

Overview of Significant Items

General Budget FY 2021-22



Strategic Plan 2019

Goal 1 Regional Water Supply Plan

Goal 2 Effective Communication of Agency's strategy and mission

Goal 3 Sustainable Groundwater Management Act Implementation

Goal 4 Infrastructure Plan

Goal 5 Financial Plan



Staffing

- Water Resource Specialist – Full Time
- Bookkeeping Support – Part Time/Temp

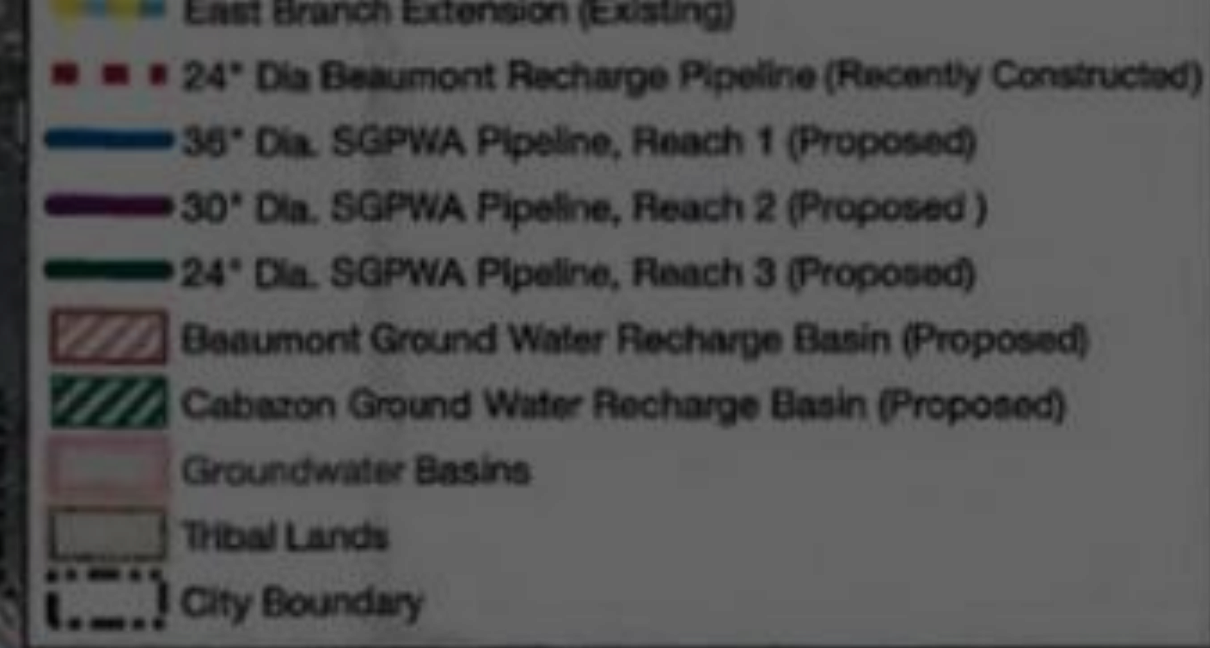


Infrastructure Plan (Phase 2)

- First Phase Completed late 2020 (on hold pending 2020 UWMP)
 - [See October 12, 2020 Engineering Workshop](#)
- Deals with external projects with regards to local supply
- Identifies liabilities as well as projects/actions needed for future supply
- Will need to be refined based on 2020 UWMP projections and changing landscape in CA water
- Inclusion of respective retailer's UWMP projections may be beneficial
- Includes optimization of regional (wholesale and retail) investments, Sites water
- Estimated \$250K*

*Photo: Pearblossom Pumping Plant, East Branch, east of Palmdale
Known capacity limitation identified in the Phase 1 Infrastructure Plan*

**May span multiple fiscal-years*



Backbone Pipeline

- Discussed for many years
- 2020 UWMP and San Gorgonio GSP demonstrate growing need
- Renewed local interest and support
- Potentially materially grant fundable
- Will need:
 - Right-of-Way
 - CEQA/NEPA
 - Alignment and design
 - Financial and grant strategy
- “Shovel Ready” is goal (in phases)
- Estimated \$500K* (1% of 2020 estimated costs)

