

**BOARD OF DIRECTORS
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
REGULAR MEETING
MONDAY, JULY 13, 2020
8:00 AM - 10:00 AM (PDT)**

Pursuant to Provisions of Executive order N-25-20 issued by Governor Gavin Newsome on March 12,2020, Any director may call into the Board of Directors meeting using the call-in number..... or via GoToMeeting Link....

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PLEDGE OF ALLEGIANCE:

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

PUBLIC COMMENTS FOR ITEMS NOT ON THE AGENDA

UPDATES FROM CITY REPRESENTATIVES

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

Minutes of the Regular Board Meeting of June 8, 2020

Financial Statements of June 2020

Disbursements of the Revolving Fund dated June 18, 2020, Check Nos. 11634 – 11641, EFT's and Wires

Disbursements of the Revolving Fund dated July 1, 2020, Check Nos. 11642 – 11650, EFT's and Wires

Disbursements of the Revolving Fund dated July 13, 2020, Check Nos. 11651 – 11654, and Wires

Disbursements of the General Fund dated June 22, 2020, Check Nos. 41606 – 41627, and EFT's dated June 9, 10, 24, 29-30, 2020

Disbursements of the General Fund dated July 6, 2020, Check Nos. 41628 – 41634, and EFT's dated July 1, 7, & 9, 2020

Disbursements of the General Fund dated July 13, 2020, Check Nos. 41635 – 41663, and EFT's

Future Meeting Attendance Approval: - None

ACTION ITEMS

1. Resolution No. 07-2020-773 – Appreciation for Ken Manning
2. Legislative Update
3. Proposal From John Robinson Consulting Inc. For Recycled Water Planning
4. Proposal from DMCI For 2020-2021 Outreach Plan

INFORMATION ITEMS

External Affairs Update

UNFINISHED BUSINESS

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

COMMITTEE MEETING REPORTS

DIRECTOR REPORTS ON EVENTS ATTENDED

DIRECTORS COMMENTS

ADJOURNMENT

THIS AGENDA WAS POSTED ON JULY 9, 2020 AT SGVMWD.
THE NEXT REGULAR BOARD MEETING WILL BE AUGUST 10, 2020.

**MINUTES
BOARD OF DIRECTORS
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
REGULAR BOARD MEETING
1402 N. VOSBURG DR. AZUSA, CA 91702
MONDAY, JUNE 8, 2020
8:00 A.M.**

<https://global.gotomeeting.com/join/819065549> or Phone in 1(646)749-3122

At 8:04 a.m. on June 8, 2020 the Board of Directors held its Regular Meeting via “GoToMeeting”

CALL TO ORDER:

President Wong called the meeting to order.

ROLL CALL:

Directors present at Roll Call: Knoles, Paulson, Placido, Prince, Wong

ALSO PRESENT:

Darin Kasamoto, General Manager; Ed Hills, Assistant General Manager; Linda Esquivel, Executive Assistant; Evelyn Reyes, External Affairs Manager; Jim Ciampa, Lagerlof LLP; Jose Reynoso City of Sierra Madre; Dave DePinto, DMCI; Albert Lu; Kelly Gardner, Main San Gabriel Basin Watermaster; Dennis Ahlen, City of Alhambra; Richard Gonzalez, City of Monterey Park; Thomas Love, Upper San Gabriel Valley Municipal Water District; Tony Zampielo, Main San Gabriel Basin Watermaster; John Robinson, John Robinson Consulting; Randy Schoellerman, Water Quality Authority

PUBLIC COMMENTS ON NON-AGENDA ITEMS

None

UPDATES FROM CITY REPRESENTATIVES

None

CONSENT CALENDAR:

Minutes of the Regular Board Meeting of May 11, 2020
Minutes of the Special Board Meeting of May 18, 2020
Minutes of the Administrative Finance Committee Meeting of May 5, 2020
Minutes of the External Affairs Committee Meeting of May 12, 2020
Minutes of the External Affairs Committee Meeting of June 2, 2020
Financial Statements for May 2020
Disbursements of the Revolving Fund Dated:
May 21, 2020, Check Nos. 11614 – 11621, EFT's and Wires in the amount of \$48,819.98
June 4, 2020, Check Nos. 11622 - 11629, EFT's and Wires, in the amount of \$48,149.44
June 8, 2020, Check Nos. 11630 – 11633, and Wires in the amount of \$3,280.50
Disbursements of the General Fund Dated:
May 26-27, 2020, Check Nos. 41566 – 41585, in the amount of \$467,853.41
June 8, 2020, Check Nos. 41586 – 41605, and EFT's, in the amount of \$64,087.28

June 8, 2020

SGVMWD

Future Meeting Attendance Approval: None

On motion of Director Paulson, seconded by Director Knoles and unanimously carried 5-0, the Consent Calendar was approved.

Approved by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

ACTION AGENDA ITEMS

RECYCLED WATER UPDATE

Mr. Robinson provided a status update regarding Recycled Water Availability as a follow-up from his December 2017 Recycled Water Feasibility Study to determine the availability of recycled water to support the recommended recycled water project for the Cities of Alhambra and Monterey Park. He provided a status of activities/meetings with Central Basin Municipal Water District and Los Angeles County Sanitation District to further develop recycled water for member cities Monterey Park and Alhambra. Mr. Robinson will bring a formal proposal concerning that project to the next Board Meeting.

CITY ASSISTANCE PROGRAM

The General Manager reported at the last Board Meeting, discussion centered around possibly providing financial assistance to our member cities. Staff conducted a meeting with the four member cities to discuss possible assistance programs to provide financial assistance necessitated by the cities' revenue losses resulting from the COVID-19 pandemic. The External Affairs Committee met on June 2 and agreed that immediate assistance to each city in the amount of \$50,000 should be recommended at the next Board Meeting if the cities used the money for water related programs. The cities would identify specific projects/programs and submit their proposals to SGVMWD for review to assure the funds were expended for water related purposes.

On motion of Director Paulson, seconded by Director Placido, and unanimously carried 5-0, the San Gabriel Valley Municipal Water District Board approved grants of up to \$50,000 to each of our member cities for water related programs/projects.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

G M EMPLOYMENT CONTRACT

On motion of Director Paulson, seconded by Director Placido, and unanimously carried 5-0, the General Manager's Employment Contract, effective July 1, 2020, was approved.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

RESOLUTION NO. 6-2020-770 WATER SUPPLY

The General Manager reported a significant amount of time was spent discussing the District's long-term water supply issues at the Board's Strategic Planning Session. Three specific areas discussed were Watermaster RDA, Sierra Madre/MWD Connection, and Water Transfers/Leases, all of which increase the District's replacement water obligation. Because of the large difference in replacement water cost between the water the District provides, and water procured through MWD, there is a great financial incentive to use water transfers and leases for profit. Due to increased restrictions on State Water Project Supply, the District cannot physically meet the additional demand brought about by these transfer/leases of water rights. As a solution to this issue a water supply Resolution was drafted under which the District will refuse to supply replacement water for any obligation brought about by a lease or transfer of water rights to any entity outside of the District's service area.

The Resolution was presented to Main San Gabriel Basin Watermaster staff and MWD for review. Main San Gabriel Basin Watermaster has stated the Resolution can be enforced and MWD has provided a letter of support for the Resolution.

On motion of Director Knoles, seconded by Director Prince, and unanimously carried 5-0, the RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT ESTABLISHING WATER REPLENISHMENT POLICY PRINCIPLES, Resolution No. 06-2020-770, was approved.

Pass and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

RESOLUTION NO. 6-2020-771 SALARY ADJUSTMENT

On motion of Director Placido, seconded by Director Prince, and unanimously carried 5-0, A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT REVISING SALARIES, Resolution No. 06-2020-771, was approved.

Pass and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

RESOLUTION NO. 6-2020-772 BUDGET 2020-2021

On motion of Director Paulson, seconded by Director Knoles, and unanimously carried 5-0, A RESOLUTION OF THE BOARD OF DIRECTORS OF SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT ADOPTING 2021 FISCAL YEAR BUDGET, Resolution No. 06-2020-772, was approved.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

AGREEMENT TO PREFUND OTHER POST-EMPLOYMENT BENEFITS THROUGH CALPERS (CERBT)

On motion of Director Knoles, seconded by Director Placido, and unanimously carried 5-0, the California Employers' Retiree Benefit Trust Program ("CERBT") Agreement and Election of San Gabriel Valley Municipal Water District to Prefund Other Post-Employment Benefits through CalPERS was approved.

Passed and Adopted by the Board of Directors of the San Gabriel Valley Municipal Water District at their regular meeting held on June 8, 2020 by the following roll call vote:

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

INFORMATION ITEMS

EXTERNAL AFFAIRS

Ms. Reyes reported the District joined the Incidental Take Permit (ITP) litigation and the press release regarding that participation is in the Agenda Packet. Ready ArtWork is finalizing the District's basin educational video for children. The District's current website is being reviewed for future enhancements.

UNFINISHED BUSINESS

REPORT ON BASIN MANAGEMENT

The Assistant General Manager provided a basin update.

REPORT OF WQA

Director Paulson introduced Randy Schoellerman, WQA's Executive Director effective July 1, 2020. He also reported the WQA Board approved WQA's 2020-21 Budget.

REPORT OF THE ATTORNEY

No report.

REPORT OF THE GENERAL MANAGER/ASSISTANT GENERAL MANAGER

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

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

The Assistant General Manager reported the State Water Project allocation for calendar year 2020 has been increased and the District has 3,645 AF remaining to be delivered and should be completed within the next 45-50 days.

He also complimented the Board on their efforts and support to Agenda Item No. 4. (Resolution No. 6-2020-770 Water Supply)

REPORT OF THE STATE WATER CONTRACTORS

The General Manager reported on the following:
2020 allocation has been increased from 15% up to 20%.

Delta Conveyance Project (Cal Water Fix) – DWR amended the AIP and that document is close to being completed.

COMMITTEE MEETING REPORTS

Administrative/Finance Committee meeting minutes of May 5, 2020, External Affairs Committee meeting minutes of May 12, 2020 and June 2, 2020 are in the Agenda packet.

DIRECTOR REPORTS ON EVENTS ATTENDED

None.

DIRECTOR COMMENTS

Director Placido asked if there were any updates regarding the Carson Project on recycled water. The General Manager noted there are no updates at this time.

