

Borrego Water District Board of Directors
Regular Meeting
February 28, 2018 @ 9:00 a.m.
806 Palm Canyon Drive
Borrego Springs, CA 92004

I. OPENING PROCEDURES

- A. Call to Order
- B. Pledge of Allegiance
- C. Roll Call
- D. Approval of Agenda
- E. Approval of Minutes
 - 1. January 16, 2018 Board Meeting Minutes (3-5)
 - 2. January 24, 2018 Board Meeting Minutes (6-9)
- F. Comments from the Public & Requests for Future Agenda Items (may be limited to 3 min)
- G. Comments from Directors

II. ITEMS FOR BOARD CONSIDERATION AND POSSIBLE ACTION

- A. DISCUSSION OF ORDINANCE OF THE BOARD OF DIRECTORS OF THE BORREGO WATER DISTRICT DECLARING A WATER SHORTAGE EMERGENCY – Anderson/Brecht/Poole (10-19)
- B. DISCUSSION OF DRAFT ORDINANCE OF THE BOARD OF DIRECTORS OF THE BORREGO WATER DISTRICT DECLARING A WATER SHORTAGE EMERGENCY – Anderson/Brecht/Poole (20-25)
- C. 2018 Town Hall Agenda - Poole (26-27)

III. STAFF REPORTS

- A. Financial Reports: December 2017 (28-41)
- B. Water and Wastewater Operations Report: December 2017 (42-43)
- C. Water Production/Use Records: December 2017 (44-45)
- D. General Manager, VERBAL (46)

IV. COMMITTEE REPORTS

- A. Standing
 - 1. Operations and Infrastructure – Tatusko & Delahay
- B. Ad-Hoc
 - 1. GSP Preparation – Hart & Brecht
 - 2. BWD Bond Financing – Brecht & Ehrlich

AGENDA: February 28, 2018

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 – Board Secretary 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.

3. Rams Hill Operating Agreement – Hart & Brecht
4. 2018 Water Bond Proceeds – Hart & Tatusko
 - a. Water Bond Status Update – Brecht, Verbal

V. **CLOSED SESSION:** Conference with legal counsel-anticipated litigation: Initiation of litigation pursuant to subdivision (d) (4) of Government Code Section 54956.9: two (2) cases

Conference with legal counsel for Public Employee Performance Evaluation - Title: General Manager Employee Performance Review-anticipated litigation: Initiation of litigation pursuant to subdivision (d) (4) of Government Code Section (Government Code § 54957)

VI. **CLOSING PROCEDURE**

- A. Suggested Items for Next/Future Agenda
- B. The next Meeting of the Board of Directors is scheduled for March 20, 2018 at the Borrego Water District

AGENDA: February 28, 2018

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 – Board Secretary 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
MINUTES
Special Meeting
Groundwater Sustainability Plan: Borrego Sub Basin
Tuesday, January 16, 2018 @ 9:00 AM
806 Palm Canyon Drive
Borrego Springs, CA 92004

I. OPENING PROCEDURES

- A. Call to Order: President Hart called the meeting to order at 9:00 a.m.
- B. Pledge of Allegiance: Those present stood for the Pledge of Allegiance.
- C. Roll Call: Directors: Present:
 President Hart, Vice-President Brecht,
 Secretary/Treasurer Tatusko, Delahay, Ehrlich
 Staff: Geoff Poole, General Manager
 Steve Anderson, Best Best & Krieger
 Wendy Quinn, Recording Secretary
 Public: Ray Burnand Bill Berkley, Rams Hill
 Dave Duncan Susan Percival, Club Circle

 Cathy Milkey, T2 Russ McGlaughlin, T2
 Paul Rusthoven Linda Haddock, Chamber of
 Commerce
- D. Approval of Agenda: **MSC: *Brecht/Ehrlich approving the Agenda as written.***
- E. Comments from the Public and Requests for Future Agenda Items: None
- F. Correspondence from the Public

East

1. Borrego Springs Community Sponsor Group – R. Falk. Geoff Pool invited the Board’s attention to a letter from Rebecca Falk, the Community Sponsor Group representative on the GSP Advisory Committee.

G. Comments from Directors: Director Tatusko reported that he, Director Ehrlich and Mr. Poole had discussed some cyber security and physical security issues and would like to reactivate the Risk Management Committee.

Director Tatusko further reported that he attended a recent presentation by Dr. Claudia Faunt of the USGS regarding the aquifer and SGMA. He felt the community needed more knowledge of these subjects, and recommended that he and Mr. Poole develop a one-page flyer to be inserted with the water bills describing the issues involved and websites available for more information. Director Delahay could also distribute them at the Farmers’ Market.

Director Brecht presented a report from the Executive Steering Committee for the Public Initiative Bond. Based on signatures gathered to date, there is little possibility that the measure will fail to qualify for the November 2018 ballot. It includes a \$35 million earmark for Borrego Springs. Signature gathering will continue until January 20, and then marketing will begin. So far there is no funded opposition. If the bond is approved, DWR will establish grant program guidelines, and a local committee will develop rules. If the money is not spent within three years, it is returned to the State. Directors Brecht and Tatusko volunteered to serve on the local committee. President Hart asked Mr. Poole to prepare a time line for the bond measure, including how it relates to the GSP.

II. ITEMS FOR BOARD CONSIDERATION AND POSSIBLE ACTION

A. Sustainable Population of Borrego – Correspondence Received from R. Falk & L. Haddock: Linda Haddock, Executive Director of the Chamber of Commerce, explained that based on a 2014 study by The Camden Group, Borrego Springs would need a full-time population of 8,000 to justify 24/7 health care and pharmacy services. She and Ms. Falk urged the Core Team and Advisory Committee to study this issue to predict whether a goal of attracting 8,000 residents is realistic given the constraints of SGMA. Director Brecht noted that Dudek’s work on the GSP might tie into this. President Hart recommended discussing the matter with the Core Team and the AC. *MSC: Brecht/Tatusko recommending the inclusion of the suggested study in the project management portion of the GSP.* President Hart asked Ms. Haddock for additional information on The Camden Group study.

B. Farmland Fallowing and Land Restoration Standards: Mr. Poole explained that Board members and staff are trying to develop alternative restoration standards after fallowing instead of the traditional mulching. Two proposals have been submitted, one from the Desert Research Institute and one from the University of California, Irvine. Director Brecht noted that fallowing research was included in the GSP Consultant contract between Dudek and the County, but the scope of work is uncertain. Director Tatusko stated that US Gypsum has a plan to reclaim the land after finishing their mining operations. He offered to obtain information from his contacts at the company, and Director Brecht recommended it be in writing. In response to Cathy Milkey’s inquiry, President Hart stated that the District’s current fallowing process would remain in effect for now. The Board agreed to hold conference calls with DRI and UCI at a February Board meeting. Steve Anderson noted that Department of Agriculture grants may be available to cover part of this study.

C. Create Budget Line Item: La Sar and Dr. Jones Socioeconomic Evaluation and Modeling Proposals: Mr. Poole reported that the County and the District had submitted an application for Proposition 1 grant funds and hope for a decision in February. If the decision is delayed, the District may elect to proceed with the socioeconomic evaluation and modeling study. La Sar and Dr. Jones have submitted scopes of work, so contracts can be easily developed. Director Ehrlich recommended ensuring that the County is amenable to starting the work before the grant is available, and Mr. Poole noted that the County is working on an administrative agreement with the District and knows the District may begin this project early. The Board agreed to finalize the consultant contracts and the administrative agreement. President Hart agreed to contact Tom Hall for an opinion.

D. Economic Value and Potential of Outdoor Recreation and Sustainable Tourism as a Modeling component of GSP implementation: Mr. Poole reported that Jim Dion of Solimar International has been working with Suzanne Lawrence on ways to encourage relations between the community and the State Park, attract tourists and fund improvements. They want “sustainable tourism,” including GSP-compatible activities like hiking and biking. Mr. Dion met with Mr. Poole and Directors Brecht and Ehrlich and submitted a proposal, which was included in the Board package. He may be available to work with La Sar on the socioeconomic study. Director Brecht pointed out that many residents are concerned about the economic future of the Valley, and inclusion of this type of information in the GSP would be a way to reassure them.

E. Groundwater Sustainability Plan (GSP) policies that potentially affect District ratepayers and future water rates of the District: Director Ehrlich suggested outlining policy issues that need to be addressed in the GSP. Director Brecht had already prepared a draft and will finalize it for the next meeting. Discussion followed regarding the revised New Developments policy, which will be on the next Agenda for possible action. Mr. Poole agreed to publicize it.

F. Air Quality Monitoring in Borrego Basin: Director Brecht pointed out that the District had been participating for two years with UCI in an air quality monitoring program. But how is the information used? There appears to be no enforcement procedure. Mr. Anderson agreed to discuss it with environmental attorneys in his firm.

III. INFORMATIONAL ITEMS

A. GSP Advisory Committee – BWD Ratepayer Representative Update: Dave Duncan: Mr. Duncan reported that the ratepayers' meetings are continuing. People are concerned about the GSP process and the length of time it is taking. Director Ehrlich suggested including Mr. Duncan in the next Town Hall Meeting.

IV. BOARD COMMITTEE REPORTS

None

V. STAFF REPORTS

None

VI. CLOSED SESSION

None

VII. CLOSING PROCEDURE

A. Suggested Items for Next/Future Agenda: Items for the next Agenda will include a report from the Operations and Infrastructure Committee, a closed session, a CIP status report, a report on the 900 Tank, a report from Fieldman/Rolapp, and a resolution on the New Developments policy. In February, there will be a mid-year financial report.

B. The next Meeting of the Board of Directors is scheduled for January 24, 2018 at the Borrego Water District: There being no further business, the Board adjourned at 10:45 a.m.

**Borrego Water District Board of Directors
MINUTES
Regular Meeting
January 24, 2018 @ 9:00 a.m.
806 Palm Canyon Drive
Borrego Springs, CA 92004**

II. OPENING PROCEDURES

- A. Call to Order: President Hart called the meeting to order at 9:00 a.m.
- B. Pledge of Allegiance: Those present stood for the Pledge of Allegiance.
- C. Roll Call: Directors: Present: President Hart, Vice-President
Brecht, Secretary/Treasurer
Tatusko, Ehrlich
Absent: Delahay

Staff: Geoff Poole, General Manager
Steve Anderson, Best Best & Krieger (via
videoconference)
Wendy Quinn, Recording Secretary

Public: Michael Sadler, *Borrego Sun* Beth Noble
Bill Berkley, Rams Hill Gene Noble
Cathy Milkey, Rams Hill Ray Burnand
J.C. Bambach, Borrego Springs Resort
Rebecca Falk, Sponsor Group
Roger Ries, American Legion

(Item III.D.4 only)

- D. Approval of Agenda: **MSC: Brecht/Ehrlich approving the Agenda as written.**

- E. Approval of Minutes:

- 1. December 20, 2017 Board Meeting Minutes

MSC: Brecht/Ehrlich approving the Minutes of the Regular Meeting of December 20, 2017 as written.

- F. Comments from the Public and Requests for Future Agenda Items: None

- G. Comments from Directors:

- 1. GSP Introductory Document. Director Tatusko invited the Board's attention to an information sheet for ratepayers regarding the GSP and asked them to review it. President Hart and Geoff Poole will finalize it, and Mr. Poole will update it monthly.

- 2. Desert Land Reclamation Standards. Director Tatusko reported that he and Mr. Poole would be scheduling a conference call with representatives of U.S. Gypsum regarding their land restoration procedures after mining. This will help in evaluation of the two proposals submitted to the District for land restoration after fallowing.

. Director Tatusko requested that the water credit policy 4:1 ratio be discussed by the Advisory Committee.

II. ITEMS FOR BOARD CONSIDERATION AND POSSIBLE ACTION

- A. New Development Policy Update: J.C. Bambach from Borrego Springs Resort pointed out that BSR has been paying standby fees for over 20 years and has a commitment for water service. On that basis they have made a significant investment in a development project. Mr.

Bambach was concerned about the New Development Policy's provision that will-serve letters will expire after two years. He was also concerned about the bonding requirement, since the County requires bonding. Steve Anderson explained that the bond required by the District is for the water and sewer facilities to be installed by the developer and dedicated to the District.

Cathy Milkey from Rams Hill shared Mr. Bambach's concern about the two-year limit on will-serve letters. Mr. Anderson explained that this is standard practice to avoid water hoarding and speculation, limiting the available water for developers whose projects are ready to go. The Policy provides that developers needing additional time to complete their projects may request an exception and enter into an agreement with the District. Ms. Milkey recommended that this be spelled out more clearly in the Policy, and Mr. Bambach concurred. Mr. Anderson suggested adding to Section 3a, "Will-serve letters are subject to renewal or extension with the approval of the Board," and to 4b, "Individual developers may enter into development-specific agreements with the District related to water supply availability for individual projects." Mr. Bambach asked Mr. Anderson to draft the amendments and give him an opportunity to review it with his attorney.