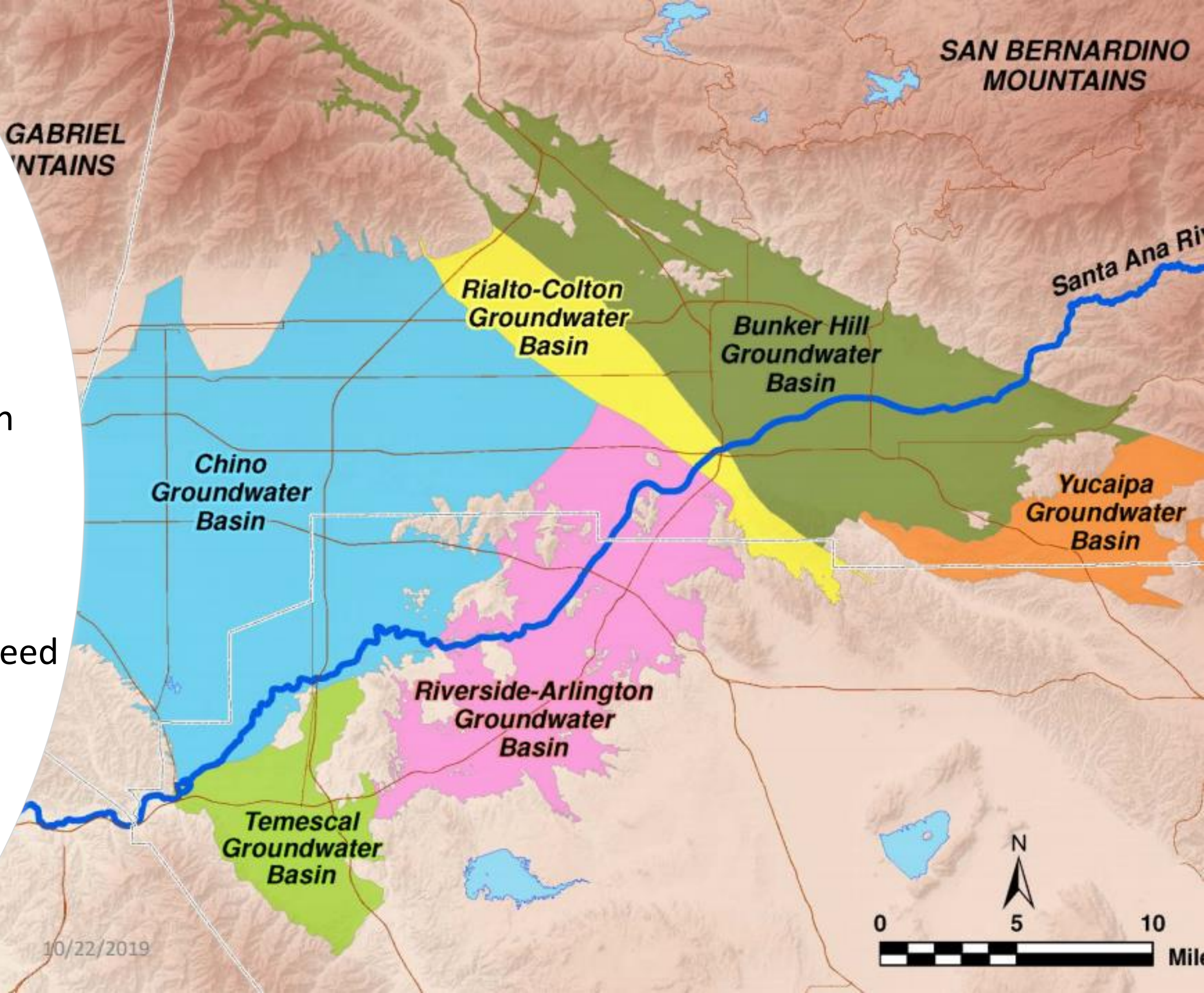
PLATE 1
San Gorgonio Pass Water Agency Water Delivery and Storage Facilities



