

**SAN GORGONIO PASS WATER AGENCY**  
**1210 Beaumont Avenue, Beaumont, CA 92223**



SAN GORGONIO PASS  
WATER AGENCY  
*A California State Water Project Contractor*

**Regular Meeting of the Board of Directors**  
**June 2, 2025 at 1:30 p.m.**

**AGENDA**

*This meeting is being held virtually and in person.  
Link and telephone option provided is available for the  
convenience of the public.*

**TO JOIN VIA ZOOM: [Zoom Link Board Meeting](#)**

**TO JOIN THE MEETING BY TELEPHONE**

**CALL: 669-900-6833 | MEETING ID: 956 9367 4121**

*Members of the public who wish to comment on any item within the jurisdiction of the Agency or any item on the agenda may submit comments by emailing [mcabral@sgpwa.com](mailto:mcabral@sgpwa.com) or may do so during the meeting. Comments will become part of the Board meeting record.*

***\*In order to reduce feedback, please mute your audio when you are not speaking.***

*Esta reunión se llevará a cabo virtualmente y en persona.  
El enlace y la opción telefónica proporcionada  
es para la comodidad del público.*

**PARA UNIRSE VÍA ZOOM: [Zoom Link Board Meeting](#)**  
**PARA UNIRSE A LA JUNTA CON LA OPCIÓN TELEFONICA**  
**LLAMAR: 669-900-6833 | ID DE REUNIÓN: 956 9367 4121**

*Los miembros del público que deseen comentar sobre cualquier tema dentro de la jurisdicción de la Agencia o cualquier tema en la agenda pueden enviar comentarios por correo electrónico a [mcabral@sgpwa.com](mailto:mcabral@sgpwa.com) o pueden hacerlo durante la reunión. Los comentarios pasarán a formar parte del registro de la reunión de la Junta.*

***\*Para reducir los comentarios, silencia el audio cuando no estés hablando.***

- 1. Call to Order, Invocation and Pledge of Allegiance**
- 2. Roll Call**
- 3. Adjustment and Adoption of Agenda**

**4. Public Comment**

Members of the public may address the Board at this time concerning items relating to any matter within the Agency's jurisdiction. There will be an opportunity to comment on specific agenda items, as the items are addressed. Speakers are requested to keep their comments to no more than five minutes. Under the Brown Act, no action or discussion shall take place on any item not appearing on the agenda, except that the Board or staff may briefly respond to

President  
Mickey Valdivia

Vice President  
Chander Letulle

Treasurer  
Robert Ybarra

Secretary  
Kevin Walton

Directors  
Dr. Blair M Ball  
Sarah Wargo  
Larry Smith

General Manager  
Lance Eckhart,  
PG, CHG

Legal Counsel  
Jeffrey Ferre

statements made or questions posed for the purpose of directing statements or questions to staff for follow-up.

**5. Consent Calendar**

If any board member requests that an item be removed from the Consent Calendar, it will be removed so that it may be acted upon separately.

- A. Approve Minutes of the May 19, 2025, Regular Meeting of the San Geronio Pass Water Agency Board of Directors, [\(pg. 4\)](#)
- B. Approve Finance and Budget Committee Meeting Report for April 2025, [\(pg. 8\)](#)

**6. Reports – Staff**

- A. General Manager's Report
- B. General Counsel's Report

**7. Informational Presentations and Updates**

- A. Legislative Update

**8. New Business – Discussion and Possible Action**

- A. Adopt the San Geronio Pass Water Agency Five-Year Strategic Plan Update, [\(pg. 32\)](#)
- B. Consideration and Possible Adoption of the Fiscal Year 2025-2026 General Fund Budget, [\(pg. 44\)](#)

**9. Reports – Directors and Committees**

**10. Board Requests for Future Agenda Items**

**11. Closed Session Agenda**

- A. CONFERENCE WITH REAL PROPERTY NEGOTIATORS  
Government Code Section 54956.8  
Property: 1216 Beaumont Ave, Beaumont, CA 92223; APN: 415-130-021  
Agency negotiator: Lance Eckhart, General Manager  
Negotiating parties: Sara Santos-Sanchez, The Harris Group  
Under negotiation: Price and terms of payment
- B. CONFERENCE WITH LEGAL COUNSEL-ANTICIPATED LITIGATION  
Significant exposure to litigation pursuant to paragraph (2) and initiation of litigation pursuant to paragraph (4) of subdivision (d) of Government Code Section 54956.9  
One potential case

**12. Reconvene**

- A. Report out of Closed Session

**13. Announcements**

- A. Water Conservation & Education Committee Meeting, June 10, 2025 at 1:30 p.m.

- B. Cabazon Heli-Hydrant Ribbon Cutting, June 12, 2025 at 9:00 a.m.
- C. Regular Board Meeting, June 16, 2025 at 6:00 p.m.
- D. Finance & Budget Committee Meeting, June 26, 2025 at 10:00 a.m.

## 14. Adjournment

### *Pending Agenda Items:*

<i>Request</i>	<i>Requester</i>	<i>Date of Request</i>	<i>Status</i>
Agency Law Workshop	Walton	5/5/25	
Update on Golden Mussels	Wargo	5/5/25	

(1) 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 at the Agency's office, during regular business hours. When practical, these public records will also be made available on the Agency's website, accessible at: [www.sgpwa.com](http://www.sgpwa.com) (2) Any person with a disability who requires accommodation in order to participate in this meeting should telephone the Agency at least 48 hours prior to the meeting in order to make a request for a disability-related modification or accommodation.

**SAN GORGONIO PASS WATER AGENCY**  
**1210 Beaumont Avenue, Beaumont, California 92223**

**Official Minutes**  
**Board of Directors Regular Meeting**  
**May 19, 2025**

THIS MEETING WAS HELD IN PERSON,  
WITH PUBLIC AVAILABILITY PROVIDED VIA ZOOM.

**1. Call to Order, Pledge of Allegiance, and Invocation**

The San Gorgonio Pass Water Agency Board of Directors meeting was called to order by President Mickey Valdivia at 6:00 p.m., Monday, May 19, 2025, at the office of the Agency. Treasurer Robert Ybarra provided the invocation and Director Blair Ball led the Pledge of Allegiance.

**2. Roll Call**

President Valdivia requested a roll call.

**Board Present:**

Mickey Valdivia, President  
Robert Ybarra, Treasurer  
Kevin Walton, Secretary  
Blair M Ball, Director  
Larry Smith, Director

**Absent:**

Chander Letulle, Vice-President  
Sarah Wargo, Director

**Staff Present:**

Lance Eckhart, General Manager  
Thomas Todd, Jr., Chief Financial Officer  
Maricela Cabral, Exec. Asst. /Clerk of the Board  
Emmett Campbell, Sr. Water Resources Planner  
Matt Howard, Operations Manager

**Consultant Present:**

Holland Stewart, Legal Counsel

A quorum was present.

**3. Adoption and Adjustment of Agenda**

General Manager Eckhart confirmed there were no adjustments to the agenda. The agenda was adopted as published.

**4. Public Comment**

Mr. Andy Ramirez (Beaumont-Cherry Valley Water District Director) thanked the Board for holding the meeting.

**5. Consent Calendar**



- A. Approve Minutes of the May 5, 2025, Regular Meeting of the San Geronio Pass Water Agency Board of Directors.

On a motion by Treasurer Ybarra, seconded by Secretary Walton, the board approved the Consent Calendar as presented.

Approved by the following vote:

Ayes: Smith, Walton, Ybarra, Ball, Valdivia

Noes: None

Absent: Letulle, Wargo

**Motion passed 5-0.**

## **6. Reports**

### **A. General Manager's Report**

General Manager, Lance Eckhart reported on the following:

1. Update on Governor Newsom's May revision proposal including a trailer bill to expedite the Delta Conveyance Project (DCP). Key highlights covered cost escalations, legal streamlining, revenue bond authority, and community benefits funding.
2. Glenn Farrel, Agency's legislative consultant, has already begun advocacy efforts with Senator Ochoa Bogh and Assemblymember Greg Wallis.

### **B. Legal Counsel's Report**

Counsel Stewart had no report.

## **7. Informational Presentations and Updates:**

### **A. Water Conditions Report**

Operations Manager Matt Howard provided current hydrology updates including 109% of average precipitation in the Northern Sierra, nearly full reservoir conditions, and a 50% SWP allocation. April deliveries were just under 2,000 AF; May deliveries projected at 1,500 AF due to recharge facility maintenance. Collaboration with Beaumont-Cherry Valley Water District is improving recharge performance.

### **B. Small Water Systems Assistance Program Update**

Operations Manager Matt Howard reported on the partnership with California Rural Water Association, ongoing technical compliance assistance, and progress on grant applications. Cabazon, High Valleys, Cherry Valley Mutual and others are actively working with the program. Notable grants include \$16 million for Cabazon and \$3.5 million previously awarded to Banning Heights. Legal Counsel affirmed the Agency's authority to support these programs. Director Walton requested further clarification for public understanding, and GM Eckhart committed to tying legal justifications to future Agency Act workshops.

## **8. New Business – Discussion and Possible Action:**

- A. Authorize the General Manager to Execute a Professional Services Agreement with Land Engineering Consultants, Inc. for Construction

Management Services In Connection with the County Line Road Recharge Basin and Turnout Project for a not-to-exceed amount of \$369,500

Senior Water Resources Planner Emmett Campbell presented the proposal for construction management services related to the County Line Road Recharge Basin and Turnout Project, not to exceed \$369,500. LEC was recommended due to value-added services and cost structure. Public comment from Ms. Joyce McIntyre inquired about intersection closures; staff confirmed no immediate closures.

On a motion by President Valdivia, seconded by Secretary Walton, the board approved and authorized the General Manager to execute a Professional Services Agreement with Land Engineering Consultants, Inc., for Construction Management Services in Connection with the County Line Road Recharge Basin and Turnout Project for a not-to-exceed amount of \$369,500.

Approved by the following roll call vote:

Ayes: Smith, Walton, Ybarra, Ball, Valdivia

Noes: None

Absent: Letulle, Wargo

**Motion passed 5-0.**

#### **9. Reports - Directors and Committee Report**

The following meetings were reported on:

- May 13, 2025, Banning City Council Meeting (Valdivia)
- May 13-15, 2025, Association of California Water Agencies (ACWA) Fall Conference (Smith, Walton)
- May 14, 2025, Beaumont-Cherry Valley Water District Board Meeting (Ball)

Director Smith praised the agency's involvement in supporting small water systems and the educational component of the program.

Director Walton highlighted the importance of the agency's work at the state level and the impact of the Heli-Hydrant project in Cabazon.

President Valdivia expressed his appreciation for the equitable rotation of staff attending conferences, highlighting the importance of inclusive participation. He also requested an update on the Board's healthcare benefits as it is tied to the passage of the budget.

President Valdivia announced that the Board meeting scheduled for August 4, 2025, has been canceled and will not be held.

#### **10. Topics for Future Agendas**

No topics were discussed.

BCVWD Director Ramirez expressed appreciation for the positive feedback received from the Board and recognized the collective effort to drive meaningful change. He emphasized the importance of collaboration and acknowledged the significant work undertaken by the Board to support these efforts.

#### **11. Announcements**

President Valdivia reviewed the following announcements:

- A. Office closed May 26, 2025 in observance of Memorial Day
- B. Finance & Budget Committee Meeting, May 28, 2025 at 10:00 a.m.
- C. Regular Board Meeting, June 2, 2025 at 1:30 p.m.
- D. Water Conservation & Education Committee Meeting, June 10, 2025 at 1:30 p.m.

#### **12. Adjournment**

There being no further business to discuss, President Valdivia adjourned the meeting at 7:02 p.m. The next regularly scheduled meeting is Monday, June 2, 2025, at 1:30 p.m.

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Maricela V. Cabral, CMC, CPMC  
Deputy Secretary of the Board

# ***San Gorgonio Pass Water Agency***

**DATE:** June 2, 2025  
**TO:** Board of Directors  
**FROM:** Lance Eckhart, General Manager  
**BY:** Tom Todd, Jr., Chief Financial Officer  
**SUBJECT: Report from the Finance and Budget Committee**

## **RECOMMENDATION**

The Board ratify the actions of the Finance and Budget Committee as listed below.

## **PREVIOUS CONSIDERATION**

The Finance and Budget Committee of the San Gorgonio Pass Water Agency met on May 28, 2025. During that meeting, the Committee took the following actions:

### **Accepted the following items:**

Item 5A: Payments as listed in the Check History reports for Accounts Payable and Payroll for the month of April 2025.

Item 5B: The Bank Reconciliation for April 2025.

Item 5C: The Budget Report for April 2025.

### **Approved the following items:**

Item 4A: Minutes of the May 1, 2025 meeting of the Committee.

Item 5D: Payment of the Legal Invoice for April 2025.

### **Reviewed the following items:**

Item 5E: Gap Funding Report

### **Approved the following item for Board consideration:**

Item 5F: Draft General Fund Budget for FY 2025-26

## **COMMENTS**

There were no comments.

## **BACKGROUND**

The Finance & Budget Committee reviewed the necessary financial material during this meeting and took the actions listed above.

## **ACTION**

The Board ratify the actions of the Finance and Budget Committee as listed above.

**ATTACHMENTS**

Minutes

Check History Report

Bank Reconciliation

Water Delivery Report

Budget Report

Pending Legal Invoice Report

Gap Funding Report

Draft General Fund Budget for FY 2025-26

**SAN GORGONIO PASS WATER AGENCY**  
**1210 Beaumont Avenue**  
**Beaumont, California 92223**  
**Minutes of the**  
**Finance and Budget Committee**  
**May 1, 2025**

THIS MEETING WAS HELD IN PERSON AND VIA ZOOM.

**Committee Members Present:**

In person	Chander Letulle, Member
Via teleconference	Kevin Walton, Member
Via teleconference	Robert Ybarra, Chair

**Staff Present:**

In person	Tom Todd, Jr., Chief Financial Officer
	Lance Eckhart, General Manager

1. **Call to Order, Flag Salute, and Roll Call:** The San Gorgonio Pass Water Agency Finance and Budget Committee meeting was called to order by Director Chander Letulle at 2:39 p.m., May 1, 2025. Mr. Letulle led the Pledge of Allegiance. Mr. Todd verified with Mr. Ybarra that the Brown Act requirements for a just-cause teleconference meeting were adhered to for his participation in the meeting. Mr. Letulle asked for a roll call. A quorum was present.
2. **Adjustment and/or Adoption of the Agenda.** The agenda was adopted as posted.
3. **Public Comment:** None.
4. **Approval of Minutes**
  - A. Approval of the Minutes of the Finance & Budget Committee Meeting, March 27, 2025.  
Mr. Ybarra moved, seconded by Mr. Walton, to approve the minutes of the Finance and Budget Committee meeting of March 27, 2025. Approved unanimously by roll call vote.
5. **New Business**
  - A. Ratification of Paid Invoices and Monthly Payroll for March 2025
  - B. Review of Bank Reconciliation for March 2025
  - C. Review of Budget Report for March 2025  
After review and discussion, Mr. Walton moved, seconded by Mr. Ybarra, to accept Items 5A-C. Approved unanimously by roll call vote.
  - D. Review of Pending Legal Invoices for March 2025  
After review and discussion, Mr. Ybarra moved, seconded by Mr. Walton, to approve payment of the Legal Invoice. Approved unanimously by roll call vote.

E. Review of Cash Reconciliation Report for 1<sup>st</sup> Quarter 2025

After review and discussion, Mr. Ybarra moved, seconded by Mr. Walton, to accept the Cash Reconciliation Report for 1<sup>st</sup> Quarter 2025. Approved unanimously by roll call vote.

F. Review of Reserve Allocation Report for 1<sup>st</sup> Quarter 2025

After review and discussion, Mr. Letulle moved, seconded by Mr. Ybarra, to approve the Review of Reserve Allocation Report for 1<sup>st</sup> Quarter 2025. Approved unanimously by roll call vote.

G. Gap Funding Report

The Committee reviewed the Gap Funding Report.

**6. Committee Member Comments**

There were no additional Committee comments.

**7. Announcements**

Mr. Ybarra reviewed the announcements:

- A. Regular Board Meeting, May 5, 2025, 1:30 p.m.
- B. Regular Board Meeting, March 19, 2025, 6:00 p.m.
- C. Finance & Budget Committee Meeting, TBD

**8. Adjournment**

The Finance and Budget Committee of the San Geronio Pass Water Agency was adjourned by Mr. Letulle at 3:32 p.m.

**Draft - Subject to Committee Approval**

Robert Ybarra, Committee Chair

**San Gorgonio Pass Water Agency**  
**Check History Report**  
**April 1 through April 30, 2025**

ACCOUNTS PAYABLE
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Date	Number	Name	Amount
4/3/25	121700	ALBERT WEBB ASSOCIATES	4,796.08
4/3/25	121701	ATAC EXTERMINATORS INC	89.00
4/3/25	121702	BIA BALDY VIEW CHAPTER - VOID	0.00
4/3/25	121703	CPS HR CONSULTING	305.00
4/3/25	121704	GALLAGHER BENEFIT SERVICES	7,000.00
4/3/25	121705	I. E. RESOURCE CONSERVATION DISTRICT	9,875.00
4/3/25	121706	LAND ENGINEERING CONSULTANTS	15,725.00
4/3/25	121707	MACRO COMMUNICATIONS	765.00
4/3/25	121708	PROVOST & PRITCHARD	11,459.80
4/3/25	121709	PURCOR PEST SOLUTIONS	66.80
4/3/25	121710	RIVERSIDE COUNTY REGISTRAR OF VOTERS	45,821.40
4/3/25	121711	SHARP DESIGNS CUSTOM EMBROIDERY	112.41
4/3/25	121712	SOUTH MESA WATER COMPANY	600.00
4/3/25	121713	UNLIMITED SERVICES	407.00
4/3/25	121714	UNDERGROUND SERVICE ALERT	10.00
4/3/25	121715	VALLEY OFFICE EQUIPMENT, INC.	354.86
4/3/25	121716	VERIZON BUSINESS	80.04
4/3/25	121717	WATER EDUCATION FOUNDATION	7,000.00
4/8/25	121718	ACWA BENEFITS	1,126.91
4/8/25	121719	BEST BEST & KRIEGER	31,728.16
4/8/25	121720	CALIFORNIA RURAL WATER ASSN	7,289.63
4/8/25	121721	T. R. HOLLIMAN	4,190.00
4/8/25	121722	LENITY TECHNOLOGY	2,112.00
4/8/25	121723	PUBLIC AGENCY RETIREMENT SERVICES	1,633.00
4/8/25	121724	STANDARD INSURANCE COMPANY	974.39
4/8/25	121725	UNIVAR SOLUTIONS	5,955.14
4/8/25	121726	UNLIMITED SERVICES	407.00
4/8/25	121727	WATER RESOURCES ECONOMICS	3,620.00
4/8/25	121728	WASTE MGT CORPORATE SERVICES	133.30
4/8/25	121729	WEX	210.00
4/8/25	121730	ZANJERO WATER CONSULTING	1,870.00
4/15/25	121731	ACWA JPIA	1,749.61
4/15/25	121732	BEACON ECONOMICS, LLC	17,500.00
4/15/25	121733	THE FERGUSON GROUP	2,500.00
4/15/25	121734	INLAND SOLAR CHALLENGE	5,000.00
4/15/25	121735	LAND ENGINEERING CONSULTANTS	8,703.50
4/15/25	121736	SOUTHERN CALIFORNIA GAS	226.69
4/15/25	121737	UNITED CONTRACTORS	3,020.00
4/15/25	121738	FRONTIER COMMUNICATIONS	378.07
4/15/25	121739	BUILDING INDUSTRY ASSN OF SOCAL	2,500.00
4/15/25	121740	KVAC ENVIRONMENTAL	11,250.00
4/15/25	121741	PUBLIC AGENCY RETIREMENT SERVICES - VOID	1,633.00
4/21/25	121742	ALBERT WEBB ASSOCIATES	62,692.55
4/21/25	121743	MATTHEW PISTILLI LANDSCAPE SERVICES	350.00
4/21/25	121744	PUBLIC AGENCY RETIREMENT SERVICES	1,666.00
4/21/25	121745	PARS ADMINISTRATION	400.00