Mr. Anderson explained that standby fees are not the same as will-serve letters. Every parcel in the District has to pay standby fees to support the District system. When a will-serve letter is issued, the District is making a commitment to serve the development. Director Ehrlich pointed out that existing development agreements with the District will remain in effect; the new Policy will apply to new or revised plans.

Mr. Anderson pointed out that the proposed Policy is tied to the County's definition of a subdivision as five or more units. He suggested it be clarified as to how it affects developments of four units or less. Mr. Anderson will make the changes to the Policy as discussed and bring it back to the Board on February 20.

B. Discount Cash Flow Analysis Required for Establishing Economic Value for Water Transfers: Director Brecht requested that his proposed motion, included in the Board package, be modified to ask Mr. Poole to talk to Trey Driscoll about developing a model with Raftelis' input and let the Board know if they are capable of doing this and what it will cost, and come back to the Board with a scope of work. (The original motion was to authorize the General Manager to engage an independent, qualified analyst to develop a Discounted Cash Flow (DCF) model for establishing a defensible economic value for water transfers from presently irrigated farmlands to other water users in the Borrego Valley.) Director Brecht was concerned that the County could protest some of the GSP costs the District has incurred. Director Ehrlich recommended that Mr. Poole return to the Board with proposals before entering into a contract. *MSC: Ehrlich/Tatusko authorizing the General Manager to talk to Trey Driscoll about developing a Discounted Cash Flow (DCF) model for establishing a defensible economic value for water transfers from presently irrigated farmlands to other water users in the Borrego Valley, with Raftelis' input, and let the Board know if they are capable of doing this and what it will cost, and come back to the Board with a scope of work.*

C. Letter of Initial Determination – Burnand Fallowing Proposal: Ray Burnand requested a letter of determination from the District, to be sent to the County along with Mr. Poole's analysis of proposed water credits to be provided to Mr. Burnand in exchange for fallowing 254 acres of agricultural land. Mr. Poole amended his staff report to recommend that both parcels be granted AG-1 credits, for a total of 901. He pointed out that the Core Team is considering replacing the water credit system with baseline pumping allocations, but for now the water credits are valid and they can be transferred to the new system in the future if need be. *MSC: Ehrlich/Tatusko authorizing staff to prepare a letter of initial determination for the Burnand property.*

D. Sustainable Population Analysis: President Hart referred to the letter from the Sponsor Group and the Chamber of Commerce, discussed at the last meeting, asking the District's

position on a recent study indicating 8,000 full-time residents were necessary to support 24/7 health care in Borrego Springs. Will there be enough water? Dudek has already studied this matter, and Mr. Poole requested authorization to obtain a quote to do the additional work necessary. *MSC: Ehrlich/Tatusko authorizing staff to working with Dudek and bring a clarification, cost estimate and scope of work back to the Board.*

III. STAFF REPORTS

A. Financial Reports, November 2017:

B. Water and Wastewater Operations Report, November 2017:

C. Water Production/Use Records, November 2017:

Mr. Poole explained that the Financial Reports, Water and Wastewater Operations Report, and Water Production/Use Records had been delayed a month due to computer problems. These problems have now been resolved. In February the reports will cover December and January, and thereafter they will cover the previous month.

Bill Berkley asked why the commercial water sales were projected at \$29,000 for November 17 and the actual sales were \$41,112. President Hart surmised that it was due to the library construction and returning snowbirds, and Mr. Poole agreed to confirm this with Kim Pitman.

D. General Manager:

1. 2017-18 Capital Improvement Plan Status Report. Director Ehrlich reported that several CIP projects have incurred no expenses yet. Mr. Poole suggested the report be delayed until the February workshop. Director Tatusko reported that the Operations and Infrastructure Committee met on December 14 and will meet again soon. Carlos Beltran will be invited to that meeting and also to the February workshop.

Discussion followed regarding the upcoming BWD bond issue, and President Hart asked Mr. Poole to send out an e-mail when he has a potential schedule.

2. 900 Tank. Mr. Poole reported that he visited the site this morning and took photos, which he displayed on the screen. The site was clean. Two pieces of equipment remain, and the District will do some final grading and fill the 800 Tank hole. The new tank passed its bacteria and organic compound tests, and the District has received the contractor's final invoice. Director Ehrlich asked whether the site would be landscaped. Director Tatusko did not believe it was necessary, but a security fence will be installed under separate contract.

3. Flood Control Study. This study will be available in February.

4. ATT Cell Phone Site. Rebecca Falk reported that the Sponsor Group had been working on a potential ATT cell phone tower site at Rams Hill. Cathy Milkey noted that Rams Hill is not in favor of the proposal. Mr. Poole read a letter from an ATT contractor, and said he anticipated more information by the end of the month for counsel's review. Mr. Anderson reported that one of his associates had reviewed a proposed contract and submitted an alternative to ATT. President Hart asked Mr. Poole to coordinate the information.

Roger Ries, representing the American Legion, pointed out that Rams Hill does not really want the tower located there, and ATT has also approached the American Legion. If the tower were located on Legion property, which is appropriately zoned while Rams Hill isn't, it could still serve the entire surrounding area. President Hart asked Mr. Ries to discuss this further with Mr. Poole. Mr. Poole agreed to invite Vince Voss, the local ATT representative, to come to a Board meeting, along with representatives of the American Legion and Rams Hill.

5. FOG Policy. Mr. Poole referred to the Board's discussion in December of a proposed Fats, Oils and Grease Policy. He had compiled documents for restaurants and was seeking quotes for professional trap cleaning, one of the requirements. Director Delahay had suggested that with the right training, restaurant staff could clean the traps in house, but procedures for disposing

of the grease would be needed. Mr. Poole located a company that serves Borrego Springs and will haul the grease away. Next week Roy Martinez will talk to the restaurants, and the matter will come back to the Board in February.

6. Updated Board Calendar. President Hart asked Mr. Poole to add the Club Circle Golf Course contract, and to make sure the Performing Arts Center is available for the Town Hall Meeting on March 28 and develop a proposed Agenda. Director Ehrlich asked that the water quality testing program be added.

IV. COMMITTEE REPORTS

A. Standing:

1. Operations and Infrastructure. Director Tatusko reported that the Committee met on December 14, and the Minutes would be in the next Board package.

B. Ad-Hoc:

1. GSP Preparation. President Hart reported that the Committee would meet tomorrow. They have been working with the County on the AC Agenda and schedule of events.

2. BWD Bond Financing. This Committee's work was discussed previously.

3. Rams Hill Operating Agreement. Director Brecht reported that the Committee had a good meeting with Rams Hill.

4. 2018 Water Bond Proceeds. This Committee now consists of President Hart and Director Tatusko and will develop marketing rules for the bond issue. President Hart suggested that the Core Team and AC review the Committee's recommendations. Director Brecht reported that there was some disagreement between the District and the County regarding water transfers. Can we use grant money for water transfers if we have no pumping data on the land? We want to avoid hoarding, speculation and price fixing. Director Tatusko agreed to prepare a chart outlining the issues and bring it back to the Board.

V. CLOSED SESSION: Conference with legal counsel –anticipated litigation: Initiation of litigation pursuant to subdivision (d)(4) of Government Code Section 54956.9: three (3) cases

The Board adjourned to closed session at 11:50 a.m., and the open session reconvened at 1:00 p.m. President Hart created a Club Circle/Santiago Estates Ad Hoc Committee consisting of herself and Director Ehrlich.

VI. CLOSING PROCEDURE

A. Suggested Items for Next/Future Agenda: Items for the next Agenda include a report on the water quality testing program, the new development policy, GSA related issues, and the scope and potential cost of programs discussed today. On February 28, the Board will discuss the ATT cell tower.

B. The next Meeting of the Board of Directors is scheduled for February 20, 2018 at the Borrego Water District. the Borrego Water District: There being no further business, the Board adjourned at 12:30 a.m.

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING – FEBRUARY 28, 2018
AGENDA BILL 2.A

December 14, 2017

TO: Board of Directors, Borrego Water District
FROM: Geoff Poole, General Manager
SUBJECT: DRAFT ORDINANCE NO. 2018-1 OF THE BOARD OF DIRECTORS OF THE BORREGO WATER DISTRICT RELATING TO WATER SHORTAGES AND WATER SHORTAGE EMERGENCIES – Anderson/Brecht/Poole

RECOMMENDED ACTION:

Review, discuss and direct staff accordingly

ITEM EXPLANATION:

The California Constitution and the California Water Code provide the framework within which public agencies may establish and enforce water conservation measures and declare water shortage emergencies. California Constitution article X, section 2 states that:

“[B]ecause of the conditions prevailing in this State the general welfare requires that the water resources of the State be put to beneficial use to the fullest extent of which they are capable, and that the waste or unreasonable use or unreasonable method of use of water be prevented, and that the conservation of such waters is to be exercised with a view to the reasonable and beneficial use thereof in the interest of the people and for the public welfare.”

This constitutional mandate reflects the ever-increasing need for the conservation of water in this state. In furtherance of Article X, the legislature has restated this State water policy in Water Code section 100. This policy is further amplified in Water Code section 106, which declares “that it is the established policy of this State that the use of water for domestic purposes is the highest use of water and the next highest use is for irrigation,” and in additional provisions of the California Water Code governing water conservation and water shortage emergencies.

Water Shortage Emergencies

In addition to water conservation programs (see Water Code, § 375 et seq.), a public water agency may institute even more stringent water conservation measures by declaring a water shortage emergency. Water Code, section 350 provides, in full:

“The governing body of a distributor of a public water supply, whether publicly or privately owned and including a mutual water company, may declare a water shortage emergency condition to prevail within

the area served by such distributor whenever it finds and determines that the ordinary demands and requirements of water consumers cannot be satisfied without depleting the water supply of the distributor to the extent that there would be insufficient water for human consumption, sanitation, and fire protection.”

A “water shortage emergency condition” includes both an immediate emergency, in which a public agency is unable to meet its customers’ current needs, as well as a threatened water shortage, in which a public agency determines that its supply cannot meet increased future demand. *Swanson v. Marin Mu. Water Dist.*, 56 Cal. App. 3d 512, 519-520 (1976) (“Swanson”); *Bldg. Indus. Ass'n of N. Calif. v. Marin Mun. Water Dist.*, 235 Cal. App. 3d 1641, 1646 (1991) (“BIA”); *San Diego County Water Auth. v. Metropolitan Wat. Dist.*, 117 Cal. App. 4th 13, 19 (2004) (“SDCWA”).

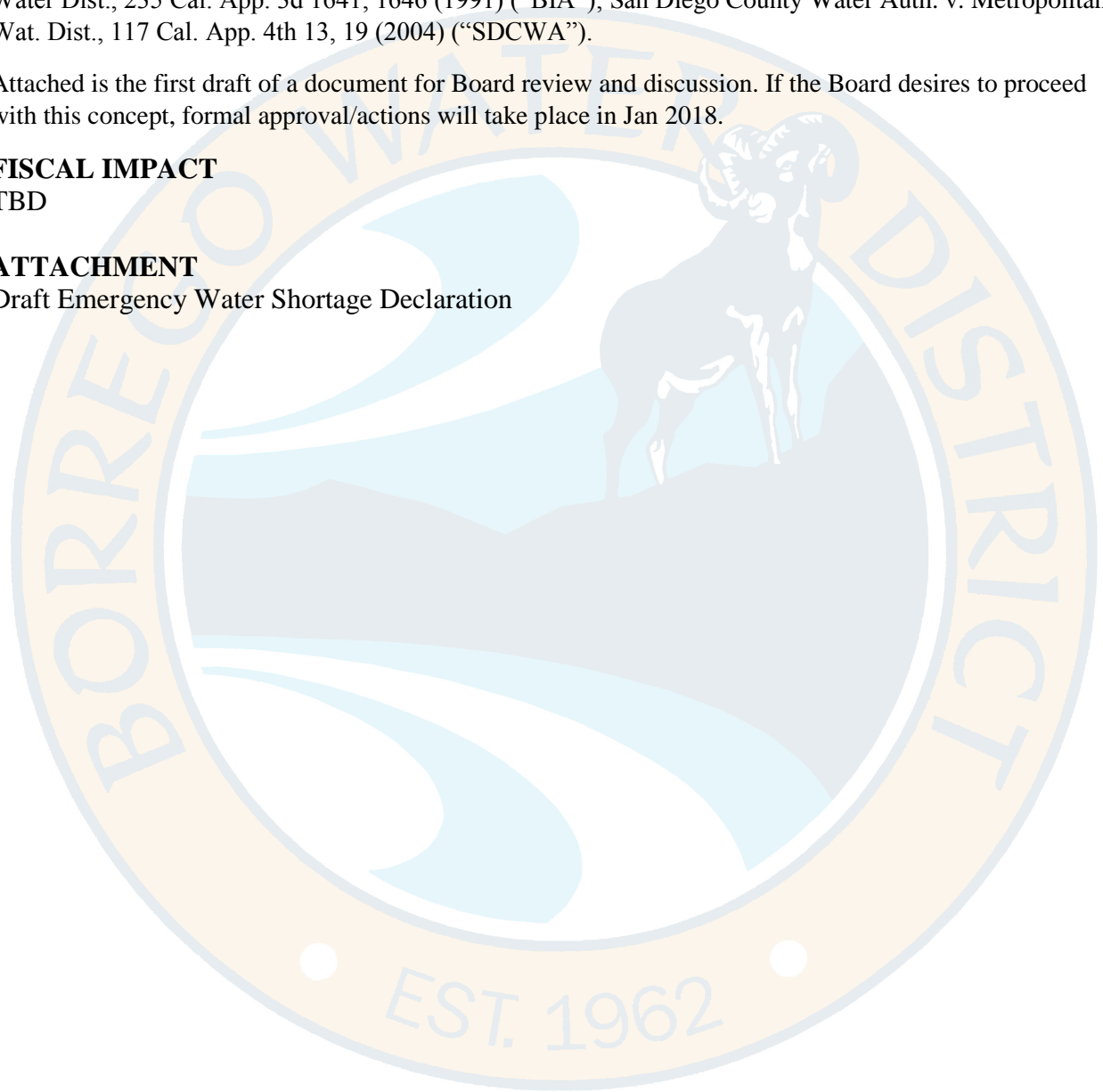
Attached is the first draft of a document for Board review and discussion. If the Board desires to proceed with this concept, formal approval/actions will take place in Jan 2018.