Director Prince thanked the General Manager, Staff, and fellow Board members for the support of Agenda Item No. 4. (Resolution No. 6-2020-770 Water Supply)

Director Wong also thanked Staff for getting solutions together and continuing the District Operations despite the restrictions due to the pandemic.

ADJOURNED at 9:52 a.m.

There being no further business, upon motion made, seconded, and carried unanimously, the meeting was duly adjourned at 9:52 a.m. The next Regular Board Meeting of the San Gabriel Valley Municipal Water District will be on July 13, 2020 at 8:00 a.m.

ATTEST:

President

Secretary

June 8, 2020

SGVMWD

San Gabriel Valley Municipal Water District
Balance Sheet
As of June 30, 2020

	Jun 30, 20
ASSETS	
Current Assets	
Checking/Savings	
1001 · General Fund Bank of America	1,051,735.18
1005 · Revolving Cash Fund	76,332.41
1008 · Petty Cash	300.00
1009 · LAIF	20,133,491.90
1009.01 · LAIF FMV Adjustment	24,032.62
1011 · UBS Resource Management Account	
1012 · Cash with Broker	19,848.16
1013 · Certificates of Deposit	10,214,325.21
	10,234,173.37
Total 1011 · UBS Resource Management Account	10,234,173.37
1014 · UBS Accrued Interest	-42,999.61
	31,477,065.87
Total Checking/Savings	31,477,065.87
Accounts Receivable	
1603 · Accounts Receivable	149,188.50
	149,188.50
Total Accounts Receivable	149,188.50
Other Current Assets	
1605 · Taxes Receivable	-0.34
1606 · Interest Receivable	56,007.43
1620 · Prepaid Expenses	98,132.22
1660 · Water Inventory	1,972,289.36
	2,126,428.67
Total Other Current Assets	2,126,428.67
Total Current Assets	33,752,683.04
Fixed Assets	
1701 · State Water Project Engineering	156,789.28
1702 · State Water Prj Wtr Cntrct Pmts	5,627,376.00
1703 · Accum Ammort - State Water Proj	-4,338,129.00
1801 · Pipeline	26,340,785.65
1830 · Accum Depreciation - Pipeline	-15,917,635.16
1840 · SCADA Telemetry	1,050.08
1841 · Accum Depreciation -SCADA	-1,096.83
1750 · SCADA 2013	849,166.22
1851 · Accum Depreciaton - SCADA 13	-516,540.42
1901 · Land	735,931.46
1902 · Buildings	2,346,232.42
1903 · Accum Depr - Buildings	-2,340,870.78
1904 · Furniture and Fixtures	173,585.69
1905 · Accum Depr - Furn and Fixtures	-133,572.05
1907 · Vehicles	164,401.97
1908 · Accum Depr - Vehicles	-157,139.56
1910 · Pipeline Misc Equipment	90,055.75
1911 · Accum Depr - Pipeline Misc Equi	-86,548.29
1914 · Communications Equipment	8,905.76
1915 · Accum Depr - Communications Equ	-8,905.75
1920 · Construction in Process	
1920.04 · Hydro Elec Generator Expansion	950,782.80
	950,782.80
Total 1920 · Construction in Process	950,782.80
1921 · Capital Expenditures	
1921.07 · SanDimas Hydro Deflec Batteries	35,595.25
1921.03 · Roof	58,390.47
1921.04 · Repaving	3,950.00
	97,935.72
Total 1921 · Capital Expenditures	97,935.72
1922 · A/D Roof	-8,755.04
	-8,755.04

San Gabriel Valley Municipal Water District
Balance Sheet
As of June 30, 2020

	Jun 30, 20
Total Fixed Assets	14,033,805.92
Other Assets	
1998.99 · Deferred Outflows -OPEB	196,533.00
1999.99 · 1999.Deferred Outflows of Res	642,029.00
1925.04 · Monterey Park ADV NR Discount	5,313.00
1925.05 · Monterey Pk Lease NR Discount	10,000.00
1926.01 · Alhambra Loan NR Discount	6,118.00
1927 · Sierra Madre Loan Agreement	-0.73
1927.01 · Sierra Madre NR Discount	-8,094.00
Total Other Assets	851,898.27
TOTAL ASSETS	48,638,387.23
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2001 · Accounts Payable	36,637.65
Total Accounts Payable	36,637.65
Other Current Liabilities	
2010 · Accrued Payroll - V&SL	337,185.73
2014 · Miscellaneous Short Term Liabil	358,358.40
24000 · Payroll Liabilities	-0.22
Total Other Current Liabilities	695,543.91
Total Current Liabilities	732,181.56
Long Term Liabilities	
1698.99 · Deferred Inflows- OPEB	97,294.00
2219.99 · Net Pension Liability	2,128,755.00
1699.99 · Deferred Inflow of Resources	298,019.00
2209 · Other Post-Employment Benefits	5,993,948.52
Total Long Term Liabilities	8,518,016.52
Total Liabilities	9,250,198.08
Equity	
2301 · Fund Balance	4,524,449.82
2302 · San Bernardino Contribution	1,781,730.83
2970 · Retained Earnings	26,610,967.53
2973 · Contribution Aid Capital	1,280,323.11
Net Income	5,190,717.86
Total Equity	39,388,189.15
TOTAL LIABILITIES & EQUITY	48,638,387.23

San Gabriel Valley Municipal Water District

Income Statement - Actual vs. Budget

June 2020

	Jun 20	Budget	Jul '19 - Jun 20	YTD Budget	Annual Budget
Ordinary Income/Expense					
Income					
General Operations					
3002 · Property Tax Revenue	196,433.17	364,116.00	4,329,119.81	4,369,403.00	4,369,403.00
3003 · Water Sales	25,282.00	410,000.00	3,798,175.00	4,920,000.00	4,920,000.00
3004 · Interest Income	41,576.78	26,250.00	477,324.02	315,000.00	315,000.00
3005 · Ready to Serve Revenue	990.00	990.00	11,880.00	11,880.00	11,880.00
3006 · RDA Prop Tax Trust Fund Alloc	0.00	41,663.00	792,840.45	500,000.00	500,000.00
3008 · SBVMWD Pipeline Maintenance Rev	0.00	2,087.00	-15,771.00	25,000.00	25,000.00
3016 · Unrealized Gain (Loss) on Invest	-2,866.00	0.00	163,150.80	0.00	0.00
3022 · Realized Gain (Loss) on Investm	0.00	0.00	0.00	0.00	0.00
3050 · Fair Value Adjustment on Invest	0.00	0.00	0.00	0.00	0.00
Total General Operations	261,415.95	845,106.00	9,556,719.08	10,141,283.00	10,141,283.00
Power Revenue Sales					
3210 · Hydro Power Sales	0.00	5,413.00	85,764.78	65,000.00	65,000.00
Total Power Revenue Sales	0.00	5,413.00	85,764.78	65,000.00	65,000.00
Restricted Revenue - SWP					
3306 · Tax Revenue - State Water Proje	549,682.67	659,397.00	8,174,746.15	7,912,808.00	7,912,808.00
Total Restricted Revenue - SWP	549,682.67	659,397.00	8,174,746.15	7,912,808.00	7,912,808.00
3400 · Grants-DWR	0.00	0.00	0.00	0.00	0.00
3401 · Grants-St Wtr Board&Reclamation	0.00	25,000.00	0.00	300,000.00	300,000.00
Total Income	811,098.62	1,534,916.00	17,817,230.01	18,419,091.00	18,419,091.00
Gross Profit	811,098.62	1,534,916.00	17,817,230.01	18,419,091.00	18,419,091.00
Expense					
Unrestricted G.O. Expenses					
4001 · Director Fees	3,000.00	2,500.00	28,000.00	30,000.00	30,000.00
4010 · Salaries- Administrative	18,273.60	19,797.00	228,420.00	237,564.00	237,564.00
4014 · Field Supervision	12,643.20	13,696.00	158,731.72	164,352.00	164,352.00
4020 · Salaries Office	15,135.40	16,397.00	185,711.71	196,764.00	196,764.00
4021 · Manager Wages	7,684.80	8,257.00	98,872.83	99,106.00	99,106.00
4022 · Part Time Employee	700.00	0.00	3,860.00	0.00	0.00
4027 · Office Supplies - Equipment Mai	2,080.36	3,333.37	31,537.33	40,000.00	40,000.00
4028 · Water Forum	0.00	0.00	1,338.79	0.00	0.00
4029 · Election Expenses	0.00	0.00	0.00	0.00	0.00
4031 · Legal Services	5,573.75	4,166.63	25,885.40	50,000.00	50,000.00
4032 · State Water Contract Services	3,441.45	3,833.37	37,856.05	46,000.00	46,000.00
4033 · Public Relations	355.84	6,666.63	50,709.80	80,000.00	80,000.00
4034 · Governmental Relations Consulti	7,000.00	7,163.00	84,686.32	86,000.00	86,000.00
4035 · Consulting & Engineering Expens	13,359.75	44,166.63	241,525.65	530,000.00	530,000.00
4036 · Medicare Tax Expense	1,144.33	1,241.00	14,088.73	14,892.00	14,892.00

