



SCV WATER AGENCY REGULAR BOARD MEETING

**Tuesday, February 7, 2023
Meeting Begins at 6:00 PM**

Members of the public may attend by the following options:

In Person

Santa Clarita Valley Water Agency
Rio Vista Water Treatment Plant
Boardroom
27234 Bouquet Canyon Road
Santa Clarita, CA 91350

By Phone

Toll Free:
1-(833)-568-8864
Webinar ID: 161 611 0696

Virtually

Please join the meeting from your
computer, tablet or smartphone:

<https://scvwa.zoomgov.com/j/1616110696>

Have a Public Comment?

Members of the public unable to attend this meeting may submit comments either in writing to ajacobs@scvwa.org or by mail to April Jacobs, Board Secretary, Santa Clarita Valley Water Agency, 27234 Bouquet Canyon Road, Santa Clarita, CA 91350. All written comments received before 4:00 PM the day of the meeting will be distributed to the Board members and posted on the Santa Clarita Valley Water Agency website prior to the start of the meeting. Anything received after 4:00 PM the day of the meeting will be made available at the meeting, if practicable, and posted on the SCV Water website the following day. All correspondence with comments, including letters or emails, will be posted in their entirety.

(Public comments take place during Item 3 of the Agenda and before each Item is considered. Please see the Agenda for details.)

This meeting will be recorded and the audio recording for all Board meetings will be posted to yourscvwater.com within 3 business days from the date of the Board meeting.

Disclaimer: Attendees should be aware that while the Agency is following all applicable requirements and guidelines regarding COVID-19, the Agency cannot ensure the health of anyone attending a Board meeting. Attendees should therefore use their own judgment with respect to protecting themselves from exposure to COVID-19.

Santa Clarita Valley Water Agency
Rio Vista Water Treatment Plant
27234 Bouquet Canyon Road
Santa Clarita, CA 91350
(661) 297-1600

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**SANTA CLARITA VALLEY WATER AGENCY
REGULAR BOARD MEETING AGENDA**

**RIO VISTA WATER TREATMENT PLANT
BOARDROOM
27234 BOUQUET CANYON ROAD
SANTA CLARITA, CA 91350**

TUESDAY, FEBRUARY 7, 2023, AT 6:00 PM

IMPORTANT NOTICES

5:15 PM DISCOVERY ROOM OPEN TO PUBLIC

Dinner for Directors and staff in the Discovery Room.
There will be no discussion of Agency business taking place prior to the
Call to Order at 6:00 PM.

This meeting will be conducted in person at the address listed above. As a convenience to the public, members of the public may also participate virtually by using the **Agency's Call-In Number 1-(833)-568-8864, Webinar ID: 161 611 0696 or Zoom Webinar by clicking on the link <https://scvwa.zoomgov.com/j/1616110696>**. Any member of the public may listen to the meeting or make comments to the Board using the call-in number or Zoom Webinar link above.

However, in the event there is a disruption of service which prevents the Agency from broadcasting the meeting to members of the public using either the call-in option or internet-based service, this meeting will not be postponed or rescheduled but will continue without remote participation. The remote participation option is being provided as a convenience to the public and is not required. Members of the public are welcome to attend the meeting in person.

Attendees should be aware that while the Agency is following all applicable requirements and guidelines regarding COVID-19, the Agency cannot ensure the health of anyone attending a Board meeting. Attendees should therefore use their own judgment with respect to protecting themselves from exposure to COVID-19.

Members of the public unable to attend this meeting may submit comments either in writing to ajacobs@scvwa.org or by mail to April Jacobs, Board Secretary, Santa Clarita Valley Water Agency, 27234 Bouquet Canyon Road, Santa Clarita, CA 91350. All written comments received before 4:00 PM the day of the meeting will be distributed to the Board members and posted on the Santa Clarita Valley Water Agency website prior to the start of the meeting. Anything received after 4:00 PM the day of the meeting, will be made available at the meeting, if practicable, and will be posted on the SCV Water website the following day. All correspondence with comments, including letters or emails, will be posted in their entirety.

- 1. CALL TO ORDER**
- 2. PLEDGE OF ALLEGIANCE**

3. **PUBLIC COMMENTS** – Members of the public may comment as to items within the subject matter jurisdiction of the Agency that are not on the Agenda at this time. Members of the public wishing to comment on items covered in this Agenda may do so at the time each item is considered. (Comments may, at the discretion of the Board’s presiding officer, be limited to three minutes for each speaker.)

4. **APPROVAL OF THE AGENDA**

5. **CONSENT CALENDAR** **PAGE**

5.1 *	Approve the Revised Minutes of the December 20, 2022 Santa Clarita Valley Water Agency Regular Board of Directors Meeting	7
5.2 *	Approve Minutes of the January 17, 2023 Santa Clarita Valley Water Agency Regular Board of Directors Meeting	13
5.3 *	Approve a Contract with S&S and Associated Costs for Meter Device Management System Project	19
5.4 *	Approve a Resolution Establishing a Health Reimbursement Arrangement with IGOE for Retired Employees	23
5.5 *	Approve Receiving and Filing of October 2022 Monthly Financial Report – https://yourscvwater.com/wp-content/uploads/2023/01/Check-Register-October-2022.pdf	45
5.6 *	Approve Receiving and Filing of November 2022 Monthly Financial Report – https://yourscvwater.com/wp-content/uploads/2023/01/Check-Register-November-2022.pdf	69

6. **ACTION ITEM FOR APPROVAL** **PAGE**

6.1 *	Approve Financing Plan, Financing Schedule and Direct Staff to Prepare Documents for 2023 Bond Issuance	103
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7. **GENERAL MANAGER’S REPORT ON ACTIVITIES, PROJECTS AND PROGRAMS**

8. **COMMITTEE MEETING RECAP REPORTS FOR INFORMATIONAL PURPOSES ONLY** **PAGE**

8.1 *	January 19, 2023 Public Outreach and Legislation Committee Meeting Recap Report	115
8.2 *	January 23, 2023 Rescheduled Finance and Administration Committee Recap Meeting	119

9. **WRITTEN REPORTS FOR INFORMATIONAL PURPOSES ONLY** **PAGE**

9.1 *	Engineering Services Section Report	125
9.2 *	Finance, Administration and Information Technology Services Section Report	135
9.3 *	Treatment, Distribution, Operations and Maintenance Section Report	141

9. WRITTEN REPORTS FOR INFORMATIONAL PURPOSES ONLY (CONT.) PAGE

9.4 *	Water Resources and Outreach Section Report	151
9.5 *	Committee Planning Calendars	163

10. PRESIDENT'S REPORT

11. AB 1234 WRITTEN AND VERBAL REPORTS

11.1 *	January 18, 2023 Water Talks Community Engagement – Upper Santa Clara River – Director Marks	179
11.2 *	January 25, 2023 CSDA North Los Angeles County Chapter Quarterly Membership Meeting – Vice President Gutzeit and Director Petersen	181
11.3 *	January 25, 2023 Southern California Water Dialogue – Director Marks	185
11.4 *	January 26, 2023 One-on-One Meeting with the General Manager – Director Petersen	187
11.5 *	Multiple AB 1234 Reports – President Martin	189
11.6	Other AB 1234 Reports	

12. DIRECTOR REPORTS

13. DIRECTOR REQUESTS FOR APPROVAL FOR EVENT ATTENDANCE

14. ADJOURNMENT

- * Indicates Attachment
- Indicates Handout

Note: The Board reserves the right to discuss or take action or both on all of the above Agenda items.

NOTICES

Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by telephoning April Jacobs, Secretary to the Board of Directors, at (661) 297-1600, or in writing to Santa Clarita Valley Water Agency at 27234 Bouquet Canyon Road, Santa Clarita, CA 91350. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that Agency staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the Agency to provide the requested accommodation.

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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 Santa Clarita Valley Water Agency, located at 27234 Bouquet Canyon Road, Santa Clarita, CA 91350, during regular business hours. When practical, these public records will also be made available on the Agency's Internet Website, accessible at <http://www.yourscvwater.com>.

Posted on February 1, 2023.

M65

Minutes of the Regular Meeting of the Board of Directors of the Santa Clarita Valley Water Agency – December 20, 2022

A regular meeting of the Board of Directors of the Santa Clarita Valley Water Agency was held at Santa Clarita Valley Water Agency, 27234 Bouquet Canyon Road, Santa Clarita, CA 91350 at 6:00 PM on Tuesday, December 20, 2022. A copy of the Agenda is inserted in the Minute Book of the Agency preceding these minutes.

DIRECTORS PRESENT: Kathye Armitage, Beth Braunstein (Arrived at 6:07 PM), Ed Colley (Via Zoom), William Cooper, Jeff Ford, Maria Gutzeit, R. J. Kelly (Via Zoom), Gary Martin, Piotr Orzechowski, Ken Petersen and Lynne Plambeck.

DIRECTORS ABSENT: None.

Also present: Assistant General Manager Steve Cole, Board Secretary April Jacobs, Chief Engineer Courtney Mael, Chief Financial and Administrative Officer Rochelle Patterson, Communications Manager Kathie Martin, Controller Amy Aguer, Director of Operations and Maintenance Mike Alvord, General Counsel Tom Bunn, General Manager Matthew Stone, Information Technology Technician I Jonathan Thomas, Right of Way Agent Kristina Jacob, Andrew Taban Field Representative for Assemblywomen Pilar Schiavo as well as additional SCV Water Agency staff and members of the public.

President Martin called the meeting to order at 6:00 PM. A quorum was present.

There were no changes to the December 20, 2022 Board Agenda and it was accepted as shown (Item 4).

Upon motion of Vice President Orzechowski, seconded by Director Cooper and carried, the Board approved Resolution No. SCV-320 honoring and commending Santa Clarita Valley Water Agency Director Jeff Ford for his service and dedication by the following roll call votes (Item 5.1):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Director Ford	Abstain	Director Gutzeit	Yes
Director Kelly	Yes	President Martin	Yes
Vice President Orzechowski	Yes	Director Petersen	Yes
Director Plambeck	Yes		

RESOLUTION NO. SCV-320

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE SANTA CLARITA VALLEY WATER AGENCY
HONORING AND COMMENDING
JEFF FORD
FOR HIS SERVICE AND DEDICATION**

<https://yourscvwater.com/wp-content/uploads/2022/12/SCV-Water-Approved-Resolution-122022-Resolution-SCV-320.pdf>

Upon motion of Director Braunstein, seconded by Director Armitage and carried, the Board approved Resolution No. SCV-321 honoring and commending Santa Clarita Valley Water Agency Director Lynne Plambeck for her service and dedication by the following roll call votes (Item 5.1):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Abstain
Director Ford	Yes	Director Gutzeit	Yes
Director Kelly	Yes	President Martin	Yes
Vice President Orzechowski	No	Director Petersen	Yes
Director Plambeck	Abstain		

RESOLUTION NO. SCV-321

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE SANTA CLARITA VALLEY WATER AGENCY
HONORING AND COMMENDING
LYNNE PLAMBECK
FOR HER SERVICE AND DEDICATION**

<https://yourscvwater.com/wp-content/uploads/2022/12/SCV-Water-Approved-Resolution-122022-Resolution-SCV-321.pdf>

The Board recognized Directors Ford and Plambeck for their distinguished service (Item 5.2)

President Martin called for a short recess at 7:10 PM.

President Martin reconvened the meeting at 7:26 PM.