FISCAL IMPACT

TBD

ATTACHMENT

Draft Emergency Water Shortage Declaration



DRAFT

ORDINANCE NO. 2018-____ OF THE BOARD OF
DIRECTORS OF THE BORREGO WATER DISTRICT
RELATING TO WATER SHORTAGES AND WATER
SHORTAGE EMERGENCIES

WHEREAS, California Constitution article X, section 2 and California Water Code section 100 provide that because of conditions prevailing in the state of California (the “State”), it is the declared policy of the State that the general welfare requires that the water resources of the State shall be put to beneficial use to the fullest extent of which they are capable, the waste or unreasonable use of water shall be prevented, and the conservation of such waters is to be exercised with a view to the reasonable and beneficial use thereof in the interest of the people and the public welfare; and

WHEREAS, the Borrego Springs Subbasin of the Borrego Valley Groundwater Basin (the “Basin”) serves as the sole source of water supply to Borrego Water District (the “District”) and its customers; and

WHEREAS, the State Department of Water Resources (“DWR”) has declared the Basin to be in a state of critical overdraft (DWR Bulletin 118, Basin No. 7-24); and

WHEREAS, under the Sustainable Groundwater Management Act (“SGMA”), a groundwater sustainability plan (“GSP”) for the Basin must be adopted and submitted to DWR no later than January 31, 2020 and the sustainability goals for the Basin must be achieved within twenty (20) years of implementation of the GSP; and

WHEREAS, pursuant to California Water Code section 106, it is the declared policy of the State that the use of water for domestic use is the highest use of water and that the next highest use is for irrigation; and

WHEREAS, under Water Code sections 377.5, 35423, and 35424, the District has authority to adopt rules and regulations for the sale and distribution of water, including provisions for terminating the service of and imposing fines and penalties upon water users who do not comply with such rules and regulations; and

WHEREAS, pursuant to California Water Code section 375 through 378, the District is authorized to adopt and enforce a water conservation program to reduce the quantity of water used by persons within its jurisdiction for the purpose of conserving the water supplies of the District and impose civil administrative and volumetric penalties for the violation of any such conservation program rules and regulations; and

WHEREAS, the total water supply available to the District is dependent upon rainfall in higher elevations; and

WHEREAS, in periods of insufficient natural groundwater recharge it may be necessary for the District to declare a water shortage or a water shortage emergency; and

WHEREAS, pursuant to Water Code sections 350 through 359, the Board of Directors (“Board”) of the District is authorized to declare a water shortage emergency whenever the Board finds and determines that the ordinary demands and requirements of water users cannot be satisfied without depleting the water supply of the District to the extent that there would be insufficient water for human consumption, sanitation and fire protection; and

WHEREAS, in the event the District determines that it is necessary to declare that a water shortage or a water shortage emergency exists, the District will be authorized to implement certain water shortage response and demand management measures and a water conservation and regulatory program to regulate water consumption activities within the District and ensure that the water delivered in the District is put to beneficial use for the greatest public benefit, with particular regard to domestic use, including human consumption, sanitation, and fire protection, and that the waste or unreasonable use of water is prevented; and

WHEREAS, the District is authorized to prescribe and define by ordinance or resolution restrictions, prohibitions, and exclusions for the use of water during a threatened or existing water shortage and adopt and enforce a water conservation and regulatory program to: (i) prohibit the waste of District water or the use of District water during such period; (ii) prohibit the use of water during such periods for specific uses that the District may from time to time determine nonessential; and (iii) reduce and restrict the quantity of water used by those persons within the District for the purpose of conserving the water supplies of the District; and

WHEREAS, it has been estimated that more than half of residential water use in many parts of California is used to irrigate lawns and outdoor landscaping; and

WHEREAS, the District has determined that during water shortages, the use of outdoor water for irrigating lawns and outdoor landscaping is not essential to public health and safety, and may be an unreasonable use, an unreasonable method of use, or a waste of water; and

WHEREAS, during a water shortage the greatest reductions in water usage may best be achieved by single-family residential customers and customers with dedicated irrigation meters by reducing the amount of discretionary, nonessential use of potable water to irrigate lawns and landscaping; and

WHEREAS, water use by commercial and industrial customers is generally non-discretionary in that the water used is almost exclusively used for purposes such as product development, production processes and other market conditions, and as such, penalties are not likely to result in increased conservation for non-essential uses; and

WHEREAS, commercial and industrial customers water use varies across all business types and industries, and such customers ordinarily have limited discretionary water use; and

WHEREAS, to secure compliance with the rules and regulations that may be established during a water shortage emergency, and assure important public policy objectives are

achieved for the reduction of water usage during such severe and critical water shortages, the District is proposing to establish and impose penalties for excessive water usage by single-family residential customers and customers with dedicated irrigation meters when the District has declared a water shortage emergency, as such term is defined herein; and

WHEREAS, to protect the water resources of the District, the District has and will continue to: (i) implement any supply augmentation measures that are economically feasible; and (ii) reduce any leaks to its municipal distribution system that are technically and economically warranted in order to reduce the potential impact on ratepayer's End User Requirements under this Ordinance.

NOW, THEREFORE, the Board of Directors of Borrego Water District does order as follows:

Section 1. Water Shortage Conditions. A water supply shortage ("Water Shortage") is deemed to exist within the District when the Board determines that the water supply conditions within the District are insufficient to meet normal municipal water demands, potential future municipal water demands based on San Diego County (the "County") zoning and/or subdivision approvals within the District's service area, or when the State mandates water use reductions within the District's municipal service boundaries. A water shortage emergency ("Water Shortage Emergency") is deemed to exist within the District whenever the Board finds and determines that the ordinary demands and requirements of water users cannot be satisfied without depleting the available water supply of the District to the extent that there may be insufficient water for human consumption, sanitation, and fire protection. A Water Shortage Emergency includes both an immediate emergency, in which the District is unable to meet the current water needs of persons within the District, as well as a threatened water shortage, in which the Board determines that the District's supply cannot meet an increased future demand.

Section 2. Demand Management.

(a) This Ordinance provides permanent water conservation and demand management measures that shall be in effect at all times within the District and temporary water conservation and demand management measures that may be implemented during a Water Shortage and/or a Water Shortage Emergency. The rules and regulations are necessary to respond to any significant reductions to the District's water supply as a result of drought, natural disasters, regulatory action, and a planned or unplanned Water Shortage or Water Shortage Emergency. The Board may by the resolution or ordinance declaring a Water Shortage or Water Shortage Emergency implement any other water conservation or demand management measure or measures it deems appropriate based on the water shortage conditions prevailing in the District or as directed or ordered by the State. The longer a Water Shortage or Water Shortage Emergency persists, or the more severe the Water Shortage or Water Shortage Emergency becomes, the more stringent the water conservation and demand management measures may become.

(b) Additional water conservation and demand management measures may be based on the amount and availability of water, as well as operational considerations. Operational considerations include, but are not limited to, the District's ability to meet actual

and anticipated customer demands, sanitation, and fire-fighting demands, as well as State-mandated reductions in water use within the District.

(c) When the Board has determined that it is necessary to declare a Water Shortage Emergency, the Board shall hold a public hearing in accordance with Water Code sections 350 through 352. At the hearing, users of District water will have an opportunity to be heard relative to the proposed declaration by the Board that a Water Shortage Emergency exists within the District. Following the public hearing and upon a Board declaration, in the form of a resolution or ordinance, that a Water Shortage Emergency exists, all water users within the District shall restrict their use of water supplied by the District in accordance with the applicable water conservation and demand management measures set forth herein and in the ordinance or resolution declaring the Water Shortage emergency, as determined by the Board. Upon the adoption of the Water Shortage Emergency ordinance or resolution, the District's General Manager shall be authorized to implement and enforce the water conservation and demand management measures set forth therein.

(d) To ensure that landscape projects are not unduly water-needy and to conserve regional water resources, the District strongly encourages the installation of vegetation meeting Water Use Classifications of Landscape Species with low or very low watering needs for low desert regions for any new or rehabilitated landscaping within the District.

Section 4. Mandatory End User Requirements.

(a) As required by water conservation regulations adopted by the State Water Resources Control Board, to prevent the waste and unreasonable use of water and to promote water conservation, each of the following actions is prohibited at all times, except where necessary to address an immediate health and safety need or to comply with a term or condition in a permit issued by a State or federal agency:

- (1) The application of potable water to outdoor landscapes in a manner that causes runoff such that water flows onto adjacent property, non-irrigated areas, private and public walkways, roadways, parking lots, or structures;
- (2) The use of a hose that dispenses potable water to wash a motor vehicle, except where the hose is fitted with a shut-off nozzle or device attached to it that causes it to cease dispensing water immediately when not in use.
- (3) The application of potable water to driveways and sidewalks;
- (4) The use of potable water in a fountain or other decorative water feature, except where the water is part of a recirculating system;
- (5) The application of potable water to outdoor landscapes during and within 48 hours after measurable rainfall;

- (6) The serving of drinking water other than upon request in eating or drinking establishments, including but not limited to restaurants, hotels, cafes, cafeterias, bars, or other public places where food or drink are served and/or purchased;
- (7) The irrigation with potable water of ornamental turf on public street medians;
- (8) The irrigation with potable water of landscapes outside of newly constructed homes and buildings in a manner inconsistent with regulations or other requirements established by the California Building Standards Commission and the Department of Housing and Community Development; and
- (9) Any other activity that constitutes a waste of water.

(b) To promote water conservation, operators of hotels and motels shall provide guests with the option of choosing not to have towels and linens laundered daily. The hotel or motel shall prominently display notice of this option in each guestroom using clear and easily understood language.

Section 5. Water Shortages.

- (a) Upon the declaration of a Water Shortage:
 - (1) Users of District water shall eliminate water leaks on their property.
 - (2) Users of District water will be requested to voluntarily limit the quantity of water used to that amount absolutely necessary for domestic and commercial purposes. Users should take all steps necessary to prevent the waste of water and to assure that all water is beneficially used to the maximum extent possible.
 - (3) If voluntary conservation measures do not produce the District's conservation goals, additional mandatory municipal water conservation and demand management measures may be applicable based on the actual or potential Water Shortage conditions prevailing in the District or as directed or ordered by the State.

Section 6. Water Shortage Emergencies.

- (a) Upon the declaration of a Water Shortage Emergency:
 - (1) Users of District water shall eliminate water leaks on their property within seventy-two (72) hours of when the leak is detected.

- (2) Users of District water may be required to limit the quantity of water used to that amount absolutely necessary for domestic, commercial, and irrigation purposes.
- (3) Users should take all steps necessary to prevent the waste of water and to assure that all water is beneficially used to the maximum extent possible.
- (4) If mandatory limitations in the quantity of water are implemented and do not produce the District's conservation goals or State-mandated water use reduction goals or restrictions, additional mandatory water conservation and demand management measures may be applicable based on the actual or potential Water Shortage Emergency conditions prevailing in the District or as directed or ordered by the State. Additional mandatory limitations may include, but are not limited to:
 - (A) Prohibiting the issuance of construction meters and the use of potable water for earth work, road construction purposes, dust control, compaction, or trench jetting;
 - (B) Limiting the time of day and the period of time that water users may irrigate outdoor landscaping, or prohibiting all outdoor watering and irrigation of lawns and ground cover, and landscaping with potable water; and
 - (C) Prohibiting the filling or refilling of swimming pools, spas, ponds, streams, and artificial lakes.