San Gabriel Valley Municipal Water District

Income Statement - Actual vs. Budget

June 2020

	Jun 20	Budget	Jul '19 - Jun 20	YTD Budget	Annual Budget
4039 · PERS - Retirement Expenses	24,176.39	24,902.00	287,765.19	298,857.00	298,857.00
4040 · Social Security Tax Expense	4,893.03	4,708.00	51,208.64	56,485.00	56,485.00
4041 · State Compensation Fund	710.70	2,663.00	17,493.32	32,000.00	32,000.00
4042 · State Unemployment Insurance Ta	62.90	133.00	1,405.22	1,541.00	1,541.00
4043 · Health Insurance Expense	35,736.32	37,163.00	427,173.00	446,000.00	446,000.00
4044 · Dental/ Vision Benefit Expense	5,999.40	6,413.00	46,272.97	77,000.00	77,000.00
4045 · Insurance - Liability, Casualty	2,512.09	3,163.00	34,053.31	38,000.00	38,000.00
4046 · Blue Cross Employee Reimburseme	3,032.93	5,000.00	56,364.89	60,000.00	60,000.00
4048 · Life Insurance	278.20	288.00	3,234.32	3,500.00	3,500.00
4050 · Dues and Associations	14,388.26	7,087.00	97,043.20	85,000.00	85,000.00
4051 · Travel and Conferences -Dir	350.00	2,087.00	11,337.76	25,000.00	25,000.00
4052 · Publications and Periodicals	0.00	56.00	139.90	650.00	650.00
4053 · State Water Contractors Audit	0.00	837.00	9,108.00	10,000.00	10,000.00
4054 · Financial Audit Expense	0.00	1,663.00	19,311.25	20,000.00	20,000.00
4055 · Travel & Conference -Staff	-2,689.75	2,500.00	15,449.39	30,000.00	30,000.00
4056 · Miscellaneous	0.00	0.00	7.36	0.00	0.00
4057 · Taxes - Annual Fee	0.00	4,163.00	47,197.15	50,000.00	50,000.00
4058 · Tax Collection Fees	0.00	2,500.00	31,134.46	30,000.00	30,000.00
4059 · Property Tax Expense	0.00	32.00	583.59	450.00	450.00
4060 · Telephone Expense	1,857.88	3,337.00	35,617.27	40,000.00	40,000.00
4061 · Utilities - Gas, Electric, and	849.31	1,538.00	15,051.74	18,500.00	18,500.00
4062 · Conservation Materials	0.00	4,587.00	14,278.86	55,000.00	55,000.00
4063 · Safety Program	0.00	413.00	231.10	5,000.00	5,000.00
4065 · Water Conservation/Rebates Prog	2,775.55	20,837.00	20,821.52	250,000.00	250,000.00
4067 · OPEB -Other Post Employment Ben	23,333.33	23,337.00	279,999.96	280,000.00	280,000.00
4090 · SWP Transportation Cost	13,586.51	350,837.00	2,205,930.37	4,210,000.00	4,210,000.00
4093 · Uniform and Material Rentals	209.01	375.00	2,500.38	4,500.00	4,500.00
4095 · Vehicle Maintenance, Operating	1,196.48	1,750.00	18,311.56	21,000.00	21,000.00
4096 · Communication Expense	551.85	513.00	6,529.10	6,200.00	6,200.00
4097 · V&SL, Holiday, Jury Duty	0.00	0.00	0.00	0.00	0.00
4099 · Facility Maintenance	3,962.56	2,500.00	37,119.17	30,000.00	30,000.00
4100 · Salaries - Field Workers	20,258.40	22,718.00	237,529.83	272,594.00	272,594.00
4108 · Grounds Maintenance and Materia	5,532.20	2,663.00	33,364.68	32,000.00	32,000.00
4112 · Depreciation Expense	39,614.00	0.00	475,368.00	0.00	0.00
4113 · Pipeline Maintenance & Material	0.00	6,250.00	14,494.53	75,000.00	75,000.00
4114 · SCADA Maintenance	0.00	663.00	9,115.00	8,000.00	8,000.00
4120 · Grants	5,000.00	8,337.00	-114,893.00	100,000.00	100,000.00
Total Unrestricted G.O. Expenses	298,570.03	687,230.63	5,638,877.32	8,246,955.00	8,246,955.00
Riverside Facility					
4300 · Salaries - Riverside	784.32	1,281.00	11,469.81	15,405.00	15,405.00
4301 · Riverside Maintenance and Mater	452.54	350.00	5,626.89	4,200.00	4,200.00

San Gabriel Valley Municipal Water District

Income Statement - Actual vs. Budget

June 2020

	Jun 20	Budget	Jul '19 - Jun 20	YTD Budget	Annual Budget
Total Riverside Facility	1,236.86	1,631.00	17,096.70	19,605.00	19,605.00
Hydro Expenses					
4402 · Salaries - Hydro	440.40	722.00	9,286.35	8,730.00	8,730.00
4403 · Hydro Maintenance Materials	0.00	837.00	2,571.06	10,000.00	10,000.00
4406 · Hydro So Cal Edison (8800)	290.13	437.00	4,751.54	5,200.00	5,200.00
Total Hydro Expenses	730.53	1,996.00	16,608.95	23,930.00	23,930.00
Restricted Expense					
4510 · State Project Expense	379,632.00	566,663.00	6,627,614.00	6,800,000.00	6,800,000.00
4511 · State Project Amortization	8,034.00	8,087.00	96,408.00	97,000.00	97,000.00
4591 · State Project Cost of Water Adj	0.00	0.00	229,907.00	0.00	0.00
Total Restricted Expense	387,666.00	574,750.00	6,953,929.00	6,897,000.00	6,897,000.00
66000 · Payroll Expenses	0.00	0.00	0.18	0.00	0.00
66900 · Reconciliation Discrepancies	0.00	0.00	0.00	0.00	0.00
Total Expense	688,203.42	1,265,607.63	12,626,512.15	15,187,490.00	15,187,490.00
Net Ordinary Income	122,895.20	269,308.37	5,190,717.86	3,231,601.00	3,231,601.00
Net Income	122,895.20	269,308.37	5,190,717.86	3,231,601.00	3,231,601.00

San Gabriel Valley Municipal Water District
REVOLVING FUND RECAP
June 18, 2020

Check No.	Date	Description	Amount
11634-11637	06/18/20	Payroll Expense	\$ 26,927.93
EFT	06/18/20	Payroll Expense - PERS	\$ 6,450.50
Wires	06/18/20	Federal & State Payroll Taxes	\$ 13,202.20
11638	06/18/20	State Compensation Insurance	\$ 710.70
11639	06/18/20	ATT	\$ 287.05
11640	06/18/20	Charter	\$ 239.98
11641	06/18/20	Frontier	\$ 472.40
June 18, 2020 GRAND TOTAL DISBURSEMENTS.....			<u>\$ 48,290.76</u>

REVOLVING FUND RECAP
July 01, 2020

Check No.	Date	Description	Amount
11642-11645	07/01/20	Payroll Expense	\$ 27,093.12
EFT	07/01/20	Payroll Expense - PERS	\$ 6,450.50
Wires	07/01/20	Federal & State Payroll Taxes	\$ 13,187.36
11646	07/01/20	Azusa Light & Water	\$ 549.84
11647	07/01/20	Frontier	\$ 116.80
11648	07/01/20	SCE	\$ 511.20
11649	07/01/20	The Gas Company	\$ 19.31
11650	07/01/20	Verizon Wireless	\$ 312.37
July 01, 2020 GRAND TOTAL DISBURSEMENTS.....			<u>\$ 48,240.50</u>

July 13, 2020

Check No.	Date	Description	Amount
11651	07/13/20	Bruce H Knoles	\$ 182.70
11652	07/13/20	Mark R Paulson	\$ 365.40
11653	07/13/20	Miles L Prince	\$ 1,096.20
11654	07/13/20	Thomas Wong	\$ 307.40
Wires	07/13/20	Federal & State Payroll Taxes	\$ 454.00
July 13, 2020 GRAND TOTAL DISBURSEMENTS.....			<u>\$ 2,405.70</u>

**San Gabriel Valley Municipal Water District
Transactions by Account
As of June 30, 2020**

07/09/20

Accrual Basis

Type	Date	Num	Name	Amount
1001 · General Fund Bank of America				
Bill Pmt -Check	06/10/2020	EFT	ExxonMobil	-473.20
Bill Pmt -Check	06/09/2020	EFT	BeniComp (Corp)	-1,251.85
Bill Pmt -Check	06/24/2020	EFT	BeniComp (Corp)	-1,522.35
Bill Pmt -Check	06/29/2020	EFT	BeniComp (Corp)	-4,750.80
Bill Pmt -Check	06/30/2020	EFT	ExxonMobil	-434.65
Bill Pmt -Check	06/22/2020	41606	Alliance Communication Services (Co...	-130.00
Bill Pmt -Check	06/22/2020	41607	Athens (Corporation)	-140.94
Bill Pmt -Check	06/22/2020	41608	Cal Matrix Pest & Termite Co.(Corp)	-280.00
Bill Pmt -Check	06/22/2020	41609	California Advocates, Inc. (Corp)	-7,000.00
Bill Pmt -Check	06/22/2020	41610	Cash Revolving Fund	-70,000.00
Bill Pmt -Check	06/22/2020	41611	Clean Sweep Supply Co., Inc.	-372.12
Bill Pmt -Check	06/22/2020	41612	D.H. Maintenance Services	-160.00
Bill Pmt -Check	06/22/2020	41613	DWR	-441,736.00
Bill Pmt -Check	06/22/2020	41614	Frontier	-346.94
Bill Pmt -Check	06/22/2020	41615	Grainger (Corp)	-422.28
Bill Pmt -Check	06/22/2020	41616	Industrial Fire Protection (Corp)	-433.58
Bill Pmt -Check	06/22/2020	41617	Lagerlof, LLP (Atty)	-3,672.50
Bill Pmt -Check	06/22/2020	41618	LOWES	-17.09
Bill Pmt -Check	06/22/2020	41619	Public Storage	-230.00
Bill Pmt -Check	06/22/2020	41620	San Gabriel Valley Council of Govern...	-12,055.81
Bill Pmt -Check	06/22/2020	41621	San Gabriel Valley Tribune	-69.95
Bill Pmt -Check	06/22/2020	41622	SCE	-19.87
Bill Pmt -Check	06/22/2020	41623	Shell - Wex Bank	-135.09
Bill Pmt -Check	06/22/2020	41624	Sparkletts	-87.14
Bill Pmt -Check	06/22/2020	41625	Staples	-74.81
Bill Pmt -Check	06/22/2020	41626	Stetson Engineers, Inc.	-1,187.25
Bill Pmt -Check	06/22/2020	41627	Verizon Wireless (M2M)	-339.32
Total 1001 · General Fund Bank of America				-547,343.54
TOTAL				-547,343.54