**May span multiple fiscal-years*

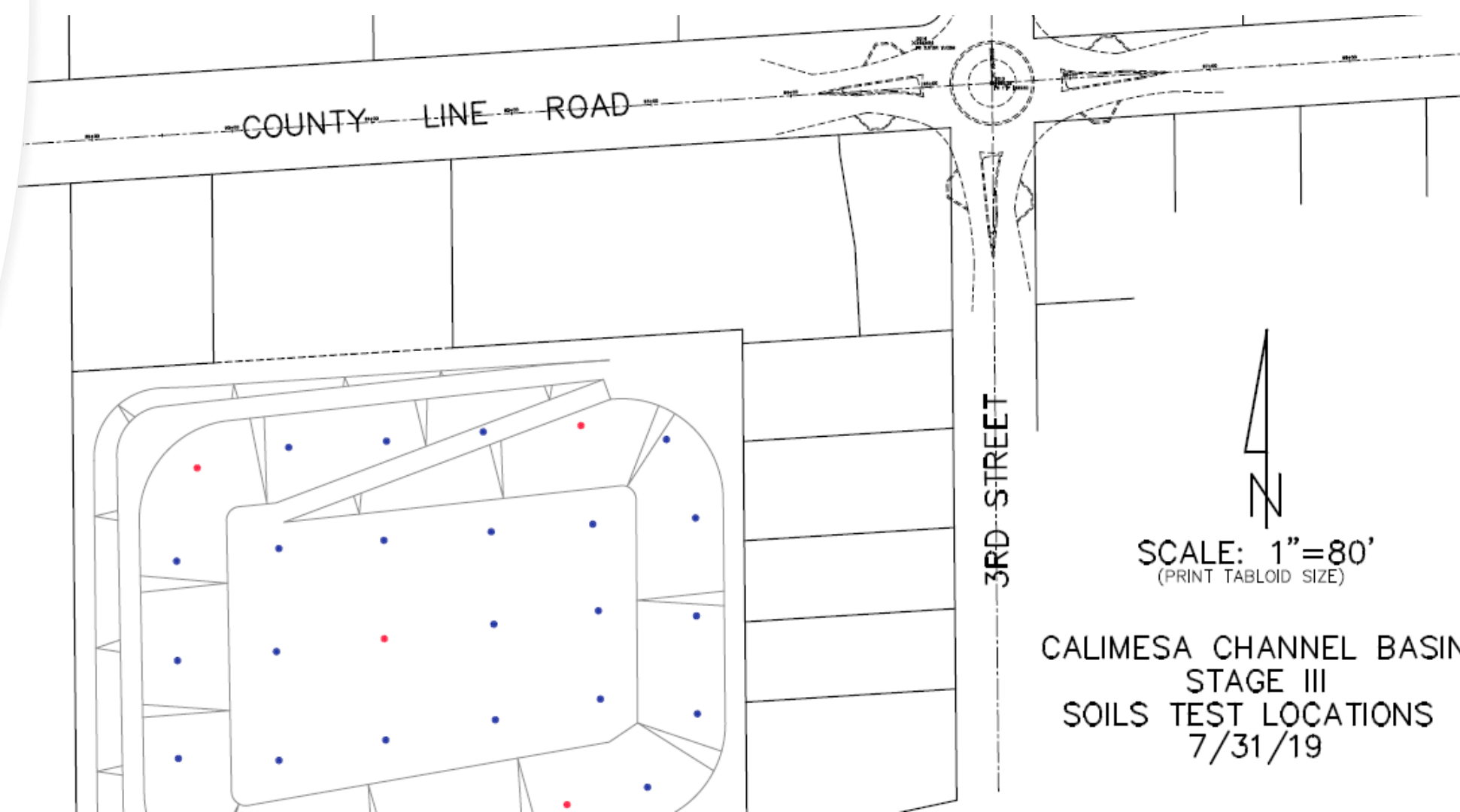
Three-Party Deal (Bunker Hill)

- Agreement to bank water in Bunker Hill Basin
- Principles of Agreement Drafted
- Some technical challenges
- Deal is “close”. Will likely need some shared capital improvements
 - \$50K



South Mesa Recharge

- 4-acre multi-purpose basin
- Calimesa, County Flood, SBVMWD, SMWD and SGPWA
- Flood, Recharge and other benefits
- Some design and feasibility done
 - \$50K



