

REVISED
RESOLUTION NO. 6-2023-825

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
ADOPTING 2024 FISCAL YEAR BUDGET**

WHEREAS, Section 3-1.101 of the Administrative Code of the San Gabriel Valley Municipal Water District (“District”) requires the District to annually adopt a budget; and

WHEREAS, the District’s General Manager has prepared a budget for the 2024 fiscal year, in the form attached hereto as Exhibit A, and has presented that draft budget to the District’s Board of Directors for its consideration; and

WHEREAS, the draft budget for the District’s 2024 fiscal year includes property tax revenues that are restricted for use to only pay expenses related to the State Water Project and the imposition and collection of those property tax revenues are necessary to pay those State Water Project expenses because it is infeasible, after consideration by the Board of Directors, for the District to further increase the water charges imposed on its member cities to cover those significant expenses; and

WHEREAS, the foregoing determination of infeasibility is made, in part, based upon the fact the District’s member cities have existing water rate structures in place and further increases of the District’s water charges will adversely impact the cities’ revenue requirements and cost recovery and, therefore, their respective compliance with Proposition 218 (Article XIII D, Section 6 of the California Constitution); and

WHEREAS, the District’s Board of Directors has considered that draft budget and has determined that budget accurately sets forth the District’s anticipated revenues and expenses for the 2024 fiscal year and that it is in the best interest of the District that said budget be approved.

NOW THEREFORE, IT IS RESOLVED BY THE BOARD OF DIRECTORS OF THE SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT that (1) the Board of Directors finds and determines that it is infeasible for the District to further increase the water charges imposed on the District’s member cities and that it is necessary for the District to levy property taxes as reflected in the budget to be used to cover costs related to the State Water Project, which is the District’s only source of water; and (2) the District’s 2024 fiscal year budget, in the form presented and attached hereto as Exhibit A, which is fully incorporated herein by this reference, is hereby approved, and the District’s General Manager is hereby directed to take all necessary actions to file

that budget with all required state and local agencies and to otherwise implement that budget for the upcoming fiscal year.

PASSED, APPROVED AND ADOPTED this June 1, 2023.

President

ATTEST:

Secretary