San Gabriel Valley Municipal Water District

Transactions by Account

As of July 9, 2020

07/09/20

Accrual Basis

Type	Date	Num	Name	Amount
1001 - General Fund Bank of America				
Bill Pmt -Check	07/06/2020		BOA-Visa	0.00
Bill Pmt -Check	07/01/2020	EFT	BeniComp (Corp)	-1,028.17
Bill Pmt -Check	07/01/2020	EFT	ExxonMobil	-626.74
Bill Pmt -Check	07/07/2020	EFT	BeniComp (Corp)	-263.07
Bill Pmt -Check	07/07/2020	EFT	BeniComp (Corp)	-399.60
Bill Pmt -Check	07/09/2020	EFT	BeniComp (Corp)	-32.40
Bill Pmt -Check	07/06/2020	41628	Azusa Light & Water	-59.09
Bill Pmt -Check	07/06/2020	41629	BOA-Visa	-42.50
Bill Pmt -Check	07/06/2020	41630	Cash Revolving Fund	-70,000.00
Bill Pmt -Check	07/06/2020	41631	CAT Specialities, Inc.	-355.84
Bill Pmt -Check	07/06/2020	41632	Frontier	-301.23
Bill Pmt -Check	07/06/2020	41633	Verizon Business Services	-616.14
Bill Pmt -Check	07/06/2020	41634	BOA-Visa	-1,235.15
Total 1001 - General Fund Bank of America				-74,959.93
TOTAL				-74,959.93

San Gabriel Valley Municipal Water District
Transactions by Account
As of July 13, 2020

07/09/20

Accrual Basis

Type	Date	Num	Name	Amount
1001 - General Fund Bank of America				
Bill Pmt -Check	07/13/2020	EFT	CalPers	-155,126.00
Bill Pmt -Check	07/13/2020	EFT	CalPers	-2,631.00
Bill Pmt -Check	07/13/2020	41635	ACWA JPIA Medical/Life	-36,014.52
Bill Pmt -Check	07/13/2020	41636	Alhambra Chamber Commerce	-750.00
Bill Pmt -Check	07/13/2020	41637	Alsco (Corp)	-209.01
Bill Pmt -Check	07/13/2020	41638	Athens (Corporation)	-140.94
Bill Pmt -Check	07/13/2020	41639	ATT	-287.05
Bill Pmt -Check	07/13/2020	41640	Boys & Girls Club	-5,000.00
Bill Pmt -Check	07/13/2020	41641	Bucknam & Associates Inc. (Corp)	-295.00
Bill Pmt -Check	07/13/2020	41642	California Advocates, Inc. (Corp)	-7,000.00
Bill Pmt -Check	07/13/2020	41643	Charter	-239.98
Bill Pmt -Check	07/13/2020	41644	D.H. Maintenance Services	-320.00
Bill Pmt -Check	07/13/2020	41645	DePinto Morales Communications, Inc.	-13,675.00
Bill Pmt -Check	07/13/2020	41646	Dig Safe Board	-136.76
Bill Pmt -Check	07/13/2020	41647	DigAlert (Corporation)	-287.20
Bill Pmt -Check	07/13/2020	41648	DWR	-8,783.00
Bill Pmt -Check	07/13/2020	41649	Fish N Weeds (Corp)	-3,466.20
Bill Pmt -Check	07/13/2020	41650	Frontier	-571.99
Bill Pmt -Check	07/13/2020	41651	Grainger (Corp)	-1,048.90
Bill Pmt -Check	07/13/2020	41652	Henry Radio, Inc. (Corp)	-144.00
Bill Pmt -Check	07/13/2020	41653	Lagerlof, LLP (Atty)	-1,901.25
Bill Pmt -Check	07/13/2020	41654	LOWES	-297.21
Bill Pmt -Check	07/13/2020	41655	Maria Jarmin	-59.69
Bill Pmt -Check	07/13/2020	41656	Petty Cash	-232.48
Bill Pmt -Check	07/13/2020	41657	Public Water Agencies Group (PWAG)	-875.00
Bill Pmt -Check	07/13/2020	41658	Stanley Convergent Security Solution...	-631.05
Bill Pmt -Check	07/13/2020	41659	State Water Contractors	-79,801.00
Bill Pmt -Check	07/13/2020	41660	Thinking Green Consultants	-1,430.55
Bill Pmt -Check	07/13/2020	41661	US Postmaster	-110.00
Bill Pmt -Check	07/13/2020	41662	Wells Fargo Vendor Fin Serv	-283.18
Bill Pmt -Check	07/13/2020	41663	Western Pest Control Specialists, Inc.	-158.00
Total 1001 - General Fund Bank of America				-321,905.96
TOTAL				-321,905.96

AGENDA ACTION ITEM NO. 1

RESOLUTION NO. 07-2020-773 - APPRECIATION FOR KEN MANNING

RECOMMENDED ACTION: Adopt Resolution No. 07-2020-773.

BACKGROUND: Kenneth Manning retired after serving nine years as Executive Director of the San Gabriel Basin Water Quality Authority. In total he has spent 27 years in the water industry. The Resolution is to express the District's appreciation for his efforts.

BUDGET IMPACT: N/A

PRIOR BOARD ACTION: N/A

RESOLUTION NO. 07-2020-773

RESOLUTION OF THE BOARD OF DIRECTORS OF SAN GABRIEL VALLEY
MUNICIPAL WATER DISTRICT HONORING THE RETIREMENT OF
KENNETH R. MANNING, SAN GABRIEL BASIN WATER QUALITY AUTHORITY

WHEREAS, Kenneth R. Manning, following a notable career of 27 years in the water industry, retired on June 30, 2020;

WHEREAS, Kenneth R. Manning, has served as the Executive Director of the San Gabriel Basin Water Quality Authority since 2011, and has been instrumental in advancing the efforts to manage and coordinate the groundwater cleanup of the Main San Gabriel Basin with local, state and federal agencies and other stakeholders;

WHEREAS, Kenneth R. Manning served as one of the primary architects of the plan to clean up the Basin Superfund sites through the use of innovative technologies and collaboration with the responsible parties to accomplish this effort;

WHEREAS, Kenneth R. Manning, since 1992, has held leadership roles in various water agencies and associations in the San Gabriel Valley, including the Upper San Gabriel Valley Municipal Water District and the San Gabriel Basin Water Quality Authority;

WHEREAS, Kenneth R. Manning, has served in leadership roles regionally and statewide for his groundwater management expertise with the Association of Groundwater Agencies from 2005 to 2009 and serving as Chairman of the California Groundwater Coalition;

WHEREAS, Kenneth R. Manning has earned the esteem of his peers for his exceptional management, professionalism, and passion for the water industry as demonstrated throughout his career;

THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT that Kenneth R. Manning is hereby commended for his untiring service and contributions, and many outstanding accomplishments as Executive Director of the San Gabriel Basin Water Quality Authority.

BE IT FURTHER RESOLVED the Secretary shall present a certified copy of this Resolution to Kenneth R. Manning, along with an expression of the gratitude of the Board on behalf of the District and on behalf of the communities which it serves.

PASSED, APPROVED AND ADOPTED on July 13, 2020.

President

ATTEST:

Secretary

AGENDA ACTION ITEM NO. 2

LEGISLATIVE UPDATE

RECOMMENDED ACTION: No action required, information only.

BACKGROUND: Dennis Albiani and Anthony Molina of California Advocates will provide an update on the budget, Covid-19, and potential legislation.

June 26, 2020

MEMORANDUM

TO: Water Client

FROM: Dennis K. Albiani, Anthony Molina, California Advocates, Inc.

SUBJECT: Legislative Update

The California Legislature has officially wrapped up the first half of the legislative session. The Assembly is currently on summer recess, and the Senate will begin their break next Friday. Both respective houses will return July 13th to finish the remainder of the legislative session (7 weeks). With very condensed timelines, and abbreviated processes and procedures, second house policy committee hearings will have to begin immediately upon return of the recess. At this time, bills are being referred to their proper committee jurisdiction – the Senate has a more significant number of bills to dispense with than the Assembly. After conversations with both Leadership's staff, it will be up to a policy chair's discretion whether to set specific policy bills for hearings. Second house policy committees will need to be complete by July 31st.

Moreover, on June 15th, the Legislature passed its version of the state budget to meet its constitutional deadline (details below). However, the budget approved was primarily considered a framework for negotiations to continue between the Governor and Legislative Leadership on a real budget agreement. Earlier this week, an agreement was reached, and the budget was adjusted to reflect the compromise. The final version of the budget and various trailer bills were voted on passed by the Legislature. The Governor now has until July 1st to sign or veto the budget that was sent to his desk. As the legislative session continues to progress, we will continue to provide you timely updates on critical issues.

Final Budget Agreement Update

Summary:

California's 2020-21 state budget package uses reserves to preserve the state's core health and social services programs for the next year, as well as programmatic funding for schools and childcare. These public services are more important than ever due to the economic and societal changes caused by the coronavirus pandemic.

The state's budget must be balanced by necessity and by law. The observed and projected drop in state revenues necessitates difficult decisions in this year's budget, and the budget package builds from the Governor's May Revision and the Legislature's budget proposal. Due to delays in a vital supplemental aid package by the federal government, the budget adopts hundreds of millions of dollars of cuts to the state's university systems, courts, housing-related programs, and other investments.

AB 89/SB 121 "Budget Bill Jr." With adjusted revenue forecasts, under this budget agreement, the total General Fund expenditures for the 2020-21 fiscal year are \$133.9 billion.

The total left in General Fund reserves for the 2021-22 fiscal year is \$11.4 billion. A breakdown can be found below:

- \$2.6 billion in the Regular Reserve;
- \$450 million in the Safety Net Reserve; and
- \$8.35 billion in the Rainy Day Fund.

Architectural Differences (May Revise, Legislative Version, Final Version):

The Final Version agreement does not rely on additional Rainy Day Funds, Safety Net Reserve Funds, or the Public Employee Retirement System deferral if additional federal funds did not materialize. Instead, this agreement relies upon updated baseline forecast adjustments to revenues and expenditures and an increased Proposition 98 deferral.

The Final Version also changes from the Legislature’s “trigger down” approach (including funding in the budget that is reduced only if additional federal funds were not received by September 1, 2020), to a “trigger up” approach (only providing funding or augmenting programs if additional federal funds are received by October 15, 2020). Under this approach, the following “trigger up” would occur:

- \$150 million restoration for the judicial branch budget.
- \$45 million restoration for moderate-income housing production funding.
- \$203 million restoration of the infill infrastructure grant program at the Department of Housing and Community Development.
- \$46 million restoration to child support administration funding.
- \$5.8 billion reduction in payment deferrals to K-12 schools.
- \$791 million reduction in payment deferrals to community colleges.
- \$472 million restoration for the University of California budget.
- \$500 million restoration for the California State University budget.
- \$88 million restoration for the Golden State Teacher Grant Program at the Student Aid Commission.
- \$250 million addition to the budget’s \$750 million General Fund “backfill” to offset counties’ recent loss of realignment sales tax funding.
- \$2.8 billion deposit to the newly created Employee Compensation Reduction Offset Fund to be used to offset employee compensation reductions in this budget package.