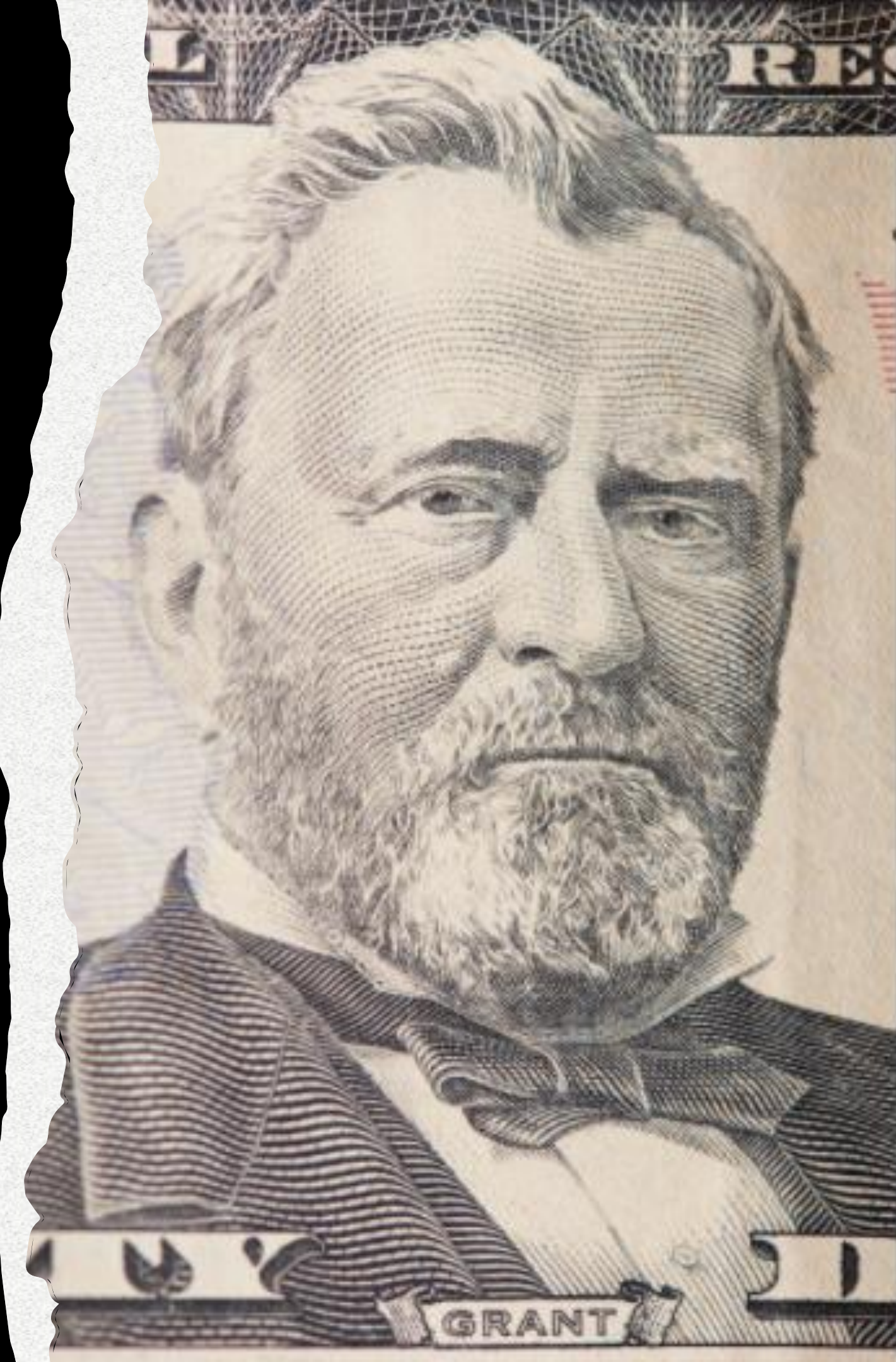
Small Systems Support

- Focuses on local small water systems (many disadvantaged community status)
- Works with established non-profit who caters to work
- Foundational Technical-Managerial-Financial (TMF) support
- Conduit between local needs state/federal support (i.e. grants)
- Well established successful and recognized model for support
- Return on investment very high
 - \$30K