(b) Upon the declaration of a Water Shortage Emergency, the General Manager shall implement the provisions of such declaration as well as any additional rules and regulations that accompany such declaration. The Board may also deny applications for new or additional water service connections, subject to any rules, regulations or policies adopted by the Board.

Section 7. Violations and Penalties.

(a) Failure to comply with any mandatory water conservation and demand management measure, restriction, rule, or regulation set forth in this Ordinance, or as adopted by the Board by a resolution or ordinance declaring a Water Shortage or Water Shortage Emergency, shall result in a volumetric penalty or an administrative penalty.

(b) If mandatory limitations in the quantity of water that may be used by water users are implemented, the District may impose volumetric penalties for violations of the water use limitations. Volumetric penalties that may be imposed by the District are set forth in Exhibit A to this Ordinance.

(c) Violations of the water use restrictions and prohibitions set forth herein may result in the following actions.

- (1) Violations of any of the water use restrictions set forth in Sections 4, 5, and 6 shall be cumulative.
- (2) All notices of violation shall be directed to the customer of record and property owner for the premises where the violation was observed.
- (3) Notice of Violation. The General Manager is authorized and directed to issue a written notice of violation to any person who fails or refuses to comply with any water use restriction set forth herein. The notice shall specify the nature of the violation and whether an administrative penalty or volumetric penalty is being imposed.
 - (A) Administrative Penalties. The administrative penalty shall be a fine in the amount of \$200 for each violation, which shall be added to the water bill for the period in which the violation occurred. Failure to make payment of the entire amount due, including the administrative penalty, shall subject the person to the normal consequences for failure to timely pay a water bill as set forth in the District's Rules and Regulations.
 - (B) Volumetric Penalties. Volumetric penalties shall be imposed in an amount based on the formula adopted by an ordinance or resolution of the Board and shall be added to the water bill for the billing cycle in which the violation occurred. Failure to make payment of the entire amount due, including the volumetric penalty, shall subject the person to the normal consequences for failure to timely pay a water bill as set forth in the District's Rules and Regulations

Section 8. Appeal Provisions. A water user may file a request for relief from any provision of this Ordinance, which request shall be submitted in writing to the General Manager and shall include all information necessary for resolution of the request.

(a) The General Manager may grant relief from the provisions of this Ordinance if he or she determines that the requested relief is necessary to protect public health, sanitation, safety or the welfare of the water user requesting relief of the District. The General Manager may deny or approve, in whole or in part, the request for relief. Within a reasonable period of time, the water user will be notified of the General Manager's decision in writing.

(b) A water user has the right to appeal the General Manager's decision to the Board. The appeal must be in writing and received by the District within ten (10) days of the date of delivery of the General Manager's decision. The appeal shall be considered by

the Board within a reasonable period of time from the date the timely appeal is filed. The water user shall have the right to personally appear before the Board as part of the appeals process. The Board may, at its discretion, affirm or modify the General Manager's decision and impose any conditions it deems proper. Written notice of the Board's decision shall be furnished to the water user. The decision of the Board shall be final.

Section 9. Conflicting Provisions. If provisions of this Ordinance are in conflict with each other, other rules and regulations of the District, any other resolution or ordinance of the District, or any State law or regulation, the more restrictive provisions shall apply.

Section 10. Severability. If any provision, section, subsection, sentence, clause or phrase or sections of this Ordinance, or the application of same to any person or set of circumstances, is for any reason held to be unconstitutional, void or invalid, the invalidity of the remaining portions of sections of this Ordinance shall not be affected, it being the intent of the Board in adopting this Ordinance that no portions, provisions, or regulations contained herein shall become inoperative, or fail by reason of the unconstitutionality of any other provision hereof, and all provisions of this Ordinance are declared to be severable for that purpose.

THIS ORDINANCE shall become effective immediately upon adoption.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Borrego Water District held on the ___ day of ____ 201_, by the following vote:

Ayes:

Noes:

Absent:

Board President

ATTEST:

Board Secretary

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING – DECEMBER 20, 2017
AGENDA BILL 2.B

December 14, 2017

TO: Board of Directors, Borrego Water District
FROM: Geoff Poole, General Manager
SUBJECT: DRAFT ORDINANCE OF THE BOARD OF DIRECTORS OF THE BORREGO WATER DISTRICT DECLARING A WATER SHORTAGE EMERGENCY – Anderson/Brecht/Poole

RECOMMENDED ACTION:

Review, discuss and direct staff accordingly

ITEM EXPLANATION:

As a follow up to the previous item, the attached Ordinance declares a shortage exists. This document is being presented to allow for Board input before the Final Drafts are prepared.

FISCAL IMPACT

TBD

ATTACHMENT

Draft Ordinance

**DRAFT ORDINANCE NO 2018-_____ OF THE
BOARD OF DIRECTORS OF BORREGO WATER DISTRICT DECLARING
A WATER SHORTAGE EMERGENCY**

WHEREAS, Borrego Water District (“District”) adopted Ordinance No. 2018-___ regarding water conservation and water shortages (“Water Conservation Ordinance”) on January ___, 2018; and

WHEREAS, Water Code, section 350 et seq. and Section 5 of the Water Conservation Ordinance authorize the District Board of Directors to declare a water shortage emergency, upon the Board making certain findings; and

WHEREAS, Water Code, sections 35453 et seq. provide the District Board of Directors with flexibility to determine water service priorities in the event of a water shortage; and

WHEREAS, the Borrego Springs Subbasin of the Borrego Valley Groundwater Basin (the “Basin”) serves as the sole source of supply to the District and its customers; and

WHEREAS, the State Department of Water Resources (“DWR”) has declared the Basin to be in a state of critical overdraft (DWR Bulletin 118, Basin No. 7-24); and

WHEREAS, under the Sustainable Groundwater Management Act (“SGMA”), a groundwater sustainability plan (“GSP”) for the Basin must be adopted and submitted to DWR no later than January 31, 2020 and the sustainability goals for the Basin must be achieved within twenty (20) years of implementation of the GSP; and

WHEREAS, numerous reports and studies, including the United States Geological Survey (USGS) study: *Hydrogeology, Hydrogeologic Effects of Development, and Simulation of Groundwater Flow in the Borrego Valley, San Diego County* (2015), have concluded that the Basin is in a state of overdraft and that far more water is extracted from the Basin on a short-term and long-term basis than recharges the Basin;

WHEREAS, given the above circumstances, the District Board of Directors has concluded that the ordinary demands and requirements of water consumers within the District cannot be satisfied without depleting the District’s water supply, to the extent that there would be insufficient water for human consumption, sanitation, and fire protection; and

WHEREAS, the Board of Directors has concluded that there exists a Water Shortage Emergency.

NOW, THEREFORE, be it resolved by the Board of Directors of the Borrego Water District, as follows:

Section 1. The Board of Directors finds and determines that the ordinary demands and requirements of District water consumers as well as expected future demands cannot be satisfied without depleting the water supply of the District to the extent that there would be insufficient water for human consumption, sanitation, and fire protection. In addition, portions of the Basin’s water supply are adversely affected by poor water quality.

Section 2. The Board of Directors hereby declares a water shortage emergency under Sections 3(c), 5 and 6 of the Water Conservation Ordinance and Water Code section 350 et seq.

Section 3. The Board of Directors hereby directs the General Manager to implement the conservation measures identified in Sections 4, 5, 6 and 7 of the Water Conservation Ordinance.

Section 4. The Board of Directors hereby adopts the policy statement attached hereto as Exhibit "A" and the guidelines attached hereto as Exhibit A.1 regarding water supply availability for new development.

Section 5. This Declaration has been adopted, following a Public Hearing, which was noticed at least seven (7) days prior to the date of the Public Hearing in the _____ newspaper. This Declaration is effective as of _____. 2018.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Borrego Water District held on the ___ day of ____ 2018, by the following vote:

Ayes:

Noes:

Absent:

Beth Hart
Board President

ATTEST:

Board Secretary

EXHIBIT A

BORREGO WATER DISTRICT POLICY STATEMENT REGARDING EMERGENCY WATER SHORTAGE DECLARATION

The Borrego Water District (“District”) and the County of San Diego (“County”), acting as members of the groundwater sustainability agency (“GSA”) for the critically overdrafted Borrego Springs Subbasin of the Borrego Valley Groundwater Basin (“Basin”), are currently preparing a groundwater sustainability plan to meet the requirements of the Sustainable Groundwater Management Act (“SGMA”) for the Basin. SGMA requires that a groundwater sustainability plan (“GSP”) for the Basin be adopted and submitted to the California Department of Water Resources no later than January 31, 2020.

As part of the GSP preparation process, the GSA members are acting very closely with numerous citizens and constituencies within the Borrego Springs community. For many years, the focus of discussion has been on establishing mechanisms to bring Basin pumping more into balance with the volume of water that naturally recharges the Basin. All parties concerned recognize the very significant challenges and multiple interests associated with this effort.

One aspect of a potential solution has been the idea that conservation and efficiency of use of water resources by all sectors of the community should be paramount. With the adoption of the District’s Water Conservation Ordinance and the Ordinance Declaring a Water Shortage Emergency, the District Board of Directors is forcefully proclaiming its commitment to water conservation and efficiency, consistent with the California Constitution and California law.

Another aspect of a potential solution to the community’s and new development’s water supply needs is the voluntary transfer, over the longer term, of verifiable, documented water supplies from the agricultural community to serve new development, for the benefit of domestic and other users.

Concerns have also been raised that Basin groundwater levels, supplies and quality (in some locations) will further and potentially irretrievably diminish before the GSP is adopted and fully implemented.

Under California law, in its role as a public water agency, the District’s primary role is to provide water supplies to its existing customers. At the same time, in its role as a water agency, the District intends to encourage and facilitate responsible new development. In its role as one of two members of the Borrego Valley Basin GSA, the District is also required to bring the Basin into sustainability by no later than 2040.

The District Board of Directors believes that the most efficient and appropriate mechanism for ensuring sufficiency of water supplies for new development is for a voluntary, market-based system to be established to facilitate the transfer of water from overlying uses to municipal or other uses associated with new development. The transfer of such supplies must be verifiable conveyances of “wet” water, rather than transfer of paper water or water supplies beyond the safe yield of the Basin.

In the view of the District, it is incumbent upon new development to acquire sufficient water supplies for transfer and use by the District to establish that such new development will not have an

adverse impact upon the Basin or water supplies available to the District and its existing customers. This fundamental requirement flows from the basic mandates of California law related to water supply availability, environmental impacts (i.e., the California Environmental Quality Act (“CEQA”)), and the Water Code.

In the view of the District, one significant hurdle to establishing a market for water rights relates to legal uncertainties related to transferring water/water rights from landowners (i.e., overlyers) to new development (i.e., municipal uses).

The District anticipates that the GSP will attempt to address a potential water market as a mechanism to try to reach Basin sustainability. However, the structure of such a market will be a product of collective decision-making by the community. Only if attempts to reach a mutually beneficial resolution are not reached does the District anticipate that the GSA would be obligated to consider resolving the issues as a regulatory matter or as a last resort to rely on the State Water Resources Control Board to enforce SGMA regulations.

One important factor is determining how the community can ensure that Basin water rights are both verified and freely transferrable. One potential avenue the District encourages the community to explore is establishing and confirming the transferability of water rights through available legal means, such as through validation of the ultimately approved GSP and/or having a court approve a stipulated judgment among Basin water rights holders directly recognizing water rights transferability.

The District further believes that land use decisions undertaken by the County must more fully and directly recognize the challenging water supply situation faced by the Borrego Springs community and the District. This recognition is required not only by common sense, but also by CEQA and other applicable law. The District desires to act compatibly with the County on water supply issues related to new development. This aim can be best achieved through deeper collaboration between the two parties, with the understanding that consideration of new development applications and other land use decisions by the County in the Borrego Springs region must be undertaken with a keen eye toward water supply availability issues.

To attempt to address a few of the above concerns in regards to how the District intends to review applications for Water and Sewer Service Availability Letters (“Will Serve Letters”) during the water supply emergency period, the District adopts the following Guidelines Regarding Water Supply Availability for New Development (attached hereto as Exhibit A.1).

EXHIBIT A.1.

**DRAFT GUIDELINES REGARDING
WATER SUPPLY AVAILABILITY FOR NEW DEVELOPMENT**

Under Water Code, section 353, upon the adoption of an ordinance declaring an emergency condition of water shortage within its service area, the District is required to “adopt such regulations and restrictions on the delivery of water and the consumption within said area of water supplied for public use as will in the sound discretion of the [District Board of Directors] conserve the water supply for the greatest public benefit with particular regard to domestic use, sanitation, and fire protection.” The District establishes the following guidelines regarding water supply availability for new development during the duration of the declared water supply emergency.