**San Geronio Pass Water Agency**  
**Check History Report**  
**April 1 through April 30, 2025**

**ACCOUNTS PAYABLE (CON'T)**

<u>Date</u>	<u>Number</u>	<u>Name</u>	<u>Amount</u>
4/21/25	121746	PROVOST & PRITCHARD	7,413.70
4/21/25	121747	WELLS FARGO ELITE CREDIT CARD	11,317.15
4/23/25	121748	DESERT FIRE EXTINGUISHER	182.09
4/23/25	121749	SOUTHERN CALIFORNIA EDISON	30.56
4/23/25	121750	UNDERGROUND SERVICE ALERT	19.25
4/23/25	121751	VALLEY OFFICE EQUIPMENT, INC.	301.39
4/28/25	121752	HIGH VALLEYS WATER DISTRICT	520,695.00
4/28/25	121753	SOUTHERN CALIFORNIA EDISON	17.36
4/29/25	121754	CABAZON WATER DISTRICT	360,000.00
4/29/25	121755	PUBLIC AGENCY RETIREMENT SERVICES	1,633.00
4/2/25	901067	EMPLOYMENT DEVELOPMENT DEPARTMENT	3,206.94
4/2/25	901068	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	17,713.59
4/2/25	901069	CALPERS RETIREMENT	10,506.38
4/2/25	901070	CAL PERS RETIREMENT - SIP-457	4,150.00
4/2/25	901071	PAYCHEX	205.25
4/2/25	901072	MARICELA V. CABRAL - REIMBURSEMENT	2,145.40
4/2/25	901073	EMMETT G. CAMPBELL - REIMBURSEMENT	500.00
4/2/25	901074	SARAH C. WARGO - REIMBURSEMENT	218.63
4/17/25	901075	EMPLOYMENT DEVELOPMENT DEPARTMENT	2,370.03
4/17/25	901076	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	14,453.92
4/17/25	901077	CALPERS RETIREMENT	10,760.36
4/17/25	901078	CAL PERS RETIREMENT - SIP-457	5,039.00
4/17/25	901079	PAYCHEX	183.00
4/17/25	901080	MARICELA V. CABRAL - REIMBURSEMENT	31.85
4/17/25	901081	THOMAS W. TODD, JR. - REIMBURSEMENT	500.00
4/21/25	901082	CALPERS HEALTH	13,353.86
4/28/25	901083	DEPARTMENT OF WATER RESOURCES	1,371,313.00
TOTAL ACCOUNTS PAYABLE CHECKS			<u>2,643,547.05</u>

**PAYROLL**

<u>Date</u>	<u>Number</u>	<u>Name</u>	<u>Amount</u>
4/1/25	802926	BLAIR M. BALL	1,235.99
4/1/25	802927	MARICELA V. CABRAL	3,951.21
4/1/25	802928	EMMETT G. CAMPBELL	3,598.13
4/1/25	802929	LANCE E. ECKHART	6,682.22
4/1/25	802930	MATTHEW E. HOWARD	4,668.27
4/1/25	802931	CHANDER P. LETULLE	7,430.39
4/1/25	802932	LAWRENCE R. SMITH	2,935.06
4/1/25	802933	SCOTT W. TIRRELL	391.94
4/1/25	802934	THOMAS W. TODD, JR.	4,579.35
4/1/25	802935	MICHAEL R. VALDIVIA	2,935.05
4/1/25	802936	SARAH C. WARGO	2,877.57
4/1/25	802937	ROBERT G. YBARRA	1,829.81

**San Gorgonio Pass Water Agency**  
**Check History Report**  
**April 1 through April 30, 2025**

PAYROLL (CON'T)
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<u>Date</u>	<u>Number</u>	<u>Name</u>	<u>Amount</u>
4/16/25	802938	BLAIR M. BALL	1,475.65
4/16/25	802939	MARICELA V. CABRAL	3,951.21
4/16/25	802940	EMMETT G. CAMPBELL	3,598.13
4/16/25	802941	LANCE E. ECKHART	6,682.23
4/16/25	802942	MATTHEW E. HOWARD	4,668.28
4/16/25	802943	SCOTT W. TIRRELL	730.71
4/16/25	802944	THOMAS W. TODD, JR.	4,497.23
4/16/25	802945	KEVIN D. WALTON	2,805.35
TOTAL PAYROLL			<u>71,523.78</u>
TOTAL DISBURSEMENTS FOR APRIL 2025			<u><u>2,715,070.83</u></u>

**NOTES**

\*Reimbursements to Staff and Directors may include medical, wellness, travel or office expenditures.

Check and expenditure series numbers:

121xxx	Accounts payable checks
802xxx	Payroll direct deposits to employees
900xxx	Electronic Funds Transfers

SAN GORGONIO PASS WATER AGENCY  
New Vendors List  
May 2025

Vendor - Name and Address	Expenditure Type
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no new vendors to report

**SAN GORGONIO PASS WATER AGENCY  
BANK RECONCILIATION  
April 30, 2025**

**BANK STATEMENT END BALANCE (CHECKING ACCOUNT) - April 30, 2025**      \$      525,932.68

LESS: OUTSTANDING CHECKS

CHECK NUMBER	AMOUNT	CHECK NUMBER	AMOUNT
121751	301.39	121755	1,633.00
121753	17.36		
	<u>318.75</u>		<u>1,633.00</u>

TOTAL OUTSTANDING CHECKS (1,951.75)

ADJUSTED **BANK STATEMENT** BALANCE - April 30, 2025      \$      523,980.93

BALANCE PER **GENERAL LEDGER** AT END OF PRIOR MONTH \*\*      \$      774,052.73

CASH RECEIPTS FOR CURRENT MONTH	3,861,733.03	
VOIDED CHECKS FROM PRIOR MONTH	<u>3,266.00</u>	3,864,999.03

CASH DISBURSEMENTS FOR CURRENT MONTH

ACCOUNTS PAYABLE	Checks	(1,186,895.84)	
ACCOUNTS PAYABLE	ACHs	<u>(1,456,651.21)</u>	(2,643,547.05)
PAYROLL	Prior Month: 16th-EOM	(43,114.99)	
PAYROLL	This Month: 1st-15th	<u>(28,408.79)</u>	(71,523.78)

TRANSFERS

FROM LAIF TO CHECKING ACCT		
FROM CAMP TO CHECKING ACCT	<u>-</u>	-
FROM CHECKING ACCT TO LAIF	(1,400,000.00)	
FROM CHECKING ACCT TO CAMP	<u>-</u>	(1,400,000.00)

BALANCE PER **GENERAL LEDGER** - April 30, 2025      \$      523,980.93

REPORT PREPARED BY:

Scott Tirrell  
Scott Tirrell

5/28/25  
Date

**SAN GORGONIO PASS WATER AGENCY  
DEPOSIT RECAP  
FOR THE MONTH OF APRIL 2025**

DATE	RECEIVED FROM	DESCRIPTION	AMOUNT
<b>DEPOSIT TO CHECKING ACCOUNT</b>			
4/14/25	RIVERSIDE COUNTY	PROPERTY TAXES SECURED	3,083,304.20
4/23/25	BCVWD	WATER SALES	631,218.00
4/23/25	STATE OF CALIF/DWR	POWER BOND DS REFUND 2024	141,956.00
4/23/25	YVWD	WATER SALES	5,254.83
TOTAL FOR APRIL 2025			3,861,733.03

# SAN GORGONIO PASS WATER AGENCY

**Local Water Purchases and Deliveries**  
**Calendar Year 2025**  
**DRAFT - Subject to Change**  
**April 9, 2025**

ORDERS (AF)					
City of Banning		BCVWD		YVWD	
Replenish	Pre-Stored	Replenish	Pre-Stored	Direct	Pre-Stored*
1,500	250	11,200	5,000	200	0

Delivery Point						Pre-Stored Water					
Month	Brookside East	LSGC	Noble Connect.	SBVMWD	Total	SGPWA Transfers-In	SGPWA Transfers-Out	SGPWA Balance	Banning Transfers-In	BCVWD Transfers-In	YVWD Transfers-In
Bal. Prior Year						Bal. Prior Year		1,595			
Jan	10		43		53	10		1,605			
Feb	397		637		1,034	397		2,002			
Mar	724		1,582		2,306	724		2,726			
Apr	572		1,401		1,973	572		3,298			
May					0						
Jun					0						
Jul					0						
Aug					0						
Sep					0						
Oct					0						
Nov					0						
Dec					0						
<b>TOTALS</b>	1,703	0	3,663	0	5,366	1,703	0		0	0	0

Billing Detail										
Month	City of Banning			BCVWD			YVWD			Totals
	Deliveries	Transfers-in	Total	Deliveries	Transfers-in	Total	Deliveries	Transfers-in	Total	
Jan			0	43					0	0
Feb			0	637					0	0
Mar			0	1,582					0	0
Apr			0	1,401					0	0
May			0						0	0
Jun			0						0	0
Jul			0						0	0
Aug			0						0	0
Sep			0						0	0
Oct			0						0	0
Nov			0						0	0
Dec			0						0	0
<b>TOTALS</b>	0	0	0		0		0	0	0	0

\*Pre-stored water for YVWD will be delivered thru the Brookside East facility.

San Geronio Pass Water Agency  
Budget Highlights

April 2025

**Overall Summary**

All expense categories are within budget with one exception. All income categories are under budget, but are following normal trends for this time period.

**General Fund (Green Bucket)**

**Income**

Tax revenue is trending as expected, with a slight increase in April. Deposits in May will bring tax revenue in line with the budget and is projected to exceed the budget by year end. Current receipts are about 10% more than last fiscal year.

**Expenses**

These categories were previously mentioned:

- Computer, Website and Phone Support
- Insurance and Bonds
- Dues and Assessments
- Yucaipa GSA

All categories are well within budget at this time, except Legal Services, which has been previously reported.

**Consigned – SWP Support Fund (Orange Bucket)**

No changes. Additional tax revenue will be reported in May.

**Debt Service Fund (Red Bucket)**

**Income**

As mentioned under the General Fund, tax revenue is trending as expected.

**Expenses**

Overall expenses for the Debt Service Fund are within budget. State Water Contract Payments are higher than budgeted, due to the \$4 million payment made to DWR in March, but trending as expected.

**Gap Funding Program**

There were no expenditures or receipts for the Gap Funding Program in April.

**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>GENERAL FUND</b>								
<b>GENERAL FUND - INCOME</b>							Remaining %	17%
1	WATER SALES	7,100,000		7,100,000		8,349,061.83	17.6%	
2	OTHER WATER SALES	0		0		0.00	NA	
3	TAX REVENUE	12,400,000		12,400,000		7,255,447.98	-41.5%	
4	INTEREST	270,000		270,000		589,069.74	118.2%	
5	GOV'T CONTRIBUTIONS	42,000		42,000		0.00	-100.0%	
6	GRANT REVENUE	6,000,000		6,000,000		1,065.00	-100.0%	
7	OTHER MISCELLANEOUS INCOME	35,000		35,000		43,495.10	24.3%	
8	<b>TOTAL GENERAL FUND INCOME</b>	<b>25,847,000</b>	<b>0</b>	<b>25,847,000</b>		<b>16,238,139.65</b>	<b>-37.2%</b>	
<b>GENERAL FUND - EXPENSES</b>								
<b>COMMODITY PURCHASE</b>								
12	PURCHASED WATER FOR DELIVERY	8,500,000		8,500,000		3,930,337.20	53.8%	
13	PURCHASED WATER FOR BANKING (FUTURE SALE)	1,000,000		1,000,000		0.00	100.0%	
14	<b>TOTAL COMMODITY PURCHASE</b>	<b>9,500,000</b>	<b>0</b>	<b>9,500,000</b>		<b>3,930,337.20</b>	<b>58.6%</b>	
<b>SALARIES AND EMPLOYEE BENEFITS</b>								
17	SALARIES	640,000	25,000	665,000		503,121.86	24.3%	
18	PAYROLL TAXES	52,000	3,000	55,000		45,543.03	17.2%	
19	PAYROLL SERVICE	6,000	6,000	12,000		7,151.65	40.4%	
20	RETIREMENT	250,000	100,000	350,000		138,459.53	60.4%	
21	OTHER POST-EMPLOYMENT BENEFITS (OPEB)	145,000	50,000	195,000		73,574.54	62.3%	
22	HEALTH INSURANCE	54,000	3,000	57,000		42,805.57	24.9%	
23	ACWA BENEFITS	9,000	1,000	10,000		6,947.53	30.5%	
24	DISABILITY INSURANCE	6,000		6,000		4,438.00	26.0%	
25	WORKERS COMPENSATION INSURANCE	6,000		6,000		3,253.46	45.8%	
26	SGPWA STAFF MEDICAL REIMBURSEMENT	11,000		11,000		6,245.37	43.2%	
27	EMPLOYEE EDUCATION	4,000		4,000		2,749.42	31.3%	
28	<b>TOTAL SALARIES AND EMPLOYEE BENEFITS</b>	<b>1,183,000</b>	<b>188,000</b>	<b>1,371,000</b>		<b>834,289.96</b>	<b>39.1%</b>	



**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>GENERAL FUND - EXPENSES</b>								
	<b>ADMINISTRATIVE AND PROFESSIONAL SERVICES</b>						Remaining %	17%
	DIRECTOR EXPENDITURES							
33	DIRECTORS FEES	275,000		275,000		186,573.02	32.2%	
34	DIRECTORS TRAVEL AND EDUCATION	80,000		80,000		53,183.61	33.5%	
35	DIRECTORS MEDICAL REIMBURSEMENT	43,000		43,000		6,528.98	84.8%	
	OFFICE EXPENDITURES							
37	OFFICE EXPENSE	40,000		40,000		25,146.38	37.1%	
38	POSTAGE	1,000		1,000		721.93	27.8%	
39	TELEPHONE	8,000		8,000		6,555.44	18.1%	
40	UTILITIES	17,000		17,000		3,608.22	78.8%	
	SERVICE EXPENDITURES							
42	COMPUTER, WEBSITE AND PHONE SUPPORT	54,000		54,000		59,512.71	-10.2%	
43	GENERAL MANAGER AND STAFF TRAVEL	25,000	10,000	35,000		34,663.68	1.0%	
44	SUCCESSION PLANNING	65,000		65,000		21,500.00	66.9%	
45	INSURANCE AND BONDS	55,000		55,000		57,805.89	-5.1%	
46	ACCOUNTING AND AUDITING	22,000		22,000		20,000.00	9.1%	
47	DUES AND ASSESSMENTS	45,000		45,000		61,327.32	-36.3%	
48	OTHER PROFESSIONAL SERVICES	35,000		35,000		15,375.00	56.1%	
49	BANK CHARGES	1,000		1,000		0.00	100.0%	
50	MISCELLANEOUS EXPENSES	1,000		1,000		0.00	100.0%	
	MAINTENANCE AND EQUIPMENT EXPENDITURES							
52	TOOLS PURCHASE AND MAINTENANCE	2,000		2,000		603.78	69.8%	
53	MAINTENANCE AND REPAIRS - VEHICLE	10,000	15,000	25,000		13,612.05	45.6%	
54	MAINTENANCE AND REPAIRS - BUILDING	40,000		40,000		36,077.10	9.8%	
55	MAINTENANCE AND REPAIRS - FIELD	50,000		50,000		32,636.31	34.7%	
	COUNTY EXPENDITURES							
57	LAFCO COST SHARE	10,000		10,000		7,800.78	22.0%	
58	ELECTION EXPENSE	150,000		150,000		45,821.40	69.5%	
59	TAX COLLECTION CHARGES	60,000		60,000		35,603.47	40.7%	
60	<b>TOTAL ADMINISTRATIVE AND PROFESSIONAL SERVICES</b>	<b>1,089,000</b>	<b>25,000</b>	<b>1,114,000</b>		<b>724,657.07</b>	<b>34.9%</b>	

**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>GENERAL FUND - EXPENSES</b>								
	<b>CONSULTING AND ENGINEERING SERVICES</b>						Remaining %	17%
	PLANS & CONSTRUCTION							
65	INFRASTRUCTURE PLAN - Phase 2	25,000		25,000		4,809.60	80.8%	
66	BACKBONE INFRASTRUCTURE STUDY AND DESIGN	150,000		150,000		0.00	100.0%	
67	BUNKER HILL BANKING AND RECOVERY PROGRAM	75,000		75,000		0.00	100.0%	
68	COUNTY LINE RECHARGE	1,250,000		1,250,000		134,897.40	89.2%	
69	SMALL SYSTEM ASSISTANCE PROGRAM	210,000		210,000		97,960.89	53.4%	
70	SIGNAGE AND FRONTAGE BROOKSIDE EAST	75,000		75,000		0.00	100.0%	
71	MONITORING WELL DRILLING	2,300,000		2,300,000		560,332.85	75.6%	
72	HELI-HYDRANT	1,800,000		1,800,000		0.00	100.0%	
	OTHER PROJECTS							
74	WATER BANKING INVESTIGATIONS	25,000		25,000		0.00	100.0%	
75	SAN GORGONIO GSA	50,000		50,000		23,631.80	52.7%	
76	YUCAIPA GSA VERBENIA GSA	10,000		10,000		24,568.79	-145.7%	
77	FLUME MONITORING AND SUPPORT	30,000		30,000		0.00	100.0%	
	STUDIES AND REPORTS							
79	FINANCIAL MODELING + NEXUS RATE STUDY	90,000		90,000		67,834.59	24.6%	
80	USGS STUDIES AND MONITORING	300,000		300,000		50,944.00	83.0%	
81	WATER PORTFOLIO	100,000		100,000		52,755.44	47.2%	
82	LOCAL SUPPLIES	50,000		50,000		8,900.00	82.2%	
83	LOCAL RECHARGE FEASIBILITY STUDIES	750,000		750,000		0.00	100.0%	
84	UWMP SUPPORT AND ANNUAL REPORT COMPLETION	25,000		25,000		885.00	96.5%	
	GENERAL ENGINEERING SERVICES							
86	ON-CALL AGENCY ENGINEER	250,000		250,000		77,769.37	68.9%	
87	GRANT SUPPORT SERVICES	75,000		75,000		21,500.00	71.3%	
88	FEDERAL - STATE ADVOCATE	30,000		30,000		0.00	100.0%	
89	SAWPA REGIONAL PROJECTS	36,000		36,000		28,484.21	20.9%	
90	GENERAL ENGINEERING and ENVIRONMENTAL	75,000		75,000		0.00	100.0%	
91	<b>TOTAL CONSULTING AND ENGINEERING SERVICES</b>	<b>7,781,000</b>	<b>0</b>	<b>7,781,000</b>		<b>1,155,273.94</b>	<b>85.2%</b>	