Grant Support

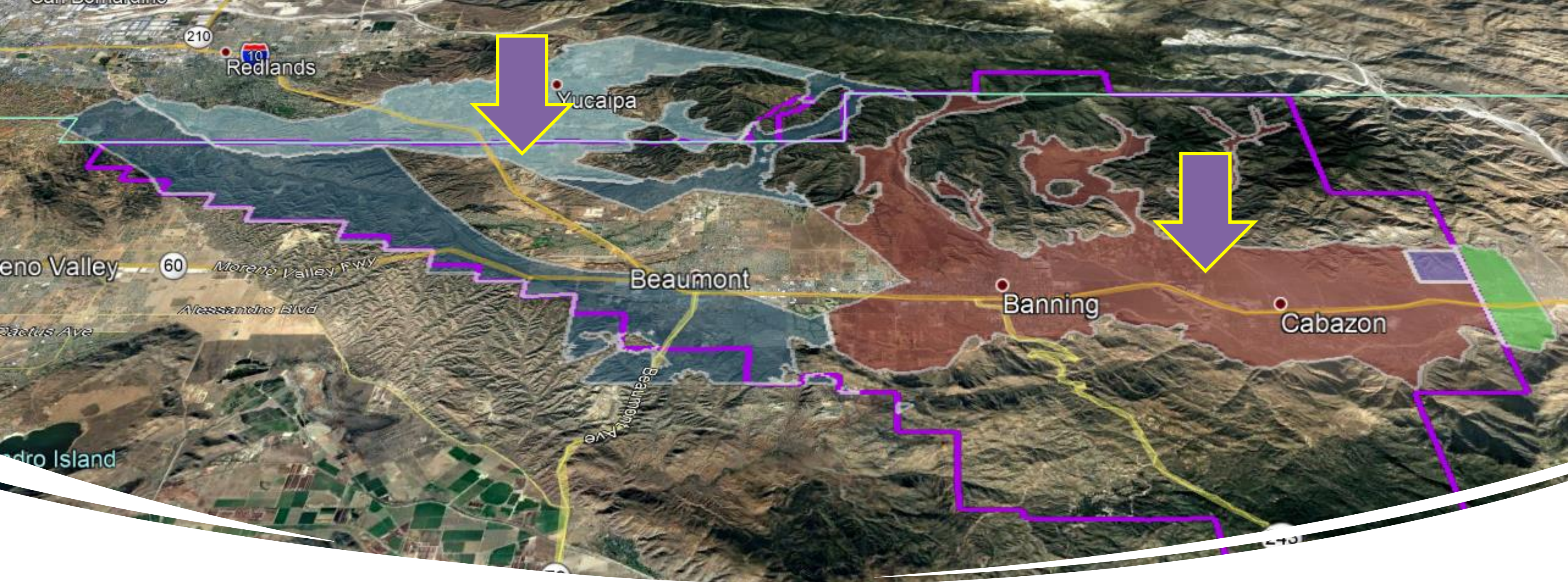
- State/Fed quickly moving into a funding cycle
- Likely the best opportunity to fund projects over next several years
- Professional grant consultants yield higher degree of success
- Success depends on front-side positioning to locate and fit projects into various funding mechanisms
 - \$75K
 - *Average grant application \$20-25K*





Federal Advocate

- Represents Agency to promote support for funding capital improvements
- Important for “Big Ticket” projects
- Used for a specific purpose to garner high-level project support
- \$50K



Yucaipa GSA and San Gorgonio GSA

- First major report due 1/2022
- Will need ongoing monitoring and reporting to State
- Most start up costs covered under existing grants
- Both planning areas managed by consultants
- More involved in the San Gorgonio Pass GSA
 - \$40K

Income Study

- Develop a fair and reliable rate structure
- Business certainty all the way around
- Evaluates tax/income trends against needs
- Evaluates other sources of income (e.g. capacity fee) against fiscal needs
- Transparent process (no surprises)
- Plugs into financial model
 - \$60K



Agency Audio/Video Update

- Update Boardroom/Conference room IT
- Leverage experience of 1+ year of remote meetings
- Meetings and participation has changed
- Facilitate “New Normal”
- Facilitate remote participation
- Accessibility and convenience
 - \$100K



Maintenance and Improvements

- Paint Building
 - \$30K
- Demonstration Garden
 - \$175K
- Power Backup
 - \$50K





Schedule

June 7 – Board Meeting
Consider Adoption of General Fund Budget

June 14 – Workshop
Additional Focused Discussion if Necessary

June 21 – Board Meeting
Adoption of General Fund Budget (if not already approved)