Upon motion of Director Gutzeit, seconded by Director Ford and carried, the Board approved the Consent Calendar including Resolution Nos. SCV-322, SCV-323 (Revised), SCV-324 and SCV-325 by the following roll call votes (Item 6):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Director Ford	Yes	Director Gutzeit	Yes
Director Kelly	Yes	President Martin	Yes
Vice President Orzechowski	Yes	Director Petersen	Yes
Director Plambeck	Yes		

RESOLUTION NO. SCV-322

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SANTA CLARITA VALLEY WATER AGENCY
(1) ADOPTING A LOCAL HAZARD MITIGATION PLAN AND (2) DIRECTING
STAFF TO UPDATE THE LHMP EVERY FIVE YEARS**

<https://yourscvwater.com/wp-content/uploads/2022/12/SCV-Water-Approved-Resolution-122022-Resolution-SCV-322.pdf>

RESOLUTION NO. SCV-323

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
SANTA CLARITA VALLEY WATER AGENCY
AUTHORIZING AND DIRECTING THE GENERAL MANAGER TO PREPARE THE
NECESSARY DATA, CONDUCT INVESTIGATIONS, FILE A SUSTAINABLE
GROUNDWATER MANAGEMENT GRANT PROGRAM APPLICATION, EXECUTE A
FUNDING AGREEMENT AND ANY FUTURE AMENDMENTS THERETO, SUBMIT
INVOICES, AND SUBMIT ANY REPORTING REQUIREMENTS WITH THE DEPARTMENT
OF WATER RESOURCES**

<https://yourscvwater.com/wp-content/uploads/2022/12/SCV-Water-Approved-Resolution-122022-Resolution-SCV-323-R1.pdf>

RESOLUTION NO. SCV-324

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SANTA CLARITA VALLEY WATER AGENCY
AUTHORIZING THE GRANT APPLICATION, ACCEPTANCE AND EXECUTION
FOR THE SCV WATER GROUNDWATER WELLS PROJECTS**

<https://yourscvwater.com/wp-content/uploads/2022/12/SCV-Water-Approved-Resolution-122022-Resolution-SCV-324.pdf>

RESOLUTION NO. SCV-325

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SANTA CLARITA VALLEY WATER AGENCY
AUTHORIZING A PURCHASE ORDER TO
LEE & RO, INC. FOR PLANNING SERVICES
FOR CATALA PUMP STATION AND PIPELINES PROJECT, AND FINDING THAT THE
AUTHORIZATION IS NOT A PROJECT SUBJECT TO CEQA**

<https://yourscvwater.com/wp-content/uploads/2022/12/SCV-Water-Approved-Resolution-122022-Resolution-SCV-325.pdf>

Upon motion of Director Cooper, seconded by Director Braunstein and carried, the Board received and filed the revised SCV Water Annual Comprehensive Financial Report for the period of July 1, 2021 to June 30, 2022 by the following roll call votes (Item 7.1):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Director Ford	Yes	Director Gutzeit	Yes
Director Kelly	Yes	President Martin	Yes
Vice President Orzechowski	Yes	Director Petersen	Yes
Director Plambeck	Yes		

Upon motion of President Martin, seconded by Director Cooper and carried, the Board approved an increase in the General Manager's salary from \$25,446 per month to \$27,000 per month, annual salary increased to ~~\$323,978.47~~ \$324,000 which is about a 6.1 percent increase effective December 28, 2022, by the following roll call votes (Item 8.1):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Director Ford	Yes	Director Gutzeit	Yes
Director Kelly	Yes	President Martin	Yes
Vice President Orzechowski	Yes	Director Petersen	Yes
Director Plambeck	Yes		

General Manager's Report on Activities, Projects and Programs (Item 9).

General Manager Stone thanked the Board for the positive feedback and constructive comments in his recent performance evaluation. Looking ahead to 2023, he mentioned a range of general goal areas and noted that a key effort starting in mid-2023 will be an update to the SCV Water Strategic Plan. He also noted a few suggestions that came out of Board member comments in the evaluation that he will be working to continue and improve on in the areas of GM/Board communication, presentations to Board and Committees, Board awareness of Agency financial condition, launch of the Water Academy, and conducting another Employee Engagement Survey.

He then acknowledged Directors Ford, Plambeck and Kelly, who will be leaving the Board at the end of the year. He thanked them for their dedicated service and the time they have had to work together over the last several years.

He went on to advise the Board that he attended several State Water Contractor meetings last week.

Lastly, he thanked the EmpAct Committee of employees for creating such an enjoyable holiday luncheon, the first all staff holiday event since before the pandemic in 2019.

To hear the full report please click on the following link https://yourscvwater.com/wp-content/uploads/2022/12/Board_Recording_122022-Part-2.mp3.

Committee Meeting Recap Reports for Informational Purposes Only (Item 10).

There were no comments on the recap reports.

President's Report (Item 11).

The President updated the Board on upcoming community meetings and conferences and upcoming Board and Committee meetings as well as some miscellaneous informational items.

To hear the full report, please click on the following link https://yourscvwater.com/wp-content/uploads/2022/12/Board_Recording_122022-Part-2.mp3.

AB 1234 Written and Verbal Reports (Item 12).

Written reports were submitted by President Martin and Directors Gutzeit and Plambeck which were included in the Board packet. An additional written report was submitted by Director Plambeck which was posted on the SCV Water website and is part of the record.

Director Armitage reported that she attended virtually the Executive Committee Meeting of the Special Districts of North Los Angeles County held on December 14, 2022.

Director Petersen reported that he attended a virtual one-on-one meeting with General Manager Stone on December 19, 2022.

President Martin reported that he attended the VIA Board Installation Luncheon held at the Dr. Dianne G. Van Hook University Center on December 13, 2022, attended the City Council's Reorganization meeting held in the Council Chambers at City Hall on December 13, 2022 and attended the virtual Delta Conveyance Authority Board of Directors meeting held on December 15, 2022.

There were no other AB 1234 Reports.

The Board went into Closed Session at 8:26 PM to discuss Item 13.1 (Item 13).

The Zoom meeting was put on hold while the Board went into Closed Session. President Martin advised the public and staff for those who wanted to stay, to remain on the current teleconference line and once Closed Session ends, the Board would reconvene for Closed Session announcements and the conclusion of the meeting.

President Martin reconvened the Open Session at 8:53 PM.

Tom Bunn, Esq., reported that there were no actions taken in Closed Session that were reportable under the Ralph M. Brown Act (Item 14).

Director Requests for Future Agenda Items (Item 15).

There were no requests for future Agenda Items.

The meeting was adjourned at 8:56 PM (Item 16).

April Jacobs, Board Secretary

ATTEST:

President of the Board

Minutes of the Regular Meeting of the Board of Directors of the Santa Clarita Valley Water Agency – January 17, 2023

A regular meeting of the Board of Directors of the Santa Clarita Valley Water Agency was held at Santa Clarita Valley Water Agency, 27234 Bouquet Canyon Road, Santa Clarita, CA 91350 at 6:00 PM on Tuesday, January 17, 2023. A copy of the Agenda is inserted in the Minute Book of the Agency preceding these minutes.

DIRECTORS PRESENT: Kathye Armitage, Beth Braunstein, Ed Colley, William Cooper, Maria Gutzeit, Dirk Marks, Gary Martin, Piotr Orzechowski and Ken Petersen.

DIRECTORS ABSENT: None.

Also present: Assistant General Manager Steve Cole, Board Secretary April Jacobs, Chief Engineer Courtney Mael, Chief Financial and Administrative Officer Rochelle Patterson, Chief Operating Officer Keith Abercrombie, Communications Manager Kathie Martin, Director of Water Resources Ali Elhassan, General Counsel Tom Bunn, General Manager Matthew Stone, Information Technology Technician I Jonathan Thomas, Principal Engineer Brent Payne, Senior Administrative Technician Mona Restivo, Nossaman LLP Attorneys Byron Gee and Fred Fudacz (Via Teams), as well as additional SCV Water Agency staff and members of the public including R. J. Kelly and Donna Gladbach.

President Martin called the meeting to order at 6:00 PM. A quorum was present.

There were no changes to the January 17, 2023 Board Agenda and it was accepted as shown (Item 4).

Item 5.1 was moved to later in the meeting.

Upon motion of Director Braunstein, seconded by Director Colley and carried, the Board approved Resolution No. SCV-328 honoring and commending Santa Clarita Valley Water Agency former Director R. J. Kelly for his service and dedication by the following roll call votes (Item 5.2):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Vice President Gutzeit	Yes	Director Marks	Yes
President Martin	Yes	Vice President Orzechowski	Yes
Director Petersen	Yes		

RESOLUTION NO. SCV-328

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE SANTA CLARITA VALLEY WATER AGENCY
HONORING AND COMMENDING R. J. KELLY
FOR HIS SERVICE AND DEDICATION**

<https://yourscvwater.com/wp-content/uploads/2023/01/SCV-Water-Approved-Resolution-011723-Resolution-SCV-328.pdf>

Upon motion of Director Braunstein, seconded by Vice President Orzechowski and carried, the Board approved Resolution No. SCV-329 honoring and commending Santa Clarita Valley Water Agency former Director Jerry Gladbach for his service and dedication by the following roll call votes (Item 5.3):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Vice President Gutzeit	Yes	Director Marks	Yes
President Martin	Yes	Vice President Orzechowski	Yes
Director Petersen	Yes		

RESOLUTION NO. SCV-329

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE SANTA CLARITA VALLEY WATER AGENCY
HONORING AND COMMENDING E. G. "JERRY" GLADBACH
FOR HIS SERVICE AND DEDICATION**

<https://yourscvwater.com/wp-content/uploads/2023/01/SCV-Water-Approved-Resolution-011723-Resolution-SCV-329.pdf>

The Board and dignitaries then recognized former Director Kelly for his distinguished service (Item 5.4)

The Board and dignitaries then recognized former Director Gladbach for his distinguished service with President Martin presenting his spouse, Donna Gladbach, with a resolution and water drop recognizing his service and contributions to the water Agency and water industry as a whole (Item 5.5).

President Martin called for a short recess at 7:27 PM.

President Martin reconvened the meeting at 7:42 PM.

The Board Secretary presented the SDLF Transparency Certificate of Excellence to the Santa Clarita Valley Water Agency Board President Martin and General Manager Stone (Item 5.1).

Upon motion of Vice President Gutzeit, seconded by Director Cooper and carried, the Board approved the Consent Calendar including Resolution No. SCV-330 by the following roll call votes (Item 6):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Vice President Gutzeit	Yes	Director Marks	Yes
President Martin	Yes	Vice President Orzechowski	Yes
Director Petersen	Yes		

RESOLUTION NO. SCV-330

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE SANTA CLARITA VALLEY WATER AGENCY
AUTHORIZING A PURCHASE ORDER
TO LEE + RO, INC. FOR PLANNING SERVICES FOR THE
SAND CANYON RESERVOIR EXPANSION PROJECT, AND FINDING THAT THE
AUTHORIZATION IS NOT A PROJECT SUBJECT TO CEQA**

<https://yourscvwater.com/wp-content/uploads/2023/01/SCV-Water-Approved-Resolution-011723-Resolution-SCV-330.pdf>

Upon motion of Director Cooper, seconded by Vice President Orzechowski and carried, the Board approved (1) the findings that the Contract Agreement is exempt from CEQA pursuant to CEQA Guidelines Section 15301, and alternatively, exempt from CEQA under CEQA Guidelines Section 15303, (2) approved the revised Resolution No. SCV-331 for a construction contract with Pacific Hydrotech Corporation in an amount not to exceed \$7,726,700, (3) authorized the General Manager to execute a purchase order with Kennedy Jenks for an amount not to exceed \$510,000 for engineering services during construction and (4) authorized the General Manager to execute a work authorization with MKN CPM, LLC for an amount not to exceed \$700,000 for construction management and inspection services for the Well 201 Groundwater Improvements project by the following roll call votes (Item 7.1):

Director Armitage	Yes	Director Braunstein	Yes
Director Colley	Yes	Director Cooper	Yes
Vice President Gutzeit	Yes	Director Marks	Yes
President Martin	Yes	Vice President Orzechowski	Yes
Director Petersen	Yes		

RESOLUTION NO. SCV-331

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SANTA CLARITA VALLEY WATER AGENCY
FINDING THE AWARD OF A CONTRACT TO PACIFIC HYDROTECH CORPORATION FOR
THE WELL 201 VOC TREATMENT IMPROVEMENTS PROJECT EXEMPT FROM CEQA
UNDER CEQA GUIDELINES SECTION 15301, AND ALTERNATIVELY, SECTION 15303,
AND AWARDING THE CONTRACT**

<https://yourscvwater.com/wp-content/uploads/2023/01/SCV-Water-Approved-Resolution-011723-Resolution-SCV-331.pdf>

General Counsel Tom Bunn briefed the Board on AB 2449 Remote Attendance (Item 8).