**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>GENERAL FUND - EXPENSES</b>								
							Remaining %	17%
	<b>LEGAL SERVICES</b>							
96	LEGAL SERVICES	200,000	60,000	260,000	247,531.65	4.8%		
97	<b>TOTAL LEGAL SERVICES</b>	200,000	60,000	260,000	247,531.65	4.8%		
	<b>CONSERVATION AND EDUCATION</b>							
100	SCHOOL EDUCATION PROGRAMS	60,000		60,000	42,972.00	28.4%		
101	PUBLIC INFORMATION AND EDUCATION	260,000		260,000	138,072.49	46.9%		
102	SPONSORSHIPS	0		0	8,950.00	NA		
103	TRANSFER TO PASS WATER AGENCY FOUNDATION	32,000		32,000	10,000.00	68.8%		
104	65th ANNIVERSARY CELEBRATION	20,000		20,000	9,860.00	50.7%		
105	<b>TOTAL CONSERVATION AND EDUCATION</b>	372,000	0	372,000	209,854.49	43.6%		
	<b>MAJOR AND CAPITAL EXPENDITURES</b>							
	BUILDING AND EQUIPMENT							
109	BUILDING	50,000		50,000	0.00	100.0%		
110	FRONT LANDSCAPING	75,000		75,000	0.00	100.0%		
111	FURNITURE AND OFFICE EQUIPMENT	25,000		25,000	0.00	100.0%		
112	OTHER EQUIPMENT	20,000		20,000	0.00	100.0%		
113	VEHICLES	125,000		125,000	0.00	100.0%		
	OTHER ITEMS							
115	SITES RESERVOIR	560,000		560,000	560,000.00	0.0%		
116	<b>TOTAL MAJOR AND CAPITAL EXPENDITURES</b>	855,000	0	855,000	560,000.00	34.5%		
118	<b>TRANSFERS TO OTHER FUNDS</b>			0				
120	<b>TOTAL GENERAL FUND EXPENSES</b>	20,980,000	273,000	21,253,000	7,661,944.31	63.9%		
122	<b>GENERAL FUND NET INCOME YTD</b>	4,867,000	-273,000	4,594,000	8,576,195.34			

**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>CONSIGNED - SWP SUPPORT FUND</b>								
							Remaining %	17%
<b>CONSIGNED - SWP SUPPORT FUND - INCOME</b>								
<b>INCOME</b>								
130		UNITARY TAX REVENUE ALLOCATED		7,200,000		7,200,000	4,411,157.85	-38.7%
131		INTEREST		240,000		240,000	571,240.51	138.0%
132		OTHER INCOME		0		0	0.00	NA
133		<b>TOTAL SWP SUPPORT FUND INCOME</b>		<b>7,440,000</b>	<b>0</b>	<b>7,440,000</b>	<b>4,982,398.36</b>	<b>-33.0%</b>
<b>CONSIGNED - SWP SUPPORT FUND - EXPENSES</b>								
<b>EXPENDITURES</b>								
139		TAX COLLECTION CHARGES		18,000		18,000	11,220.66	37.7%
140		OTHER EXPENSES		0		0	0.00	NA
141		<b>TOTAL SWP SUPPORT FUND EXPENSES</b>		<b>18,000</b>	<b>0</b>	<b>18,000</b>	<b>11,220.66</b>	<b>37.7%</b>
143		<b>TRANSFERS TO OTHER FUNDS</b>						
145		<b>CONSIGNED - SWP SUPPORT FUND NET INCOME YTD</b>		<b>7,422,000</b>	<b>0</b>	<b>7,422,000</b>	<b>4,971,177.70</b>	

**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>DEBT SERVICE FUND</b>								
<b>DEBT SERVICE FUND - INCOME</b>							Remaining %	17%
<b>INCOME</b>								
153	TAX REVENUE	29,400,000		29,400,000		21,276,096.31	-27.6%	
154	INTEREST	1,000,000		1,000,000		2,116,292.01	111.6%	
155	CONTRIBUTIONS - GOVERNMENT	0		0		0.00	NA	
156	DWR CREDITS - BOND COVER, OTHER	3,400,000		3,400,000		1,865,621.20	-45.1%	
157	<b>TOTAL DEBT SERVICE FUND INCOME</b>	<b>33,800,000</b>	<b>0</b>	<b>33,800,000</b>		<b>25,258,009.52</b>	<b>-25.3%</b>	
<b>DEBT SERVICE FUND - EXPENSES</b>								
<b>EXPENSES</b>								
160	PURCHASED WATER-SWP	0	1,800,000	1,800,000		1,227,448.00	31.8%	
161	SALARIES	500,000		500,000		381,156.66	23.8%	
162	PAYROLL TAXES	35,000		35,000		21,810.53	37.7%	
163	BENEFITS	320,000		320,000		136,004.97	57.5%	
164	SWP LEGAL SERVICES	0		0		0.00	NA	
165	SWP UTILITIES	10,000		10,000		6,350.95	36.5%	
166	STATE WATER CONTRACT AUDIT	7,000		7,000		6,495.00	7.2%	
167	STATE WATER CONTRACTOR DUES	55,000		55,000		39,185.00	28.8%	
168	DELTA CONVEYANCE FINANCING AUTHORITY	30,000		30,000		0.00	100.0%	
169	WATER TREATMENT EXPENSE	100,000		100,000		53,749.37	46.3%	
170	EBX CONTRACT OPERATIONS	400,000		400,000		264,202.17	33.9%	
171	SWP ENGINEERING AND MAINTENANCE	3,400,000		3,400,000		29,880.73	99.1%	
172	WATER TRANSFERS	2,500,000		2,500,000		1,951,205.50	22.0%	
173	STATE WATER CONTRACT PAYMENTS	25,600,000		25,600,000		22,275,385.00	13.0%	
174	TAX COLLECTION CHARGES	160,000		160,000		99,566.12	37.8%	
175	<b>TOTAL DEBT SERVICE FUND EXPENSES</b>	<b>33,117,000</b>	<b>0</b>	<b>34,917,000</b>		<b>26,492,440.00</b>	<b>24.1%</b>	
177	<b>TRANSFERS FROM RESERVES</b>			0.00		0.00		
179	<b>DEBT SERVICE NET INCOME YTD</b>	<b>683,000</b>	<b>0</b>	<b>-1,117,000</b>		<b>-1,234,430.48</b>		

**SAN GORGONIO PASS WATER AGENCY**  
**APPROVED BUDGET FOR FY 2024-25**  
**FOR THE TEN MONTHS ENDING ON APRIL 30, 2025**

				FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025				
				1	2	3	4	5
				ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	Over/Under Budget
<b>GAP FUNDING PROGRAM</b>								
<b>GAP FUNDING PROGRAM - INCOME</b>								
185	CABAZON WATER DISTRICT #1		96,000			96,000	0.00	100.0%
186	SOUTH MESA WATER COMPANY		2,000,000			2,000,000	0.00	100.0%
187	HIGH VALLEYS WATER DISTRICT		500,000			500,000	0.00	100.0%
188	BANNING HEIGHTS MUTUAL WATER CO.		0			0	0.00	NA
191	<b>TOTAL INCOME</b>		<b>2,596,000</b>	<b>0</b>	<b>2,596,000</b>	<b>0.00</b>	<b>100%</b>	
<b>GAP FUNDING PROGRAM - EXPENSES</b>								
194	CABAZON WATER DISTRICT #1		0			0	292,664.18	NA
195	SOUTH MESA WATER COMPANY		5,000,000			5,000,000	5,847,530.11	-17.0%
196	HIGH VALLEYS WATER DISTRICT		1,000,000			1,000,000	520,695.00	47.9%
197	BANNING HEIGHTS MUTUAL WATER CO.		0			0	566,528.75	NA
198	CABAZON WATER DISTRICT #2		0			0	480,000.00	NA
200	<b>TOTAL EXPENSE</b>		<b>6,000,000</b>	<b>0</b>	<b>6,000,000</b>	<b>7,707,418.04</b>	<b>-28.5%</b>	
202	<b>GAP FUNDING PROGRAM NET BALANCE YTD</b>		<b>-3,404,000</b>	<b>0</b>	<b>-3,404,000</b>	<b>-7,707,418.04</b>		

## San Gorgonio Pass Water Agency

### List of Some Acronyms and Vendors and Their Functions

Acronym	Name	Function and Information
ACWA	Association of California Water Agencies	Affinity organization that provides conferences, training, lobbying and insurance services for water agencies in California
ACWA JPIA	ACWA Joint Powers Insurance Agency	Designation for payments made for property, liability and workers compensation insurance
ACWABE	ACWA Benefits	Designation for dental, vision and life insurance
ALWEAS	Albert Webb Associates	Provides engineering consulting services
ARPA	American Rescue Plan Act	Grants from the Federal Government, channeled to counties, to fund specific projects.
AVEK	Antelope Valley-East Kern Water Agency	State Water Contractor
BBK	Best Best & Krieger	Provides legal counsel
BCVWD	Beaumont-Cherry Valley Water District	Provides retail water service in Beaumont
BHMWC	Banning Heights Mutual Water Company	Mutual water company within Agency boundaries
CalPERS	California Public Employees Retirement System	Provides retirement and health insurance services for public agencies in California
CAMP	California Asset Management Plan	Financial entity that advises and manages investments for public agencies in California
COBRA	Consolidated Omnibus Budget Reconciliation Act	Designation for continued health coverage
CONTEM	Control Temp, Inc.	Provides building maintenance for heating and air conditioning
CWD	Cabazon Water District	Retail water agency within Agency boundaries
DUCCLE	Ducking Clean	Provides building maintenance for outside cleaning - gutters and solar panels
DWR	Department of Water Resources	Branch of the California government that is responsible for managing the SWP
EBE	East Branch Enlargement	Construction projects along the East Branch of the SWP to increase capacity
EBX	East Branch Extension	Infrastructure from East Branch of SWP to SGPWA service area
EDD	Employee Development Department	State of California department for collection of employment taxes
EFTPS	Electronic Federal Tax Payment System	Federal system for collection of employment taxes
ERSC	Engineering Services of Southern California	Provides engineering consulting services
ESRI	ESRI	Provides mapping services
FSA	Flexible Spending Account	Pre-tax deduction for health and dependent-care expenses
GSA	Groundwater Sustainability Act	or Groundwater Sustainability Agency; required under SGMA to manage groundwater
GSP	Groundwater Sustainability Plan	Plan required under SGMA to manage groundwater assets
HCN	HCN Bank	Local regional bank; formerly the Bank of Hemet
HdL Coren & Cone		Provide tax revenue consulting services.
HOX	Homeowners Exemption	Exemption for homeowners; also a tax revenue income received by the Agency
HVWD	High Valleys Water District	Mutual water company within Agency boundaries

## San Gorgonio Pass Water Agency

### List of Some Acronyms and Vendors and Their Functions

Acronym	Name	Function and Information
IERCD	Inland Empire Resources Conservation District	Special District that provides conservation education
LAFCO	Local Agency Formation Commission	Branch of Riverside County government; reviews district and agency formation
LAIF	Local Agency Investment Fund	Financial organization sponsored by the state California for public agencies to investment surplus money on a short-term basis
LAMMA	Local Agency Money Market Account	Investment account provided by HCN for local agencies
MAPILA	Matthew Pistilli Landscape Services	Provides landscape and gardening services
OAP	Off-Aqueduct Power	DWR invoice for specific facilities that are not directly part of the SWP aqueduct
OPEB	Other Post-Employment Benefits	
PARS	Public Agency Retirement Services	Provider of defined contribution plans, of which the Agency participates
PPIC	Public Policy Institute of California	Think tank on issues in California
PROPRI	Provost & Pritchard	Provides engineering and other consulting services
RC	Riverside County	
RDV	Redevelopment	
RPTTF	Redevelopment Property Tax Trust Fund	Proceeds of redevelopment properties that are sold and distributed to County entities.
SAWPA	Santa Ana Watershed Project Authority	Coordinates activities to protect the Santa Ana watershed
SBE	State Board of Equalization	AKA Unitary taxes
SBVMWD	San Bernardino Valley Municipal Water District	State Water Contractor in San Bernardino County and a partner with EBX
SCADA	Supervisory Control and Data Acquisition	Electronic monitoring and control system used by DWR and other water purveyors
SCWC	Southern California Water Coalition	
SGMA	Sustainable Groundwater Management Act	A legislative package that requires local agencies to form GSAs and develop GSPs.
SMIF	Surplus Money Investment Fund	State of California depository for government funds that are not currently needed
SMWC	South Mesa Water Company	Retail water agency within Agency boundaries
SRJP	Sites Reservoir Joint Powers Authority	Joint powers authority formed to construct and manage Sites Reservoir
STAINS	Standard Insurance Company	Disability insurance provider
SWC	State Water Contractors	Professional organization representing districts and agencies that have a water supply contract with the state of California
SWP	State Water Project	System of reservoirs, aqueducts, and pump stations that distributes water throughout the state of California; governed by agreements called water supply contracts
TSAB	Tehachapi Second After-Bay	A DWR facility that SGPWA participates in
UNIVAR	Univar Solutions, Inc.	Provides EarthTec solution for water treatment



## San Gorgonio Pass Water Agency

### List of Some Acronyms and Vendors and Their Functions

Acronym	Name	Function and Information
USGS	U.S. Geological Survey	Federal agency that provides groundwater data and modeling
UWMP	Urban Water Management Plan	
WEF	Water Education Foundation	
WSRB	Water System Revenue Bonds	Bonds sold by the state of California to pay for SWP construction
YTD	Year to Date	
YVWD	Yucaipa Valley Water District	Retail water district with part of its service area within Agency boundaries
		Version 250131

**SAN GORGONIO PASS WATER AGENCY**

**LEGAL INVOICES  
ACCOUNTS PAYABLE INVOICE LISTING**

<u>VENDOR</u>	<u>INVOICE NBR</u>	<u>COMMENT</u>	<u>AMOUNT</u>
BEST, BEST & KRIEGER	250430	LEGAL SERVICES APRIL 2025	24,389.21

TOTAL PENDING INVOICES FOR APPROVAL MAY 2025

24,389.21

San Geronio Pass Water Agency  
Gap Funding Program  
Summary Report  
Report Date: May 28, 2025

**OVERALL Current Balance: 8,095,350.54**

(Owed to Agency)

<b>Cabazon Water District #1</b>	(CWD owes us) - Current Balance: <b>292,664.18</b>
----------------------------------	--

Gap Funding Maximum: 1,300,000

Approximate Project Cost: 1,700,000.00

Approximate Gap Funding Available: 1,007,335.82

Payments Made to CWD: 1,576,885.54

Payments Received from CWD: 1,284,221.36

12/2/24

292,664.18

3/13/25

95,745.70

<b>Cabazon Water District #2</b>	(CWD owes us) - Current Balance: <b>480,000.00</b>
----------------------------------	--

Gap Funding Maximum: 500,000

Approximate Project Cost: 600,000.00

Approximate Gap Funding Available: 20,000.00

Payments Made to CWD: 600,000.00

Payments Received from CWD: 120,000.00

4/29/25

360,000.00

5/28/25

120,000.00

5/28/25

120,000.00

<b>South Mesa Water Company</b>	(SMWC owes us) - Current Balance: <b>5,847,530.11</b>
---------------------------------	---

Gap Funding Maximum: 7,000,000

Approximate Project Cost: 10,300,000.00

Approximate Gap Funding Available: 1,152,469.89

Payments Made to SMWC: 6,325,017.13

Payments Received from SMWC: 477,487.02

1/14/25

2,097,743.37

<b>High Valleys Water District</b>	(HVWD owes us) - Current Balance: <b>908,627.50</b>
------------------------------------	---

Gap Funding Maximum: 1,000,000

Approximate Project Cost: 1,000,000.00

Approximate Gap Funding Available: 91,372.50

Payments Made to HVWD: 908,627.50

Payments Received from HVWD: 0.00

4/28/25

520,695.00

2/28/25

387,932.50

<b>Banning Heights Mutual Water Co.</b>	(BHMWC owes us) - Current Balance: <b>566,528.75</b>
---	--

Gap Funding Maximum: 1,500,000

Approximate Project Cost: 3,756,000.00

Approximate Gap Funding Available: 933,471.25

Payments Made to BHMWC: 566,528.75

Payments Received from BHMWC: 0.00

3/27/25

331,036.75

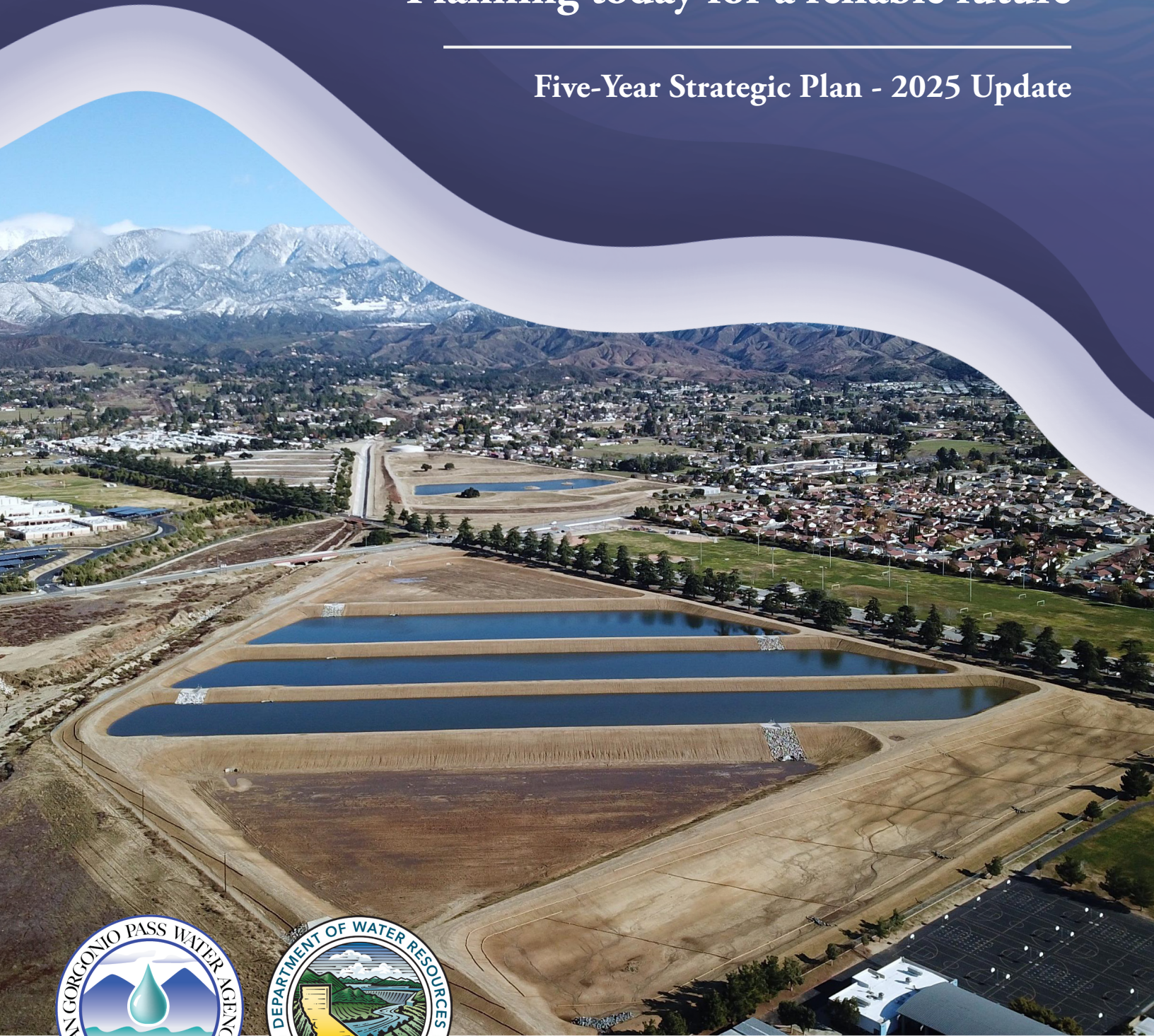


SAN GORGONIO PASS WATER AGENCY

# *Regional Water Security*

## Planning today for a reliable future

Five-Year Strategic Plan - 2025 Update





# Executive Summary

San Geronio Pass Water Agency (SGPWA) is a dynamic and collaborative agency focused on ensuring a sustainable water supply for the region, today and for years to come.