If the federal funding is more than \$2 billion but less than \$14 billion, the amount above \$2 billion shall be proportionally allocated among the items listed above.

Budget Highlights in Resources, Environmental Protection, and General Government below:

RESOURCES & ENVIRONMENTAL PROTECTION

Natural Resources Agency

- Approves \$515K General Fund for the one-time litigation costs associated with the federal biological opinions.

- Approves the withdrawal of the \$4.8B Climate Bond.

Department of Water Resources

- Approves \$9.637M General Fund for the continued implementation of the Sustainable Ground Water Management Act (SGMA). Approves the withdrawal of \$30M General Fund for local assistance grants to those impacted by SGMA implementation.
- Approves \$20.525M for drought and groundwater investments to achieve regional sustainability.

Department of Fish and Wildlife

- Rejects the \$33.7M General Fund ongoing baseline cut to the Department of Fish and Wildlife.
- Approves \$4M General Fund for the “Cutting Green Tape” Initiative, to increase the scale and pace of restoration work, incorporate efficiencies into grant programs, and incorporate the use of programmatic permitting options.

Department of Forestry and Fire Protection

- Approves 172 firefighting positions and \$85.6M General Fund ongoing for surge capacity and staffing relief. Rejects without prejudice the requested position and resources for the outyears.
- Approves the withdrawal of \$10.798M General Fund and \$5.784M Special Fund for fire protection enhancements: direct mission support.

Air Resources Board

- Approves \$50M Air Pollution Control Fund for AB 617 implementation

State Water Resources Control Board

- Approves trailer bill language to authorize the State Water Resources Control Board to issue a Section 401 water quality certification before completion of an environmental review if the board determines that awaiting completion of that environmental review poses a substantial risk of waiver of certification authority.
- Approves 48 positions for the Safe and Affordable Drinking Water program staffing.

Department of Pesticide Regulation

- Approves the withdrawal of \$1.879M Special Fund for the Pesticide Air Monitoring Network Continuation.
- Approves the reduction of \$350K General Fund and the addition of \$215K Special Fund for the Integrated Pest Management Work Group.

Department of Food and Agriculture

- Approves the withdrawal of \$20M General Fund for State Water Efficiency and Enhancement Program (SWEEP) Grants.
- Approves the withdrawal of \$31M General Fund for the Fresno-Merced Food Innovation Corridor. Approves \$2M General Fund for the Fresno-Merced Food Innovation Corridor.
- Approves \$1.443M Special Fund for the Farm Animal Confinement implementation (Proposition 12). Approves trailer bill language to provide CDFA fee authority to regulate the law prohibiting confinement of animals (Proposition 12).

Climate Catalyst Fund

- Approves the May Revision proposal to withdraw \$250 million General Fund to establish a new Climate Catalyst Fund.
- Adopts trailer bill language to establish a Climate Catalyst Revolving Loan Fund at the Infrastructure and Economic Development Bank to receive funds from non-state governmental entities and private sources for the purpose of making loans for climate catalyst projects that further the state’s climate goals. These moneys are available for expenditure upon appropriation by the Legislature.

Cap and Trade Program

- Defers action on the \$965 million Cap and Trade Expenditure plan proposed in the January budget and Control Section 15.14. Provides \$133.7 million for ongoing state operations of Cap and Trade Programs.
- Approves the May Revision proposal to increase funding by \$5.3 million in order to build a new Cap and Trade Auction Platform and market registry database to support the Cap and Trade Program. This funding will cover the state’s increased membership costs for the Western Climate Initiative, Incorporated, which supports the administration of the program. Provisional language is added to allow advance payments of up to 25 percent of quarterly membership costs.
- Removes 200K language to reopen rulemaking for Cap and Trade Program.

GENERAL GOVERNMENT

Franchise Tax Board - \$4.4 Billion Dollar Tax Increase on Business - \$9.2 Billion Over Three Years

The agreed upon budget contains two major, retroactive taxes that amount to a \$9.2 billion tax from fiscal year 2020-21 through 2022-23 on businesses. These significant actions will now place significant burdens on business. NOLs, by definition, help businesses that are struggling with losses. Without the ability to deduct these losses against future income, taxpayers would appear to be profitable when in fact they are not. The pandemic has placed many more businesses in this category. Additionally, limiting the R&D tax credit comes at a particularly dire time. This will set back the ability for a taxpayer to claim credits under a typical five-year business plan over those years. Research projects are long-term investments that can take years from conception to fruition. A temporary deferral is going to stifle innovation and jobs during this crucial time.

- Approves temporarily suspending the use of **Net Operating Loss (NOL)** deductions for taxpayers with business income in excess of \$1 million for 2020, 2021 and 2022.

- Approves temporarily limiting the use of **business incentive tax credits** to offset no more than \$5 million in tax liability for 2020, 2021 and 2022. Exempts the Low-Income Housing Tax Credit from the \$5 million cap.

Governor’s Office of Business and Economic Development

- Approves a total of \$100 million to supports the IBank’s loan guarantee program that provides financial assistance to small businesses.
- Establishes a Climate Catalyst Revolving Loan Fund at the Infrastructure and Economic Development Bank to receive funds from non-state governmental entities and private sources for the purpose of making loans for climate catalyst projects that further the state’s climate goals. These moneys are available for expenditure upon appropriation by the Legislature. The Strategic Growth Council will advise the Legislature on categories to fund and a report on the projects funded would be prepared annually.

Department of Industrial Relations

- Approves \$17.5 million and 103.5 positions in 2020-21, and \$16 million in 2021-22 and 2022-23 from various fund sources for three-year limited term to implement AB 5 for the following: (1) Division of workers compensation (DWC) - 63 positions: to adjudicate and manage workers comps claims, (2) Division of Labor Standards Enforcement (DLSE) - 26.5 positions: to investigate violations and conduct outreach, (3) Division of Occupational Safety and Health (DOSH) - 2 positions: inspections, and (4) Division of Administration - 12 support staff positions.

Significant Budget Trailer Bill:

AB 103 (Budget) Unemployment Insurance

This bill provides conformity to federal law for the purpose of accessing additional unemployment insurance administration funds and to extend unemployment insurance benefits to workers.

- **Non-Charging of Employers.** Specifies that for the duration of all federal unemployment benefits program specifically created for the COVID-19 pandemic, unemployment insurance benefits paid shall not be charged against the reserve account for a tax-rated employer. This section shall be repealed on July 1, 2021, unless non-charging provisions are extended by federal law.
- **Total Unemployment Rate Trigger.** Triggers on the Fed-ED benefits under the TUR trigger for the period beginning on or after March 18, 2020, pursuant to the Families First Coronavirus Response Act.

AB 105 (Ting) Change in ownership: nonresidential active solar energy systems: initiative.

This is the Nonresidential Solar Energy Systems trailer bill for the 2020-21 budget. The bill does the following:

- Reclassifies a nonresidential active solar energy system as personal property rather than real property.
- Redefines real property to include residential property and improvements but excludes personal property from this definition. Existing law defines the parameters for the appraisal of real property and associated tax.
- Specifies a nonresidential active solar energy system to mean a system that uses solar devices to provide the collection, storage or distribution of solar energy that is not constructed or installed in or on residential property.
- Exempts nonresidential active solar energy systems constructed or installed prior to January 1, 2025 from taxation as a personal property until there is a subsequent change in ownership. Change in ownership is defined in existing law.
- The provisions of this bill become operative on the date that the Schools and Communities First (Section 2.5) ballot initiative measure is added to Article XIII A of the California Constitutions at the November 3, 2020 statewide general election. (Split Roll)
- In the event the ballot measure is not approved, provisions in this bill will remain inoperative and effectively repealed on January 1, 2021.

Economic Recovery/Climate Resiliency/Water Bonds

AB 3256 (E. Garcia) “Economic Recovery, Wildfire Prevention, Safe Drinking Water, Drought Preparation, and Flood Protection Bond Act of 2020” passed out of the Assembly Appropriation Committee – the bill was on the “suspense file”. Moving out of the committee an amendment was placed in the bill to add an “urgency clause,” which means the bill is no longer subject to the legislative deadlines. However, upon passage out of the committee, the bill was referred to the Assembly Rules Committee. Given the fact that there is now an “urgency clause” in the bill, this is a strategic move by leadership to not put there caucus up on a tough vote, especially when there has not been clarity from the Governor and his administration as to whether or not there is an appetite for a bond this year. At this point, there are two bond proposals in play within the legislature, AB 3256 (E. Garcia) and SB 45 (Allen) which are in the Assembly Rules Committee. We will continue to monitor the issue and provide information as progress is made.

AB 3256 (E. Garcia) Economic Recovery, Wildfire Prevention, Safe Drinking Water, Drought Preparation, and Flood Protection Bond Act of 2020.

This bill would enact the Wildfire Prevention, Safe Drinking Water, Drought Preparation, and Flood Protection Bond Act of 2020, which, if approved by the voters, would authorize the issuance of bonds in the amount of \$6,980,000,000 (Billion) pursuant to the State General Obligation Bond Law. The bond would finance projects for wildfire prevention, safe drinking water, climate resilience, drought preparation, and flood protection program.

Status: The bill passed the Assembly Appropriations Committee and was referred to the Assembly Rules Committee. The bill was amended to add an urgency clause.

SB 45 (Allen) Wildfire Prevention, Safe Drinking Water, Drought Preparation, and Flood Protection Bond Act of 2020.

This bill would enact the Wildfire Prevention, Safe Drinking Water, Drought Preparation, and Flood Protection Bond Act of 2020, which, if approved by the voters, would authorize the issuance

of bonds in the amount of \$ 5,510,000,000 pursuant to the State General Obligation Bond Law to finance projects for a wildfire prevention, safe drinking water, drought preparation, and flood protection program. This bill would provide for the submission of these provisions to the voters at the November 3, 2020, statewide general election.

Status: This bill is in the Assembly Rules, pending referral.

2020 Legislative Tracking

AB 196 (Gonzalez) Workers' compensation: COVID-19: essential occupations and industries.