General Manager’s Report on Activities, Projects and Programs (Item 9).

General Manager Stone reported on the following:

He mentioned that the executive team spent some time last week discussing staffing needs and potential staffing requests for the upcoming two-year budget. Staff will be spending time refining and prioritizing what the Board sees in the budget process in the upcoming months, but a reminder that our needs continue to evolve both as we respond to new mandates (like the Groundwater Sustainability Act or Water Quality regulations), changing needs (such as technology and cyber security) and opportunities to increase efficiency through use of staff when outside services are less efficient or more expensive.

He stated that he had a conversation with the Strategic Plan facilitator Ed Means to get some early thoughts on developing our strategic plan process for the upcoming update later this year.

He mentioned Director Cooper’s requests on how the recent wet weather would affect this year’s SWP allocation and gave a brief update.

He informed the Board that SCV Water was notified it’s application for WaterSmart Drought Response Program funding for the S Wells PFAS Treatment project is among those receiving the highest rating and is being considered for award of funding in the amount of \$5 million dollars. Staff is busily completing the required documentation and working with the Bureau of Reclamation to finalize an agreement to proceed in completing this grant award.

Lastly, he thanked the Board for adopting policies and our staff for implementing those policies which supported our receipt of the Certificate of Transparency tonight.

To hear the full report please click on the following link [https://yourscvwater.com/wp-content/uploads/2023/01/Board Recording 011723.mp3](https://yourscvwater.com/wp-content/uploads/2023/01/Board_Recording_011723.mp3).

Committee Meeting Recap Report for Informational Purposes Only (Item 10).

There were no comments on the recap report.

President’s Report (Item 11).

The President updated the Board on upcoming community meetings and conferences and upcoming Board and Committee meetings.

AB 1234 Written and Verbal Reports (Item 12).

Written reports were submitted by President Martin and Vice President Gutzeit which were posted on the SCV Water website and are part of the record.

Director Cooper reported that he attended the SCV-GSA Board meeting held at SCV Water on January 9, 2023.

Director Armitage reported that she attended a virtual One-on-One meeting with the General Manager on January 9, 2023.

Vice President Orzechowski reported that he attended a virtual One-on-One meeting with the General Manger on December 21, 2023.

There were no other AB 1234 Reports.

The Board went into Closed Session at 8:40 PM to discuss Item 13.1 (Item 13).

The Zoom meeting was put on hold while the Board went into Closed Session. President Martin advised the public and staff for those who wanted to stay, to remain on the current teleconference line and once Closed Session ends, the Board would reconvene for Closed Session announcements and the conclusion of the meeting.

President Martin reconvened the Open Session at 9:00 PM.

Tom Bunn, Esq., reported that there were no actions taken in Closed Session that were reportable under the Ralph M. Brown Act (Item 14).

Director Requests for Future Agenda Items (Item 15).

Director Braunstein requested that the Board consider replacing Committee meetings with Board meetings, holding four Board meetings per month to cover the topics that the Committees would have covered. She believed that doing so would increase Director participation because all Directors would be included in the discussion of all Agency issues, as well as increase transparency and accessibility for the general public.

There were no other requests for future Agenda Items.

The meeting was adjourned at 9:03 PM (Item 16).


April Jacobs, Board Secretary

ATTEST:

President of the Board



BOARD MEMORANDUM

DATE: January 24, 2023
TO: Board of Directors 
FROM: Cris Pérez
Director of Technology Services
SUBJECT: Approve a Contract with S&S and Associated Costs for Meter Device Management System Project

SUMMARY

The Agency's Customer Care, Operations, and Technology Services departments meet monthly to coordinate efforts associated with the maintenance, development, and complete transition to Advanced Meter Infrastructure (AMI) technology. AMI technology allows for meters to be read remotely, either ad-hoc or at specific intervals. Approximately half of the Agency's meters are currently being read via AMI, and staff projects that all remaining meters will be converted by 2030. Although the Agency has many AMI meters currently deployed that send data back to the office to be used for monthly billing, it does not have a system that harnesses real-time usage data to present it in a useable and accessible format to customers through the Agency's online customer portal. Additionally, the Agency was awarded a \$2 million grant in support of its AMI meter change-outs, which includes a conditional requirement that SCV Water launch a Customer Engagement Portal in which customers can access their real-time usage.

The Meter Data Management System project (MDMS) provides that missing linkage: a connection between real-time usage and the customer. Similar to that of the new mobile work order solution the Agency implemented as part of its recent billing system conversion and upgrade project, Smartworks is an expansion to the Agency's current billing system platform. It integrates as a module within enQuesta and with the Agency's new online customer portal to provide meter data management functionality. In fact, backend configuration for the CIS and customer portal was executed to meet the specifications required for a Smartworks integration. Smartworks leverages existing technical tools and applications without the need to require additional customer application development and expanded programming, timeline and resources. This MDMS will help the Agency detect water leaks, improve operations, and enable customers the ability to monitor their usage in near real-time, as well as provide our internal staff access to geographical meter locations, which all lead to improved operational efficiencies, water conservation, and financial savings. The MDMS implementation will be completed by Systems and Software Inc. (S&S) as an expansion of the enQuesta customer service system with additional department support from Technology Services.

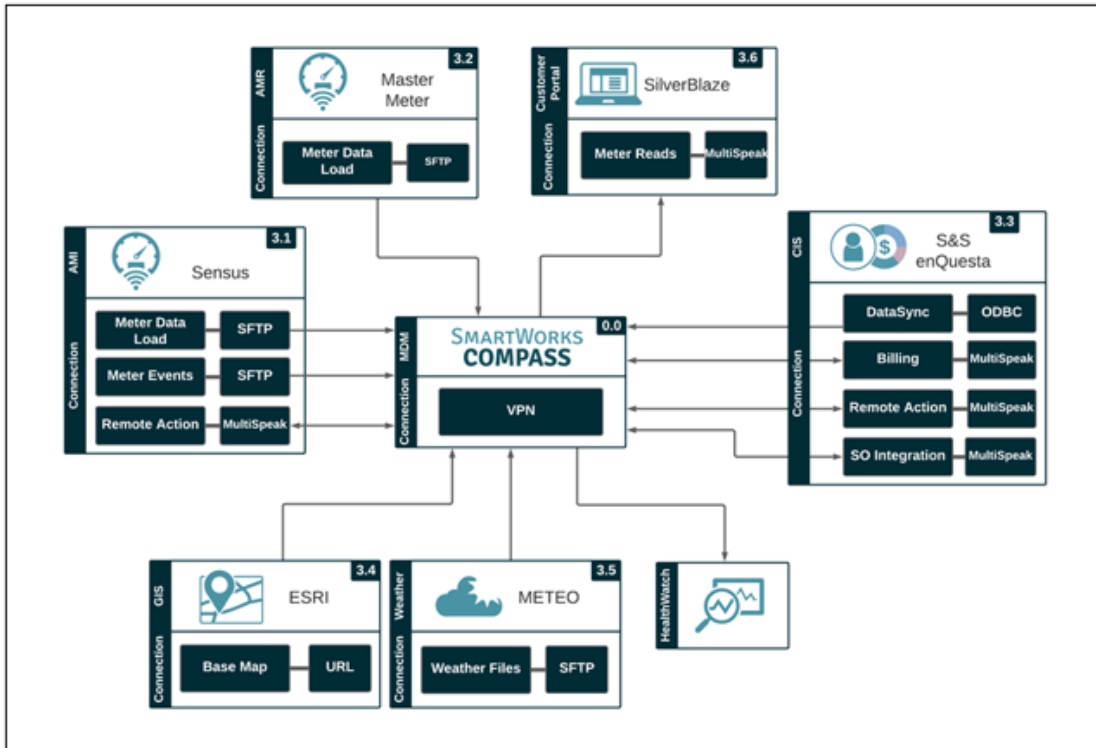
DISCUSSION

The Agency has spent the last two years upgrading the customer service system from a previous on-premise solution of enQuesta to a new cloud-based version. Although all customer information and reading systems have been migrated to the new platform and are serviced through one system, it lacks integration with the real-time meter reading data that is available using AMI technology. The real-time data will provide immediate cost, time, and other resource-

saving processes. Such as the timely identification of leaks, improved data integrity allowing for more efficient deployment of Agency technicians, customer access to real-time usage data, which can encourage behavioral changes to water use habits, reliable collection for billing irrespective of weather conditions (labor-saving benefit), and finally, geolocation of water meters to help Agency technicians locate hard to find meters.

Nearly half of the Agency's meters are AMI-read or AMI-ready, with the remainder projected to be changed out by 2030. To assist in this effort, the Agency acquired a \$2 million grant in September 2022 to support 20,000 AMI meter change-outs by June 2025. A conditional requirement of this grant is to provide customer access to their near real-time usage through a customer engagement portal, also by June 2025. The Agency has nearly completed the changeout of the first 5,000 meters. Completion of the MDMS project will make it possible to provide customers access to their real-time usage and comply with the conditions of the grant.

The MDMS project has a cross-departmental team, with Customer Care and Technology Services to work with the S&S technical implementation team. The project includes data and environment analysis, application development and configuration, testing, and deployment. In addition, there are milestone criteria to track project progression and success. The project will be completed over two budget years and is anticipated to take 8-10 months. The project requires the configuration and deployment of a clearinghouse database called SmartWorks. SmartWorks will connect and communicate with the two AMI meter systems the Agency currently uses (MasterMeter and Sensus) to receive AMI data, and connect to the ESRI (Environmental Systems Research Institute) GIS (Geographic Information System) mapping database to provide geolocation. Finally, it will feed usage data to the enQuesta system for billing and customer service querying and support, and to the customer-facing portal called SilverBlaze (Capricorn) (see graphic below). A project planning meeting has already taken place, including discussions related to security, GIS, and specifications on the cloud-hosted environment.



The following is a breakdown of the MDMS project costs:

MDMS	
Maintenance & SaaS	\$127,373
Professional Services	\$426,390
Software License	\$25,000
Project Contingency (18%)	\$104,177
Total	\$682,940

Project contingency will be used for internal personnel project hours as well as any additional project-related resource needs, such as database extractions or 3rd party consultations. In addition, after project completion, there will be recurring ongoing annual maintenance and software-as-a-service costs of \$127,373.

On January 24, 2023, the Finance and Administration Committee considered staff's recommendation to approve a contract with S&S and associated costs for the Meter Device Management System Project.