As part of our efforts to secure future reliability, the Agency developed the following Strategic Plan. The plan is designed to serve as a guidepost for SGPWA as we meet our mission and work toward our vision over the next five years.

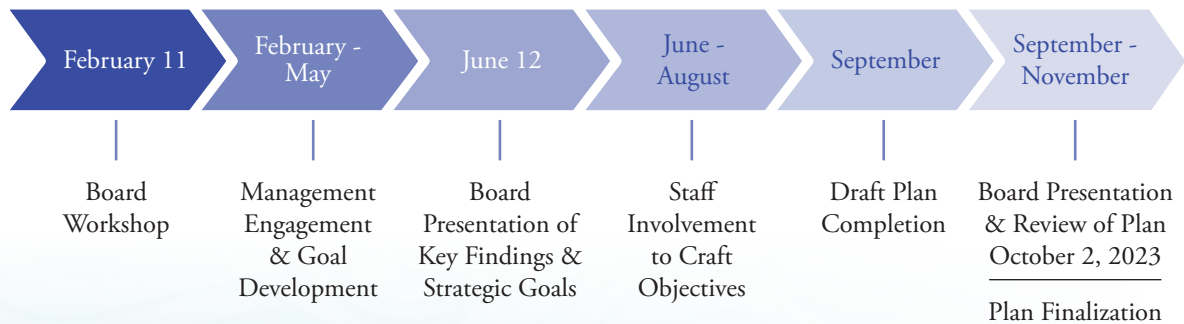
The plan’s creation process included several stages, such as reshaping the Agency’s mission, vision and values.

The development process was a collective effort between the Board of Directors and Agency leadership and employees. The resulting plan reflects our dedication to an innovative and forward-thinking organization.

As SGPWA moves toward the future, our emphasis will continue to be serving the region to address water challenges and opportunities through stewardship and collaboration, while engaging the public and stakeholders on the critical value of sustaining water supplies. We are dedicated to diversifying water resources, advancing partnerships, improving infrastructure reliability and maintaining financial stability – all with transparency, team development and responsible governance in mind.

The SGPWA Strategic Plan is a carefully curated pathway that allows SGPWA to embrace the future, empower ourselves and our partners, and craft a trail that continues to foster industry leadership with a transformative impact.

## 2023 Timeline



## 2025 Timeline



## Process







## Mission

San Geronio Pass Water Agency supports the region's quality of life through sustainable water management.



## Vision

San Geronio Pass Water Agency aims to provide water security that meets the needs of the region within an evolving landscape, transcending boundaries to work toward common goals, create synergy through collaboration and ensure an adequate water supply today and in the future.



## Values

Collaborative

Reliable

Responsive

Innovative

Accountable

Trustworthy

Sustainable

Forward-focused



# About Us

**Formed in 1961, SGPWA is a State Water Contractor that serves a 225-square-mile area of western Riverside County. We import State Water Project (SWP) water from Northern California to the region to replenish local groundwater basins.**

Located in Beaumont, California, SGPWA ensures a reliable water supply that supports the health and wellbeing of residents and the growth and prosperity of communities.

In addition to groundwater preservation and supply dependability, SGPWA is a steward in water resource management and diversification, drought mitigation and water-efficiency education. We build local water system facilities and infrastructure, lead water transfers to support storage for later use, provide support to small water suppliers, partner in statewide water projects and collaborate on regional water reliability and conservation efforts.



## Collaboration is Key

**Partnerships are vital to building long-term water security. SGPWA's member agencies and some of our partners include:**

- Banning Heights Mutual Water Company
- Beaumont-Cherry Valley Water District
- Cabazon Water District
- Cherry Valley Water Company
- City of Banning Public Works
- City of Beaumont
- City of Calimesa
- High Valleys Water District
- Mission Springs Water District
- San Bernardino Valley Municipal Water District
- South Mesa Water Company
- Yucaipa Valley Water District

## By the Numbers

In collaboration with the state and local partners, SGPWA's shared delivery and storage system benefits a population of more than 106,000 people in the Pass Area.



225-square-mile service area



33 miles of pipeline for the East Branch Extension (connection to the SWP)



5 pump stations



2 reservoirs



2 active groundwater recharge facilities in the Pass Area, one owned and operated by SGPWA, and more planned in the future



7 metering stations

# Key Themes & Strategic Goals



## WATER SUPPLY & STEWARDSHIP

Align with the current and future water landscape, supporting the region's long-term needs by diversifying the local supply portfolio and advancing water sustainability.



## FINANCE & ADMINISTRATION

Sustain long-term financial stability by engaging in prudent planning to guide informed decision making.



## PERSONNEL

Position the agency for long-term success by continuing to grow a welcoming and collaborative environment that attracts and retains devoted employees.



## REGIONAL LEADERSHIP, INDUSTRY RELATIONSHIPS & COLLABORATION

Maintain, foster and expand collaboration with local, regional, state and federal partners to develop strategic solutions to water supply challenges and opportunities.



## INFRASTRUCTURE & SYSTEM RELIABILITY

Ensure a reliable delivery system that advances efficiency and resiliency.



## GOVERNANCE

Serve the public with dedication, determination, transparency, collaboration and a commitment to expanding knowledge.



## PUBLIC ENGAGEMENT

Engage and educate the public in a meaningful way that generates a greater understanding of the agency's role in water supply reliability and the importance of sustainability.







# Water Supply & Stewardship

**STRATEGIC GOAL 1:** Align with the current and future water landscape, supporting the region's long-term needs by diversifying the local supply portfolio and advancing water sustainability.



*Photo courtesy of California Department of Water Resources*

## **OBJECTIVES:**

1. Continue to participate in and facilitate local and state projects that increases water supply reliability, such as Sites Reservoir, Delta Conveyance, and other State Water Project facilities.
2. Establish relationships and expand collaborative opportunities at the local, regional, state, tribal, and federal levels that will enhance the water supply in the region. (See Regional Leadership, Industry Relationships, and Collaboration, page 10.)
3. Seek opportunities in the California water market to maximize the beneficial use of Agency water assets.
4. Lead the local adjudication and Groundwater Sustainability Agencies to manage the region's groundwater basins.
5. Support local small water systems in securing funding and resources.
6. Expand water banking, local and abroad, for future utilization.
7. Align with and support local water and land use plans.
8. Explore new tactics to support future supply and mitigate regional droughts, such as desalination, stormwater capture, cloud seeding, recycled water, and other opportunities as they arise.
9. Sustain infrastructure investment to provide a robust regional water distribution and storage system. (See Infrastructure and System Reliability, page 7.)
10. Promote water conservation by partnering with regional stakeholders. (See Regional Leadership, Industry Relationships, and Collaboration, page 10, and Public Engagement, page 11.)





# Infrastructure & System Reliability

**STRATEGIC GOAL 2:** Ensure a reliable delivery system that advances efficiency and resiliency.

## **OBJECTIVES:**

1. Support the planning, funding, and implementation of the Backbone Pipeline project as a critical infrastructure investment to enhance regional water distribution.
2. Develop additional recharge facilities to support conjunctive use.
3. Strategically acquire property necessary to support the region's long-term resource needs.
4. Support infrastructure improvements for smaller water systems within the region by fostering partnerships, pursuing funding opportunities, and providing technical assistance to enhance their reliability, resilience, and alignment with regional water management goals.
5. Pursue the strategic acquisition of water-related assets including, water, facilities, or water rights, that align with the Agency's mission and provide long-term regional benefits by enhancing water supply reliability, operational flexibility, and resource sustainability.
6. Investigate additional opportunities to increase water storage capabilities.
7. Partner with other State Water Contractors to advance statewide infrastructure goals to preserve system reliability.
8. Assess existing infrastructure and facilities to create an asset management program.
9. Invest in emergency infrastructure such as helihydrants and backup generators to improve system reliability, support wildfire response efforts, and enhance the region's overall resilience to power outages and natural disasters.
10. Maintain resilient telemetry and security systems.





## Finance & Administration

**STRATEGIC GOAL 3:** Sustain long-term financial stability by engaging in prudent planning to guide informed decision making.

### **OBJECTIVES:**

1. Pursue generational investments equity to ensure future reliability and secure water supplies for years to come.
2. Pursue and participate in infrastructure investments, water sales, transfers, and agreement opportunities to optimize Agency financial resources.
3. Seek relevant grants and funding to address current and future water needs.
4. Continue to implement a comprehensive long-term financial plan.
5. Pursue and secure a recognized government transparency award by enhancing public access to information, improving clarity in financial and operational reporting, and upholding the highest standards of accountability and openness in all Agency practices.
6. Actively manage and optimize the Agency's financial reserves to ensure long-term fiscal sustainability, support strategic investments in water infrastructure, and maintain the flexibility to respond to emerging challenges and opportunities.
7. Commission a rate study to ensure long-term financial sustainability.
8. Assess and update policies and ordinances to align with the Agency's mission, vision, and values.
9. Evaluate the Agency procurement process regularly for opportunities to enhance efficiency.



## Governance

**STRATEGIC GOAL 4:** Serve the public with dedication, determination, transparency, collaboration, and a commitment to expanding knowledge.

### **OBJECTIVES:**

1. Evaluate and, where appropriate, support the development of a regional governance structure to strengthen collaboration, streamline implementation of current agreements, and ensure coordinated, equitable management of shared water resources.
2. Conduct ongoing Board and leadership spokesperson training.
3. Institute a formal Board orientation program.
4. Continue to support Board of Directors in providing Agency reports to area cities and water retailers.
5. Broaden perspectives and gain feedback by attending other agency meetings.
6. Provide ongoing education to the Board of Directors on issues affecting the Agency and the regional water landscape.
7. Encourage Agency representation by the Board of Directors and staff leadership is strategic and consistent through ongoing educational opportunities.
8. Periodically consider Board structures, such as committees, to best serve public needs.





## Personnel

**STRATEGIC GOAL 5:** Position the agency for long-term success by continuing to grow a welcoming and collaborative environment that attracts and retains devoted employees.



### **OBJECTIVES:**

1. Continue to foster a supportive, collaborative workplace culture where employees want to continue working.
2. Ensure staffing plan addresses succession planning and staffing needs, challenges and opportunities to facilitate long-term organizational success.
3. Annually review and update (as needed) job descriptions, classifications, compensation and benefits to competitively attract and retain top talent.
4. Institute a formal new employee orientation program.
5. Encourage employee career growth by investing in staff training and professional development programs.
6. Enhance standard operating procedures to optimize employee workflows.
7. Continue to evolve annual evaluation process to provide opportunities for improvement, supply critical feedback, and reward exceptional employees.



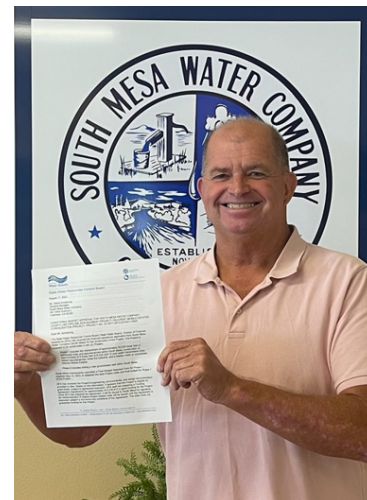


# Regional Leadership, Industry Relationships & Collaboration

**STRATEGIC GOAL 6:** Maintain, foster, and expand collaboration with local, regional, state, tribal and federal partners to develop strategic solutions to water supply challenges and opportunities.

## OBJECTIVES:

1. Coordinate with other agencies and organizations on grants and multi-partner project opportunities.
2. Cultivate local, regional, state, tribal, and federal partnerships and identify opportunities to promote and expand collaboration with new or existing partners.
3. Engage state and federal advocates on behalf of local and California-wide water opportunities and challenges. Explore opportunities for collaboration with partners and stakeholders to communicate messages.
4. Optimize implementation of the Sustainable Groundwater Management Act (SGMA) to protect and enhance local groundwater resources by collaborating with regional stakeholders, aligning management strategies with basin needs, and leveraging SGMA compliance to maximize long-term water supply reliability and regional benefit.
5. Enhance the Agency's legislative influence by proactively engaging with State and federal lawmakers to support policies and funding that advance long-term water reliability and sustainability for the San Geronio Pass region.
6. Host an annual/biennial Water Supply Update event for the public, partners, stakeholders, and industry leaders.
7. Ensure consistent regional messaging that creates alignment with partner agencies.





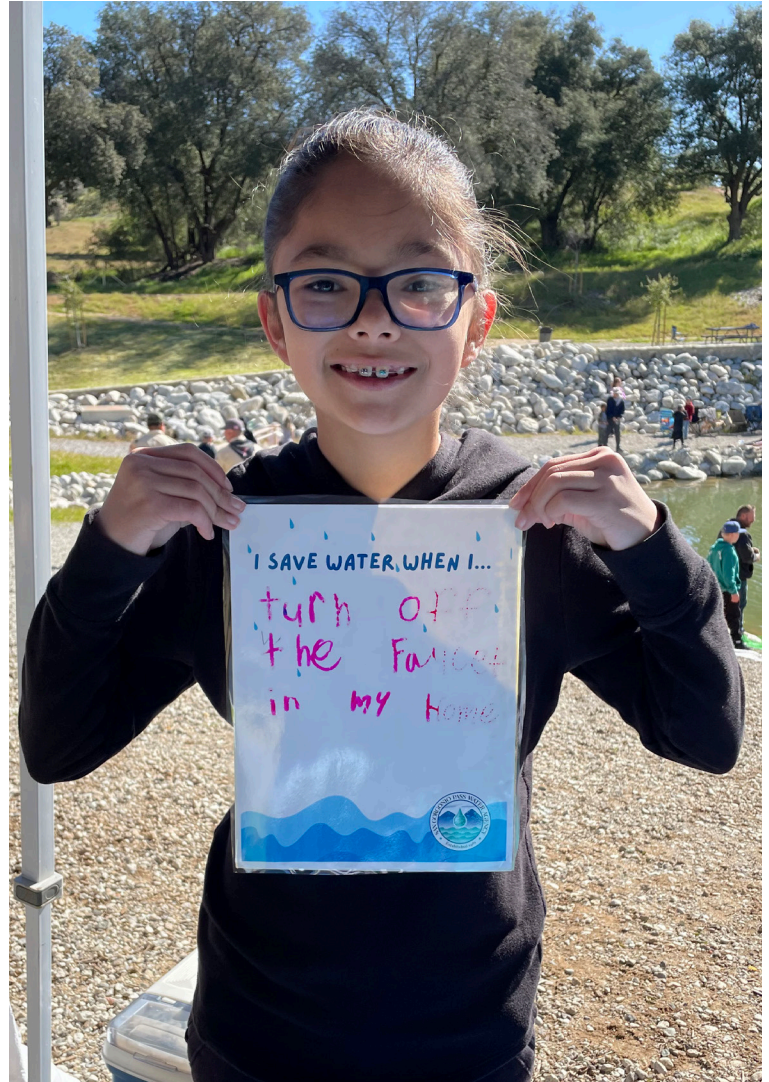


# Public Engagement

**STRATEGIC GOAL 7:** Engage and educate the public in a meaningful way that generates a greater understanding of the agency's role in water supply reliability and the importance of sustainability.

## OBJECTIVES:

1. Advance community presence to ensure alignment with Agency communication priorities.
2. Advance the Agency's public information program, building community trust and knowledge that includes both Agency goals and regional leadership efforts.
3. Generate educational content to increase public engagement, positive perception, and understanding of the Agency/local water landscape.
4. Facilitate community-focused educational workshops and participate in area events.
5. Collaborate with regional partners to develop and coordinate consistent, impactful messaging that effectively communicates the value of water reliability and the importance of long-term investment in water infrastructure.







## *Creating a reliable, regional water future*

San Geronio Pass Water Agency is committed to safeguarding and expanding local, regional and statewide water supplies so that water will always be available when needed today, tomorrow and for future generations.



1210 Beaumont Avenue, Beaumont, CA 92223  
[info@sgpwa.com](mailto:info@sgpwa.com) | 951.845.2577 | [sgpwa.com](http://sgpwa.com)





# San Geronio Pass Water Agency

DRAFT General Fund Budget FY 2025-26





Headquarters

## ABOUT THE AGENCY

The San Geronio Pass Water Agency is one of 29 local government organizations, called State Water Contractors, that have contracted with the State of California to import water to their local service areas using the State Water Project. The Agency was created by the Legislature of the State of California under Senate Bill 8, Chapter 40, which was signed into law by Governor Edmund “Pat” Brown on April 19, 1961. The purpose for creating this public agency by special law was for the “planning, conservation, development, distribution, control and use of an adequate water supply for the public good and for the protection of life and property therein.” As part of the act, the Agency was given taxing authority similar to the taxing power of other local governments.

The Agency service area covers about 141,000 acres and has an estimated population of slightly more than 100,000. Major communities include Banning, Beaumont, Cabazon, Calimesa, and Cherry Valley. Retail water purveyors that serve the region include the City of Banning, Banning Heights



Brookside East Recharge Facility



Cherry Valley Pump Station



Citrus Reservoir and Pump Station



Crafton Hills Reservoir

Mutual Water Company, Beaumont Cherry Valley Water District, Cherry Valley Water Company, High Valleys Water District, Mission Springs Water District, South Mesa Water Company, and Yucaipa Valley Water District.

The Agency entered into a contract with the State of California Department of Water Resources for an annual entitlement of 15,000 acre-feet from the State Water Project in 1962. Two years later, additional entitlement became available. Even then, the forward-focused Board was concerned that the original entitlement might not be sufficient for future needs, but was also concerned about the cost to local taxpayers. They took a bold step and voted to increase the Agency's entitlement to its current amount of 17,300 acre-feet.

However, water did not get delivered to the region until the completion of the East Branch Extension. The East Branch Extension, known locally as EBX, completed the necessary infrastructure to deliver water to the Agency's service area. EBX Phase 1 was completed in 2003; EBX Phase 2 was completed in 2018. The new facilities included an additional pipeline, an additional reservoir, additional pumps and expanded an existing reservoir. The Agency now had sufficient capacity to deliver its entire allotment in any year that it was available. EBX is unique in the State Water Project because it is jointly operated by DWR, San Bernardino Valley Municipal Water District and the Agency.

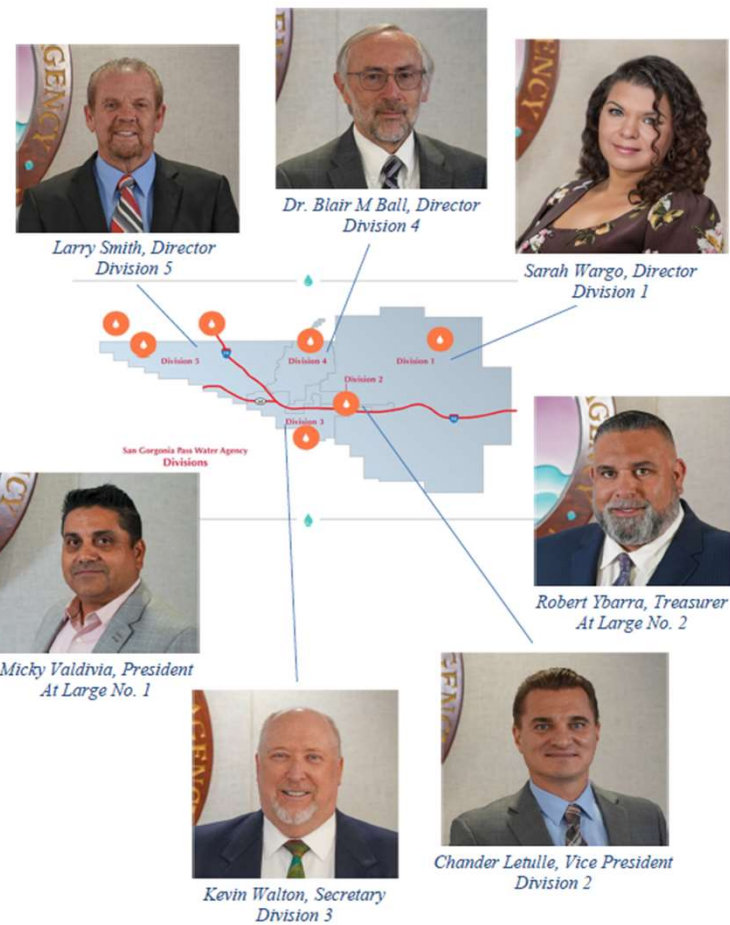
In 2020, the Agency completed construction and started using its new recharge site on the corner of Beaumont Avenue and Brookside in Beaumont. This facility was built to be able to recharge water, most often during wet years, but also as necessity arises because of operational constraints. The Agency is currently planning on expanding additional recharge in this area to maximize wet-year deliveries and respond to increasing water supply variability in the SWP.