This bill would define "injury," for certain employees who are employed in an occupation or industry deemed essential in the Governor's Executive Order of March 19, 2020 (Executive Order N-33-20), except as specified, or who are subsequently deemed essential, to include coronavirus disease 2019 (COVID-19) that develops or manifests itself during a period of employment of those persons in the essential occupation or industry. The bill would apply to injuries occurring on or after March 1, 2020, would create a conclusive presumption, as specified, that the injury arose out of and in the course of the employment, and would extend that presumption following termination of service for a period of 90 days, commencing with the last date actually worked.

Status: Senate Labor Committee, pending a hearing date.

AB 2560 (Quirk) Water quality: notification and response levels: procedures.

AB 2560 will provide greater transparency and clarify the notification level (NL) and response level (RL) process to provide all water agencies clear and consistent information as they can continue to provide safe, clean and affordable drinking water to their constituents. Specifically, AB 2560 requires the State Water Board to do the following: Post on its internet website that it has initiated the development of a NL or RL and additionally post a draft NL or RL when it's available; Submit a draft NL or RL for external peer review; and, take a formal action to finalize the NL or RL.

Status: This bill has been referred to Senate Environmental Quality Committee.

SB 1099 (Dodd) Emergency backup generators: critical facilities: exemption.

This bill would require air districts to adopt a rule, or revise its existing rules, to allow critical facilities with a permitted emergency backup generator to use that emergency backup generator during a deenergization event or other loss of power, and to test and maintain that emergency backup generator, without having the usage, testing, or maintenance count toward that emergency backup generator's time limitation on actual usage and routine testing and maintenance. The bill would also prohibit air districts from imposing a fee on the issuance or renewal of a permit issued for those critical facility emergency backup generators.

Status: Assembly Rules, pending referral

SB 1159 (Hill) Workers' compensation: COVID-19: critical workers.

This bill would, until an unspecified date, define "injury" for a critical worker, as described, to include illness or death that results from exposure to coronavirus disease 2019 (COVID-19) under specified

circumstances. The bill would create a disputable presumption, as specified, that an injury that develops or manifests itself while a critical worker is employed arose out of and in the course of the employment.

Status: Assembly Rules, pending referral.

SB 1185 (Moorlach) Natural gas-powered generators: operation during deenergization events.

This bill would allow businesses and homeowners to install, maintain and use a back-up natural gas generator onsite for use in the event of a public safety power shut-off (PSPS) event. Specifically, this bill would prohibit an air district or the California Air Resources Board (CARB) from adopting or maintaining regulations that limit the use of a federally compliant natural gas-powered generator during a PSPS event. The bill additionally stipulates that any use of a natural gas generator during a PSPS event would not count toward any time limitation included in the permit issued for that generator.

Status: Assembly Rules, pending referral.

SB 1386 (Moorlach) Local Government: Assessments, Fees, and Charges: Water.

This bill would protect fire hydrant system funding and ensure public water suppliers can operate water systems to supply their customers and to fight fires. Also, this bill is declaratory of existing law, which allows water suppliers to include the costs of operating and maintaining these systems, as well as the costs associated with a fire hydrant and the water served through them, in their property-related service charges.

Status: This bill has been referred to the Assembly Local Government Committee.

Regulatory

Dept. of Fish & Wildlife, Dept. of Water Resources, Natural Resources Agency, and CalEPA

- April 21st, California Attorney General Xavier Becerra has filed a motion for a preliminary injunction in the state's lawsuit that seeks to halt expanded federal water export operations in the Central Valley based on biological opinions updated in February.
- April 28th, the State Water Contractors (SWC) filed a lawsuit against the California Department of Water Resources (DWR) and California Department of Fish and Wildlife (CDFW) over the March 31st Incidental Take Permit (ITP) for the long-term operation of the State Water Project (SWP).
- April 28th, the Tehama Colusa Canal Authority, San Luis & Delta-Mendota Water Authority, Friant Water Authority, and several Sacramento River Settlement Contractors filed a lawsuit to Protect the Central Valley Project (CVP). A coalition of water providers filed suit to protect the CVP and the farms, businesses, residents and wildlife refuges it serves in 17 California counties.
- May 11th, U.S. District Judge Dale Drozd, issued a preliminary injunction that through May 31st in the state's lawsuit that seeks to halt expanded federal water export operations in the Central Valley based on biological opinions updated in February.
- June 4th, the California Natural Resources Agency – California and federal water regulators are trying to quickly resolve their legal dispute over competing biological opinions governing the management of their respective water projects, a top state official says. "I actually think there is strong potential" for finding common ground, California Natural Resources Secretary Wade Crowfoot said this week. "There are some clear differences ... in state and federal approach, but the men and women that do the work operating the system work really closely together. They

all wake up every morning wanting to maximize water reliability but also to avoid extinction of fish.” Crowfoot also said the agencies’ goal is to “move beyond that process as quickly as possible” and “resolve the legal disputes,” which would “allow the parties to get to the table on the voluntary agreements.”-

- June 16th, the State Water Resources Control Board formally adopted a definition of microplastics in drinking water. The press release can be found [HERE](#).

Attorney General “Ballot Initiatives”

- “California Schools and Local Communities Funding Act,” also known as Prop 13 Reform or “Split Roll” has qualified for the November 3rd ballot. The initiative would amend Prop. 13, the landmark 1978 measure that capped property taxes, by nixing its protections for commercial property owners. Businesses would thus pay property taxes based on their current market value, raising as much as \$12 billion for public schools, community colleges and local governments. Exempted from the proposed change are agricultural properties and owners of commercial and industrial properties with a combined value of \$3 million or less.
- “Protect App-Based Drivers and Services Act,” has qualified for the November 3rd ballot. The initiative is a response to California’s AB 5, which restricts the types of workers that these companies could call independent contractors, changing the rules on who has to be classified as an employee instead. The initiative would create an alternative to AB 5 which keeps employees classified as independent contractors but increases their worker protections. The added protections would include a minimum earnings guarantee, expense reimbursement, a healthcare subsidy and insurance to cover on-the-job injuries.
- “Data Privacy Law,” has qualified for the November 3rd ballot. The initiative would give consumers more power over how companies use their data. It’s an extension of a landmark privacy law passed in 2018. It would allow consumers to prevent businesses from sharing their personal information; limit businesses’ use of geolocation, race, health, or other information; and create a state agency to enforce and implement the law. The agency would hire 40 employees at an estimated cost of \$10 million per year. Additionally, initiative would triple the penalties for companies that violate the rules for children under 16.

Important Dates and Deadlines for 2020

Assembly Calendar

July Deadlines:

- July 3rd Independence Day (Observed Holiday)
- July 13th Legislature reconvenes from Summer Recess
- July 31st Last day for policy committees to hear and report fiscal bills to fiscal committees.

August Deadlines:

- August 7th Last day for policy committees to meet and report bills.
- August 14th Last day for fiscal committees to meet and report bills
- August 17th – 31st Floor Session only. No committees, other than conference and Rules committees, may meet for any purpose.
- August 21st Last day to amend bills on the Floor.
- August 31st Last day for each house to pass bills, except bills that take effect Immediately or bills in Extraordinary Session. Final recess begins upon adjournment.

September Deadlines:

- September 30th Last day for Governor to sign or veto bills.

Senate Calendar**July Deadlines:**

- July 2nd Summer Recess begins upon adjournment provided Budget Bill has been passed.
- July 3rd Independence Day (Observed Holiday)
- July 13th Legislature reconvenes from Summer Recess.
- July 31st Last day for policy committees to hear and report fiscal bills to fiscal committees.

August Deadlines:

- August 7th Last day for policy committees to meet and report bills.
- August 14th Last day for fiscal committees to meet and report bills
- August 17th – 31st Floor Session only. No committees, other than conference and Rules committees, may meet for any purpose.
- August 21st Last day to amend bills on the Floor.
- August 31st Last day for each house to pass bills, except bills that take effect Immediately or bills in Extraordinary Session. Final recess begins upon adjournment.

September Deadlines:

- September 30th Last day for Governor to sign or veto bills.

AGENDA ACTION ITEM NO. 3

PROPOSAL FROM JOHN ROBINSON CONSULTING INC. FOR RECYCLED WATER PLANNING

RECOMMENDED ACTION: Approve the proposal for the not to exceed amount of \$24,900.00.

BACKGROUND: At the last meeting John Robinson provided a summary of the recycled water feasibility study and outlined next steps for the project to proceed. His current contract has expended all of its funds therefore a new agreement is necessary to keep the process moving forward.

BUDGET IMPACT: This was built into the 2020-2021 Budget under the consultants account number.

PRIOR BOARD ACTION: None



July 3, 2020

Mr. Darin Kasamoto
General Manager
San Gabriel Valley Municipal Water District
1402 N. Vosburg Drive
Azusa, CA 91702

Subject: Letter Proposal for the Recycled Water Project Manager

Dear Mr. Kasamoto:

John Robinson Consulting, Inc. (JR Consulting) is pleased to offer its letter proposal to San Gabriel Valley Municipal Water District (SGVMWD) based upon the Recycled Water Supply Availability and the June 8th Board of Directors meeting. Our firm is a California S Corporation, is a Small Business Enterprise (SBE) and is located locally in Pasadena. This letter proposal outlines our scope of services to develop and deliver a recycled water program with corresponding schedule and fee estimate.

SCOPE OF SERVICES

JR Consulting completed the following in coordination with SGVMWD, Los Angeles County Sanitation District (LACSD), Central Basin Municipal Water District (CBMWD), and Cities of Alhambra and Monterey Park:

1. JRC provided sections from the 2017 Recycled Water Feasibility Study participating organizations. The RWFS showed that the City of Alhambra would have a recycled water demand of 1,676 AFY at ultimate build out and City of Monterey Park would have a recycled water demand of 1,148 AFY at ultimate build out. It was discussed that the demand was ultimate and there were several phases within Monterey Park before any connection could occur with the City of Alhambra.
2. Since the recycled water would have to be wholesaled via CBMWD, we discussed their current contract with LACSD. Currently CBMWD has a contractual agreement of 10,500 AFY split between San Jose Creek WRP at 5,000 AFY and Los Coyotes WRP at 5,500 AFY.
3. The requirement for recycled water storage was discussed. Storage due to the diurnal flows of San Jose Creek WRP and Los Coyotes WRP increases the need for storage either by CBMWD or the potential project for the City of Monterey Park and/or City of Alhambra.
4. LACSD did indicate that they are not executing any new or modifications to existing contracts at this time.
5. LACSD outlined their current status to incrementally reduce discharges of recycled water from five (5) water reclamation plants (Pomona WRP, San Jose Creek WRP, Los Coyotes

WRP, Long Beach WRP and Whittier Narrows WRP outlined in a DRAFT Environmental Impact Report. Overall LACSD is proposing to retain an annual daily average of 5 mgd to the San Gabriel River Watershed to support habitat. Pomona and San Jose Creek WRPs proposed decrease discharges would occur within a short timeframe upon State Water Resources Control Board Division of Water Rights approval of the 1211 permit whereas Los Coyotes and Long Beach WRPs reductions would occur over time as recycled water projects are implemented by cities and water agencies.