STRATEGIC PLAN NEXUS

This project helps meet SCV Water's Strategic Plan Objective B.2.1.7: "Conduct Meter Replacement Program," and Objective C 4.7: "Evaluate infrastructure technology (AMI/AMR) and operational strategies to better manage demands."

FINANCIAL CONSIDERATIONS

The Meter Data Management System Project will take place over two budget years, FY 2022/23 and FY 2023/24. The project's total estimated cost, including project contingency, is \$682,940. It is anticipated that 70% of the costs will be expensed in FY 2022/23 and the remaining 30% in FY 2023/24. The FY 2022/23 Tech Services Capital Budget had \$495,000 budgeted for year one of this project. Additional funds for the remaining 30% will be requested in the FY 2023/24 budget.

RECOMMENDATION

The Finance and Administration Committee recommends that the Board of Directors authorize the General Manager enter into a contract with S&S and to approve costs associated with the Meter Data Management System Project in an amount not to exceed \$682,940.

CP

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BOARD MEMORANDUM

DATE: January 24, 2023
TO: Board of Directors
FROM: Rochelle Patterson *RP*
Chief Financial and Administrative Officer
SUBJECT: Approve a Resolution Establishing a Health Reimbursement Arrangement with IGOE for Retired Employees

SUMMARY

At its November 15, 2022, Board of Directors meeting, the revised Employee Manual Policy No. 18 – Other Benefits (Policy) was approved. The additions to the Policy included establishing a Health Reimbursement Arrangement (HRA) to be used for medical premium reimbursement and/or eligible medical expenses for Agency retirees, in lieu of employer-paid medical coverage through CalPERS.

DISCUSSION

An HRA is an employer-funded medical expense reimbursement arrangement from which retirees of the Agency are reimbursed tax-free for qualified medical premiums and/or medical expenses up to a certain dollar amount per year. The employer funds and owns the account. The employer sets aside a specific amount of pre-tax dollars for retirees to pay for medical premiums and/or medical expenses on an annual basis. The annual Agency contribution for each participant will vary based on the eligibility of the retiree as outlined in the Policy.

The Agency has the option to designate what happens with the unused HRA funds at the end of the coverage period (period of the current plan year in which the individual is an eligible employee, on or after his or her plan entry date options when establishing the HRA plan).

Options include:

- Unlimited rollover of remaining funds after the end of the coverage period, or
- Limit the rollover of remaining funds after the end of the coverage period, or
- Unused funds are forfeited at the end of the coverage period (grace period allowed for prior year expenses for 90 days)

After discussion with the 3rd party Administrator, IGOE, very few of their clients offer unlimited rollover, some offer limited rollover and a majority do not allow rollover of unused funds.

At staff's recommendation, the attached plan document (Attachment 2) does not allow for a rollover of unused funds. Any remaining funds in the HRA that are unspent after the grace period will be returned to the Agency.

The Agency's legal counsel has reviewed and provided comments to the plan document and resolution. Those changes have been incorporated into the Resolution (Attachment 1) and the Summary Plan Description (Attachment 2).

On January 23, 2023, the Finance and Administration Committee considered staff's recommendation to approve a resolution establishing the Agency's Health Reimbursement Arrangement for Agency retirees with IGOE and authorize the General Manager to execute the agreement. It was confirmed that the arrangement will be effective March 1, 2023, but the cash-in-lieu option will be retroactive to January 1, 2023 (the effective date of the Policy).

STRATEGIC PLAN NEXUS

This resolution helps to support SCV Water's Strategic Goal F: High Performance Team – Grow a culture of continuous improvement that fosters SCV Water's values.

FINANCIAL CONSIDERATIONS

As previously reported, the monthly cost to administer the HRA is \$3.90 per participant and it is unknown, out of the 66 current retirees, who will choose to participate in the Agency's Retiree HRA.

RECOMMENDATION

The Finance and Administration Committee recommends that the Board of Directors approve the resolution establishing the Agency's Health Reimbursement Arrangement for Agency retirees with IGOE and authorize the General Manager to execute the agreement.

RP

Attachments

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RESOLUTION NO. ____

**A RESOLUTION
OF THE BOARD OF DIRECTORS
OF THE SANTA CLARITA VALLEY WATER AGENCY
ESTABLISHING A HEALTH REIMBURSEMENT
ARRANGEMENT (HRA) WITH IGOE FOR RETIRED
EMPLOYEES**

The undersigned authorized representative of **Santa Clarita Valley Water Agency - AKA SCV Water** (the Employer) hereby certifies that the following resolutions were duly adopted by the governing body of the Employer on _____, and that such resolutions have not been modified or rescinded as of the date hereof:

RESOLVED, that the form of Welfare Benefit Plan, effective March 1, 2023, presented to this meeting (and a copy of which is attached hereto) is hereby approved and adopted, and that the proper agents of the Employer are hereby authorized and directed to execute and deliver to the Administrator of said Plan one or more counterparts of the Plan.

RESOLVED, that the Administrator shall be instructed to take such actions that the Administrator deems necessary and proper in order to implement the Plan, and to set up adequate accounting and administrative procedures for the provision of benefits under the Plan.

RESOLVED, that the proper agents of the Employer shall act as soon as possible to notify the employees of the Employer of the adoption of the Plan and to deliver to each employee a copy of the Summary Plan Description of the Plan, which Summary Plan Description is attached hereto and is hereby approved.

The undersigned further certifies that attached hereto as Exhibits, are true copies of Santa Clarita Valley Water Agency – AKA SCV Water's Benefit Plan Document and Summary Plan Description approved and adopted at this meeting.

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ATTACHMENT 2



Santa Clarita Valley Water Agency - AKA SCV Water

Santa Clarita Valley Water Agency - AKA SCV Water
27234 Bouquet Canyon Road
Santa Clarita, CA 91350

Santa Clarita Valley Water Agency HRA Plan

Amended and Restated HRA Plan Document

Summary Plan Description Effective

March 01, 2023

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INTRODUCTION

This is the Summary Plan Description (the "SPD") for the Santa Clarita Valley Water Agency HRA Plan, a Health Reimbursement Arrangement (the "HRA"). This SPD summarizes your rights and obligations as a participant (or beneficiary) in the HRA.

Read this SPD carefully so that you understand the provisions of our HRA and the benefits you will receive. You should direct any questions you have to the Plan Administrator. There is a plan document on file, which you may review if you desire. In the event there is a conflict between this SPD and the plan document, the plan document will control.

I. ELIGIBILITY

01. What Are the Eligibility Requirements for this HRA?

You will be eligible to join the HRA once you meet the Employer's eligibility requirement:
The Retired Employee must have 5 years of service with the CalPERS (California Public Employees' Retirement System) and;

The Retired Employee must be at least 55 years old at the time of retirement

Your entry date is the date you satisfy the Employer's retirement eligibility requirements.

02. Are There Any Retired Employees Who Are Not Eligible?

Yes, current employees who are otherwise eligible but do not elect to retire on the dates set forth by the Employer are not eligible to join the HRA until the next period in which the Employer provides the opportunity to participate in the HRA. You will also cease to be eligible to continue participating in the Plan or receive further payment distributions at the point in which you become re-employed by the Employer at any time after your previous retirement. Payment may continue for such individual for any previously unpaid amounts at such point as that individual ceases any further employment with the Employer as of any date thereafter.

II. BENEFITS

01. **What Benefits Are Available?**

The HRA allows for reimbursement for expenses as described in the Appendices of this document. The expenses that qualify are those permitted by Section 213(d) of the Internal Revenue Code.

The amounts provided to the HRA by your employer will be made available pro rata on a monthly basis.

Expenses are considered "incurred" when the service is performed, not necessarily when it is paid for. Any amounts reimbursed under the HRA may not be claimed as a deduction on your personal income tax return or reimbursed by other health plan coverage.

If the maximum amount available for reimbursement for a Coverage Period is not utilized in its entirety, refer to Appendix A for information on how these funds will be handled.

02. **What is the "Plan Year"?**

The "Plan Year" begins January 01 and ends December 31.

03. **What is the "Coverage Period"?**

The period of the current "Coverage Period" in which the individual is an eligible employee on or after his or her plan entry date.

04. **How are payments made from the HRA?**

You may submit requests for reimbursement of expenses you have incurred during the course of a Coverage Period in accordance with the instructions of the Plan Administrator. We will also provide you with a debit or credit card to use to pay for Qualified Expenses as described in Appendix A. The Plan Administrator will provide you with further details. However, you must make your requests for reimbursements no later than 90 days after the end of the Coverage Period (that is, no later than 03/30). In addition, you must submit to the Plan Administrator, in accordance with the instructions of the Plan Administrator, proof of the expenses you have incurred and that they have not been paid by any other health plan coverage. If the request qualifies as a benefit or expense that the HRA has agreed to pay, you will receive a reimbursement payment soon thereafter.

Remember, reimbursements made from the HRA are generally not subject to federal income tax or withholding. Nor are they subject to Social Security taxes.

05. **Uniformed Services Employment and Reemployment Rights Act (USERRA)**

If you are going into or returning from military service, the Uniformed Services Employment and Reemployment Rights Act of 1994 may give you special rights to health care coverage under the HRA. If you may be affected by this law, ask your Plan Administrator for further details.

06. **What Happens If I Die?**

If you die before the entirety of all remaining balances under your HRA account have been paid or distributed, your remaining balance may continue to be used by your spouse or other qualifying dependent(s) under the same terms and conditions as would be applicable to you during your lifetime. If your spouse predeceases you, or there are no other remaining dependents who can be reasonably located for further use and distribution, any unpaid remaining balances will be forfeited and returned to the Plan.

III. GENERAL INFORMATION ABOUT OUR HRA

This Section contains certain general information, which you may need to know about the HRA.

01. **General HRA Information**

"Santa Clarita Valley Water Agency HRA Plan" is the name of the Plan.

Your Employer has assigned Plan Number 510 to your Plan.

The company has adopted this Plan effective January 01, 2023.

Your Plan's records are maintained on the basis of a period of time known as the "Plan Year." The Plan Year begins on January 01 and ends December 31 (the "Plan Year").

02. **Employer Information**

Your Employer's name, address, and identification number are:

Santa Clarita Valley Water Agency - AKA SCV Water
27234 Bouquet Canyon Road
Santa Clarita, CA 91350
EIN: 82-3720014

03. **Plan Administrator Information**

The name and address of your Plan Administrator are:

Santa Clarita Valley Water Agency - AKA SCV Water
27234 Bouquet Canyon Road
Santa Clarita, CA 91350

The Plan Administrator will also answer any questions you may have about our HRA. The Plan Administrator has the exclusive right to interpret the appropriate HRA provisions. Decisions of the Plan Administrator are conclusive and binding. You may contact the Plan Administrator for any further information about the HRA.

04. **Agent for Service of Legal Process**

Should it ever be necessary, you or your personal representative may serve legal process on the agent for service of legal process for the HRA. The HRA Agent of Service is:

Santa Clarita Valley Water Agency - AKA SCV Water
27234 Bouquet Canyon Road
Santa Clarita, CA 91350

Legal process may also be served on the Plan Administrator.

05. **Type of Administration**

The HRA is a health reimbursement arrangement. The HRA is not funded or insured. Benefits are paid from the general assets of the Employer.

06. **Claims Administrator Information**

The name and address of your Claims Administrator are:

IGOE Administrative Services
PO Box 501480
San Diego, CA 92150

The Claims Administrator keeps the claims records for the HRA and is responsible for the claims administration of the HRA. The Claims Administrator will also answer any claims-related questions you may have about the HRA.