(1) “New Development” will include any “major subdivision,” as defined in the San Diego County Code of Regulatory Ordinances at section 81.102(y) as “a subdivision creating five or more lots or units,” as well as the following _____.

(2) The District Policy for Water and Sewer Infrastructure for New Development (adopted as an exhibit to the District Water Conservation Ordinance) (“Infrastructure Policy”) shall apply to all New Development, including in review of applications for Will Serve Letters. That policy contains provisions related to facilities, installation of improvements for new development, and related requirements. New development shall comply or agree to comply in writing with all provisions of such policy as a pre-condition to District review of an application for a Will Serve Letter.

(3) The District will review and act upon each application for a Will Serve Letter for any project requesting to connect to the District’s water system on a case-by-case basis. Under no circumstances will a County of San Diego Planning and Development Services Project Facility Availability – water form or comparable form, whether or not signed by the District, constitute a Will Serve Letter binding upon the District and obligating the District to serve water to such new development. Only Will Serve Letters issued by the District and approved by the District Board of Directors pursuant to these Guidelines and the Infrastructure Policy will be honored by the District. Will Serve Letters will be valid for a maximum of two (2) years or shorter period established by the Board.

(4) **INSERT FURTHER DETAILS ON HOW DISTRICT INTENDS TO REVIEW WILL SERVE LETTER APPLICATIONS.**

BORREGO WATER DISTRICT
BOARD OF DIRECTORS MEETING – DECEMBER 20, 2017
AGENDA BILL 2.C

December 14, 2017

TO: Board of Directors, Borrego Water District
FROM: Geoff Poole, General Manager
SUBJECT: 2018 Town Hall Agenda Update - Poole

RECOMMENDED ACTION:

Review, discuss and direct staff accordingly

ITEM EXPLANATION:

The 2018 Town Hall is scheduled for March 28th at 4:30. The proposed Town Hall Agenda follows and is presented for discussion by the Board and to make changes as needed before publication.

FISCAL IMPACT

TBD

ATTACHMENT

Draft Town Hall Agenda

2018 Borrego Town Hall Draft Agenda

Date: March 28, 2018

Time: 4:00 to 5:30

Location: Borrego Performing Arts Center

1. Greetings and Introductions: Beth Hart, President BWD
 - a. BWD Board and Staff
 - b. GSP Core Teams
 - c. Borrego GSP Advisory Committee Members
2. Sustainable Groundwater Management Act Update: Bennett/Driscoll
 - a. Current Status of Borrego GSA/P
 - b. Schedule of GSP Process
 - c. GSP Website
 - d. Other ??
3. Economics of SGMA, District Finances/Rates – Lyle Brecht, BWD
4. Proportional vs Non Proportional – Anderson or Brecht?
5. BWD GSP Ratepayer Representative Overview, Ratepayer Perspective - Dave Duncan
6. Completed and Planned CIP projects (900 Tank, WWTP, Well Investigations etc...) – Joe Tatusko
7. Closing Comments – Beth Hart, BWD
8. Written/Verbal Q and A – Poole/All

III A

FINANACIALS

REPORT



	C	CR	CS	CT	CU	CV
1	BWD	5/23/2017				
2	CASH FLOW	ADOPTED	Actual	Projected	Actual	Actual YTD
3	2017-2018	BUDGET	December	December	YTD	and Projected
4		FY 2018	2017	2017	2017-2018	2017-2018
5						
6	REVENUE					
7	WATER REVENUE					
8	Residential Water Sales	949,885	66,112	78,000	513,366	927,966
9	Commercial Water Sales	302,856	29,113	28,000	223,425	381,886
10	Irrigation Water Sales	210,597	14,110	18,000	134,067	223,563
11	GWM Surcharge	160,274	12,050	12,344	95,742	164,993
12	Water Sales Power Portion	457,206	33,288	34,816	265,560	469,682
13	TOTAL WATER COMMODITY REVENUE:	2,080,818	154,673	171,160	1,232,160	2,168,090
14						
15	Readiness Water Charge	1,114,240	90,437	92,196	537,862	1,086,985
18	Meter Install/Reconnect Fees	1,360	11,500	-	41,585	42,265
19	Backflow Testing/Installation	7,000	50	-	350	7,350
20	Bulk Water Sales	600	511	134	5,625	5,748
21	Penalty & Interest Water Collection	19,000	250	972	26,439	32,929
22	TOTAL WATER REVENUE:	3,223,018	287,341	264,462	1,873,941	3,373,287
23						
24	PROPERTY ASSESSMENTS/AVAILABILITY CHARGES					
25	641500 1% Property Assessments	62,303	22,365	22,365	28,056	66,572
26	641502 Property Assess wtr/swr/fld	106,212	44,680	44,680	47,893	107,569
28	641501 Water avail Standby	82,445	19,082	19,082	31,584	89,948
30	641504 ID 3 Water Standby (La Casa)	33,722	3,007	3,007	5,243	34,702
31	641503 Pest standby	17,882	4,563	4,563	5,776	17,490
32	TOTAL PROPERTY ASSES/AVAIL CHARGES:	302,563	93,697	93,697	118,553	316,280
33						
34	SEWER SERVICE CHARGES					
35	Town Center Sewer Holder fees	226,391	18,798	18,798	109,163	221,953
36	Town Center Sewer User Fees	85,015	7,106	7,107	41,572	84,214
37	Sewer user Fees	267,460	21,755	22,360	135,207	269,367
39	Penalty Interest-Sewer	3,000	0	250	-	1,500
40	Sewer Capacity Fees	0	0	-	-	-
41						
42	TOTAL SEWER SERVICE CHARGES:	581,866	47,659	48,515	285,942	577,033
43						
44	OTHER INCOME					
47	Fire Hydrant Installation		6,000	-	6,000	6,000
49	Water Credits income	0	24,750	-	58,250	58,250
53	Interest Income	6,600	1,577	1,600	9,478	19,078
54	TOTAL OTHER INCOME:	6,600	32,327	1,600	76,228	85,828
55						
56	TOTAL INCOME:	4,114,047	461,024	408,275	2,354,664	4,352,428
57						
58	CASH BASIS ADJUSTMENTS					
59	Decrease (Increase) in Accounts Receivable		48,931		45,322	45,322
61	Deposits		5,000		16,025	16,025
62	Other Cash Basis Adjustments-Sheriff/Library reimbursement materials		16,755		16,755	16,755
63	TOTAL CASH BASIS ADJUSTMENTS:		70,686		78,102	78,102
64						
65	TOTAL INCOME RECEIVED:	4,114,047	531,710	408,275	2,432,766	4,430,530

	C	CX	CY	CZ	DA	DB	DC
1	BWD						
2	CASH FLOW	Projected	Projected	Projected	Projected	Projected	Projected
3	2017-2018	January	February	March	April	May	June
4		2018	2018	2018	2018	2018	2018
5							
6	REVENUE						
7	WATER REVENUE						
8	Residential Water Sales	68,000	64,000	64,000	67,600	73,000	78,000
9	Commercial Water Sales	22,000	27,678	24,783	25,000	29,000	30,000
10	Irrigation Water Sales	15,000	15,000	11,000	13,000	16,000	19,496
11	GWM Surcharge	7,000	8,986	9,118	14,705	14,721	14,721
12	Water Sales Power Portion	20,000	25,319	25,693	45,414	42,916	44,780
13	TOTAL WATER COMMODITY REVENUE:	132,000	140,984	134,594	165,718	175,637	186,997
14							
15	Readiness Water Charge	91,782	91,237	92,000	90,273	90,273	93,558
18	Meter Install/Reconnect Fees	-	340	0	0	340	0
19	Backflow Testing/Installation	-	0	0	0	0	7,000
20	Bulk Water Sales	-	100	22	0	0	0
21	Penalty & Interest Water Collection	500	2,000	1,500	830	830	830
22	TOTAL WATER REVENUE:	224,282	234,660	228,117	256,821	267,080	288,385
23							
24	PROPERTY ASSESSMENTS/AVAILABILITY CHARGES						
25	641500 1% Property Assessments	10,033	2,321	2,102	14,638	9,222	200
26	641502 Property Assess wtr/swr/fid	10,451	914	693	1,056	46,262	300
28	641501 Water avail Standby	31,301	3,496	3,015	3,732	14,821	2,000
30	641504 ID 3 Water Standby (La Casa)	14,794	362	889	396	12,527	490
31	641503 Pest standby	4,184	443	416	651	5,498	523
32	TOTAL PROPERTY ASSES/AVAIL CHARGES:	70,764	7,536	7,114	20,472	88,329	3,513
33							
34	SEWER SERVICE CHARGES						
35	Town Center Sewer Holder fees	18,798	18,798	18,798	18,798	18,798	18,798
36	Town Center Sewer User Fees	7,107	7,107	7,107	7,107	7,107	7,107
37	Sewer user Fees	22,360	22,360	22,360	22,360	22,360	22,360
39	Penalty Interest-Sewer	250	250	250	250	250	250
40	Sewer Capacity Fees	-	0	0	0	0	0
41							
42	TOTAL SEWER SERVICE CHARGES:	48,515	48,515	48,515	48,515	48,515	48,515
43							
44	OTHER INCOME						
47	Fire Hydrant Installation	-	0	0	0	0	0
49	Water Credits income	-	0	0	0	0	0
53	Interest Income	1,600	1,600	1,600	1,600	1,600	1,600
54	TOTAL OTHER INCOME:	1,600	1,600	1,600	1,600	1,600	1,600
55							
56	TOTAL INCOME:	345,161	292,312	285,346	327,408	405,524	342,013
57							
58	CASH BASIS ADJUSTMENTS						
59	Decrease (Increase) in Accounts Receivable						
61	Deposits						
62	Other Cash Basis Adjustments-Sheriff/Library reimbursement materials						
63	TOTAL CASH BASIS ADJUSTMENTS:						
64							
65	TOTAL INCOME RECEIVED:	345,161	292,312	285,346	327,408	405,524	342,013

