$ 259,831</b>	<b>\$ 328,187</b>	<b>\$ 255,256</b>

# RESERVE PROJECTIONS



**Borrego Water District Board of Directors  
Finance, Audit & Budget Standing Committee  
May 12, 2026 @ 10:30 a.m.  
806 Palm Canyon Drive  
Borrego Springs, CA 92004**

**ITEM II. C.**

May 8, 2026

To: Finance, Audit & Budget Committee

From: Jessica Clabaugh, Finance Officer

Subject: FY27 Board Package Contents

**RECOMMENDED ACTION**

Make Recommendations to Staff on FY27 Contents.

**ITEM EXPLANATION**

Annually, the budget is presented as part of a package with various supplementary materials. Past TOC includes the following;

Cover Page .....	
Table of Contents .....	
Strategic Objectives FYE 2026 .....	
2024-25 Year in Review and FY26 Projections.....	
Organizational Chart Establishing Authorized Positions FY26.....	
Budget by Fund for Fiscal Year 2025-26.....	
Consolidated Budget Fiscal Year 2026 .....	
Capital Improvements FY2025-26 .....	
CIP Project Schedules thru Fiscal Year 2035 .....	
Ten Year Net Income and Working Capital Projections.....	
Grant Summary .....	
APPENDIX A: CIP PROJECT SUMMARIES .....	
APPENDIX B: Future Water Supply Purchase.....	
RESOLUTION NO. 2025-06-01 .....	

Decide on the following suggested changes, if any;

- Reserves Policy
- Reserves Annual Report
- Investment Report
- Other?

**FISCAL IMPACT**

None.

**ATTACHMENTS**

FY26 Budget Package LINKED HERE(p 331) : <https://borregowd.org/wp-content/uploads/6.17.25-Board-Package.pdf>