IV. ADDITIONAL HRA INFORMATION

01. How claims are submitted

When you have a Claim to submit for payment, you must:

1. File the claim in accordance with the instructions of the Plan Administrator.
2. Submit copies of all supporting receipts and/or Explanation of Benefits (EOB) from your insurance carrier for which you are requesting reimbursement.

A Claim is defined as any request for a HRA benefit, made by a claimant or by a representative of a claimant that complies with the HRA's reasonable procedure for making benefit Claims. The times listed are maximum times only. A period of time begins at the time the Claim is filed. Unless otherwise specified, decisions will be made within a reasonable period of time appropriate to the circumstances. "Days" means calendar days.

Notification of whether claim is accepted or denied	30 days
Extension due to matters beyond the control of the Plan	15 days

Insufficient information on the claim:

Notification of	15 days
Response by Participant	45 days
Review of claim denial	60 days

The Claims Administrator will provide written or electronic notification of any Claim denial. The notice will state:

1. Information sufficient to identify the claim involved, including the date of service, the health care provider, the claim amount (if applicable), the diagnosis code and its corresponding meaning, and the treatment code and its corresponding meaning.
2. The specific reason or reasons for the adverse determination.
3. Reference to the specific HRA provisions on which the determination is based.
4. A description of any additional material or information necessary to perfect the claim and an explanation of why such material or information is necessary.
5. A description of the HRA's internal review procedures and time limits applicable to such procedures, available external review procedures, as well as the claimant's right to bring a civil action following a final appeal.
6. Upon request and free of charge, a copy of any internal rule, guideline, protocol or other similar criterion that was relied upon in making the adverse determination regarding the claim, and an explanation of the scientific or clinical judgment for a determination that is based on a medical necessity, experimental treatment or other similar exclusion or limit.
7. In the case of a claim involving urgent care, a description of the expedited review process applicable to such claim.

When you receive a denial, you will have 180 days following receipt of the notification in which to appeal the decision to the Claims Administrator. You may submit written comments, documents, records, and other information relating to the Claim. If you request, you will be provided, free of charge, reasonable access to, and copies of, all documents, records, and other information relevant to the Claim.

The period of time within which a denial on review is required to be made will begin at the time an appeal is filed in accordance with the procedures of the HRA. This timing is without regard to whether all the necessary information accompanies the filing.

A document, record, or other information shall be considered relevant to a Claim if it:

1. was relied upon in making the Claim determination.
2. was submitted, considered, or generated in the course of making the Claim determination, without regard to whether it was relied upon in making the Claim determination.

3. demonstrated compliance with the administrative processes and safeguards designed to ensure and to verify that Claim determinations are made in accordance with HRA documents and HRA provisions have been applied consistently with respect to all claimants;
4. or constituted a statement of policy or guidance with respect to the HRA concerning the denied Claim.

The review will take into account all comments, documents, records, and other information submitted by the claimant relating to the Claim, without regard to whether such information was submitted or considered in the initial Claim determination. The review will not afford deference to the initial denial and will be conducted by a fiduciary of the HRA who is neither the individual who made the adverse determination nor a subordinate of that individual.

After receiving notice of an adverse benefit determination or a final internal adverse benefit determination, a claimant may file with the HRA a request for an external review. A claimant may request from the Plan Administrator additional information describing the HRA's external review procedure.

KEEP YOUR PLAN ADMINISTRATOR INFORMED OF ADDRESS CHANGES

In order to protect your family's rights, you should keep the Plan Administrator informed of any changes in the addresses of family members. You should also keep a copy, for your records, of any notices you send to the Plan Administrator or its designee.

Appendix A - HRA Plan Benefit

Santa Clarita Valley Water Agency Retiree Only Employed Prior to 1/1/2009 HRA Plan

Employee Class

- Retirees
Tier 1 - Any person who has retired from previous employment by SCV Water and from the CalPERS (California Public Employees' Retirement System) or such other qualification requirements as set forth by the Employer.

Qualified benefits

- All Expenses Under Section 213(d)
- Including Qualified Individual Insurance premiums

Reimbursement Schedule

- The HRA will pay \$283.25 per month of qualifying expenses up to a max benefit limit of \$893.33 based on the retirees qualifying plan.

Unused HRA Funds

- Unused benefits at the end of the coverage period shall be forfeited.

Appendix A - HRA Plan Benefit

Santa Clarita Valley Water Agency Retiree Plus Spouse Employed Prior to 1/1/2009 HRA Plan

Employee Class

- Retirees
Tier 1 - Any person who has retired from previous employment by SCV Water and from the CalPERS (California Public Employees' Retirement System) or such other qualification requirements as set forth by the Employer.

Qualified benefits

- All Expenses Under Section 213(d)
- Including Qualified Individual Insurance premiums

Reimbursement Schedule

- The HRA will pay \$566.50 per month of qualifying expenses up to a max benefit limit of \$1,786.66 based on the retirees qualifying plan.

Unused HRA Funds

- Unused benefits at the end of the coverage period shall be forfeited.

Appendix A - HRA Plan Benefit

Santa Clarita Valley Water Agency Retiree Plus Family Employed Prior to 1/1/2009 HRA Plan

Employee Class

- Retirees
Tier 1 - Any person who has retired from previous employment by SCV Water and from the CalPERS (California Public Employees' Retirement System) or such other qualification requirements as set forth by the Employer.

Qualified benefits

- All Expenses Under Section 213(d)
- Including Qualified Individual Insurance premiums

Reimbursement Schedule

- The HRA will pay \$849.75 per month of qualifying expenses up to a max benefit limit of \$2,322.66 based on the retirees qualifying plan.

Unused HRA Funds

- Unused benefits at the end of the coverage period shall be forfeited.

Appendix A - HRA Plan Benefit

Santa Clarita Valley Water Agency Retiree Only Employed On And After 1/1/2009 HRA Plan

Employee Class

- Retirees

Tier 2 - a retired employee who has at least five (5) years of CALPERS service credit accrued from the employer plus at least five (5) years of additional CALPERS service accrued with the employer or other CALPERS employer and who retires within 120 days of separation from SCV Water employment. This excludes retirement from disability, as determined by CALPERS, or if one retires with at least twenty (20) years of service with SCV Water.

Qualified benefits

- All Expenses Under Section 213(d)
- Including Qualified Individual Insurance premiums

Reimbursement Schedule

- The HRA will pay qualifying expenses up to a max benefit limit of \$883.00 per month, based on the retirees qualifying plan and SCV Water's vesting schedule below.

<u>Years of Service</u>	<u>% Of SCV Water Contribution</u>
10	50
11	55
12	60
13	65
14	70
15	75
16	80
17	85
18	90
19	95
20 or more	100

Unused HRA Funds

- Unused benefits at the end of the coverage period shall be forfeited.

Appendix A - HRA Plan Benefit

Santa Clarita Valley Water Agency Retiree Plus Spouse Employed On And After 1/1/2009 HRA Plan

Employee Class

- Retirees

Tier 2 - a retired employee who has at least five (5) years of CALPERS service credit accrued from the employer plus at least five (5) years of additional CALPERS service accrued with the employer or other CalPERS employer and who retires within 120 days of separation from SCV Water employment. This excludes retirement from disability, as determined by CalPERS, or if one retires with at least twenty (20) years of service with SCV Water.

Qualified benefits

- All Expenses Under Section 213(d)
- Including Qualified Individual Insurance premiums

Reimbursement Schedule

- The HRA will pay qualifying expenses up to a max benefit limit of \$1,699.00, based on the retirees qualifying plan and SCV Water's vesting schedule below.

<u>Years of Service</u>	<u>% Of SCV Water Contribution</u>
10	50
11	55
12	60
13	65
14	70
15	75
16	80
17	85
18	90
19	95
20 or more	100

Unused HRA Funds

- Unused benefits at the end of the coverage period shall be forfeited.

Appendix A - HRA Plan Benefit

Santa Clarita Valley Water Agency Retiree Plus Family Employed On And After 1/1/2009 HRA Plan

Employee Class

- Retirees

Tier 2 - a retired employee who has at least five (5) years of CALPERS service credit accrued from the employer plus at least five (5) years of additional CALPERS service accrued with the employer or other CALPERS employer and who retires within 120 days of separation from SCV Water employment. This excludes retirement from disability, as determined by CALPERS, or if one retires with at least twenty (20) years of service with SCV Water.

Qualified benefits

- All Expenses Under Section 213(d)
- Including Qualified Individual Insurance premiums

Reimbursement Schedule

- The HRA will pay qualifying expenses up to a max benefit limit of \$2,124.00 per month, based on the retirees qualifying plan and SCV Water's vesting schedule below.

<u>Years of Service</u>	<u>% Of SCV Water Contribution</u>
10	50
11	55
12	60
13	65
14	70
15	75
16	80
17	85
18	90
19	95
20 or more	100

Unused HRA Funds

- Unused benefits at the end of the coverage period shall be forfeited.

SAMPLE NOTICE for Eligible Employees

Must be provided 90 days in advance of beginning of plan year to each eligible employee, or when newly eligible.

This notice is intended to inform you of the Health Reimbursement Arrangement provided by _____ for eligible employees as of the new benefit year, _____.

The Reimbursement Amount for the _____ benefit year is:

Employee	\$ _____
Employee & Spouse	\$ _____
Employee & Child(ren)	\$ _____
Family	\$ _____

A Participant must submit a claim and appropriate documentation (e.g. explanation of benefits, itemized bill) for out-of-pocket, Medical, Dental, Vision expenses before he/she can be reimbursed.

Pursuant to IRS regulations, a Participant/Employee must notify the Marketplace, Health Insurance exchange or state-based exchange for any employee applying for advance payment of premium assistance tax credit of this benefit information.

Details of this benefit will be included in the Employee's W-2 provided by the Employer and as required, will be reported to the IRS for each employee covered under the benefit.

Important Notice to Participants/Employees: If an employee is not covered under minimum essential coverage for any month during this benefit year, the participant may be subject to tax under Section 5000A of IRC, for such month and reimbursements under the HRA arrangement may be includible in gross income.

This benefit is subject to the terms of the Employer's Health Reimbursement Arrangement, as amended from time to time, shall be governed by and construed in accordance with applicable laws.

For more information about health insurance options available through the Health Insurance Marketplace, and to locate an assister in your area who you can talk to about the different options, visit www.HealthCare.gov.