	C	CR	CS	CT	CU	CV
1	BWD	5/23/2017				
2	CASH FLOW	ADOPTED	Actual	Projected	Actual	Actual YTD
3	2017-2018	BUDGET	December	December	YTD	and Projected
4		FY 2018	2017	2017	2017-2018	2017-2018
66	EXPENSES					
67						
68	MAINTENANCE EXPENSE					
69	R & M Buildings & Equipment	185,000	18,049	15,500	90,832	182,832
70	R & M - WWTP	185,000	8,801	15,500	44,810	136,810
71	Telemetry	8,000	4,726	-	7,331	10,625
72	Trash Removal	4,200	280	350	2,420	4,520
73	Vehicle Expense	18,000	942	1,200	6,623	15,690
74	Fuel & Oil	23,000	1,601	1,660	12,807	23,871
75	TOTAL MAINTENANCE EXPENSE:	423,200	34,397	34,210	164,824	374,349
76						
77	PROFESSIONAL SERVICES EXPENSE					
78	Tax Accounting (Tausig)	3,000	0	-	1,453	2,453
79	Administrative Services (ADP)	3,000	206	250	1,554	3,054
80	Audit Fees (Squamliner)	15,995	0	-	15,996	15,996
81	Computer billing (Accela/Parker)	13,500	0	150	15,106	16,011
82	Financial/Technical Consulting (Raftelis) (Fieldman)	41,000	3,408	3,417	30,044	48,716
83	Engineering (Dynamic/Dudek)	50,000	7,730	4,000	39,356	63,356
84	District Legal Services (Downey Brand/BBK)	20,000	0	2,000	58,096	68,596
85	Testing/lab work (Babcock Lab)	8,400	790	700	2,300	6,500
86	Regulatory Permit Fees (SWRB/DEH/Dig alerts/APCD)	27,160	80	8,500	5,922	26,722
87	TOTAL PROFESSIONAL SERVICES EXPENSE:	182,055	12,214	19,017	169,827	251,404
88						
89	INSURANCE EXPENSE					
90	ACWA/JPIA Program Insurance	57,000	0	-	22,118	53,118
91	ACWA/JPIA Workers Comp	16,000	0	4,000	3,749	15,749
92	TOTAL INSURANCE EXPENSE:	73,000	0	4,000	25,867	68,867
93						
94	DEBT EXPENSE					
95	Citizens Bank-COP 2008 Debt Payment	251,475	0	-	202,425	251,475
96	BBVA-Viking Ranch Debt Payment	143,312	0	-	71,658	143,314
97	TOTAL DEBT EXPENSE:	394,787	0	-	274,083	394,789
98						
99	PERSONNEL EXPENSE					
100	Board Meeting Expense (board stipend/board secretary)	22,000	4,213	1,770	10,977	24,127
101	Salaries & Wages (gross)	826,000	63,110	67,475	399,276	808,378
102	Salaries & Wages offset account (board stipends/staff project salaries)	(55,000)	(26,197)	(5,000)	(50,818)	(80,818)
103	Consulting services/Contract Labor	24,000	1,290	2,000	10,339	22,339
104	Taxes on Payroll	22,000	1,053	933	6,456	21,055
105	Medical Insurance Benefits	220,100	19,348	17,965	127,046	221,359
106	Calpers Retirement Benefits	179,200	6,238	8,232	115,045	164,437
107	Conference/Conventions/Training/Seminars	8,000	0	150	12,879	16,653
108	TOTAL PERSONNEL EXPENSE:	1,246,300	69,055	93,525	631,199	1,197,531
109						
110	OFFICE EXPENSE					
111	Office Supplies	18,000	2,009	1,500	10,654	19,685
112	Office Equipment/ Rental/Maintenance Agreements	35,000	578	2,000	22,887	38,309
113	Postage & Freight	15,000	8	2,100	4,248	12,798
114	Taxes on Property	2,331	0	-	2,334	2,334
115	Telephone/Answering Service/Cell	19,000	1,512	1,583	8,495	18,437
116	Dues & Subscriptions (ACWA/CSDA)	21,526	16,218	10,896	18,346	26,540
117	Printing, Publications & Notices	3,000	0	250	444	2,266
118	Uniforms	5,400	445	550	3,119	6,419
119	OSHA Requirements/Emergency preparedness	4,000	0	300	1,726	3,565
120	TOTAL OFFICE EXPENSE:	123,257	20,769	19,179	72,252	130,352
121						
122	UTILITIES EXPENSE					
123	Pumping-Electricity	300,000	23,511	22,895	173,030	310,754
124	Office/Shop Utilities	20,000	58	1,200	4,131	13,031
125	TOTAL UTILITIES EXPENSE:	320,000	23,569	24,095	177,161	323,785
126						
127						
128	GROUNDWATER MANAGEMENT EXPENSE					
129	GWM -legal/Misc -prop 1 grant/USGS	120,000	11,094	10,000	91,063	151,063
130	Conservation incentive program	30,000	-	3,334	-	19,998
131	District portion of GSP	120,000	-	10,000	-	60,000
132	TOTAL GWM EXPENSE:	270,000	11,094	23,334	91,063	231,061
133						
134	TOTAL EXPENSES:	3,032,600	171,099	217,359	1,606,276	2,972,137
135						
136	CASH BASIS ADJUSTMENTS					
137	Decrease (Increase) in Accounts Payable		718	-	48,564	48,564
138	Increase (Decrease) in Inventory		(2,806)	-	(5,081)	(5,081)
139	Other Cash Basis Adjustments		-	-	-	-
140	TOTAL CASH BASIS ADJUSTMENTS:		(2,088)		43,483	43,483
141						
142	TOTAL EXPENSES PAID:	3,032,600	169,011	217,359	1,649,759	3,015,620
143						
144	NET CASH FLOW (O&M)	1,081,447	362,699	190,915	783,007	1,414,911

	C	CX	CY	CZ	DA	DB	DC
1	BWD						
2	CASH FLOW	Projected	Projected	Projected	Projected	Projected	Projected
3	2017-2018	January	February	March	April	May	June
4		2018	2018	2018	2018	2018	2018
66	EXPENSES						
67							
68	MAINTENANCE EXPENSE						
69	R & M Buildings & Equipment	15,500	15,500	15,500	15,500	15,000	15,000
70	R & M - WWTP	15,500	15,500	15,500	15,500	15,000	15,000
71	Telemetry	1,200	0	1,000	0	1,094	0
72	Trash Removal	350	350	350	350	350	350
73	Vehicle Expense	2,000	1,067	1,500	1,500	1,500	1,500
74	Fuel & Oil	1,077	1,987	2,000	2,000	2,000	2,000
75	TOTAL MAINTENANCE EXPENSE:	35,627	34,404	35,850	34,850	34,944	33,850
76							
77	PROFESSIONAL SERVICES EXPENSE						
78	Tax Accounting (Taussig)	-	0	0	0	0	1,000
79	Administrative Services (ADP)	250	250	250	250	250	250
80	Audit Fees (SquamIner)	-	0	0	0	0	0
81	Computer billing (Accela/Parker)	200	200	100	205	200	-
82	Financial/Technical Consulting (Raftelis) (Fieldman)	3,417	3,417	3,417	3,417	2,502	2,502
83	Engineering (Dynamic/Dudek)	4,000	4,000	4,000	4,000	4,000	4,000
84	District Legal Services (Downey Brand/BBK)	2,000	2,000	2,000	1,500	1,500	1,500
85	Testing/lab work (Babcock Lab)	700	700	700	700	700	700
86	Regulatory Permit Fees (SWRB/DEH/Dig alerts/APCD)	10,000	4,000	5,000	500	800	500
87	TOTAL PROFESSIONAL SERVICES EXPENSE:	20,567	14,567	15,467	10,572	9,952	10,452
88							
89	INSURANCE EXPENSE						
90	ACWA/JPIA Program Insurance	-	0	31,000	0	0	0
91	ACWA/JPIA Workers Comp	4,000	0	4,000	0	0	4,000
92	TOTAL INSURANCE EXPENSE:	4,000	-	35,000	-	-	4,000
93							
94	DEBT EXPENSE						
95	Citizens Bank-COP 2008 Debt Payment	-	0	49,050	0	0	0
96	BBVA-Viking Ranch Debt Payment	-	35,828	-	-	35,828	-
97	TOTAL DEBT EXPENSE:	-	35,828	49,050	-	35,828	-
98							
99	PERSONNEL EXPENSE						
100	Board Meeting Expense (board stipend/board secretary)	1,770	1,770	2,070	1,770	4,000	1,770
101	Salaries & Wages (gross)	70,734	66,479	66,207	67,475	70,734	67,475
102	Salaries & Wages offset account (board stipends/staff project salaries)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)
103	Consulting services/Contract Labor	2,000	2,000	2,000	2,000	2,000	2,000
104	Taxes on Payroll	4,928	2,535	1,734	1,534	2,134	1,734
105	Medical Insurance Benefits	18,863	18,863	18,863	18,863	18,863	18,863
106	Calpers Retirement Benefits	8,232	8,232	8,232	8,232	8,232	8,232
107	Conference/Conventions/Training/Seminars	648	0	400	1,400	1,200	126
108	TOTAL PERSONNEL EXPENSE:	102,175	94,878	94,505	96,273	102,163	76,337
109							
110	OFFICE EXPENSE						
111	Office Supplies	1,500	1,500	1,500	1,531	1,500	1,500
112	Office Equipment/ Rental/Maintenance Agreements	2,000	2,000	2,217	3,700	1,645	3,860
113	Postage & Freight	2,000	2,000	175	2,100	175	2,100
114	Taxes on Property	-	-	-	-	0	0
115	Telephone/Answering Service/Cell	1,657	1,657	1,657	1,657	1,658	1,658
116	Dues & Subscriptions (ACWA/CSDA)	6,400	-	200	1,449	0	145
117	Printing, Publications & Notices	250	350	300	322	400	200
118	Uniforms	550	550	550	550	550	550
119	OSHA Requirements/Emergency preparedness	300	339	300	300	300	300
120	TOTAL OFFICE EXPENSE:	14,657	8,396	6,899	11,609	6,228	10,313
121							
122	UTILITIES EXPENSE						
123	Pumping-Electricity	21,335	19,914	22,618	23,618	24,618	25,620
124	Office/Shop Utilities	1,000	900	850	1,900	2,200	2,050
126	TOTAL UTILITIES EXPENSE:	22,335	20,814	23,468	25,518	26,818	27,670
127							
128	GROUNDWATER MANAGEMENT EXPENSE						
129	GWM -legal/Misc.-prop 1 grant/USGS	10,000	10,000	10,000	10,000	10,000	10,000
130	Conservation incentive program	3,334	3,334	3,334	3,334	3,332	3,330
131	District portion of GSP	10,000	10,000	10,000	10,000	10,000	10,000
132	TOTAL GWM EXPENSE:	23,334	23,334	23,334	23,334	23,332	23,330
133							
134	TOTAL EXPENSES:	222,694	232,221	283,573	202,156	239,265	185,952
135							
136	CASH BASIS ADJUSTMENTS						
137	Decrease (Increase) in Accounts Payable						
138	Increase (Decrease) in Inventory						
139	Other Cash Basis Adjustments						
140	TOTAL CASH BASIS ADJUSTMENTS:						
141							
142	TOTAL EXPENSES PAID:	222,694	232,221	283,573	202,156	239,265	185,952
143							
144	NET CASH FLOW (O&M)	122,466	60,091	1,773	125,252	166,259	156,062

	C	CR	CS	CT	CU	CV
1	BWD	5/23/2017				
2	CASH FLOW	ADOPTED	Actual	Projected	Actual	Actual YTD
3	2017-2018	BUDGET	December	December	YTD	and Projected
4		FY 2018	2017	2017	2017-2018	2017-2018
145	CIP PROJECTS					
146	Water					
147	Pickup	50,000	0		39,555	39,555
151	New 900 Reservoir	525,000	3,680	130,462	398,218	398,218
155	Replace Twin Tanks-(prop 1 grant)	579,000			-	579,000
156	Replace Wilcox Diesel Motor-(Prop 1 grant)	59,000			-	59,000
157	Replace Indianhead Reservoir-(Prop 1 grant)	294,000			-	294,000
158	Rams Hill#2, 1980 balv 0 44 MG recoating-(Prop 1 grant)	161,000			-	161,000
159	Rebuild Rams hill booster station pump 3				25,218	25,218
160	Emergency water pipeline repairs	25,000		5,000	-	20,000
161	10" Bypass at ID 1 Booster Station 2	15,000			16,140	16,140
162	Transmission line to convey Well 5 water to C C. Reservoir (pipeline 2)	83,000	0		3,842	83,000
163	T Anchor Dr., Frying Pan Rd. to Double O Rd. (Pipeline 6)	34,000			-	34,000
164	Weathervane Dr., Frying Pan Road to Double O Road (Pipeline7)	34,000			-	34,000
169	ID 5-5, 200 HP	80,000			-	30,000
170	Well 12 pump and casing cleaning	50,000			90,849	90,849
172	Emergency Generator Mobile Trailer	12,000			-	12,000
174	Mail machine inserter				10,548	10,548
175	TOTAL WATER CIP:	2,001,000	3,680	135,462	584,370	1,886,528
176	Sewer					
184	Plant-Grit removal at the headworks-(Prop 1 grant)	100,000			-	100,000
188	WTF-Rehab Clarifier (Prop 1 grant)	118,500			-	118,500
194	TOTAL SEWER CIP:	218,500	0	-	-	218,500
228						
229	TOTAL CIP EXPENSES:	2,219,500	3,680	135,462	584,370	2,105,028
230						
231	CASH RECAP					
232	Cash beginning of period	4,589,663	3,989,275	3,989,275	4,149,656	4,149,656
233	Net Cash Flow (O&M)	1,081,447	362,699	190,915	783,007	1,414,911
234	Total Non O&M Expenses	(2,219,500)	(3,680)	(135,462)	(584,370)	(2,105,028)
235	CASH AT END OF PERIOD	3,451,611	4,348,294	4,044,729	4,348,294	3,459,539
236						
237	RESERVES					
238	Working Capital-Water (4 months)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
239	R & R Reserves	(532,000)	(532,000)	(532,000)	(532,000)	(532,000)
240	Contingency Reserves (8% O&M)	(240,000)	(240,000)	(240,000)	(240,000)	(240,000)
241	Rate Stabilization Reserves	(800,000)	(800,000)	(800,000)	(800,000)	(800,000)
242	Available for Emergency Reserves	1,411,611	1,776,294	1,472,729	1,776,294	887,539
243	Target Emergency Reserves	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
244	Emergency Reserves Deficit	(588,389)	(223,706)	(527,271)	(223,706)	(1,112,461)
245						
246	Total Income		461,024	408,275	New Meter/Water Credits	
247	ACWA/JPIA Workers Comp		0	4,000	Pay in January	
248	Regulatory Permit Fees		80	8,500	Pay in January	
249	Salaries and Offset Account		(26,917)	(5,000)	Sheriff/Library labor	
250						