In 2022, the Agency finalized a 20-year exchange agreement with the City of Ventura, another State Water Contractor, to use its annual entitlement of 10,000 acre-feet.

In 2023, the Agency set a historical record by receiving, delivering, and storing over 24,400 acre-feet of SWP water.

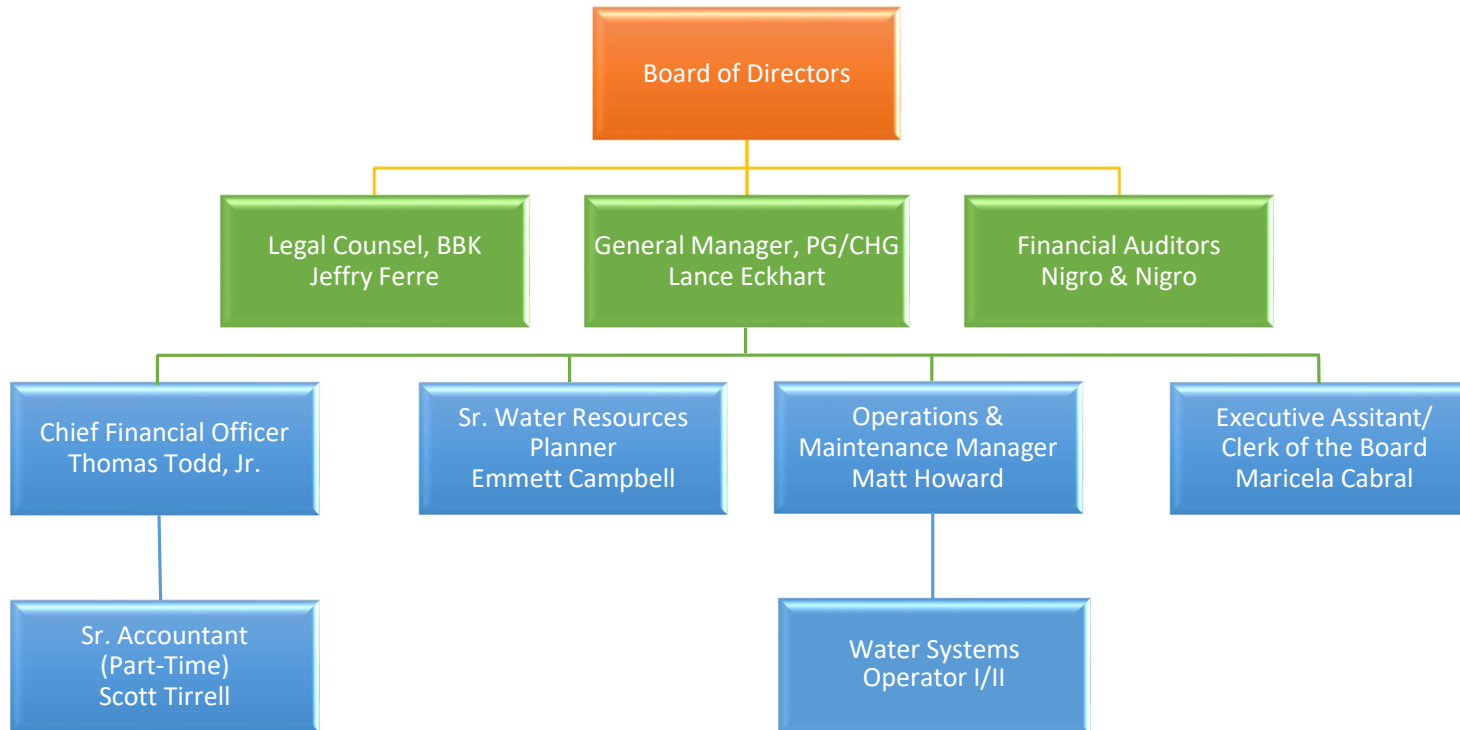


## Board of Directors 2025





## San Geronio Pass Water Agency 2025 Organizational Chart





## FROM THE GENERAL MANAGER



Lance Eckhart, PG, CHG

It is my pleasure to present the proposed budget for Fiscal Year 2025–26. This budget reflects a clear continuation of our mission to enhance regional water security and aligns closely with the San Geronio Pass Water Agency’s Five-Year Strategic Plan. With this budget, we reaffirm our responsibility to support the region’s current needs while making intentional and visionary investments in long-term solutions that will secure water for generations to come.

### **Maintaining Fiscal Strength While Planning for the Future**

The Agency remains in a solid fiscal position, guided by conservative financial practices and effective stewardship of public resources. We continue to prioritize strategic investments that balance immediate operational needs with future regional opportunities.

### **Investing in Generational Projects for a Reliable Future**

The Agency is positioning itself to participate in transformative regional infrastructure efforts such as the Sites Reservoir Project and the Delta Conveyance Project. These generational investments are designed to safeguard the State Water Project’s delivery capabilities, improve flexibility during drought years, and prepare for a variable hydrology. Participation in these initiatives demonstrates our long-term commitment to the region’s water future and is a cornerstone of our strategic vision.

### **Leveraging ARPA Funds for Regional Resiliency**

We are making meaningful use of American Rescue Plan Act (ARPA) funds from Riverside County to implement projects that strengthen the region’s water and emergency response infrastructure. Notable among these are the regional Heli-Hydrant initiative and the County Line Recharge project—both of which represent collaborative, multi-agency efforts to improve resilience and operational readiness.

### **Supporting Smaller Retailers and Stakeholders**

This year, we continue to remain committed to supporting smaller retail

agencies in the region. Through our Gap Funding Program and Small Systems Assistance program, we assist smaller systems in accessing critical grant funding, enabling them to strengthen their infrastructure and improve service delivery. This collaborative effort ensures that all stakeholders, regardless of size, can contribute to and benefit from our region's water security initiatives.

### **Expanding Local Recharge and Regional Collaboration**

We remain focused on expanding our local capacity to recharge State Water Project water through the development of new recharge infrastructure. At the same time, we are deepening our partnerships with local retail agencies to cooperatively address shared resource challenges. These collaborative efforts are vital to ensuring long-term sustainability, regional adaptability, and water affordability.

### **Conclusion**

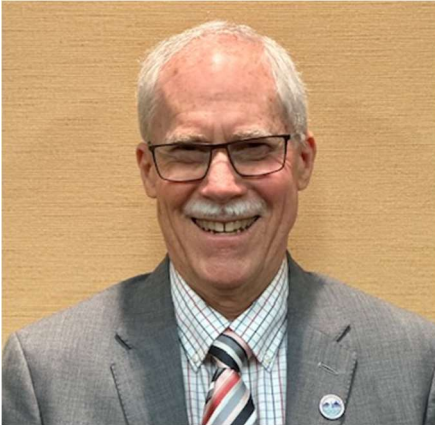
This budget represents a strategic path forward. With strong fiscal stewardship, clear alignment with our Strategic Plan, maintaining a statewide presence, and a commitment to interagency collaboration, the San Geronio Pass Water Agency continues to lead in building a secure, resilient, and sustainable water future for our region.

I extend my thanks to the Board for its continued leadership and to the staff for their efforts in preparing this budget. We look forward to another successful year of progress, collaboration, and responsible stewardship on behalf of the region we serve.

Respectfully,

A handwritten signature in black ink, appearing to read "James E. O'Connell". The signature is stylized with a large, looped "G" for the first letter of the first name and a series of connected loops for the last name.

## FROM THE CHIEF FINANCIAL OFFICER



Thomas W. Todd, Jr.

*“A budget is a spending plan that helps manage an organization, not a program limit.”*

A quick review of FY 2024-25 reveals a year of exciting activity. We welcomed a new staff member. We started drilling monitoring wells. We expanded the Gap Funding Program. We completed the installation of two Heli-Hydrant tanks, funded by American Rescue Plan Act funds courtesy of Riverside County and are on track to install four more. We have made excellent progress in a multi-agency collaborative effort to provide more water for the region through the County Line Recharge project.

Financially, we expect to end the year by adding to the reserves of all funds. The Board approved a robust budget for FY 2024-25, which included a number of new projects. We have made progress on all of them, and expect to see the completion of a number of them in FY 2025-26.

The proposed General Fund budget for FY 2025-26 looks very similar to the approved budget for FY 2024-25. Overall, Staff is proposing a slight reduction in income, and a slight reduction in expenses, which results in a slight reduction in net positive balance to add to reserves. Within that framework, however, there are some major shifts between the different categories.

Water Purchases for Delivery is reduced to the amount needed to meet our obligation for Nickel water and the possibility of purchasing water on the spot market if necessary. This frees up significant resources which will be used in Major and Capital Expenditures.

Salaries and Employee Benefits is increased about 13% compared to the previous budget due to the addition of a new employee.

Administrative and Professional Services includes Legal Services, a line item that has been moved at the suggestion of the Finance and Budget Committee. Without this change, the proposed budget would be less than the previous year, due to the cyclical elimination of Election Expense. Including this new item results in about a 5% increase.

Consulting and Engineering expects to see a reduction of about 10%. A couple of projects have been completed, progress has been made in a couple of projects, while a couple of other projects will see additional efforts needed to move them to completion.

Conservation and Education will see an increase of about 13% concentrated in the 65<sup>th</sup> Anniversary Celebration.

The big change is in Major and Capital Expenditures, where \$6.5 million is proposed to construct the County Line Recharge facility.

In the Consigned State Water Project Fund, an increase of about 3% is projected in income, with no planned expenditures at this time.

In Gap Funding, we expect expenditures to be about the same as income. At least one project is planned for completion, while two other projects will continue to see progress but are not expected to be completed until FY 2026-27.

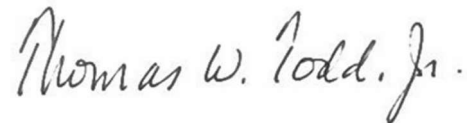
Overall, the proposed General Fund budget for FY 2025-26 projects \$25.3M in income, \$22M in expenditures, for a net positive balance at year-end of \$3.3M. This budget expects to meet the needs of the Agency,



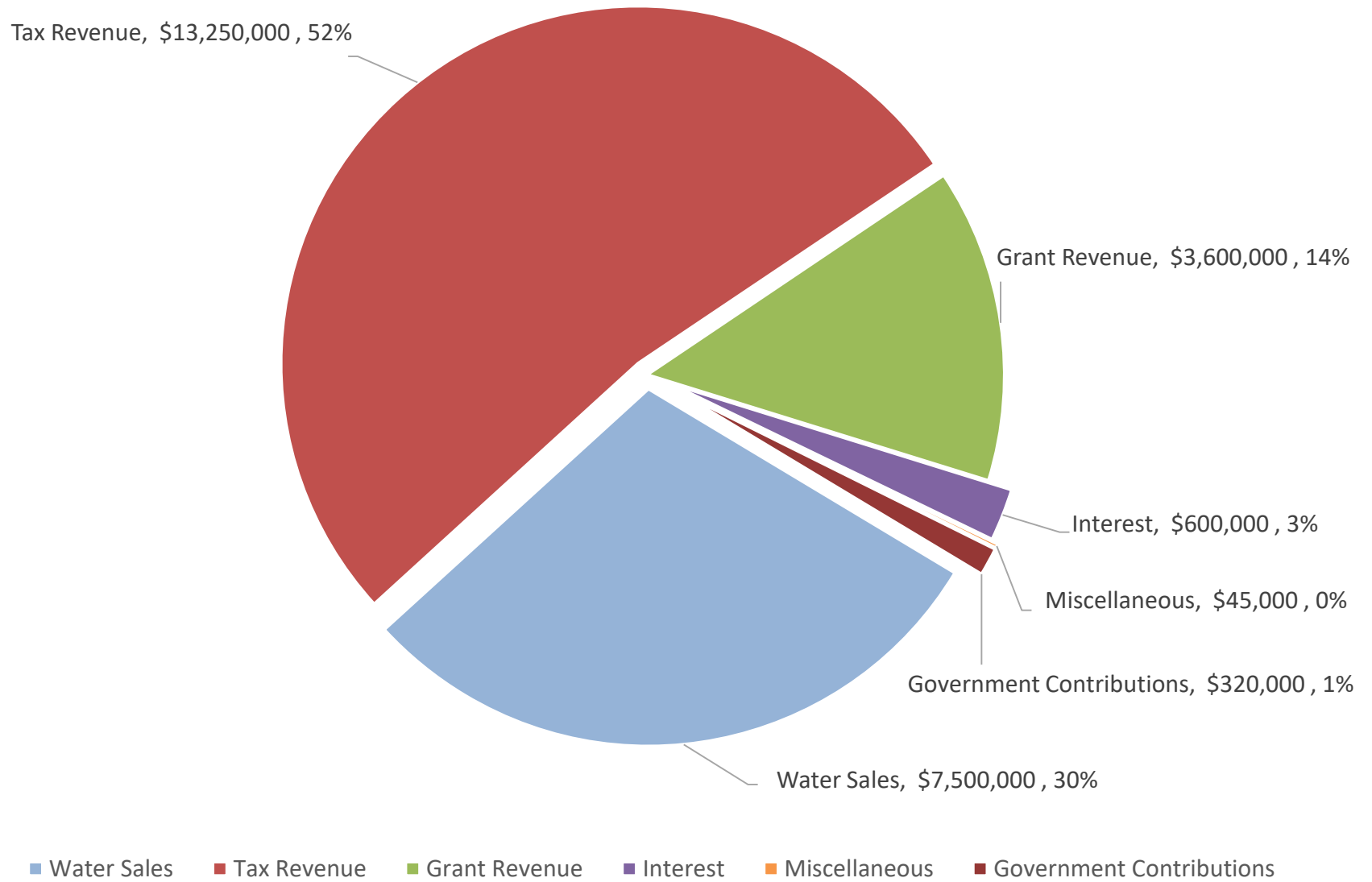
make significant progress in adding to our infrastructure, and still be able to add to reserves by the end of the fiscal year.

Finally, I would like to express my sincere appreciation to the Board for their forward thinking and diligent oversight of the Agency's finances. The support of the Board for the many projects the Agency seeks to move forward is critical to the success of the Agency, and as such, is a key factor in fulfilling the mission of the Agency. Staff look forward to another year of significant progress and exciting new opportunities.

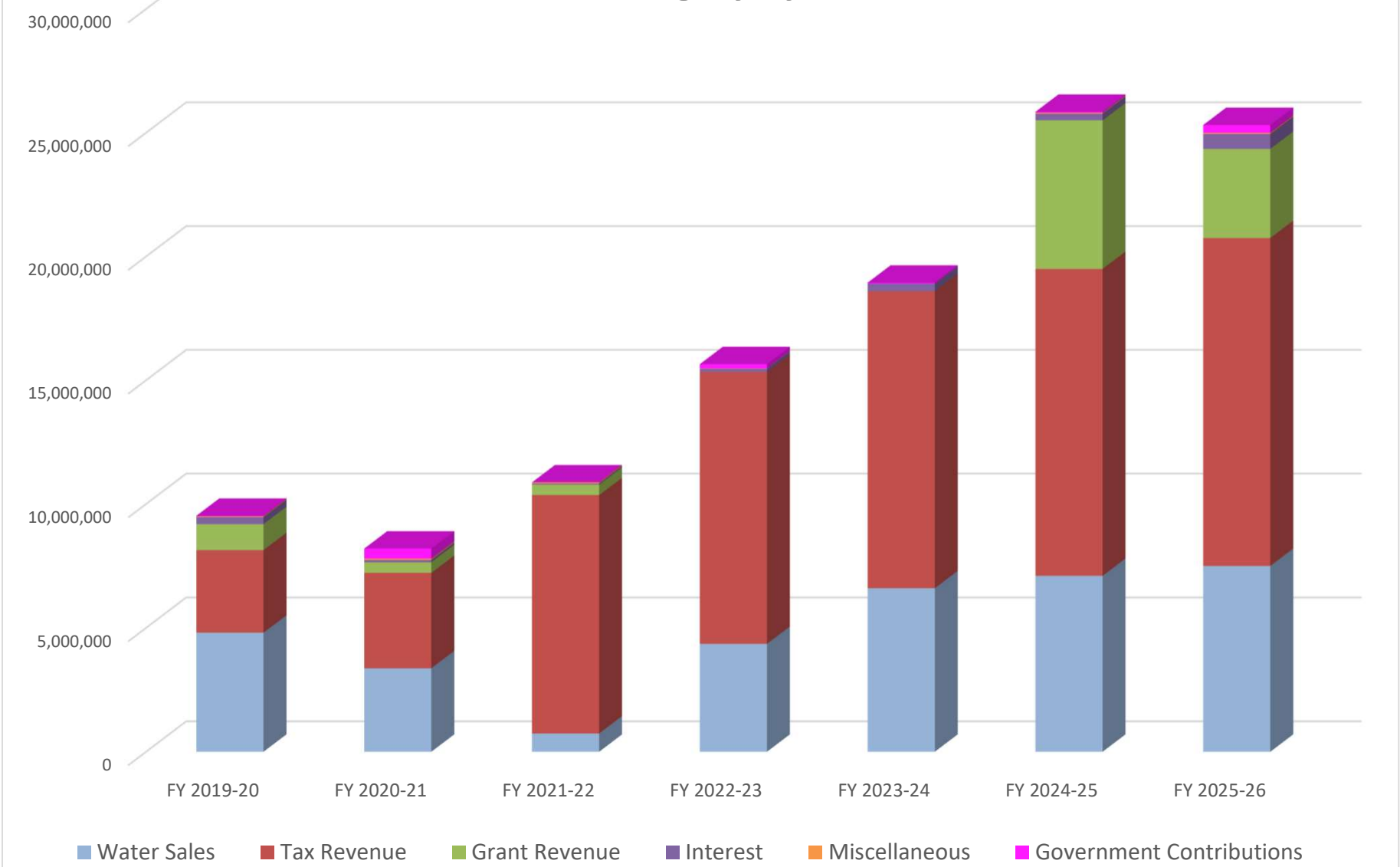
Respectfully,

A handwritten signature in cursive script that reads "Thomas W. Todd, Jr.".