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Monthly Financial Report

OCTOBER 2022

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Statement of Revenues and Expenses

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SCV Water
Statement of Revenues and Expenses
For the 4th Period Ending 10.31.22

	(A)	(B)	Current Period		(D)	(E)	Year-to-Date		(H)				
			Actual	Budget			Variance	Percent		Actual	Budget	Variance	Percent
(1)	\$ 8,150,262	\$ 9,091,524	\$ (941,261)	(10%)	Operating Revenues	\$ 33,939,568	\$ 40,911,858	\$ (6,972,289)	(17%)				
(2)	24,362	24,448	(86)	(0%)	Water Sales	97,448	97,790	(342)	(0%)				
(3)	38,496	39,051	(555)	(1%)	Water Sales - WWR	167,299	156,204	11,095	7%				
(4)	34,850	102,000	(67,150)	(66%)	Water Sales - Recycled	191,730	459,000	(267,270)	(58%)				
(5)	\$ 8,247,970	\$ 9,257,023	\$ (1,009,052)	(11%)	Misc Fees and Charges	\$ 34,396,045	\$ 41,624,852	\$ (7,228,806)	(17%)				
					Total Operating Revenues								
(6)	\$ 361,872	\$ 497,913	\$ (136,041)	(27%)	Operating Expenses	\$ 1,284,725	\$ 1,907,514	\$ (622,789)	(33%)				
(7)	1,588,120	1,906,439	(318,319)	(17%)	Management	5,700,268	6,924,173	(1,223,905)	(18%)				
(8)	301,889	279,318	22,571	8%	Finance, Admin & IT	912,048	936,895	(24,847)	(3%)				
(9)	726,529	946,842	(220,313)	(23%)	Customer Care	3,405,783	3,532,588	(126,805)	(4%)				
(10)	1,323,569	1,480,975	(157,407)	(11%)	Trans & Distribution	4,345,238	5,492,379	(1,147,141)	(21%)				
(11)	544,540	902,478	(357,937)	(40%)	Pumping Wells & Storage	1,895,773	3,192,464	(1,296,691)	(41%)				
(12)	8,834	1,043,467	(1,034,632)	(99%)	Water Resources	888,105	4,170,517	(3,282,412)	(79%)				
(13)	978,352	1,164,550	(186,198)	(16%)	Source of Supply	4,021,710	3,872,212	149,498	4%				
(14)	305,895	578,800	(272,905)	(47%)	Water Quality, Treatment & Maintenance	1,179,038	1,780,787	(601,749)	(34%)				
(15)	\$ 6,139,600	\$ 8,800,783	\$ (2,661,182)	(30%)	Engineering Services	\$ 23,632,687	\$ 31,809,528	\$ (8,176,841)	(26%)				
(16)	\$ 2,108,370	\$ 456,240	\$ 1,652,130	362%	Total Operating Expenses	\$ 10,763,359	\$ 9,815,324	\$ 948,035	10%				
					Net Operating Revenues (Expenses)								
(17)	\$ 749,514	\$ 1,252,437	\$ (502,924)	(40%)	Non-Operating Revenues	\$ 2,925,200	\$ 4,776,643	\$ (1,851,443)	(39%)				
(18)	(1,033,758)	(6,317,153)	5,283,394	(84%)	Capital Improvement Projects - Pay Go	(4,379,590)	(25,268,610)	20,889,020	(83%)				
(19)	1,748	-	1,748	0%	Debt Service	(20,288,269)	(29,909,652)	9,621,383	(32%)				
(20)	\$ (282,497)	\$ (5,064,715)	\$ 4,782,218	(94%)	Net Non-Operating Revenues and (Expenses)	\$ (21,742,659)	\$ (50,401,618)	\$ 28,658,959	(57%)				
(21)	\$ 1,825,873	\$ (4,608,475)	\$ 6,434,348	(140%)	Increase (Decrease) in Net Position	\$ (10,979,301)	\$ (40,586,295)	\$ 29,606,994	(73%)				

Monthly Changes of more than 10% and \$20,000

- (a) Overall consumption was lower than anticipated due to conservation mandates.
- (b) Late Fees/Disconnects are lower than budgeted, in part due to the policy changes in the timing of late fees and service disconnections.
- (c) Perchlorate Litigation and Legal expenses lower than anticipated.
- (d) Payroll is lower than expected since we budgeted for three pay periods in October.
- (e) Outside Services higher than budgeted due to prior period infotend invoice.
- (f) Maintenance & repair expenses running lower than budget due to billing delays. However, overtime was higher than budgeted due to leaks and repairs.
- (g) BMP lower than anticipated due to lower conservation participation and payroll is lower than expected since we budgeted for three pay periods in October.
- (h) Core Water Supplies paid in December and June of each year.
- (i) Timing of utility bills vary. YTD purchased power is over budget due to the reduced solar offset (solar operating at approx. 85%), Engineering professional service expenses are lower than expected due to billing delays, i.e. Master Plan. Expected in December.
- (j) Non-Operating Revenues are lower than budgeted due to lower Facility Capacity Fees receipts and annexation reimbursements. Offset partially by an increase in investment revenue.
- (k) Timing of capital projects vary from month to month.

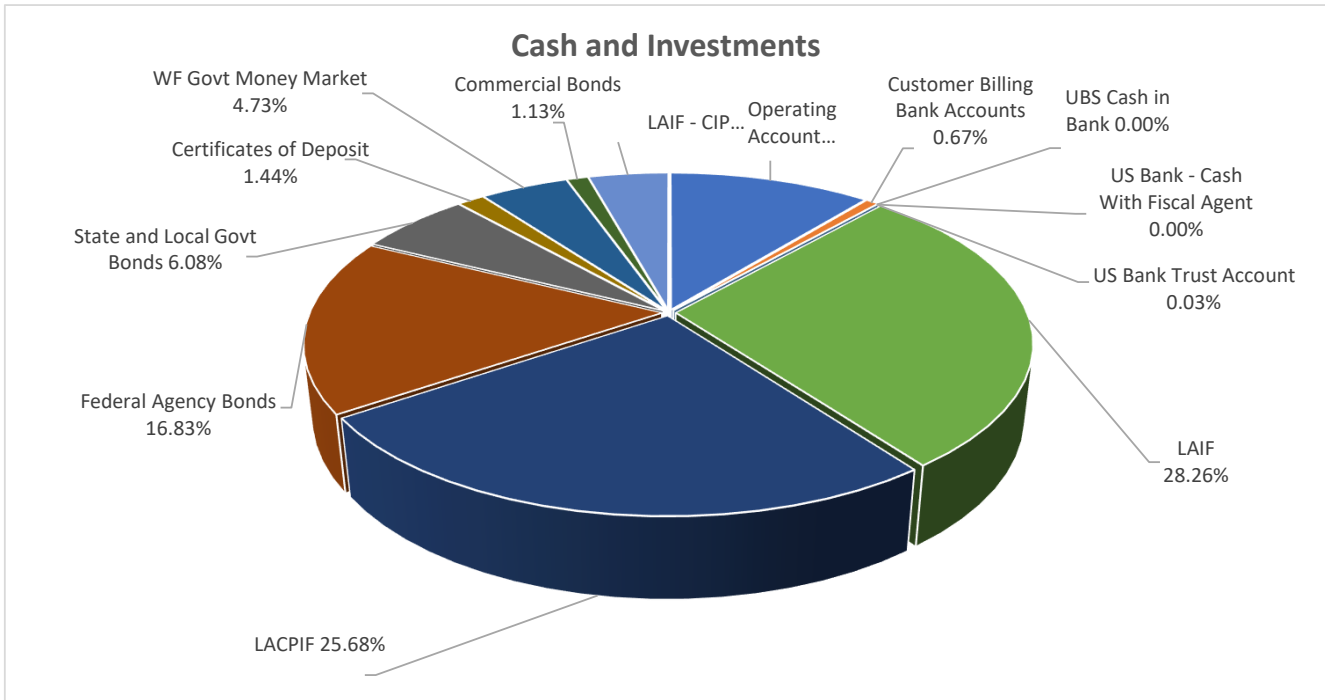
¹ Non-Operating Revenues include: Grants & Reimbursements, 1% Property Tax, Cell Sites, FCF, Lab Revenues, Interest Income

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Investment Report

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Santa Clarita Valley Water Agency
Cash and Investment Summary
10/31/22



Operating Account-Incl FCF's, SWP & CIP	XXX-10101	\$	28,846,406	10.87%
Customer Billing Bank Accounts	101-10105		1,782,912	0.67%
UBS Cash in Bank	101-10109		1,298	0.00%
US Bank - Cash with Fiscal Agent	101-102XX		5,686	0.00%
US Bank Trust Account (1% Prop Tax)	101-10202		73,297	0.03%
LAIF - Operating	101-11061		74,982,415	28.26%
LAC Pooled Investment Fund	101-11062		68,177,701	25.68%
Federal Agency Bonds	101-11064		44,684,835	16.83%
State and Local Government Bonds	101-11065		16,148,995	6.08%
Certificates of Deposit	101-11066		3,823,760	1.44%
WF Government Money Mkt Fund	101-11067		12,550,791	4.73%
Commercial Bonds	101-11068		3,000,000	1.13%
LAIF - CIP	220-11002		11,367,569	4.28%
		\$	265,445,664	100.00%

Estimated Refundable Developer Deposits:

\$ 7,475,499 Included in totals

Portfolio-wide Investments:

Average Yield

1.405%

Rochelle Patterson
Treasurer/Chief Financial & Administration Officer

Amy Aguer
Controller

All investment actions executed since the last report have been made in full compliance with the Investment Policy, and the Agency will meet its expenditure obligations for the next six months as required by Government Code Section 53646(b)(2) and (3), respectively.

SCV Water
Consolidated Cash & Investment Summary
10/31/2022

	<u>Note</u>	<u>Acct #</u>	<u>Balance</u>	<u>Total</u>	<u>% of Total</u>
<u>AGENCY FUNDS</u>					
Cash & Sweep Accounts					
Operating Account-Incl FCF's, SWP & CIP		XXX-10101	28,846,406		
Less: Restricted Cash (FCFs, SWP & CIP)	1	2XX-10101	(4,478,519)		
Customer Billing - Northstar Account		101-10105	451,573		
Customer Billing - enQuesta Account		101-10107	1,331,339		
US Bank - Cash with Fiscal Agent		101-102XX	5,686		
US Bank Trust Account (1% Prop Tax)		101/204-10202	73,297		
UBS Bank Cash		101-10109	1,298		
Less: Restricted Cash US Bank Accts -SWP	1	204-10202/10205	-		
Subtotal - Cash & Sweep Accounts Unrestricted			-	\$ 26,231,078	9.88%
Investments - Unrestricted					
Local Agency Investment Fund		101/202/204-11061	\$ 74,982,415		
LAC Pooled Investment Fund		101/204-11062	68,177,701		
Federal Agency Bonds		101-11064	44,684,835		
State and Local Government Bonds		101-11065	16,148,995		
Certificates of Deposit		101-11066	3,823,760		
WF Government Money Mkt Fund		101-11067	12,550,791		
Commercial Bonds		101-11068	3,000,000		
US Bank Investment Custody Account		101-10205	-		
Less: Restricted Investments - FCF	2	202-11061	(9,811,501)		
Less: Restricted Investments - SWP	3	204-11061/11062/10205	(79,729,463)		
Subtotal - Investments Unrestricted			-	\$ 133,827,532	50.42%
Cash and Investments - Restricted					
Facility Capacity Fee Fund - Cash	4	202-10101	\$ -		
Facility Capacity Fee Fund - Investments	5	202-11061	9,811,501		
State Water Project - Cash (WF & US Bank)	6	204-10XXX	48		
State Water Project - Investments	7	204-11061/11062	79,729,463		
Subtotal - Investments Restricted			-	89,541,012	33.73%
TOTAL AGENCY CASH & INVESTMENTS			-	\$ 249,599,623	
<u>CAPITAL IMPROVEMENT PROJECT FUNDS</u>					
Cash & Sweep Accounts	8	220-10101	\$ 4,478,472		
Local Agency Investment Fund - Restricted		220-11061	11,367,569		
TOTAL CAPITAL IMPROVEMENT PROJECT FUNDS			-	\$ 15,846,041	5.97%
TOTAL CASH AND INVESTMENTS			-	\$ 265,445,664	100.00%

Notes

- 1 Less: Restricted Cash - FCF's, SWP & CIP
- 2 Less: Restricted Investments - FCF's Legacy SCWD
- 3 Less: Restricted Investments - State Water Project
- 4 Restricted Cash - FCF's (Regional Legacy)
- 5 Restricted Investments - FCF's (SCWD Legacy)
- 6 Restricted Cash - SWP (State Water Project)
- 7 Restricted Investments - SWP (State Water Project)
- 8 Restricted Cash - CIP 2020A Bond Proceeds

10/31/22

Agency-wide General Funds Invested:

<u>Description</u>	<u>Cost</u>	<u>Rate</u>	<u>Yield</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Life Days</u>	<u>Rem. Days</u>	<u>Average Interest</u>
1 Local Agency Investment Fund (LAIF)	74,982,415	1.772%	1.772%	Various	Liquid	N/A	N/A	110,724
1 LA County Pooled Invest Fund (LACPIF)	68,177,701	2.300%	2.300%	Various	Liquid	N/A	N/A	130,674
1 Wells Fargo Gov't Money Market	12,550,791	2.800%	2.800%	Various	Liquid	N/A	N/A	29,285
3	<u>\$ 155,710,906</u>		<u>0.174%</u>					<u>270,683</u>

**State and Local Agency Investment Portfolio
Wells Fargo records these at Par value**

1 San Bernardino Com College Dist Bonds	1,050,078.70	1.964%	1.964%	03/22/22	08/01/23	497	274	20,624
1 State of California GO Bonds	1,946,780	2.250%	2.862%	01/25/19	10/01/23	1710	335	43,803
1 Semitropic Improvement District	1,302,045	2.262%	2.262%	10/30/19	12/01/23	1493	396	29,452
1 State of California GO Bonds	3,098,130	3.000%	3.000%	05/28/19	04/01/24	1770	518	92,944
1 San Diego Successor Agency	1,147,938	3.000%	2.052%	10/23/19	09/01/24	1775	671	34,438
1 L.A. Cnty MET Transp BA Bonds	3,159,800.00	5.130%	5.130%	12/29/21	06/01/25	1,250	944	162,098
1 Univ of Cal Ca Revenues Txbl-Relief	1,270,703.25	3.063%	3.063%	12/29/21	07/01/25	1,280	974	38,922
1 Cal St Txbl-Variou Purpose-Bid group	3,173,520.00	2.650%	2.650%	12/29/21	04/01/26	1,554	1248	84,098
8	<u>\$ 16,148,995</u>		<u>3.142%</u>				<u>5,360</u>	<u>506,378</u>

Avg Remaining Life 670 Days

Certificates of Deposit

1 Goldman Sachs Bank - UBS CD	200,000	2.290%	2.290%	10/24/17	11/01/22	1834	1	4,580
1 UBS Bank USA Salt LA UT- UBS CD	200,000	0.150%	0.150%	11/13/20	11/21/22	738	21	300
1 WEBBANK - WF CD	250,000	0.100%	0.100%	12/28/20	12/28/22	730	58	250
1 SYNCHRONY Bank - UBS CD	200,000	1.280%	1.280%	04/13/20	04/17/23	1099	168	2,560
1 BMW Bank North AME - UBS CD	200,000	0.250%	0.250%	11/13/20	05/22/23	920	203	500
1 Beal Bank USA - WF CD	250,000	0.600%	0.600%	01/05/22	01/03/24	728	429	1,500
1 First State Bank/NE - WF CD	250,000	0.500%	0.500%	01/12/22	01/12/24	730	438	1,250
1 TIAA FSB Florida - UBS CD	200,000	0.400%	0.400%	03/31/21	04/09/24	1105	526	800
1 American National Bk - UBS CD	244,388	0.250%	0.250%	06/08/21	05/21/24	1078	568	611
1 New York Cmnty Bk - UBS CD	245,000	0.350%	0.350%	06/08/21	06/03/24	1091	581	858
1 Leader Bank NA MA - UBS CD	244,373	0.250%	0.250%	06/08/21	06/03/24	1091	581	611
1 Greenstate Credit AI US - UBS CD	245,000	0.450%	0.450%	06/08/21	06/17/24	1105	595	1,103
1 LUANA Savings Bank- WF CD	250,000	0.250%	0.250%	12/30/20	07/01/24	1279	609	625
1 Texas Exchange Bank - UBS CD	200,000	0.500%	0.500%	07/22/21	07/30/24	1104	638	1,000
1 UBS Bank - UBS CD	200,000	0.700%	0.700%	10/14/20	10/28/24	1475	728	1,400
1 Morgan Stanley PRI NY - UBS CD	245,000	1.640%	1.640%	04/01/20	03/05/25	1799	856	4,018
1 Sallie Mae Bank - UBS CD	200,000	1.880%	1.880%	11/22/19	11/20/24	1825	751	3,760
#	<u>\$ 3,823,760</u>						<u>7751</u>	<u>25,725</u>

Weighted Avg Yield 0.673%

Avg Remaining Life 456 Days

Federal Government Agency Investment Portfolio
Wells Fargo records these at Par value

1 FFCB - WF	2,000,560	0.120%	0.120%	02/02/21	01/12/23	709	73	2,401
1 FFCB - WF	2,000,000	0.180%	0.180%	01/13/21	07/13/23	911	255	3,600
1 FHLB - UBS	3,000,000	1.250%	1.125%	04/12/22	10/12/23	548	346	37,500
1 FHLB - UBS	3,000,000	1.800%	1.800%	02/28/22	02/27/24	729	484	54,000
1 FHLB - WF	2,996,580	2.125%	2.125%	03/25/22	02/28/24	705	485	63,677
1 FHLB - UBS	2,000,000	1.875%	1.875%	03/14/22	03/14/24	731	500	37,500
1 FHLB - UBS	2,000,000	1.500%	1.500%	03/25/22	03/28/24	734	514	30,000
1 FFCB - WF	5,000,000	0.270%	0.270%	01/05/21	04/05/24	1186	522	13,500
1 FHLB - UBS	200,005	0.750%	0.750%	11/24/21	05/24/24	912	571	1,500
1 FHLB - UBS	235,000	1.350%	1.350%	02/24/22	05/24/24	820	571	3,173
1 FHLB - UBS	4,500,000	0.400%	0.400%	06/08/21	08/29/24	1178	668	18,000
1 FFCB - WF	1,997,700	0.875%	0.875%	11/18/21	11/18/24	1096	749	17,480
1 FHLB - WF	2,000,000	0.400%	0.400%	02/26/21	11/26/24	1369	757	8,000
1 FHLB - WF	996,470	3.063%	3.063%	01/03/22	01/13/25	1106	805	30,522
1 FHLB - WF	2,000,000	0.690%	0.690%	06/10/21	06/10/25	1461	953	13,800
1 FNMA - WF	3,985,680	0.500%	0.500%	11/12/20	11/07/25	1821	1103	19,928
1 FNMA - WF	1,992,840	0.500%	0.500%	11/12/20	11/07/25	1821	1103	9,964
1 FHLB - UBS	280,000	0.500%	5.000%	04/15/21	04/29/26	1840	1276	1,400
1 FHLB - UBS	1,500,000	0.600%	0.600%	06/09/21	06/30/26	1847	1338	9,000
1 FHLB - UBS	3,000,000	0.500%	0.500%	06/08/21	06/30/26	1848	1338	15,000
#	<u>\$ 44,684,835</u>						<u>14411</u>	<u>389,945</u>

Weighted Avg Yield 0.894% Avg Remaining Life 721 Days

Commercial Bonds

1 JP Morgan Chase Financial	3,000,000	3.125%	3.125%	05/13/22	05/13/24	731	560	93,750
1	<u>\$ 3,000,000</u>						<u>560</u>	<u>93,750</u>
		Weighted Avg Yield	3.125%				Avg Remaining Life	<u>560</u> Days

Cost

Portfolio-wide Investment Yield 223,368,497

Weighted Avg Yield 0.581%

Liquid Investments - LAIF, LACPIF, WF MM	155,710,906		
State and Local Agencies	<u>16,148,995</u>		
Certificates of Deposit	<u>3,823,760</u>		
Subtotals by Agency			
FED AGENCY-FHLMC	0	0%	
FED AGENCY-FNMA	5,978,520	13%	
FED AGENCY-FFCB	10,998,260	25%	
FED AGENCY-FHLB	<u>27,708,055</u>	<u>62%</u>	
	<u>44,684,835</u>	<u>100%</u>	
Commercial Bonds	3,000,000		
Agency Account Total	<u>223,368,497</u>		

Ten Largest Disbursements Check Register

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SCV Water
Ten Largest Disbursements
October 1, 2022 to October 31, 2022

No.	Date	Paymt #	Supplier_Name	Invoice_Description	Method	Payment_Amount
1	10-19-2022	13417	Nossaman, LLP	Perchlorate Legal Services - August 2022	SCV_ACH	148,148.13
				Perchlorate Insurance Issues - July 2022	SCV_ACH	4,444.65
				Perchlorate Legal Services - July 2022	SCV_ACH	303,853.79
				Perchlorate Insurance Issues - August 2022	SCV_ACH	1,392.30
			Nossaman, LLP			457,838.87
2	10-24-2022	13463	So. California Edison Co.	Acct-4924 10/18/22 Statement	AUTO_DEBIT	372,333.63
			So. California Edison Co.			372,333.63
3	10-19-2022	13459	Rosedale-Rio Bravo Water Storage District	Power and O&M Charges - August 2022	SCV_ACH	267,279.41
			Rosedale-Rio Bravo Water Storage District			267,279.41
4	10-24-2022	13469	So. California Edison Co.	Acct-2152 10/5/22 Statement	AUTO_DEBIT	256,490.85
			So. California Edison Co.			256,490.85
5	10-05-2022	13272	Ferreira Construction Co. Inc.	Vista Canyon Ph 2B Recycled Water Main Extension Payment Request No. 08 through 7/31/22	SCV_ACH	233,762.78
			Ferreira Construction Co. Inc.			233,762.78
6	10-24-2022	13468	So. California Edison Co.	Acct-2308 10/4/22 Statement	AUTO_DEBIT	146,190.74
			So. California Edison Co.			146,190.74
7	10-19-2022	53974	72 Hour LLC	2022 Ford Maverick Vin #86652	CHECK	28,628.46
				2022 Ford Maverick Vin #86698	CHECK	28,628.46
				Ford Maverick Vin #86690	CHECK	28,299.96
				2022 Ford Maverick Vin #86704	CHECK	28,628.46
				2022 Ford Maverick Vin #86513	CHECK	28,628.46
			72 Hour LLC			142,813.80
8	10-24-2022	13470	So. California Edison Co.	Acct-5589 10/5/22 Statement	AUTO_DEBIT	132,075.53
			So. California Edison Co.			132,075.53
9	10-26-2022	54002	Hazen and Sawyer, D.P.C.	Services through 8/31/22 T&U Wells PFAS Treatment, Saugus 1 & 2 VOC Treatment, and Chemical Facilities	CHECK	125,479.00
			Hazen and Sawyer, D.P.C.			125,479.00
10	10-12-2022	13350	Thirkettle Corporation	3/4 IN I-PEARL METER	SCV_ACH	31,371.66
				1 IN I-PEARL METER	SCV_ACH	23,530.84
				1-1/2 IN OMNI T2 METER	SCV_ACH	5,944.07
				3/4 IN and 1 IN I-PEARL METERS	SCV_ACH	62,582.18
				NICOR TO TR/PL CABLE 18"	SCV_ACH	304.32
			Thirkettle Corporation			123,733.07

Total **2,257,997.68**

Total-All Disbursements Issued During October 2022 **5,955,991.40**

Largest Ten Vendor Payments as Compared to Total **38%**

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Director Stipends

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Director Reimbursements

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CA Govt. Code Section 53065.5

List of Reimbursement for "Individual Charges" = \$100 or more

Annual Disclosure for Fiscal Year 22/23

DIRECTORS

P-Card (VISA) Transactions Updated as of: 11/30/22 *November PCard transactions affect December cash.