	C	CX	CY	CZ	DA	DB	DC
1	BWD						
2	CASH FLOW	Projected	Projected	Projected	Projected	Projected	Projected
3	2017-2018	January	February	March	April	May	June
4		2018	2018	2018	2018	2018	2018
145	CIP PROJECTS						
146	Water						
147	Pickup						
151	New 900 Reservoir						
155	Replace Twin Tanks-(prop 1 grant)				579,000		
156	Replace Wilcox Diesel Motor-(Prop 1 grant)			59,000			
157	Replace Indianhead Reservoir-(Prop 1 grant)						294,000
158	Rams Hill#2, 1980 balv. 0.44 MG recoating-(Prop 1 grant)					161,000	
159	Rebuild Rams hill booster station pump 3						
160	Emergency water pipeline repairs		5,000		5,000		10,000
161	10" Bypass at ID 1 Booster Station 2						
162	Transmission line to convey Well 5 water to C C Reservoir (pipeline 2)	41,500		37,658			
163	T Anchor Dr. Frying Pan Rd. to Double O Rd. (Pipeline 6)	34,000					
164	Weathervane Dr. , Frying Pan Road to Double O Road (Pipeline7)				34,000		
169	ID 5-5, 200 HP			30,000			
170	Well 12 pump and casing cleaning						
172	Emergency Generator Mobile Trailer	12,000					
174	Mail machine inserter						
175	TOTAL WATER CIP:	87,500	5,000	126,658	618,000	161,000	304,000
176	Sewer						
184	Plant-Grit removal at the headworks-(Prop 1 grant)					100,000	
188	WTF-Rehab Clarifier (Prop 1 grant)						118,500
194	TOTAL SEWER CIP:	-	-	-	-	100,000	118,500
228							
229	TOTAL CIP EXPENSES:	87,500	5,000	126,658	618,000	261,000	422,500
230							
231	CASH RECAP						
232	Cash beginning of period	4,348,294	4,383,260	4,438,351	4,313,466	3,820,718	3,725,977
233	Net Cash Flow (O&M)	122,466	60,091	1,773	125,252	166,259	156,062
234	Total Non O&M Expenses	(87,500)	(5,000)	(126,658)	(618,000)	(261,000)	(422,500)
235	CASH AT END OF PERIOD	4,383,260	4,438,351	4,313,466	3,820,718	3,725,977	3,459,539
236							
237	RESERVES						
238	Working Capital-Water (4 months)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
239	R & R Reserves	(532,000)	(532,000)	(532,000)	(532,000)	(532,000)	(532,000)
240	Contingency Reserves (8% O&M)	(240,000)	(240,000)	(240,000)	(240,000)	(240,000)	(240,000)
241	Rate Stabilization Reserves	(800,000)	(800,000)	(800,000)	(800,000)	(800,000)	(800,000)
242	Available for Emergency Reserves	1,811,260	1,866,351	1,741,466	1,248,718	1,153,977	887,539
243	Target Emergency Reserves	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
244	Emergency Reserves Deficit	(188,740)	(133,649)	(258,534)	(751,282)	(846,023)	(1,112,461)
245							
246							
247							
248							
249							
250							



TREASURER'S REPORT December, 2017

% of Portfolio

Bank Balance	Carrying Value	Fair Value	Current Actual	Rate of Interest	Maturity	Valuation Source
--------------	----------------	------------	----------------	------------------	----------	------------------

Cash and Cash Equivalents:

Demand Accounts at UB/LAIF

General Account/Petty Cash	\$ 2,160,171	\$ 2,156,236	\$ 2,156,236	49.59%	0.00%	N/A	UB
Payroll Account	\$ 60,287	\$ 59,613	\$ 59,613	1.37%	0.00%	N/A	UB
MMA	\$ 2,111,160	\$ 2,111,160	\$ 2,111,160	48.55%	0.88%	N/A	UB
LAIF	\$ 21,286	\$ 21,286	\$ 21,286	0.49%	0.92%	N/A	LAIF

Total Cash and Cash Equivalents	\$ 4,352,904	\$ 4,348,293	\$ 4,348,293	100.00%			
--	---------------------	---------------------	---------------------	----------------	--	--	--

Facilities District No. 2017-1

Special Tax Bond- Rams Hill -US BANK	\$ 223,618	\$ 223,618	\$ 223,618				
--------------------------------------	------------	------------	------------	--	--	--	--

Total Cash, Cash Equivalents & Investments	\$ 4,576,522	\$ 4,571,912	\$ 4,571,912				
---	---------------------	---------------------	---------------------	--	--	--	--

Cash and investments conform to the District's Investment Policy statement filed with the Board of Directors on July 26, 2017

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

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



 Kim Pitman, Administration Manager



To: BWD Board of Directors
 From: Kim Pitman
 Subject: Consideration of the Disbursements and Claims Paid
 Month Ending December, 2017

Vendor disbursements paid during this period: **\$ 142,431.68**

Significant items:

San Diego Gas & Electric	\$	23,569.06
Medical Health Benefits	\$	20,785.69
CalPERS	\$	6,238.07
ACWA-Annual membership	\$	10,920.00
CSDA-Annual membership	\$	5,828.00
Automated Water Treatment-Chlorine	\$	10,639.32

Capital Projects/Fixed Asset Outlays:

Total Professional Services for this Period:

Victor Valenti-Contron Scada Systems	\$	4,725.69
Lesar Development Consultants	\$	7,730.20
Prop 1 Grant		

Payroll for this Period:

Gross Payroll	\$	63,110.24
Employer Payroll Taxes and ADP Fee	\$	865.00
Total	\$	63,975.24

Accounts Payable

Checks by Date - Summary by Vendor Number

User: ezmeralda
 Printed: 1/18/2018 2:06 PM



Vendor No	Vendor Name	Check Amount
1109	ABILITY ANSWERING/PAGING SER	249.17
1266	AFLAC	833.52
9338	AMERICAN BACKFLOW SPECIALTIES	83.05
1001	AMERICAN LINEN INC.	444.96
1092	ASSOC OF CALIFORNIA	10,290.00
61	AT&T MOBILITY	1,106.96
9529	AT&T-CALNET 3	374.13
83	AUTOMATED WATER TREATMENT	10,639.32
9255	BABCOCK LABRATORIES	3,960.00
9782	BILL LANZAROTTA VOICE AND VIDEO	458.92
88	BORREGO AUTO PARTS, INC.	471.06
1003	BORREGO SPRINGS BOTTLED WATER	8.00
10858	CALIFORNIA SPECIAL DISTRICTS ASSOCIATION	5,828.00
10893	CALIFORNIA STATE UNIVERSITY SACRAMENTO	3,037.38
9054	COUNTY OF SAN DIEGO DEPT ENVIRONMENTAL HEALTH	1,263.00
1455	DIANA DEL BONO	1,290.00
96	DISH	70.42
9640	DUDEK	8,095.00
10883	FIELDMAN, ROLAPP & ASSOCIATES	3,407.93
9579	GREEN DESERT LANDSCAPE	4,770.00
10854	HARRY EHRLICH	1,223.73
1012	HIDDEN VALLEY PUMP SYSTEMS INC	546.26
1136	HOME DEPOT CREDIT SERVICES	416.65
65	JC LABS & MONITORING SERVICE	1,500.00
10889	LESAR DEVELOPMENT CONSULTANTS	7,730.20
1000	MEDICAL ACWA-JPIA	20,785.69
1016	NAPA AUTO PARTS INC	470.90
1208	PACIFIC PIPELINE SUPPLY INC	1,937.30
9633	RAMONA DISPOSAL SERVICE	3,292.90
1065	SAN DIEGO GAS & ELECTRIC	23,569.06
10894	SAN DIEGO POWDER	1,283.23
1059	STAPLES CREDIT PLAN	1,232.49
9046	STATE WATER RESOURCE CONTROL DRINKING WATER OPERATOR CERTIFICATION PROGRAM	65.00
9166	SWRCB ATTN DRINKING WATER PROGRAM	7,016.99
10885	THE SOCO GROUP, INC.	1,600.56
3000	U S BANK CORPORATE PAYMENT SYS	479.25
10847	USA COMMUNICATIONS	89.95
1100	VERIZON WIRELESS	228.50
1027	VICTOR VALENTI CONTRON SCADA SYSTEMS	4,725.69
1623	WENDY QUINN	137.50
74	WESTERN PUMP, INC	7,042.01
92	XEROX FINANCIAL SERVICES	377.00
	TOTAL PAID	142,431.68



ASSETS	BALANCE SHEET December 31, 2017 (unaudited)	BALANCE SHEET November 30, 2017 (unaudited)	MONTHLY CHANGE (unaudited)
CURRENT ASSETS			
Cash and cash equivalents	\$ 4,348,293.45	\$ 3,989,275.81	\$ 359,017.64
Accounts receivable from water sales and sewer charges	\$ 380,031.27	\$ 428,962.18	\$ (48,930.91)
Inventory	\$ 120,038.91	\$ 122,844.42	\$ (2,805.51)
Prepaid expenses	\$ 30,655.73	\$ 30,655.73	\$ -
TOTAL CURRENT ASSETS	\$ 4,879,019.36	\$ 4,571,738.14	\$ 307,281.22
RESTRICTED ASSETS			
Debt Service:			
Deferred amount of COP Refunding	\$ 102,542.17	\$ 102,542.17	\$ -
Deferred Outflow of Resources-CalPERS	\$ 356,748.00	\$ 356,748.00	\$ -
Total Debt service	\$ 459,290.17	\$ 459,290.17	\$ -
Trust fund:			
Investments with fiscal agent -CFD 2017-1	\$ 223,618.21	\$ 9,184.58	\$ 214,433.63
Total Trust fund	\$ 223,618.21	\$ 9,184.58	\$ 214,433.63
TOTAL RESTRICTED ASSETS	\$ 682,908.38	\$ 468,474.75	
UTILITY PLANT IN SERVICE			
Land	\$ 2,262,663.65	\$ 2,287,413.65	\$ (24,750.00)
Flood Control Facilities	\$ 4,287,340.00	\$ 4,287,340.00	\$ -
Capital Improvement Projects	\$ 731,939.24	\$ 720,529.04	\$ 11,410.20
Sewer Facilities	\$ 5,992,778.56	\$ 5,992,778.56	\$ -
Water facilities	\$ 11,010,716.48	\$ 11,010,716.48	\$ -
General facilities	\$ 1,016,229.37	\$ 1,016,229.37	\$ -
Equipment and furniture	\$ 574,974.27	\$ 574,974.27	\$ -
Vehicles	\$ 622,357.41	\$ 622,357.41	\$ -
Accumulated depreciation	\$ (12,760,530.47)	\$ (12,760,530.47)	\$ -
NET UTILITY PLANT IN SERVICE	\$ 13,738,468.51	\$ 13,751,808.31	\$ (13,339.80)
OTHER ASSETS			
Water rights -ID4	\$ 185,000.00	\$ 185,000.00	\$ -
TOTAL OTHER ASSETS	\$ 185,000.00	\$ 185,000.00	
TOTAL ASSETS	\$ 19,485,396.25	\$ 18,977,021.20	\$ 508,375.05




Balance sheet continued

	BALANCE SHEET December 31, 2017 (unaudited)	BALANCE SHEET November 30, 2017 (unaudited)	MONTHLY CHANGE (unaudited)
LIABILITIES			
CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS			
Accounts Payable	\$ 125,300.37	\$ 126,017.88	\$ (717.51)
Accrued expenses	\$ 123,110.45	\$ 123,110.45	\$ -
Deposits	\$ 21,025.00	\$ 16,025.00	\$ 5,000.00
TOTAL CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS	\$ 269,435.82	\$ 276,254.78	\$ (6,818.96)
CURRENT LIABILITIES PAYABLE FOM RESTRICTED ASSETS			
Debt Service:			
Accounts Payable to CFD 2017-1	\$ 223,618.21	\$ 9,184.58	\$ 214,433.63
TOTAL CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS	\$ 223,618.21	\$ 9,184.58	\$ 214,433.63
LONG TERM LIABILITIES			
2008 Certificates of participation	\$ 2,180,000.00	\$ 2,180,000.00	\$ -
BBVA Compass Bank Loan	\$ 894,419.63	\$ 894,419.63	\$ -
Net Pension Liability-CalPERS	\$ 819,059.00	\$ 819,059.00	\$ -
Deferred Inflow of Resources-CalPERS	\$ 163,076.00	\$ 163,076.00	\$ -
TOTAL LONG TERM LIABILITIES	\$ 4,056,554.63	\$ 4,056,554.63	\$ -
TOTAL LIABILITIES	\$ 4,549,608.66	\$ 4,341,993.99	\$ 207,614.67
FUND EQUITY			
Contributed equity	\$ 9,611,814.35	\$ 9,611,814.35	\$ -
Retained Earnings:			
Unrestricted Reserves/Retained Earnings	\$ 5,323,973.24	\$ 5,023,212.86	\$ 300,760.38
Total retained earnings	\$ 5,323,973.24	\$ 5,023,212.86	\$ 300,760.38
TOTAL FUND EQUITY	\$ 14,935,787.59	\$ 14,635,027.21	\$ 300,760.38
TOTAL LIABILITIES AND FUND EQUITY	\$ 19,485,396.25	\$ 18,977,021.20	\$ 508,375.05