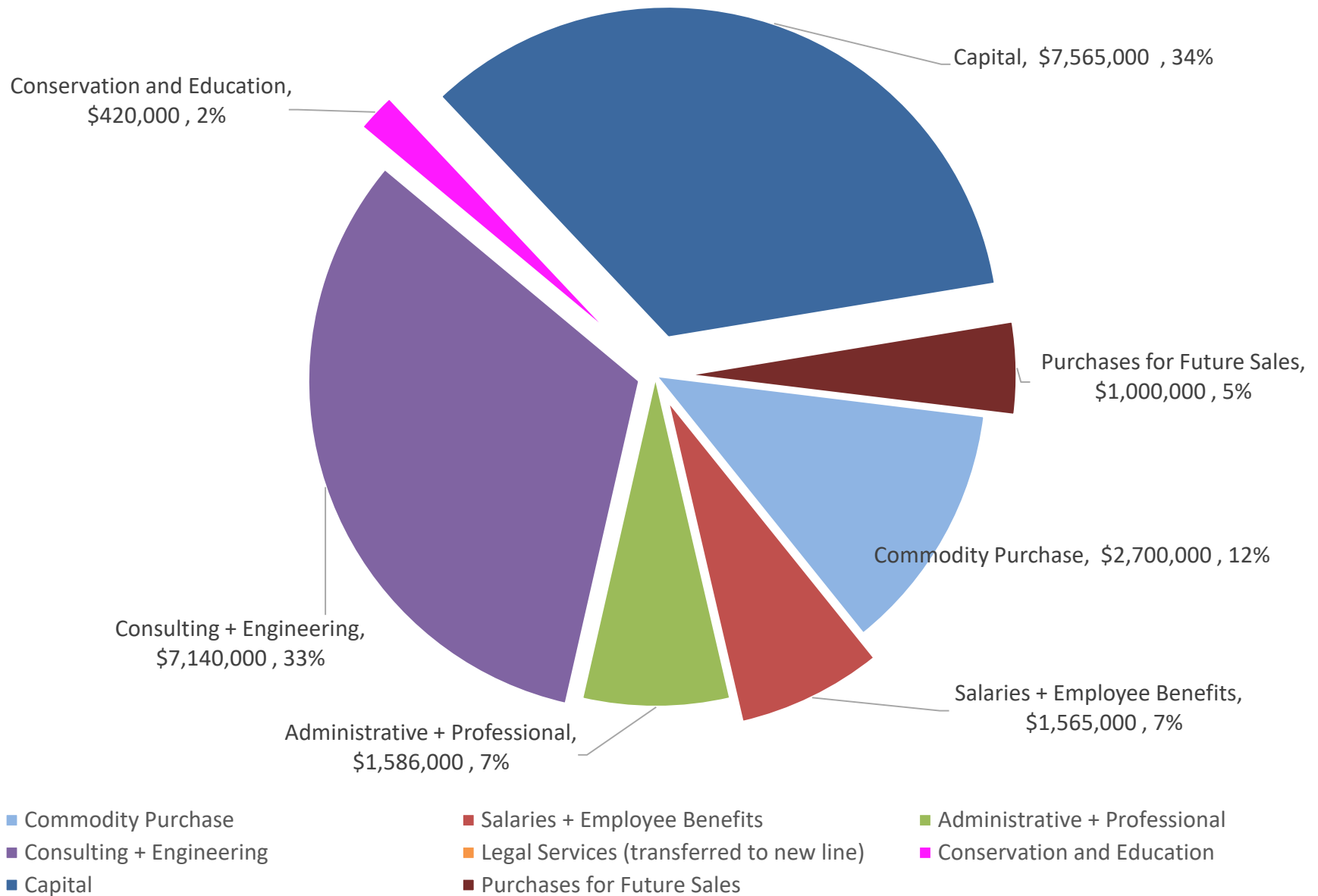
## Proposed General Fund Sources of Revenue FY 2025-26



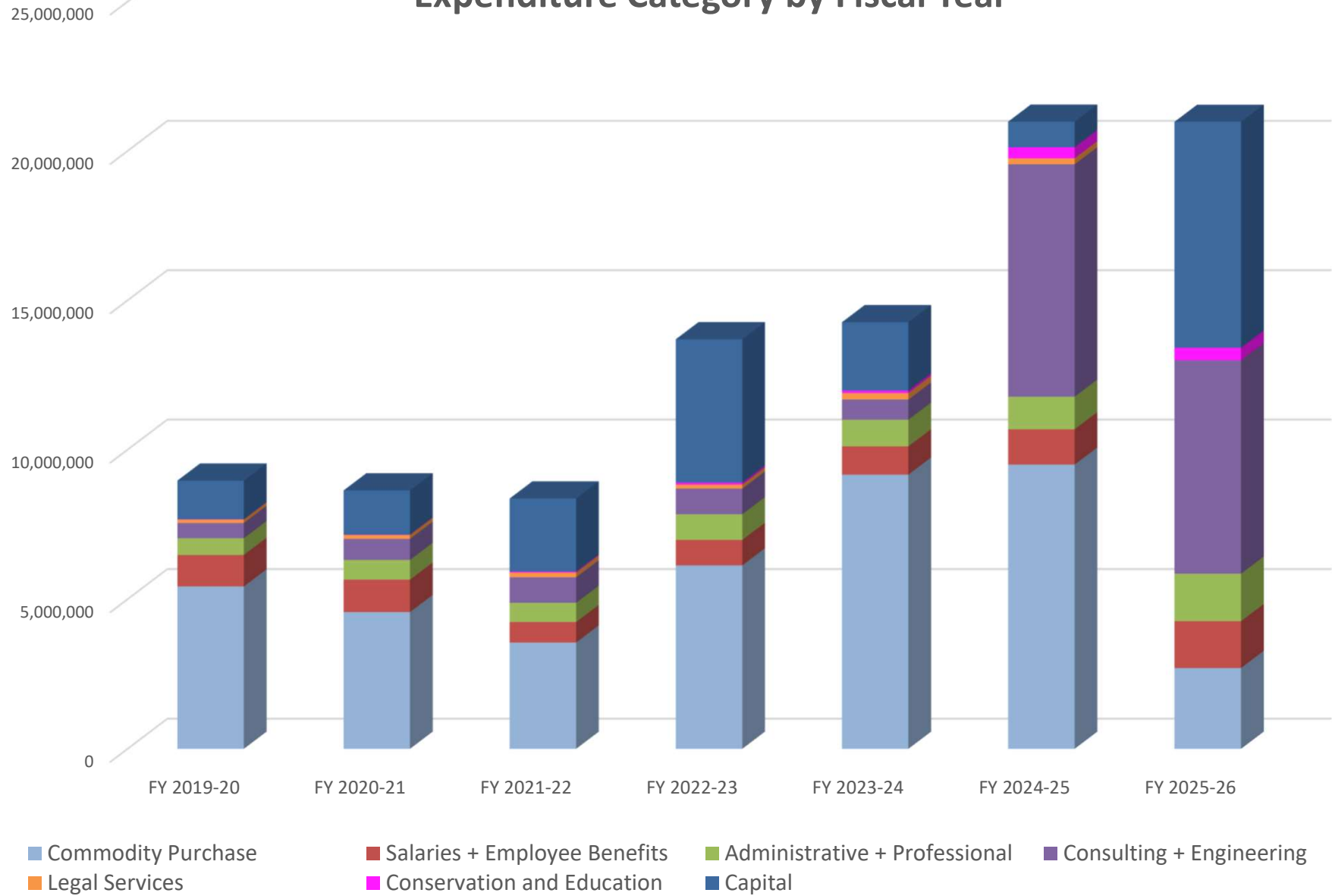
Income Category by Fiscal Year



## Proposed General Fund Expenditure Categories FY 2025-26



## Expenditure Category by Fiscal Year



**SAN GORGONIO PASS WATER AGENCY**  
**DRAFT BUDGET FOR FY 2025-26**  
**ESTIMATE FOR THE TWELVE MONTHS ENDING ON JUNE 30, 2026**

DRAFT

FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025			FY JULY 1, 2025 - JUNE 30, 2026	
1	2	3	4	5
TOTAL REVISED BUDGET	PROJECTED EOY	Over/Under Budget	PROPOSED FY 2025-26	% EOY to Proposed

**GENERAL FUND**

**GENERAL FUND - INCOME**

1	WATER SALES	7,100,000	10,731,062	51.1%	7,500,000	-30.1%
2	OTHER WATER SALES	0	0	NA	0	NA
3	TAX REVENUE	12,400,000	12,955,448	4.5%	13,250,000	2.3%
4	INTEREST	270,000	706,884	161.8%	600,000	-15.1%
5	GOV'T CONTRIBUTIONS	42,000	45,000	7.1%	320,000	611.1%
6	GRANT REVENUE	6,000,000	121,065	-98.0%	3,600,000	2873.6%
7	OTHER MISCELLANEOUS INCOME	35,000	43,495	24.3%	45,000	3.5%
8	<b>TOTAL GENERAL FUND INCOME</b>	<b>25,847,000</b>	<b>24,602,954</b>	<b>-4.8%</b>	<b>25,315,000</b>	<b>2.9%</b>

**GENERAL FUND - EXPENSES**

**COMMODITY PURCHASE**

12	PURCHASED WATER FOR DELIVERY	8,500,000	3,930,337	53.8%	2,700,000	-31.3%
13	PURCHASED WATER FOR BANKING (FUTURE SALE)	1,000,000	0	100.0%	1,000,000	
14	<b>TOTAL COMMODITY PURCHASE</b>	<b>9,500,000</b>	<b>3,930,337</b>	<b>58.6%</b>	<b>3,700,000</b>	<b>-5.9%</b>

**SALARIES AND EMPLOYEE BENEFITS**

17	SALARIES	665,000	603,746	9.2%	800,000	32.5%
18	PAYROLL TAXES	55,000	54,652	0.6%	73,000	33.6%
19	PAYROLL SERVICES	12,000	8,582	28.5%	11,000	28.2%
20	RETIREMENT	350,000	355,460	-1.6%	350,000	-1.5%
21	OTHER POST-EMPLOYMENT BENEFITS (OPEB)	195,000	200,000	-2.6%	200,000	0.0%
22	HEALTH INSURANCE	57,000	51,367	9.9%	75,000	46.0%
23	ACWA BENEFITS	10,000	8,337	16.6%	12,000	43.9%
24	DISABILITY INSURANCE	6,000	5,326	11.2%	8,000	50.2%
25	WORKERS COMPENSATION INSURANCE	6,000	4,453	25.8%	7,000	57.2%
26	SGPWA STAFF MEDICAL REIMBURSEMENT	11,000	7,494	31.9%	22,000	193.6%
27	EMPLOYEE EDUCATION	4,000	3,299	17.5%	7,000	112.2%
28	<b>TOTAL SALARIES AND EMPLOYEE BENEFITS</b>	<b>1,371,000</b>	<b>1,302,716</b>	<b>5.0%</b>	<b>1,565,000</b>	<b>20.1%</b>

**SAN GORGONIO PASS WATER AGENCY**  
**DRAFT BUDGET FOR FY 2025-26**  
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DRAFT

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**GENERAL FUND - EXPENSES**

<b>ADMINISTRATIVE AND PROFESSIONAL SERVICES</b>						
DIRECTOR EXPENDITURES						
33	DIRECTORS FEES	275,000	223,888	18.6%	285,000	27.3%
34	DIRECTORS TRAVEL AND EDUCATION	80,000	63,820	20.2%	80,000	25.4%
35	DIRECTORS MEDICAL REIMBURSEMENT	43,000	7,835	81.8%	214,000	2631.4%
OFFICE EXPENDITURES						
37	OFFICE EXPENSE	40,000	30,176	24.6%	40,000	32.6%
38	POSTAGE	1,000	866	13.4%	1,000	15.4%
39	TELEPHONE	8,000	7,867	1.7%	8,000	1.7%
40	UTILITIES	17,000	4,330	74.5%	7,000	61.7%
SERVICE EXPENDITURES						
42	COMPUTER, WEBSITE AND PHONE SUPPORT	54,000	71,415	-32.3%	75,000	5.0%
43	GENERAL MANAGER AND STAFF TRAVEL	35,000	41,596	-18.8%	50,000	20.2%
44	SUCCESSION PLANNING	65,000	40,800	37.2%	65,000	59.3%
45	INSURANCE AND BONDS	55,000	57,806	-5.1%	70,000	21.1%
46	ACCOUNTING AND AUDITING	22,000	20,000	9.1%	22,000	10.0%
47	LEGAL SERVICES - MOVED ITEM	260,000	297,038	-14.2%	350,000	17.8%
48	DUES AND ASSESSMENTS	45,000	61,327	-36.3%	70,000	14.1%
49	OTHER PROFESSIONAL SERVICES	35,000	18,450	47.3%	25,000	35.5%
50	BANK CHARGES	1,000	0	100.0%	1,000	
51	MISCELLANEOUS EXPENSES	1,000	0	100.0%	1,000	
MAINTENANCE AND EQUIPMENT EXPENDITURES						
53	TOOLS PURCHASE AND MAINTENANCE	2,000	725	63.8%	2,000	176.0%
54	MAINTENANCE AND REPAIRS - VEHICLE	25,000	16,334	34.7%	30,000	83.7%
55	MAINTENANCE AND REPAIRS - BUILDING	40,000	43,293	-8.2%	50,000	15.5%
56	MAINTENANCE AND REPAIRS - FIELD	50,000	39,164	21.7%	60,000	53.2%
COUNTY EXPENDITURES						
58	LAFCO COST SHARE	10,000	7,801	22.0%	10,000	28.2%
59	ELECTION EXPENSE	150,000	45,821	69.5%	0	-100.0%
60	TAX COLLECTION CHARGES	60,000	62,603	-4.3%	70,000	11.8%
60	<b>TOTAL ADMINISTRATIVE AND PROFESSIONAL SERVICES</b>	<b>1,374,000</b>	<b>1,162,955</b>	<b>15.4%</b>	<b>1,586,000</b>	<b>36.4%</b>

**SAN GORGONIO PASS WATER AGENCY**  
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**GENERAL FUND - EXPENSES**

<b>CONSULTING AND ENGINEERING SERVICES</b>						
<b>PLANS &amp; CONSTRUCTION</b>						
65	INFRASTRUCTURE PLAN - Phase 2	25,000	5,772	76.9%	25,000	333.2%
66	SAN GORGONIO PASS REGIONAL MASTERPLAN	150,000	0	100.0%	750,000	
67	BUNKER HILL BANKING AND RECOVERY PROGRAM	75,000	0	100.0%	75,000	
68	COUNTY LINE RECHARGE - PLANNING AND DESIGN	1,250,000	161,877	87.0%	100,000	-38.2%
69	SMALL SYSTEM ASSISTANCE PROGRAM	210,000	117,553	44.0%	210,000	78.6%
70	SIGNAGE AND FRONTAGE BROOKSIDE EAST	75,000	0	100.0%	75,000	
71	MONITORING WELL DRILLING	2,300,000	672,399	70.8%	1,800,000	167.7%
72	HELI-HYDRANT	1,800,000	600,000	66.7%	1,200,000	100.0%
<b>OTHER PROJECTS</b>						
74	WATER BANKING INVESTIGATIONS	25,000	0	100.0%	25,000	
75	SAN GORGONIO GSA	50,000	28,358	43.3%	550,000	1839.5%
76	YUCAIPA GSA VERBENIA GSA	10,000	29,483	-194.8%	50,000	69.6%
77	FLUME MONITORING AND SUPPORT	30,000	0	100.0%	30,000	
<b>STUDIES AND REPORTS</b>						
79	FINANCIAL MODELING + NEXUS RATE STUDY	90,000	81,402	9.6%	55,000	-32.4%
80	USGS STUDIES AND MONITORING	300,000	61,133	79.6%	400,000	554.3%
	<del>WATER PORTFOLIO - DELETED ITEM</del>	100,000	63,307	36.7%	0	-100.0%
81	LOCAL SUPPLIES	50,000	10,680	78.6%	50,000	368.2%
82	LOCAL RECHARGE FEASIBILITY STUDIES	750,000	0	100.0%	750,000	
83	UWMP SUPPORT AND ANNUAL REPORT COMPLETION	25,000	1,062	95.8%	300,000	28148.6%
<b>GENERAL ENGINEERING SERVICES</b>						
86	ON-CALL ENGINEERING SERVICES	250,000	93,323	62.7%	500,000	435.8%
87	GRANT SUPPORT SERVICES	75,000	25,800	65.6%	50,000	93.8%
88	FEDERAL - STATE ADVOCATE	30,000	0	100.0%	80,000	
89	SAWPA REGIONAL PROJECTS	36,000	28,484	20.9%	15,000	-47.3%
90	GENERAL ENGINEERING and ENVIRONMENTAL	75,000	0	100.0%	50,000	
91	<b>TOTAL CONSULTING AND ENGINEERING SERVICES</b>	<b>7,781,000</b>	<b>1,980,632</b>	<b>74.5%</b>	<b>7,140,000</b>	<b>260.5%</b>



**SAN GORGONIO PASS WATER AGENCY**  
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**GENERAL FUND - EXPENSES**

	<b>CONSERVATION AND EDUCATION</b>					
100	SCHOOL EDUCATION PROGRAMS	60,000	59,972	0.0%	65,000	8.4%
101	PUBLIC INFORMATION AND EDUCATION	260,000	195,531	24.8%	260,000	33.0%
102	SPONSORSHIPS	0	8,950		10,000	11.7%
103	TRANSFER TO PASS WATER AGENCY FOUNDATION	32,000	32,000	0.0%	35,000	9.4%
104	65th ANNIVERSARY CELEBRATION	20,000	11,832	40.8%	50,000	322.6%
105	<b>TOTAL CONSERVATION AND EDUCATION</b>	<b>372,000</b>	<b>308,285</b>	<b>17.1%</b>	<b>420,000</b>	<b>36.2%</b>
	<b>MAJOR AND CAPITAL EXPENDITURES</b>					
	<b>BUILDING AND EQUIPMENT</b>					
109	BUILDING	50,000	0		50,000	
110	FRONT LANDSCAPING	75,000	0		0	
111	FURNITURE AND OFFICE EQUIPMENT	25,000	0		25,000	
112	OTHER EQUIPMENT	20,000	0		20,000	
113	VEHICLES	125,000	60,000	52.0%	80,000	33.3%
	<b>OTHER ITEMS</b>					
115	SITES RESERVOIR	560,000	560,000	0.0%	840,000	50.0%
116	NEW PROPERTY - <b>NEW ITEM</b>				50,000	
117	COUNTY LINE RECHARGE - CONSTRUCTION - <b>NEW ITEM</b>				6,500,000	
119	<b>TOTAL MAJOR AND CAPITAL EXPENDITURES</b>	<b>855,000</b>	<b>620,000</b>	<b>27.5%</b>	<b>7,565,000</b>	<b>1120.2%</b>
121	<b>TRANSFERS TO OTHER FUNDS</b>	<b>0</b>				
123	<b>TOTAL GENERAL FUND EXPENSES</b>	<b>21,253,000</b>	<b>9,304,925</b>	<b>56.2%</b>	<b>21,976,000</b>	<b>136.2%</b>
125	<b>GENERAL FUND NET INCOME YTD</b>	<b>4,594,000</b>	<b>15,298,028</b>		<b>3,339,000</b>	

**SAN GORGONIO PASS WATER AGENCY**  
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**CONSIGNED - SWP SUPPORT FUND**

**CONSIGNED - SWP SUPPORT FUND - INCOME**

**INCOME**

130	UNITARY TAX REVENUE ALLOCATED	7,200,000	8,862,255	-23.1%	9,100,000	2.7%
131	INTEREST	240,000	685,489	-185.6%	580,000	-15.4%
132	OTHER INCOME	0	0		0	
133	<b>TOTAL SWP SUPPORT FUND INCOME</b>	<b>7,440,000</b>	<b>9,547,743</b>	<b>-28.3%</b>	<b>9,680,000</b>	<b>1.4%</b>

**CONSIGNED - SWP SUPPORT FUND - EXPENSES**

**EXPENDITURES**

139	TAX COLLECTION CHARGES	18,000	22,410	-24.5%	24,000	7.1%
140	OTHER EXPENSES	0	0	NA	0	
141	<b>TOTAL SWP SUPPORT FUND EXPENSES</b>	<b>18,000</b>	<b>22,410</b>	<b>-24.5%</b>	<b>24,000</b>	<b>7.1%</b>

143 **TRANSFERS TO OTHER FUNDS**

145	<b>CONSIGNED - SWP SUPPORT FUND NET INCOME YTD</b>	<b>7,422,000</b>	<b>9,525,333</b>		<b>9,656,000</b>	
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**SAN GORGONIO PASS WATER AGENCY**  
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**GAP FUNDING PROGRAM**

**GAP FUNDING PROGRAM - INCOME**

185	CABAZON WATER DISTRICT #1-A	96,000	95,746	0.3%	0	
186	CABAZON WATER DISTRICT #2	0	0	0.0%	600,000	
187	SOUTH MESA WATER COMPANY	2,000,000	0	0.0%	2,000,000	
188	HIGH VALLEYS WATER DISTRICT	500,000	0	0.0%	0	
189	BANNING HEIGHTS MUTUAL WATER CO.	0	0	0.0%	0	

191	<b>TOTAL INCOME</b>	<b>2,596,000</b>	<b>95,746</b>	<b>96.3%</b>	<b>2,600,000</b>	<b>2615.5%</b>
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**GAP FUNDING PROGRAM - EXPENSES**

194	CABAZON WATER DISTRICT #1-A	0	292,664		0	
195	CABAZON WATER DISTRICT #2 - Heli-Hydrant	0	600,000		0	
196	SOUTH MESA WATER COMPANY	5,000,000	5,847,530	-17.0%	1,100,000	
197	HIGH VALLEYS WATER DISTRICT	1,000,000	520,695	47.9%	1,000,000	
198	BANNING HEIGHTS MUTUAL WATER CO.	0	566,529		900,000	

200	<b>TOTAL EXPENSE</b>	<b>6,000,000</b>	<b>7,827,418</b>	<b>-30.5%</b>	<b>3,000,000</b>	<b>-61.7%</b>
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202	<b>GAP FUNDING PROGRAM NET BALANCE YTD</b>	<b>-3,404,000</b>	<b>-7,731,672</b>		<b>-400,000</b>	
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## **LINE ITEM AND PROJECT DESCRIPTIONS, page 1**

### **GENERAL FUND INCOME**

#### **Other Water Sales (line #2)**

This item records income from water that is sold from banking operations or other water sales activity. This item is separate from the Water Sales line item, which is for water sold to retailers within the Agency service area. There is no amount projected at this time.