6. LACSD did develop an Adaptive Management Plan (AMP) as a mitigation measure to ensure the impact to biological resources would be less than significant. The AMP was developed in coordination with California Department of Fish and Wildlife and United States Fish and Wildlife. LACSD is formed a Habitat Management Committee to review the collected biological data annually and determine appropriate responses, if necessary.
7. In the meeting with the CBMWD, City of Alhambra and City of Monterey Park, a discussion regarding the hydraulics occurred as a potential next step. In order to free up allocation from San Jose Creek WRP, CBMWD asked if the Cities of Alhambra and Monterey Park would be interested in participating in the development of a new hydraulic study which would:
 - a. Allow CBMWD to determine how to modify their system to take more flows from Los Coyotes WRP hence freeing up allocation from San Jose Creek WRP.
 - b. Provide some insight as to pump station and reservoir requirements to be designed and built by the Cities of Alhambra and Monterey Park.

Next Steps

1. Coordinate with USBR to review with the crosswalk on the 2017 SGVMWD RWFS in order to obtain acceptance and to coordinate future USBR Title XVI funding.
2. Schedule and assist CBMWD to conduct a meeting with LACSD with SGVMWD participation, to discuss with LACSD a waiver to a clause in the CBMWD/LACSD agreement which allows LACSD to take back utilized recycled water allocations.
3. Obtain any comments on the 2017 RWFS from the Cities of Alhambra and Monterey Park offer response to comments which could be a starting point for a future Recycled Water Master Plan.
4. Coordinate the develop of a new hydraulic study in conjunction with CBMWD, Cities of Alhambra and Monterey Park and Water Replenishment District

Time Schedule

The Project Team will commence with the proposed scope of services after the Professional Services Agreement (PSA) has fully been executed. Tasks 1 and 2 would be completed within 60 days. Tasks 3, 4 and any other additional tasks will be completed on a schedule that will conform to SGVMWD's objectives.

Compensation

JR Consulting will provide the scope of services with the proposed schedule as set forth in this proposal to SGVMWD on a time and material basis. Based on JR Consulting's present knowledge of the services described above, it is recommended a not-to-exceed budget of \$24,900 which is based upon 166 hours at \$150 per hour.

JR Consulting commits to timely, responsive services, and to deliver excellence in the offered services. We are eager and enthusiastic to continue SGVMWD to implement a recycled water system for your member agencies. .

If there are any questions, please feel free to contact me at (626) 375-9389 or jrobinson@johnrobinsonconsulting.com

Very truly yours,

John Robinson Consulting, Inc.

A handwritten signature in blue ink that reads "John Robinson". The signature is written in a cursive style with a large, looping initial "J".

John Robinson, Principal

AGENDA ACTION ITEM NO. 4

PROPOSAL FROM DMCI FOR 2020-2021 OUTREACH PLAN

RECOMMENDED ACTION: Approve proposal from DMCI for 2020-2021 Outreach Plan.

BACKGROUND: The proposal is based upon the list of tasks developed by the External Affairs Manager. The list is similar to prior years but does include a substantial amount of time for development of a new website.

BUDGET IMPACT: The proposal is in line with the estimate which was incorporated into development of the 2020-2021 Budget.

PRIOR BOARD ACTION: None

DMCI – External Affairs Proposal for 2020-2021

Print and Electronic Communications (\$75,000)

1. Draft news articles and website updates
2. Design and write ads, including SGV Tribune/LA Times and commemorative ads
3. Develop generic Speakers Bureau PPT for use with key stakeholder audiences
4. Design annual conservation themes and outreach materials (banners, ads, etc.)
5. Draft/design monthly *e-Pipeline* newsletter and news releases, as needed
6. Provide project management for development of new website
7. Assist in scripting and project management of annual Board President video
8. Miscellaneous projects as needed

Member City, Community, Asian, Latino Outreach (\$20,000)

1. Provide support for Asian Media/Outreach, including Annual Media Briefing or alternatives
2. Refine rebate program strategy and develop marketing/advertising materials
3. Provide support for OWL Grant Program
4. Miscellaneous projects as needed

Water Forum (\$5,000)

1. Plan and execute San Gabriel Valley Water Forum

School/Educational Outreach (\$25,000)

1. Plan and conduct Home Water Survey program at elementary schools; Speaker's Bureau outreach to middle schools
2. Complete "Our Precious Water Resource" school/youth video project

Strategic Planning and Account Management (\$20,000)

1. Prepare presentations and materials for and attend Board, Committee and Strategic Planning meetings as needed
2. Meet with Staff as needed for project management.

Contingencies (TBD, as Needed)

1. Develop back-up plan and programs for External Affairs program in the event of continued Corona-virus shutdown (e.g. expanded on-line content and programs)
2. Develop messaging and materials for drought emergency
3. Develop messaging and materials for potential recycled water project
4. Provide support for Annual Report development

Budget Recap

- 2019-20: \$167,500 (\$160,000 fees; \$7,500 out-of-pocket expenses)
- 2018-19: \$207,485
- 2017-18: \$235,000
- **2020-21 Proposal: \$150,000 (\$145,000 fees; \$5,000 out-of-pocket expenses)**

Memorandum

To: San Gabriel Valley Municipal Water District Board of Directors

Cc: Darin Kasamoto, General Manager

From: Evelyn Reyes, External Affairs Manager

Date: July 13, 2020

Subject: External Affairs Report

Rebates:

	Rain Barrel	Washing Machines	High-Efficiency Toilets	Waterless Urinals	Smart Controllers	Sprinkler Nozzles	Soil Sensor
	\$35	\$85	\$40	\$150	Up to \$80	\$2 – Min. 30	Up to \$80
Monthly Total	0	7	1	0	5	0	0
FY 19/20 Total	31	87	39	6	35	60	0

External Affairs Update

- Worked with Ready ArtWork and provided comments on Part 2 of the educational video series for our water conservation program at schools. Part 1 of the video series has been completed.
- Participated in the San Gabriel Basin Watermaster meeting.
- Participated in the San Gabriel Valley COG Water Tac Committee Meeting.
- Participated in a webinar on *Navigating the Phases of a Communications Crisis*.

**A REGULAR MEETING OF
THE MAIN SAN GABRIEL BASIN WATERMASTER
JULY 1, 2020 AT 2:30 O'CLOCK P.M.**

Zoom Meeting ID link

<https://us02web.zoom.us/j/81825581890>

Meeting ID: 818 2558 1890

Password: 299152

<u>Agenda</u>	<u>Action/Notes</u>
1. CALL TO ORDER	
2. ROLL CALL OF WATERMASTER MEMBERS	
3. ADOPTION OF AGENDA [1]	
4. TIME RESERVED FOR PUBLIC COMMENT	
5. ITEMS REMOVED FROM CONSENT CALENDAR [1]	
6. CONSENT CALENDAR [1] All items on Consent Calendar may be approved with single action.	
a) Minutes of a Regular Meeting of Watermaster held June 3, 2020	
b) Lists of Demands	
c) Financial Statements, June 2020	
7. ADOPTION OF A RESOLUTION OF APPRECIATION COMMEMORATING OUTSTANDING SERVICE – KENNETH R. MANNING (Resolution No. 07-20-303) [1]	
8. AUTHORIZATION TO EXECUTE CYCLIC STORAGE AGREEMENT AMONG METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA, THREE VALLEYS MUNICIPAL WATER DISTRICT AND MAIN SAN GABRIEL BASIN WATERMASTER [1]	
9. REPORT FROM BASIN WATER MANAGEMENT COMMITTEE [2]	
a) Authorization to renew contract with Weck Labs for 1-year	
10. ATTORNEY'S REPORT [2]	
11. ENGINEER'S REPORT [2]	
12. EXECUTIVE OFFICER'S REPORT [2]	
13. REPORT FROM RESPONSIBLE AGENCIES [2]	
14. OUTSIDE COMMITTEE LIAISON REPORTS [2]	
15. INFORMATION ITEMS [2]	
a) Temporary assignment or lease of 19.04 AF Production Right from Carolyn Heinrich to San Gabriel Valley Water Company for FY 2019-20	

18. CLOSED SESSION [1]

A closed session may be called to discuss pending or potential litigation.

19. ADJOURNMENT

LEGEND

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

Chair Lynda Noriega Presiding

In light of the Governor's Executive Orders N-25-20 dated March 12, 2020 and N-29-20 dated March 17, 2020 (collectively, the "Executive Order") issued in response to the Covid-19 outbreak, the WQA Board Has Suspended Application of Certain Public Meeting Requirements otherwise required under Brown Act during the term of the Executive Order, Including Restrictions and Noticing Requirements Relating to the Conduct of Teleconferenced Board Meetings.

Due to the essential nature of the WQA Board Meetings in conducting Authority business, the WQA Board meeting will take place via online and teleconference.

Copies of Executive Order will be made available to members of the public upon request.

You may join the meeting by clicking on the following link:

<https://attendee.gotowebinar.com/register/4486843477666809614>

Public comments can be emailed prior to the meeting to stephanie@wqa.com

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

WEDNESDAY, JUNE 17, 2020 AT 12:00 P.M.