BORREGO WATER DISTRICT
Income Budget to Actual Comparisons
12/31/2018

	B	C	D	E	F	G
1						
2						
3		Current	Beginning	Monthly	Actual	Actual vs
4	Description	Budget	Balance	Activity	as of	Budget
5		FYE 2018	12/1/17	December	12/31/17	FYE 2018
6						
7	WATER REVENUE					
8						
9	Residential Water Sales	949,885	442,580	66,112	508,692	53.55%
10	Commercial Water Sales	302,856	194,312	29,113	223,425	73.77%
11	Irrigation Water Sales	210,597	124,957	14,110	139,067	66.03%
12	RHGC surplus water sale	-	-	29,920	29,920	0.00%
13	GWM Surcharge	160,274	83,691	12,050	95,742	59.74%
14	Water Sales Power Portion	457,206	232,272	33,288	265,560	58.08%
15	Readiness Charges Water	1,114,240	447,425	90,437	537,862	48.27%
16	Reconnect Fees/Meter Install	1,360	30,085	11,500	41,585	3057.72%
17	Backflow Testing	7,000	300	50	350	5.00%
18	Water Bulk/pfmp	600	5,115	511	5,625	937.55%
19	Penalty&Interest Water Collection	19,000	25,963	271	26,234	138.07%
20	Total Water Revenue:	3,223,018	1,586,700	287,362	1,874,062	58.15%
21						
22	AVAILABILTY CHARGES					
23						
24	641500 1% Property Assessments	62,303	5,691	22,365	28,056	45.03%
25	SA 1 Water/Sewer/Flood control 641502	106,212	3,213	44,680	47,893	45.09%
26	Water Availability Standby-Admin 641501	82,445	12,502	19,082	31,584	38.31%
27	SA 3 Water Standby Fee- 641504	33,722	2,236	3,007	5,243	15.55%
28	Pest Control Standby fees-641503	17,882	1,213	4,563	5,776	32.30%
29	Total Availability Charges:	302,564	24,856	93,697	118,553	39.18%
30						
31	SEWER SERVICE CHARGES					
32						
33	TCS Holders Fees	226,391	90,366	18,798	109,163	48.22%
34	TCS User Fees	85,015	34,465	7,106	41,572	48.90%
35	Sewer User Fees	267,460	113,451	21,755	135,207	50.55%
36	Sewer Penalty & Interest Charges	3,000	-	-	-	0.00%
37	Inspection fees	-	-	-	-	0.00%
38	Capacity Fees	-	-	-	-	0.00%
39	Total Sewer Service Charges:	581,866	238,282	47,659	285,942	49.14%
40						
41	OTHER INCOME					
42						
43	Miscellaneous Income		2,500	-	2,500	
44	Water Credits Administration Fee	-	500	-	500	
45	Interest Income	6,600	7,902	1,577	9,478	143.61%
46	Fire Hydrant installation	-	-	6,000	6,000	0.00%
47	Total Other Income:	6,600	10,902	7,577	18,478	279.97%
48						
49	TOTAL REVENUE	4,114,048	1,860,740	436,295	2,297,035	55.83%

	B	C	D	E	F	G	H
3		BORREGO WATER DISTRICT					
4		Expense Budget to Actual Comparison					
5			12/31/2018				
6			Current	Beginning	Monthly	Actual	Actual vs
7		DESCRIPTION	Budget	Balance	Activity	as of	Budget
8		FYE 2018	FYE 2018	12/1/17	December	12/31/17	FYE 2018
9							
10		MAINTENANCE EXPENSE					
11							
12		Maintenance & Repairs Buildings & Equipment	185,000	65,695	1,316	67,010	36.22%
13		Maintenance & Repairs WTF	185,000	45,503	8,801	54,304	29.35%
14		Telemetry Services	8,000	2,606	4,726	7,331	91.64%
15		Trash Removal	4,200	2,141	280	2,420	57.63%
16		Vehicle Expense	18,000	5,681	942	6,623	36.79%
17		Fuel & Oil	23,000	12,093	1,601	13,694	59.54%
18							
19		Total Maintenance Expense:	423,200	133,718	17,664	151,382	35.77%
20							
21		PROFESSIONAL SERVICES EXPENSE					
22							
23		Tax Accounting (Taussig)	3,000	1,453	-	1,453	48.45%
24		Administrative Services (ADP/Bank fees)	3,000	1,348	206	1,554	51.79%
25		Audit Fees	15,995	15,996	-	15,996	100.01%
26		Computer Billing (Accela/Parker)	13,500	15,106	-	15,106	111.90%
27		Financial/Technical Consulting (Raftelis/Municipal advisor)	41,000	26,636	3,408	30,044	73.28%
28		Regulatory Permit Fees	27,160	5,842	80	5,922	21.80%
29		Engineering	50,000	14,126	-	14,126	28.25%
30		GWM	270,000	69,609	11,094	80,703	29.89%
31		Legal Services	20,000	72,134	-	72,134	360.67%
32		Testing/Labwork	8,400	3,330	790	4,120	49.05%
33							
34		Total Professional Services Expense:	452,055	225,579	15,578	241,157	53.35%
35							
36		INSURANCE EXPENSE					
37							
38		JPIA Insurance	57,000	22,118	-	22,118	38.80%
39		Workmens Comp	16,000	3,749	-	3,749	23.43%
40		COP 2008 Debt Payment	251,475	75,382	-	75,382	29.98%
41		Viking Ranch Debt Payment	143,312	-	-	-	0.00%
42							
43		Total Insurance Expense:	467,787	101,249	-	101,249	21.64%
44							
45		PERSONNEL EXPENSE					
46							
47		Board Meeting Expense	22,000	6,764	4,234	10,998	49.99%
48		Conference/Conventions/Training/Seminars	8,000	12,879	(21)	12,858	160.72%
49		Medical Insurance Benefits	220,100	107,697	19,348	127,046	57.72%
50		Calpers Retirement Benefits	179,200	108,807	6,238	115,045	64.20%
51		Consulting services/Contract labor	24,000	5,145	1,290	6,435	26.81%
52		Salaries & Wages	826,000	336,165	63,110	399,276	48.34%
53		Salaries & Wages off set account	(55,000)	(24,621)	(26,197)	(50,818)	92.40%
54		Taxes on Payroll	22,000	5,403	1,053	6,456	29.35%
55							
56		Total Personnel Expense:	1,246,300	558,240	69,055	627,295	50.33%
57							
58		OFFICE EXPENSE					
59							
60		Dues & Subscriptions	21,526	2,729	16,218	18,948	88.02%
61		Office Supplies	18,000	8,645	2,009	10,654	59.19%
62		Office Equipment/Rental/Maintenance Agreements	35,000	26,782	578	27,360	78.17%
63		Safety Requirements	4,000	1,726	-	1,726	43.14%
64		Postage & Freight	15,000	4,240	8	4,248	28.32%
65		Printing,Publications & Notices	3,000	555	-	555	18.50%
66		Taxes on Property	2,331	2,334	-	2,334	100.14%
67		Telephone/Answering Service/Cell	19,000	6,983	1,512	8,495	44.71%
68		Uniforms	5,400	2,674	445	3,119	57.75%
69							
70		Total Office Expense:	123,257	56,668	20,769	77,438	62.83%
71							
72		UTILITIES EXPENSE					
73							
74		Office/Shop Utilities	300,000	4,072	58	4,131	1.38%
75		Pumping-Electricity	20,000	149,520	23,511	173,030	865.15%
76							
77		Total Utilities Expense:	320,000	153,592	23,569	177,161	55.36%
78							
79		Total Expenses:	3,032,599	1,229,046	146,636	1,375,682	45.36%

The logo of the Oregon Water Resources Institute is a circular seal. It features a central figure of a Native American man in traditional dress, holding a bow and arrow. The text "OREGON WATER RESOURCES INSTITUTE" is written around the perimeter of the seal, and "EST. 1962" is at the bottom. The seal is light blue and yellow.

III B
WATER & WASTE
WATER
OPERATIONS
REPORT

December 2017

WATER OPERATIONS REPORT

WELL	TYPE	FLOW RATE	STATUS	COMMENT
ID1-8	Production	350	In Use	
ID1-10	Production	300	In Use	
ID1-12	Production	900	In Use	
ID1-16	Production	750	In Use	
Wilcox	Production	80	In Use	Diesel backup well for ID-4
ID4-4	Production	400	In Use	
ID4-11	Production	900	In Use	Diesel engine drive exercised monthly
ID4-18	Production	150	In Use	
ID5-5	Production	850	In Use	

System Problems: All production wells are in service. All reservoirs are in operating condition.

WASTEWATER OPERATIONS REPORT

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

Average flow: 84,561 (gallons per day)

Peak flow: 197,800 gpd Thursday December 28, 2017

The background features a large, faint circular logo for Oregon Water District. The logo contains a central figure of a person holding a staff, with a mountain range and a river in the background. The text "OREGON WATER DISTRICT" is written around the top inner edge of the circle, and "EST. 1962" is at the bottom. The main title is overlaid on this logo.

III C
WATER
**PRODUCTION/
USE RECORDS**



BORREGO WATER DISTRICT

WATER PRODUCTION SUMMARY

DECEMBER 2017

DATE	WATER USE	WATER PROD	WATER %UNACC	ID4 USE	ID4 PROD	ID4 %UNACC	TOTAL USE	TOTAL PROD
Dec-15	22.37	24.64	9.23	83.23	99.01	15.94	105.60	123.66
Jan-16	18.80	20.96	10.29	58.73	72.07	18.51	77.53	93.03
Feb-16	19.61	20.00	1.94	74.06	91.40	18.97	93.67	111.40
Mar-16	18.98	20.38	6.86	73.79	86.65	14.84	92.77	107.03
Apr-16	23.53	25.03	5.98	78.79	94.30	16.45	102.32	119.33
May-16	22.54	22.99	1.96	78.02	92.54	15.69	100.56	115.53
Jun-16	30.90	33.34	7.31	96.77	114.10	15.19	127.67	147.44
Jul-16	35.02	35.74	2.01	97.17	115.18	15.63	132.19	150.91
Aug-16	41.77	43.61	4.21	115.77	141.88	18.40	157.54	185.48
Sep-16	43.67	46.58	6.25	119.76	118.50	-1.06	163.43	165.09
Oct-16	34.51	37.64	8.31	102.51	122.73	16.48	137.02	160.37
Nov-16	31.55	31.58	0.10	102.59	112.11	8.50	134.14	143.70
Dec-16	27.15	27.95	2.87	73.25	82.85	11.59	100.40	110.81
Jan-17	17.49	16.18	-8.10	51.59	59.32	13.02	69.08	75.50
Feb-17	11.72	14.64	19.93	63.23	73.40	13.85	74.95	88.04
Mar-17	17.15	18.48	7.17	63.65	68.34	6.86	80.81	86.82
Apr-17	25.02	26.02	3.83	90.17	99.02	8.94	115.18	125.03
May-17	28.18	29.45	4.30	98.06	113.48	13.58	126.25	142.93
Jun-17	29.25	33.42	12.48	96.28	106.02	9.19	125.52	139.44
Jul-17	32.84	34.17	3.90	107.37	122.38	12.26	140.21	156.55
Aug-17	35.64	40.65	12.32	127.56	141.43	9.81	163.19	182.07
Sep-17	40.98	43.11	4.93	102.46	114.72	10.69	143.44	157.83
Oct-17	29.35	31.05	5.48	108.42	119.22	9.06	137.77	150.28
Nov-17	26.03	27.67	5.92	107.09	120.15	10.87	133.12	147.82
Dec-17	23.23	26.28	11.60	80.91	89.46	9.55	104.14	115.73
12 Mo. TOTAL	344.03	369.06	6.66	1170.04	1309.79	10.71	1514.07	1678.84

Totals reflect Water (ID1 & ID3) and ID4 (ID4 & ID5). Interties to SA3 are no longer needed to be separated. ID4 and SA5 are combined because all water production is pumped from ID4. All figures are in Acre Feet of water pumped.

UNACCOUNTED FOR WATER SUMMARY (%)

11.6% unaccounted for in the WATER column is higher than normal due to filling the new 900 tank

DATE	WATER	ID-4	ID-5	DISTRICT-WIDE AVERAGE
Dec-17	11.60	9.55	N/A	10.58
12 Mo. Average	6.66	10.71	N/A	8.69

The logo for Borrego Valley District is a circular emblem. It features a central figure of a Native American man in traditional dress, holding a bow and arrow. The background of the emblem shows a landscape with mountains and a river. The text "BORREGO VALLEY DISTRICT" is written around the perimeter of the circle, and "EST. 1962" is at the bottom. The logo is rendered in a light blue and tan color scheme.

III D GENERAL MANAGER REPORT

Verbal Presentation