#### **Tax Revenue (reference line #3)**

Tax revenue for the General Fund comes from the Agency's allocation of the 1% property tax collected by the County of Riverside. The Agency's share of the County-wide collection is determined by a formula maintained by the County Auditor.

#### **Government Contributions (#5)**

The Agency participates in a number of joint efforts in which other districts and agencies agree to share the cost. Sometimes, the Agency is the lead for a study or a consulting contract. This budget item is for income that is reimbursed to the Agency for these expenditures.

#### **Grant Revenue (#6)**

This line item was originally included in Government Contributions. Because of the magnitude of grant revenue expected in the coming years, Staff decided to separate the items to make tracking these income streams easier. The Agency has been formally approved for \$2,055,000 from DWR for nested monitoring wells. In addition, the Agency has been approved for \$1,800,000 for the Heli-Hydrant project and \$3,000,000 for the County Line Road project in America Rescue Plan Act funds. Finally, the Agency has been approved for \$400,000 for planning for the Brookside West project from the U.S. Bureau of Reclamation. The Agency expects to receive a portion of these grants in FY 2025-26.

#### **Other Miscellaneous Income (#7)**

This line item includes a variety of small-dollar receipts that the Agency receives in a year. Income from the cell tower lease falls in this item. Additionally, credits for an unused service, cash-back credit from the Wells Fargo credit card, or a refund for a returned purchase could be included.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 2**

### **GENERAL FUND EXPENSES**

#### **Category: Commodity Purchase**

##### **Purchased Water for Delivery (#12)**

This line item provides for purchases of non-State Water Project water. Nickel water payments are charged to this line item, as well as potential purchases of water on the spot market, for example, purchases to bolster water supplies in drought years. All State Water Project water delivery costs are charged to the Debt Service fund.

##### **Purchased Water for Banking (Future Sale) (#13)**

This provides for water purchased that will be held for a period of time before being sold.

#### **Category: Salaries and Employee Benefits**

##### **Salaries (#17)**

This item covers all General Fund employee salaries and pay. Salaries for some employees are allocated between the General Fund and the Debt Service Fund, so this is not the total estimate for all salaries and pay for the Agency. This is calculated by reviewing current pay levels, then estimating potential increases, for example, COLA and merit increases. This amount is allocated between funds. Finally, an estimate for a potential new employee was added.

##### **Retirement (#20)**

This item covers all expenses related to retirement payments made to CalPERS and other Agency retirement obligations. It also includes an additional contribution of \$200,000 to lower the Unfunded Accrued Liability (UAL) with CalPERS.

##### **Other Post-Employment Benefits (OPEB) (#21)**

This item covers pay-as-you-go expenses related to the Agency's obligations for health care for retirees. It also includes an additional contribution of \$150,000 to the California Employer's Retirement Benefit Trust to pre-fund future Agency obligations.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 3**

### **Category: Administrative and Professional Services**

#### **Directors Expenditures (#33 thru #35)**

For directors fees and medical reimbursements, these estimates are based on maximum potential Agency expenditures for these items. The estimate for travel and education is based on previous experience.

#### **Office Expense (#37)**

This item seems self-explanatory but includes more than office supplies. Examples include (but aren't limited to) copier charges, subscriptions, Board supplies, purchases of food for Board activities and name plaques.

#### **Succession Planning (#44)**

This item includes salary survey studies, recruitment efforts and associated costs for hiring new personnel.

#### **Legal Services (#47)**

This item was transferred from its own category to Administrative and Professional Services Category at the suggestion of the Finance and Budget Committee.

#### **Other Professional Services (#49)**

Throughout the year, various reports and services are necessary for information for the Board or Staff or to complete mandated requirements. Examples include actuarial studies for Other Post-Employment Benefits, tax projections from HdL, and assistance with accounting matters.

#### **Maintenance and Equipment Expenditures (#53 thru #56)**

These items are generally self-explanatory. Field maintenance includes weed abatement, recharge pond maintenance, and other service and maintenance requirements for Agency real property.

#### **LAFCO Cost Share (#58)**

The Local Agency Formation Commission is a regional service planning agency mandated by the State of California. This is our annual share of the cost of maintaining that agency.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 4**

### **Election Expense (#59)**

This item appears in the budget every other year, based on the election cycle. There are no elections planned for this fiscal year.

### **Category: Consulting and Engineering Services**

### **Infrastructure Plan (#65)**

This project models the State Water Project system from the Delta to the SGPWA service area, which gives the Agency a basis for making informed decisions on optimizing water deliveries to our service area.

### **San Gorgonio Pass Regional Masterplan (formerly Backbone Infrastructure Study and Design) (#66)**

This multi-year study will assess the regional water supply and demand needs across the San Gorgonio Pass area, with a focus on developing a comprehensive master plan for long-term water infrastructure. Building on previous feasibility work such as with the Backbone Pipeline, the scope of this project expands from a conveyance study into a broader regional planning effort.

### **Bunker Hill Banking and Recovery Program (#67)**

Working with San Bernardino Valley Municipal Water District (SBVMWD), a water banking program will be studied and evaluated for a potential program to allow the Agency to store and retrieve water in the Bunker Hill Basin which is inside the SBVMWD service area.

### **County Line Recharge (#68)**

This is a proposed joint conjunctive-use water supply project between SBVMWD and SGPWA located in the City of Calimesa. This project would include the construction of a water recharge basin, a turnout that connects to the East Branch Extension of the State Water Project, and a pipeline down 4<sup>th</sup> Street in Calimesa. Most of the planning and design is complete, reflected in the significantly reduced budget amount. Construction is planned for this fiscal year, see Major and Capital Expenditures.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 5**

### **Small Water Assistance Program (#69)**

This program leverages the expertise of the California Rural Water Association (CRWA) to offer a comprehensive range of technical, managerial, financial, and grant support services to small water systems within our service area. Currently, support is being provided to Cherry Valley Water Company, High Valleys Water District, Banning Heights Mutual Water Company, and Cabazon Water District. We plan to continue our efforts to expand this program and the services offered by CRWA. In response to positive feedback from our retailers, we will continue to offer water treatment and distribution courses that provide attendees with Continuing Education Units (CEUs) for their certifications, as we did in FY 2024-25. The goal of this program is to equip small water systems with the necessary technical assistance to position them for successful grant applications for their needed improvement projects.

### **Signage and Frontage Brookside East (#70)**

This project is a part of the City of Beaumont's plan to beautify the intersection of Beaumont Ave and Brookside Ave. The project will be designed to develop and construct signage and frontage improvements in conjunction with the City's plans for this intersection.

### **Monitoring Well Drilling (#71)**

This line item continues funds for the United States Geological Survey (USGS) to conduct the Nested Casings Monitoring Wells Project for the San Geronio Pass Groundwater Sustainability Agency (GSA). The project will significantly enhance the understanding of groundwater conditions, flow patterns, and quality within the San Geronio Pass region, particularly in the data gap area identified in the Groundwater Sustainability Plan (GSP). The majority of the expenses for this initiative will be covered by a grant from the Department of Water Resources (DWR), allowing the Agency to leverage external funding for this crucial activity. The budget also includes resources for site preparation, drilling operations, data analysis, and reporting to ensure comprehensive and effective monitoring well installation and utilization.

### **Heli-Hydrant (#72)**

This project will facilitate the construction of four Heli-Hydrant systems in the Agency's service area. Two systems were completed in FY 2024-25. A Heli-Hydrant is a specifically designed facility, basically a fire hydrant for helicopters, attached to a water source that allows fire-fighting helicopters to refill their water tanks. This helps provide regional protection against wildfires. The County of Riverside has approved American Rescue Plan Act (ARPA) funds in support of this project. The Agency would receive and disburse the ARPA funds to partners in the region to construct the systems.



## **LINE ITEM AND PROJECT DESCRIPTIONS, page 6**

### **Water Banking Investigations (#74)**

With recharge capacity limitations locally, the Agency has a need to find external opportunities to store water outside of our boundaries. Consultants will assist with the exploration of various water banking opportunities across the state of California that most fit with the needs of the Agency.

### **San Gorgonio GSA (#75)**

This budget line item supports the Agency's continued participation in the San Gorgonio Pass Groundwater Sustainability Agency (GSA). As a member agency, we contribute to the development, implementation, and periodic updates of the Groundwater Sustainability Plan (GSP), as well as the preparation of the Annual Report required by the California Department of Water Resources (DWR). The significant increase in this line item for FY 2025–26 reflects several major initiatives, including the DWR-mandated 5-Year Periodic Update to the GSP, basin underflow studies between the Beaumont Basin and the San Gorgonio Pass Subbasin, analysis of outflow from the San Gorgonio Pass Subbasin to the Indio Subbasin, and preparation of the Annual Report for Water Year 2025. These efforts are critical to ensuring sustainable groundwater management within the San Gorgonio Pass Subbasin. The costs associated with these activities, including 5-Year Periodic Update, Subbasin Coordination, and Annual Report are shared amongst all GSA members, which include Banning Heights Mutual Water Company, Cabazon Water District, City of Banning, Desert Water Agency, and Mission Springs Water District. This collaboration is essential for achieving long-term groundwater sustainability and compliance with state regulations.

### **Yucaipa GSA and Verbena GSA (#76)**

This line item covers the costs associated with the Agency's participation in the Yucaipa Groundwater Sustainability Agency (GSA) and the Verbena Groundwater Sustainability Agency (GSA). This includes contributions to the development and implementation of the Yucaipa Subbasin Groundwater Sustainability Plan (GSP) and the generation of Annual Reports required by the Department of Water Resources (DWR). The funding supports activities such as data collection, analysis, project planning, and annual report preparation. These efforts are crucial for maintaining compliance with state regulations, promoting sustainable groundwater management practices, and ensuring the long-term viability of the groundwater resources within the Yucaipa and Verbena subbasins.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 7**

### **Flume Monitoring and Support (#77)**

This line item funds the Agency's efforts to help preserve the water supply provided by the flume to the Banning Heights Mutual Water Company and the City of Banning. The Agency has been dedicated to this initiative for many years, recognizing its critical importance for the region's water security. The funding supports activities such as monitoring the flume's condition and collaborating with the City of Banning to ensure the continued viability of this water source. Additionally, this line item allocates resources for technical assistance, infrastructure improvements, and necessary studies to maintain the long-term sustainability and reliability of the flume system.

### **Financial Modeling + Nexus Rate Study (#79)**

As the region has developed, so has the need to expand facilities, both internally and externally. With these changes, it is necessary to update the Agency financial model to accommodate these new aspects. As a part of this work, the updated financial model will help to facilitate a new rate study for the Agency.

### **USGS Studies and Monitoring (#80)**

This line item funds the United States Geological Survey (USGS) for collecting water level and water quality data, which supports the Agency's various groundwater modeling and reporting requirements. The USGS will be incorporating the 13 monitoring wells that are currently being drilled into the USGS database, taking water level measurements, and performing water quality sampling to get a baseline of water quality. Additionally, it includes specific studies requested by the Agency to address emerging concerns or specific project needs, such as gravity and electrical resistivity tomography (ERT) surveys, Burnt Canyon streamgage monitoring, data documentation, reporting, interpretation, and publications. This ongoing effort appears annually in the budget, with the Board reviewing and approving a new contract each year. USGS studies are crucial for ensuring accurate groundwater assessments, aiding in effective resource management, and fulfilling regulatory and planning obligations.

### **Water Portfolio**

This line item has been completed, so is being removed from the budget.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 8**

### **Local Supplies (#81)**

Keeping local water local is always a welcome goal. As an importer of water, it isn't in the Agency's scope to directly provide recycled water to customers, but the Agency can assist with facilitating recycled water projects through thoughtful accommodation in the construction of our facilities. This line item investigates the potential for joint-use facilities that can accommodate imported water, recycled water, and stormwater capture to ensure the most effective use of regional resources.

### **Local Recharge Feasibility Studies (#82)**

The expansion of regional groundwater recharge projects has become necessary to facilitate additional water needs of customers in the SGPWA service area. To accommodate this need, the Agency is actively investigating recharge projects in the Beaumont Basin. This includes the groundwater recharge project at Brookside West as well as at the Danny Thomas Ranch.

### **UWMP Support and Annual Report Completion (#83)**

This line item funds the activities required for the development, maintenance, and updating of the Agency's Urban Water Management Plan (UWMP). Key tasks include compiling data, conducting analyses, and preparing comprehensive annual reports with our retailers. These reports are essential for tracking water usage throughout our service area, meeting regulatory requirements, and providing stakeholders with up-to-date information on water management strategies and projects. The funding ensures that all necessary tasks for the UWMP are completed efficiently and thoroughly as required by law, supporting the Agency's commitment to sustainable and effective water resource management.

### **On-Call Engineering Services (#86)**

The Agency secured the on-call engineering services of two engineering firms in FY 2024-25. This is a continuation of those services.

### **Grant Support Services (#87)**

This line item funds various consultants who assist Agency staff in drafting and submitting grant applications for capital improvement projects. These consultants provide specialized expertise in grant writing, project planning, and regulatory compliance, ensuring that our proposals are comprehensive, competitive, and aligned with funding requirements. Their support enhances the Agency's ability to secure the financial resources necessary for infrastructure development, planning, design, and construction, thereby promoting the successful execution of our capital improvement projects.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 9**

### **Federal – State Advocate (#88)**

These funds are planned for advocacy efforts that may be necessary to support proposed grant funding of Agency projects, and to lobby for the completion of currently planned regional projects.

### **SAWPA Regional Projects (#89)**

A portion of the Agency's service area falls within the Santa Ana Watershed Project Authority (SAWPA) boundaries. To support the management and sustainability of this critical water resource, the Agency collaborates with SAWPA on various regional projects. These projects include annual monitoring of salinity and nitrogen concentrations, administering regional multi-agency task forces, and evaluating new and emerging regulations on constituents of concern. By sharing the cost of these studies and task forces, the Agency contributes to a comprehensive understanding of the watershed's health, helping to ensure the long-term viability and quality of the water supply for the Agency.

### **General Engineering and Environmental (#90)**

This line item provides funds for small projects that come up each year that need small-dollar contracts to complete. Some past examples include designing and constructing the Agency's algaecide injection facility, advice and procurement of a mast for the recent EarthCam installation, and preparing and delivering a Notice of Exemption for a recent project.

### **Category: Conservation and Education**

#### **Public Information and Education (#101)**

Previous budgets had three different line items related to social media, public education, conservation-related activities that were targeted for the general public, as well as other educational efforts, such as workshops and events. The Agency has secured the services of C V Strategies to provide comprehensive public outreach services, such as social media, advertising campaigns, press releases, special events, branding, and other activities to inform the general public about Agency-related efforts to provide water for the region.

#### **Sponsorships (#102)**

This line item will continue to be used in conjunction with the newly formed Pass Water Agency Foundation.

## **LINE ITEM AND PROJECT DESCRIPTIONS, page 10**

### **Transfer to Pass Foundation (#103)**

This line item provides funds for the newly formed Pass Water Agency Foundation. The amount suggested by Staff approximates expected income from the cell tower lease, but can be more or less, depending on Board decisions.

### **65<sup>th</sup> Anniversary Celebration (#104)**

The Agency's 65<sup>th</sup> anniversary will be in 2026. The Committee suggested producing a yearbook, which takes 12 to 18 months, and is currently in progress. The amount allows for the completion of the book, as well as other elements for a public event.

### **Category: Major and Capital Expenditures**

### **Front Landscaping (#110)**

This item has been put on hold. The front landscaping needs attention, but waiting to integrate any changes with potential future plans seems like a good idea.

### **Vehicles (#113)**

This line item is needed for a new vehicle to be added to our fleet.

### **Sites Reservoir (#115)**

The Agency continues to maintain a substantial participation position with the Sites Reservoir Project. At this time, no further requests for funds for planning have been made from the Sites Joint Reservoir Committee. However, the Agency is currently considering its position with Beaumont Cherry Valley Water District, and preparing for the possibility of reimbursing it for its investment to date. As the project moves ahead, if there may be additional funds needed before construction starts, Staff would bring a budget revision to the Board for consideration.

### **New Property (#116)**

This is a new line item for the potential of making changes to recently purchased property. No firm plans have been made at this time, but repairs, security, and other contingencies may be needed to manage the property.

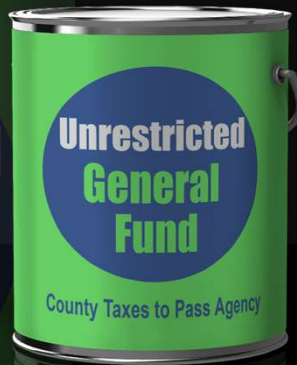
### **County Line Recharge – Construction (#117)**

This line item provides for the construction of the County Line Recharge facility.