AGENDA

- | | | |
|-------------|--|----------------|
| I. | CALL TO ORDER | MARQUEZ |
| II. | PLEDGE OF ALLEGIANCE | |
| III. | ROLL CALL OF BOARD/COMMITTEE MEMBERS | MORENO |
| | Jorge Marquez, Chairman _____ (alt) | |
| | Bob Kuhn, Vice-Chairman _____ (alt) | |
| | Mark Paulson, Treasurer _____ (alt) | |
| | Valerie Munoz, Secretary _____ (alt) | |
| | Lynda Noriega _____ (alt) | |
| | Mike Whitehead _____ (alt) | |
| | Ed Chavez _____ (alt) | |
| IV. | PUBLIC COMMENTS (Agendized Matters Only):
As provided under Government Code Section 54954.3, this time has been set aside for persons in the audience to provide comment or make inquiries on matters appearing on this Special Meeting agenda only. Please complete the appropriate request card and submit it to the Secretary, prior to the item being heard. A five-minute time limit on remarks is requested. | MARQUEZ |
| V. | ITEMS TOO LATE TO BE AGENDIZED - Recommended Action:
Approve motion determining need to take action on item(s) which arose subsequent to posting of the Agenda (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board or, if less than two-thirds of Board members are present, a unanimous vote) | MARQUEZ |

- GSWC Encinita Plant Operational
- Western Shallow Zone Operational
- 3. South El Monte Operable Unit
 - Whitmore Street. Ground Water Remediation Treatment Facility Operational
 - City of M.P. Well No. 5 VOC Treatment Facility Operational
 - City of M.P. Well No. 12 VOC Treatment Facility Operational
 - City of M.P. Well No. 15 Operational
 - City of M.P. Well Nos. 1, 3, 10 VOC Treatment Facility Operational
 - GSWC Wells SG-1 & SG-2 Operational
 - SGVWC Plant No. 8 Operational
- 4. Puente Valley Operable Unit
 - Shallow Zone Design
 - Deep Zone Construction
- 5. Area 3 Operable Unit
 - City of Alhambra Phase 1 Operational
 - City of Alhambra Phase 2 Operational

- X. ATTORNEY'S REPORT** **PADILLA**
- XI. EXECUTIVE DIRECTOR'S REPORT** **MANNING**
- XII. FUTURE AGENDA ITEMS** **MARQUEZ**
- XIII. INFORMATION ITEMS [enc]** **MARQUEZ**
- (a) San Gabriel Basin Water Calendar
 - (b) WQA's New Web Site
- XIV. FUTURE BOARD/COMMITTEE MEETINGS** **MARQUEZ**
- (a) The next WQA Board meeting is scheduled for Wednesday, July 15, 2020 at 12:00 P.M. at WQA
- XV. BOARD MEMBERS' COMMENTS/REPORTS** **MARQUEZ**
- XVI. ADJOURNMENT** **MARQUEZ**

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

Memorandum

To: San Gabriel Valley Municipal Water District Board of Directors

From: Darin Kasamoto General Manager

Date: July 8, 2020

Subject: General Manager's Report

1. SWP UPDATE

2020 allocation remains at 20%

Delta Conveyance Project (Cal Water Fix)- DWR amended AIP is complete, anticipate that we could take action on the AIP at the August or September Board meeting. We are waiting for DWR develop the cost benefit analysis before we can discuss at the Board level. If the AIP is approved; then there will be supplemental funding which DWR would begin collecting in January 2021. The District's proportionate share would be \$2.4 million dollars collected in 12 monthly installments. This has been built into the 2020-2021 draft budget.

Oroville update- DWR will begin billing in 2020, \$275 million dollars will be added to the fixed costs, this results in an increase of \$164,000 per year from 2020 to 2035 for the District. FEMA has already agreed to pay \$275 million of the cost, this leaves \$550 million, which is still in dispute between DWR and FEMA. DWR filed an appeal to FEMA and FEMA has agreed to pay about 50% of the disputed cost. They still feel that the repair of the Emergency was a "betterment" and not a repair. The District's portion of the repair will be approximately \$328,000 per year in fixed costs through 2035. DWR did indicate that there are state grants that may be available to offset some the cost to contractors.

2. MAIN SAN GABRIEL BASIN UPDATE

As of July 2, 2020, the Key Well is at 203.4 feet which is .8 feet lower than May 29, 2020

3. GRANT PROGRAM UPDATES

We are not actively pursuing any grants at this time. We will continue to monitor for potential matches for future projects. Monterey Park has indicated an interest in reviving attempts to utilize recycled water from Central Basin, we are in the process of modifying our Recycled Water feasibility study so that we will be eligible for federal funding for the 2020-2021 cycle. Steve is exploring funding opportunities for Sierra Madre joint well project.

4. MANAGEMENT ISSUES

Staff has had discussions with MWD on the possible modification of the current MWD/Sierra Madre agreement. MWD is still considering the proposal. Although a long-term solution has not been agreed upon, MWD has agreed to relax the 5000 acre-ft transfer requirement for calendar year 2018 and 2019 to alleviate SGVMWD's supply issues. For the 2018 calendar year Sierra Madre took approximately 1300 acre-feet, the District will then transfer 2600 acre-feet back to MWD instead of the 5000 acre-feet as required by the contract. For 2019 Sierra Madre took approximately 1500 ac-ft so the District will transfer 3000 ac-ft back to MWD. MWD stipulated that they would like to see resolution of the Azusa transfer issue before it moved forward with a permanent modification of the

Sierra Madre agreement. The Azusa issue was resolved at the June Board meeting so I will again pursue a permanent modification of the Sierra Madre agreement.

The Council for Watershed Health and Garvey School District have begun work on storm water capture conceptual plan, project start was delayed due to staffing and Covid-19 issues.

John Robinson has conducted a short study to determine if a Central Basin/Monterey Park Recycled Water Project is still a viable option. Monterey Park has expressed interest in proceeding. A meeting on Jan 22 with Central Basin, Monterey Park, and Alhambra occurred to discuss next steps. John provided an update at the June Board meeting and outlined the process moving forward. John has expended the funds from our initial agreement so at the July Board meeting he will provide a proposal for project management for the 2020-2021 fiscal year

The District is required to do a 2020 Urban Water Management Plan. DWR requires agencies to adopt a new plan every 5 years. Without an adopted plan, the District would not be eligible for any type of State funding. Jim Ciampa has looked into new requirements for the 2020 Plan and has provided a memo on the additional information required, he also states that the 2020 plan is not due until July 1, 2021 so I will push back the release of the RFP to July 2020.

I will be looking to develop a loan program to assist our cities with infrastructure projects. Once we close-out our 2019-2020 fiscal year budget I should be able to determine the amount of funding potentially available. This should be brought to the board for consideration in August.

I am working with GovInvest to do an analysis of different contribution rates for the OPEB trust account. This should be brought to the Board at the August meeting.

Memorandum

To: San Gabriel Valley Municipal Water District Board of Directors

From: Ed Hills, Assistant General Manager

Cc: Darin Kasamoto, General Manager

Date: July 7, 2020

Subject: Assistant General Manager's Report

1. Total water delivered in June 2020: 3,314 AF. SGVMWD delivered 2,339 AF to the District's cyclic storage in the Main Basin. In addition, 975 AF were delivered on behalf of Three Valleys Municipal Water District (TVMWD) to Covina Irrigating Company's surface water treatment facility. The allocation for CY 2020 is 5,760 AF (20% of 28,800 AF); SGVMWD has 3,306 AF remaining to be delivered.
2. Total deliveries to cyclic storage (calendar) year to date: 4,512 AF. Cyclic storage balance as of May 31, 2020: 6,641.27 AF. Amount of water banked on behalf of Dudley Ridge Water District: 13,916 AF. Note: Dudley Ridge Water District (DRWD) had previously requested ~2,000 AF from SGVMWD's 2020 allocation; DRWD has withdrawn the transfer of water for CY 2020.
3. Forecast of deliveries for July 2020: SGVMWD began deliveries to the MSGB on June 2, 2020. Our delivery to the MSGB will continue at ~25 cfs through the month of July. In addition, deliveries on behalf of TVMWD will continue at approximately 10-15 cfs.
4. Hydroelectric Generation: No generation occurred in June, nor is generation scheduled for July.
5. Assistant General Manager meetings attended and activities:
 - A. Attended Watermaster Basin Management Committee Meeting.
 - B. Met with Stetson Engineers - Sch. I C.I.P. Project.
 - C. Met with Sedaru - Discuss GIS/Asset Management Tools.
 - D. Attended Pepperdine School of Public Policy Leadership Webinar – Disaster Management in the Time of COVID-19.
 - E. Met with Websoft Developers, Inc. - Discuss GIS/Asset Management Tools.
 - F. Participated in PWAG-ER COVID-19 meeting.
 - G. Attended ACWA Webinar – SoCalREN Resources for Water System SCADA.



News Release
Contact: Evelyn Reyes
626-969-7911
ereyes@sgvmwd.com

The San Gabriel Valley Municipal Water District Mourns the Passing of Former Director Raul L. Romero

July 9, 2020; Azusa, California - The District board and staff mourns the passing of Raul L. Romero, former Board member for the San Gabriel Valley Municipal Water District. Raul served on the water district's board from January 2011 to December 2018 representing Division V - the City of Azusa.

Director Romero served as Treasurer and was on the District's External Affairs Committee. He also was the District's representative to the Association of California Water Agencies (ACWA) Region 8 and the San Gabriel Valley Water Association.

During his tenure at the District, Director Romero was instrumental in the development of the *San Gabriel Valley Water Forum*, the school-based *Home Water Survey Program*, the *Opportunities for Water Leadership (OWL) Community Grant Program*, and the *H₂Owl Outreach Programs*, and educational water conservation pilot projects at Mountain View and Paramount Elementary School in Azusa.

Director Romero worked as a Union Representative/Organizer for more than twenty-five years for four different unions, and served in the U.S. Army First Infantry Division in Vietnam from 1967-1968.

He was also active in many civic organizations throughout the San Gabriel Valley and California such as the San Gabriel Valley Civic Alliance, Labor Council for Latin American Advancement, Los Angeles County Federation of Labor AFL-CIO, California Congress of Seniors, American Association of Retired People, California Alliance of Retired Americans, Nosotros and Hispanics American for Fairness in the Media.

Director Romero is survived by his wife, Rachel, and his children, Louis, Jessica and Nicole. He is also survived by his numerous grandchildren, and great-grandchild.

"On behalf of the Board and staff of the San Gabriel Valley Municipal Water District, we extend our heartfelt sympathies to the Romero family. Raul was a true public servant who proudly served his country, and the residents of Azusa. He worked tirelessly throughout his life and career to build bridges between the community, labor organizations and public agencies to make our communities stronger, and was a passionate advocate for working people. He will be dearly missed," said Thomas Wong, Board President.

On July 13, the District will adjourn its regularly scheduled board meeting in honor and memory of Director Romero, who was born on October 27, 1946 and passed away on July 8, 2020.