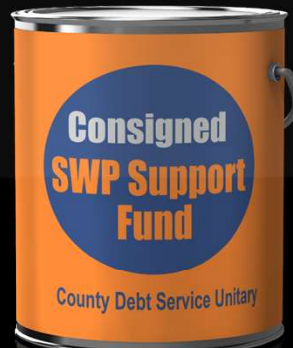
# The State of the Buckets

## Other Funds

Unrestricted  
Portion of County 1%  
Water Sales  
Grants  
Unitary Tax



\$27 m



\$28 m

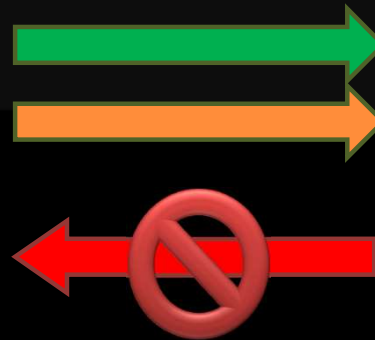
## Debt Service

Restricted  
SGPWA Ad Valorem Tax



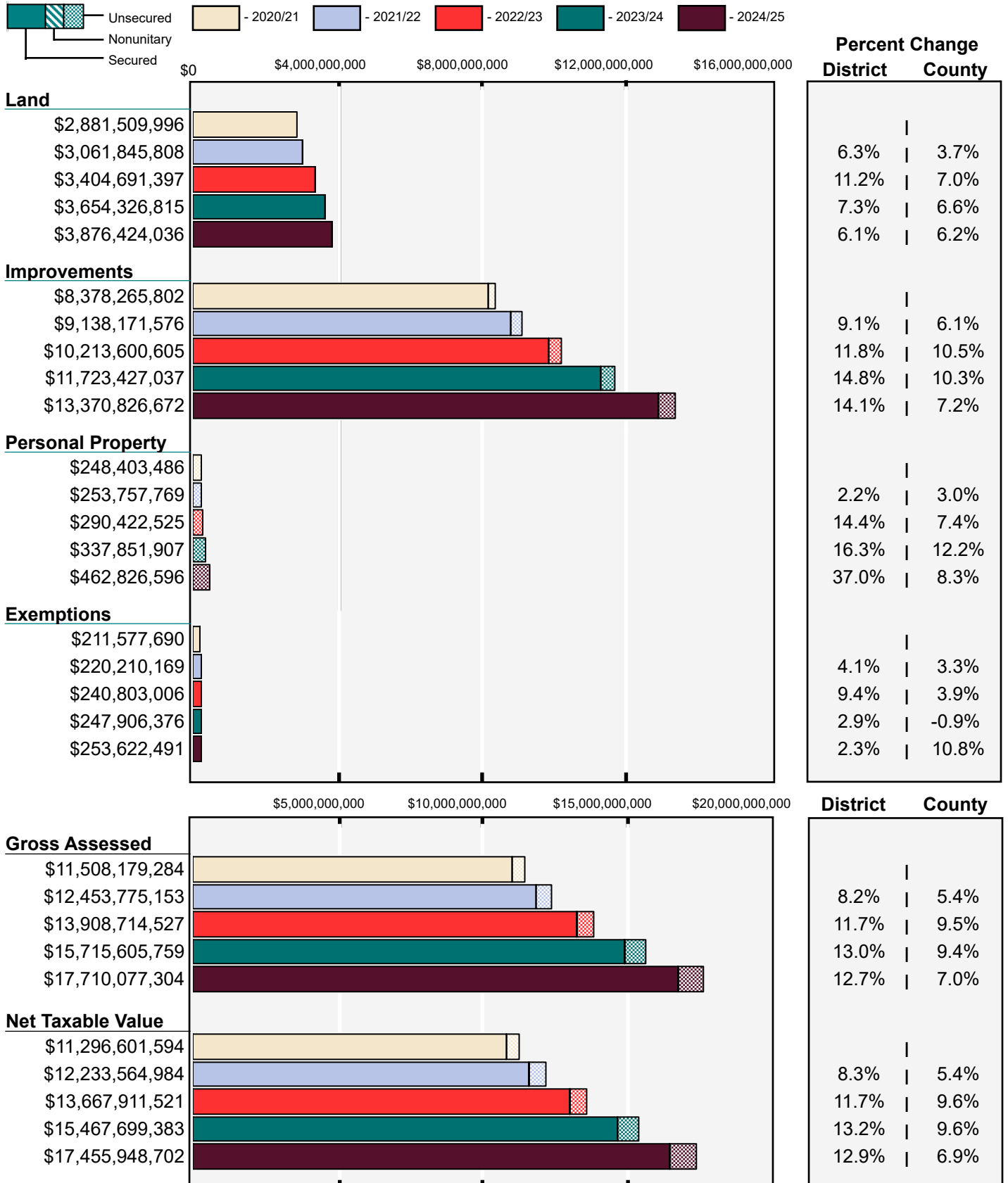
\$80 m

*We Control Income*  
*We DON'T Control Income*  
*We DON'T Control Income*



Estimate as of May 2025

# SAN GORGONIO PASS WATER 2020/21 TO 2024/25 ASSESSED VALUES

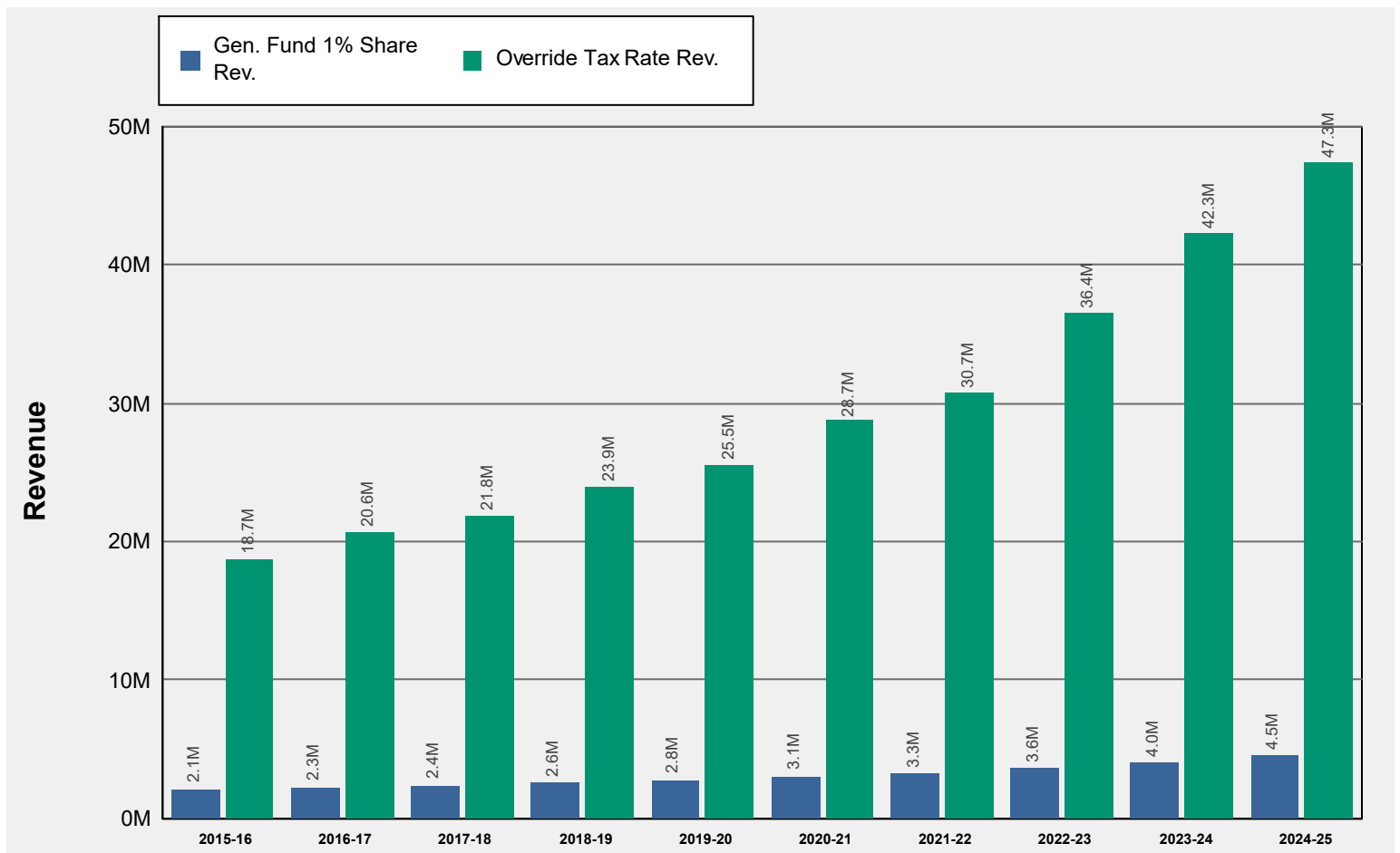




# SAN GORGONIO PASS WATER

## REVENUE HISTORY

Roll Year	Gen. Fund 1% Share Rev.	% Chg	Override Tax Rate Rev.	% Chg
2015-16	\$2,138,046		\$18,731,551	
2016-17	\$2,252,705	5.3%	\$20,599,545	9.9%
2017-18	\$2,401,383	6.6%	\$21,815,188	5.9%
2018-19	\$2,589,746	7.8%	\$23,944,724	9.7%
2019-20	\$2,778,698	7.3%	\$25,458,677	6.3%
2020-21	\$3,057,769	10.0%	\$28,696,548	12.7%
2021-22	\$3,262,261	6.6%	\$30,669,566	6.8%
2022-23	\$3,620,472	10.9%	\$36,441,384	18.8%
2023-24	\$4,022,301	11.1%	\$42,280,722	16.0%
2024-25	\$4,532,619	12.6%	\$47,319,881	11.9%



**Override Tax Rate Rev. includes:** San Gorgonio Pass Water Ag

Revenue flowing through a Successor Agency's RPTTF process as residual distribution is not included in this data, nor are most pooled revenue adjustments, such as County administrative fees, supplemental allocations, redemptions for delinquent payments in Non-Teeter cities, tax payer refunds due to successful appeals, and roll corrections. Homeowner exemption revenue is included in this revenue model. Where available and applicable, unitary revenues and TEA revenue are included.

**Data Source:** 2024-25 Combined Tax Rolls

*This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone*

## SWP Allocation Timeline

December 2, 2024: 5% Allocation

December 23, 2024: 15% Allocation

January 28, 2025: 20% Allocation

February 25, 2025: 35% Allocation

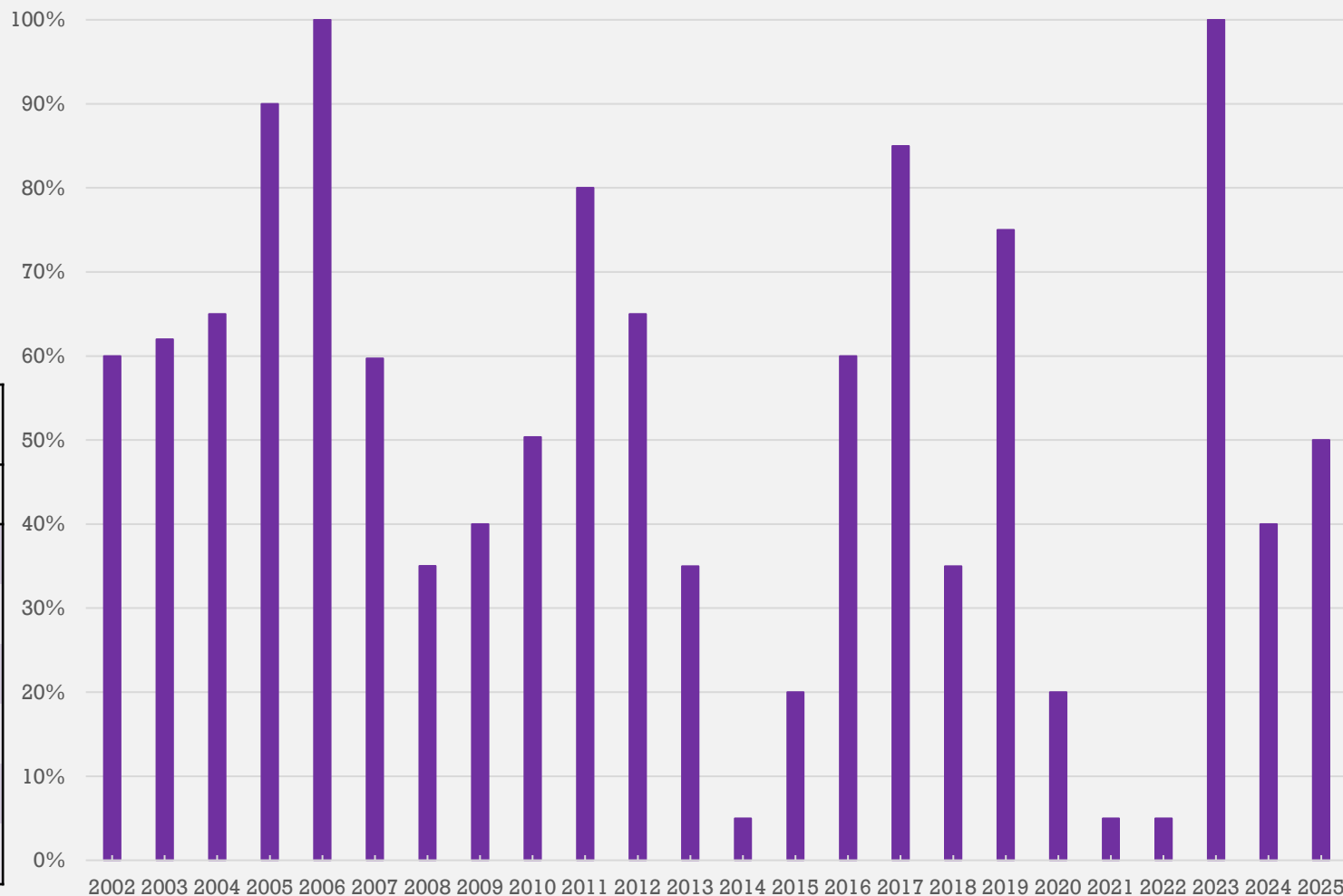
March 25, 2025: 40% Allocation

April 29, 2025: 50% Allocation

### SGPWA Portfolio @ 50%

Source	Total (AF)	Delivered
SWP – Carryover	1,217	✓
SWP – Table A	8,650	
SWP – Ventura	5,000	
Non-SWP - Nickel Water	1,700	✓
City of Yuba City Purchase	3,000	✓
<b>Total Available Supply</b>	<b>19,567</b>	

Historic SWP Allocations



# 2025 SWP Allocation & Portfolio Update

## San Gorgonio Pass Water Agency

### List of Some Acronyms and Vendors and Their Functions

Acronym	Name	Function and Information
ACWA	Association of California Water Agencies	Affinity organization that provides conferences, training, lobbying and insurance services for water agencies in California
ACWA JPIA	ACWA Joint Powers Insurance Agency	Designation for payments made for property, liability and workers compensation insurance
ACWABE	ACWA Benefits	Designation for dental, vision and life insurance
ALWEAS	Albert Webb Associates	Provides engineering consulting services
ARPA	American Rescue Plan Act	Grants from the Federal Government, channeled to counties, to fund specific projects.
AVEK	Antelope Valley-East Kern Water Agency	State Water Contractor
BBK	Best Best & Krieger	Provides legal counsel
BCVWD	Beaumont-Cherry Valley Water District	Provides retail water service in Beaumont
BHMWC	Banning Heights Mutual Water Company	Mutual water company within Agency boundaries
CalPERS	California Public Employees Retirement System	Provides retirement and health insurance services for public agencies in California
CAMP	California Asset Management Plan	Financial entity that advises and manages investments for public agencies in California
COBRA	Consolidated Omnibus Budget Reconciliation Act	Designation for continued health coverage
CONTEM	Control Temp, Inc.	Provides building maintenance for heating and air conditioning
CWD	Cabazon Water District	Retail water agency within Agency boundaries
DUCCLE	Ducking Clean	Provides building maintenance for outside cleaning - gutters and solar panels
DWR	Department of Water Resources	Branch of the California government that is responsible for managing the SWP
EBE	East Branch Enlargement	Construction projects along the East Branch of the SWP to increase capacity
EBX	East Branch Extension	Infrastructure from East Branch of SWP to SGPWA service area
EDD	Employee Development Department	State of California department for collection of employment taxes
EFTPS	Electronic Federal Tax Payment System	Federal system for collection of employment taxes
ERSC	Engineering Services of Southern California	Provides engineering consulting services
ESRI	ESRI	Provides mapping services
FSA	Flexible Spending Account	Pre-tax deduction for health and dependent-care expenses
GSA	Groundwater Sustainability Act	or Groundwater Sustainability Agency; required under SGMA to manage groundwater
GSP	Groundwater Sustainability Plan	Plan required under SGMA to manage groundwater assets
HCN	HCN Bank	Local regional bank; formerly the Bank of Hemet
HdL Coren & Cone		Provide tax revenue consulting services.
HOX	Homeowners Exemption	Exemption for homeowners; also a tax revenue income received by the Agency
HVWD	High Valleys Water District	Mutual water company within Agency boundaries

## San Gorgonio Pass Water Agency

### List of Some Acronyms and Vendors and Their Functions

Acronym	Name	Function and Information
IERCD	Inland Empire Resources Conservation District	Special District that provides conservation education
LAFCO	Local Agency Formation Commission	Branch of Riverside County government; reviews district and agency formation
LAIF	Local Agency Investment Fund	Financial organization sponsored by the state California for public agencies to investment surplus money on a short-term basis
LAMMA	Local Agency Money Market Account	Investment account provided by HCN for local agencies
MAPILA	Matthew Pistilli Landscape Services	Provides landscape and gardening services
OAP	Off-Aqueduct Power	DWR invoice for specific facilities that are not directly part of the SWP aqueduct
OPEB	Other Post-Employment Benefits	
PARS	Public Agency Retirement Services	Provider of defined contribution plans, of which the Agency participates
PPIC	Public Policy Institute of California	Think tank on issues in California
PROPRI	Provost & Pritchard	Provides engineering and other consulting services
RC	Riverside County	
RDV	Redevelopment	
RPTTF	Redevelopment Property Tax Trust Fund	Proceeds of redevelopment properties that are sold and distributed to County entities.
SAWPA	Santa Ana Watershed Project Authority	Coordinates activities to protect the Santa Ana watershed
SBE	State Board of Equalization	AKA Unitary taxes
SBVMWD	San Bernardino Valley Municipal Water District	State Water Contractor in San Bernardino County and a partner with EBX
SCADA	Supervisory Control and Data Acquisition	Electronic monitoring and control system used by DWR and other water purveyors
SCWC	Southern California Water Coalition	
SGMA	Sustainable Groundwater Management Act	A legislative package that requires local agencies to form GSAs and develop GSPs.
SMIF	Surplus Money Investment Fund	State of California depository for government funds that are not currently needed
SMWC	South Mesa Water Company	Retail water agency within Agency boundaries
SRJP	Sites Reservoir Joint Powers Authority	Joint powers authority formed to construct and manage Sites Reservoir
STAINS	Standard Insurance Company	Disability insurance provider
SWC	State Water Contractors	Professional organization representing districts and agencies that have a water supply contract with the state of California
SWP	State Water Project	System of reservoirs, aqueducts, and pump stations that distributes water throughout the state of California; governed by agreements called water supply contracts
TSAB	Tehachapi Second After-Bay	A DWR facility that SGPWA participates in
UNIVAR	Univar Solutions, Inc.	Provides EarthTec solution for water treatment

## San Gorgonio Pass Water Agency

### List of Some Acronyms and Vendors and Their Functions

Acronym	Name	Function and Information
USGS	U.S. Geological Survey	Federal agency that provides groundwater data and modeling
UWMP	Urban Water Management Plan	
WEF	Water Education Foundation	
WSRB	Water System Revenue Bonds	Bonds sold by the state of California to pay for SWP construction
YTD	Year to Date	
YVWD	Yucaipa Valley Water District	Retail water district with part of its service area within Agency boundaries
		Version 250131