Date	Recipient of Reimbursement	Reason for Reimbursement	Amount
10/01/22	Braunstein, Beth	P-CARD (VISA) - ACWA 2022 Fall Conference 11/29/22-12/01/22 - Registration	775.00
10/01/22	Colley, Edward	P-CARD (VISA) - ACWA 2022 Fall Conference 11/29/22-12/01/22 - Registration	775.00
10/01/22	Colley, Edward	P-CARD (VISA) - 2022 Economic Outlook Forecast - 09/09/22 - Registration	125.00
10/01/22	Ford, Jeff	P-CARD (VISA) - ACWA 2022 Fall Conference 11/29/22-12/01/22 - Registration	775.00
10/01/22	Martin, Gary	P-CARD (VISA) - ACWA 2022 Fall Conference 11/29/22-12/01/22 - Registration	775.00
10/01/22	Orzechowski, Piotr	P-CARD (VISA) - 7th Annual CA Water Data Summit 08/17/22-08/18/22 - Registration	213.80
10/01/22	Orzechowski, Piotr	P-CARD (VISA) - VIA Bash Morocco 11/04/22 - Registration	150.00
10/01/22	Plambeek, Lynne	P-CARD (VISA) - ACWA 2022 Fall Conference - 11/29/22-12/01/22 - Registration	620.00
			4,208.80

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Monthly Financial Report

NOVEMBER 2022

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Statement of Revenues and Expenses

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SCV Water
Statement of Revenues and Expenses
For the 5th Period Ending 11.30.22

	(A)	(B)	Current Period			(D)	(E)	Year-to-Date			(H)		
			Actual	Budget	Variance			Percent	Actual	Budget		Variance	Percent
(1)	\$ 7,097,679	\$ 8,182,372	\$ (1,084,692)	(13%)	(a) Water Sales	\$ 41,037,248	\$ 49,094,229	\$ (8,056,981)	(16%)				
(2)	24,362	24,448	(86)	(0%)	Water Sales - WWWR	121,810	122,238	(428)	(0%)				
(3)	36,862	39,051	(2,189)	(6%)	Water Sales - Recycled	204,161	195,255	8,906	5%				
(4)	45,370	91,800	(46,430)	(51%)	Misc Fees and Charges	237,100	550,800	(313,700)	(57%)				
(5)	\$ 7,204,273	\$ 8,337,670	\$ (1,133,397)	(14%)	Total Operating Revenues	\$ 41,600,319	\$ 49,962,522	\$ (8,362,203)	(17%)				
(6)	\$ 301,692	\$ 469,867	\$ (168,175)	(36%)	(c) Management	\$ 1,586,416	\$ 2,377,380	\$ (790,964)	(33%)				
(7)	1,461,100	1,670,211	(209,111)	(13%)	(d) Finance, Admin & IT	7,161,368	8,594,384	(1,433,015)	(17%)				
(8)	223,177	219,192	3,985	2%	Customer Care	1,135,225	1,156,087	(20,863)	(2%)				
(9)	749,176	862,015	(112,839)	(13%)	(e) Trans & Distribution	4,154,960	4,394,604	(239,644)	(6%)				
(10)	1,230,669	1,261,235	(30,565)	(2%)	Pumping Wells & Storage	5,575,908	6,753,614	(1,177,706)	(17%)				
(11)	672,934	763,662	(90,728)	(12%)	(f) Water Resources	2,568,707	3,956,126	(1,387,420)	(35%)				
(12)	276,112	1,043,467	(767,355)	(74%)	(g) Source of Supply	1,164,217	5,213,983	(4,049,767)	(78%)				
(13)	1,206,913	910,850	296,063	33%	(h) Water Quality, Treatment & Maintenance	5,228,622	4,783,061	445,561	9%				
(14)	308,483	400,662	(92,179)	(23%)	(i) Engineering Services	1,487,521	2,181,449	(693,928)	(32%)				
(15)	\$ 6,430,256	\$ 7,601,161	\$ (1,170,905)	(15%)	Total Operating Expenses	\$ 30,062,943	\$ 39,410,689	\$ (9,347,746)	(24%)				
(16)	\$ 774,017	\$ 736,509	\$ 37,508	5%	Net Operating Revenues (Expenses)	\$ 11,537,375	\$ 10,551,833	\$ 985,543	9%				
(17)	\$ 796,344	\$ 1,866,228	\$ (1,069,884)	(57%)	(j) Non-Operating Revenues ¹	\$ 3,721,544	\$ 6,642,871	\$ (2,921,327)	(44%)				
(18)	(1,270,540)	(6,317,153)	5,046,613	(80%)	(k) Capital Improvement Projects - Pay Go	(5,650,130)	(31,585,763)	25,935,632	(82%)				
(19)	(166)	-	(166)	0%	Debt Service	(20,288,435)	(29,909,652)	9,621,217	(32%)				
(20)	\$ (474,361)	\$ (4,450,924)	\$ 3,976,563	(89%)	Net Non-Operating Revenues and (Expenses)	\$ (22,217,020)	\$ (54,852,543)	\$ 32,635,522	(60%)				
(21)	\$ 299,656	\$ (3,714,415)	\$ 4,014,071	(108%)	Increase (Decrease) in Net Position	\$ (10,679,645)	\$ (44,300,710)	\$ 33,621,065	(76%)				

Monthly Changes of more than 10% and \$20,000

- (a) Overall consumption was lower than anticipated due to conservation mandates.
- (b) Late Fees/Disconnects are lower than budgeted, in part due to the policy changes in the timing of late fees and service disconnections.
- (c) Perchlorate Litigation and Legal expenses lower than anticipated.
- (d) Outside Services are lower than budgeted due to timing of billing services.
- (e) Maintenance & repair expenses running lower than budget.
- (f) Professional consultant services lower than budgeted.
- (g) Core Water Supplies paid in December and June of each year (budgeted monthly).
- (h) Timing of utility bills vary. YTD purchased power is over budget due to the reduced solar offset (solar operating at approx. 85%).
- (i) Engineering professional service expenses are lower than expected due to billing delays, i.e. Master Plan. Expected in December.
- (j) Non-Operating Revenues are lower than budgeted due to lower Facility Capacity Fees receipts and annexation reimbursements. FCF refund of \$242,961 issued in November.
- (k) Timing of capital projects vary from month to month

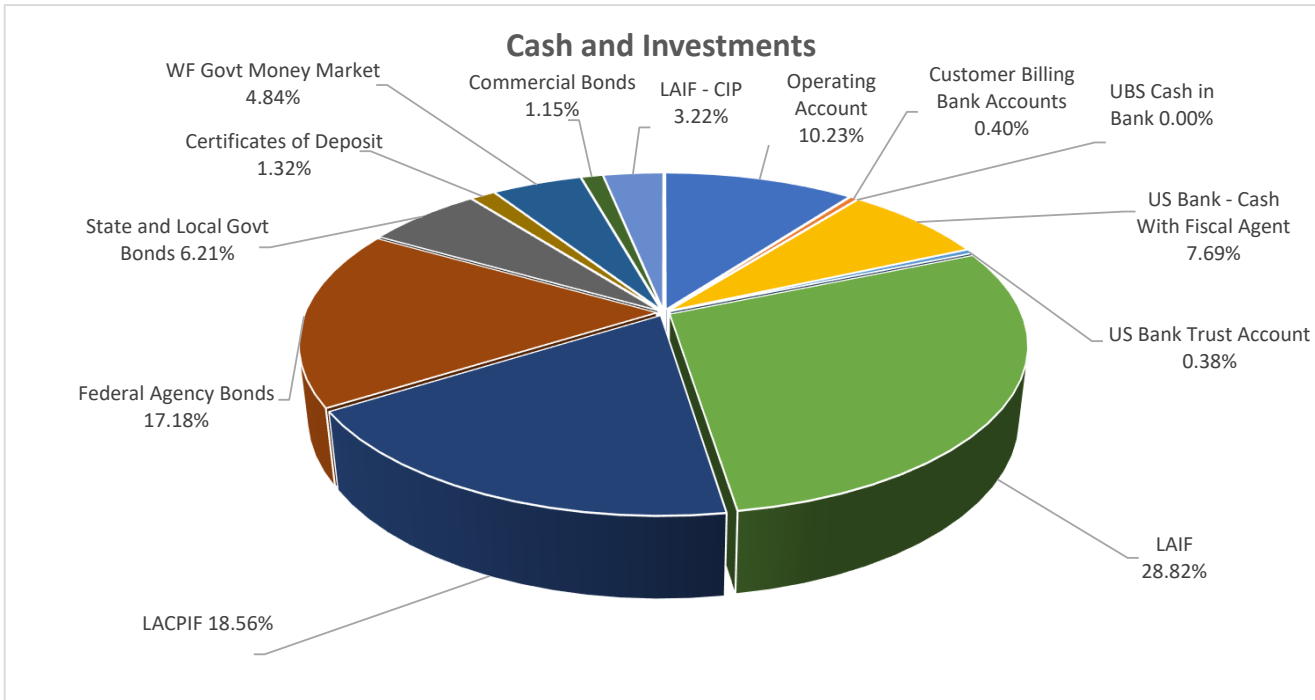
¹ Non-Operating Revenues include: Grants & Reimbursements, 1% Property Tax, Cell Sites, FCF, Lab Revenues, Interest Income

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Investment Report

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Santa Clarita Valley Water Agency
Cash and Investment Summary
11/30/22



Operating Account-Incl FCF's, SWP & CIP	XXX-10101	\$	26,623,314	10.23%
Customer Billing Bank Accounts	101-10105		1,033,001	0.40%
UBS Cash in Bank	101-10109		955	0.00%
US Bank - Cash with Fiscal Agent	101-10205-21		20,007,719	7.69%
US Bank Trust Account (1% Prop Tax)	101-10202		997,646	0.38%
LAIF - Operating	101-11061		74,982,415	28.82%
LAC Pooled Investment Fund	101-11062		48,282,938	18.56%
Federal Agency Bonds	101-11064		44,684,835	17.18%
State and Local Government Bonds	101-11065		16,148,995	6.21%
Certificates of Deposit	101-11066		3,423,760	1.32%
WF Government Money Mkt Fund	101-11067		12,580,615	4.84%
Commercial Bonds	101-11068		3,000,000	1.15%
LAIF - CIP	220-11002		8,367,569	3.22%
		\$	260,133,763	100.00%

Estimated Refundable Developer Deposits:

\$ 7,486,887 Included in totals

Portfolio-wide Investments:

Average Yield

1.442%

Rochelle Patterson
Treasurer/Chief Financial & Administrative Officer

Amy Aguer
Controller

All investment actions executed since the last report have been made in full compliance with the Investment Policy, and the Agency will meet its expenditure obligations for the next six months as required by Government Code Section 53646(b)(2) and (3), respectively.

SCV Water
Consolidated Cash & Investment Summary
11/30/2022

	<u>Note</u>	<u>Acct #</u>	<u>Balance</u>	<u>Total</u>	<u>% of Total</u>
<u>AGENCY FUNDS</u>					
Cash & Sweep Accounts					
Operating Account-Incl FCF's, SWP & CIP		XXX-10101	26,623,314		
Less: Restricted Cash (FCFs, SWP & CIP)	1	2XX-10101	(3,813,716)		
Customer Billing - Northstar Account		101-10105	327,953		
Customer Billing - enQuesta Account		101-10107	705,048		
US Bank - Cash with Fiscal Agent		101-102XX	5,698		
US Bank Trust Account (1% Prop Tax)		101/204-10202	997,646		
UBS Bank Cash		101-10109	955		
Less: Restricted Cash US Bank Accts -SWP	1	204-10202	(477,250)		
Subtotal - Cash & Sweep Accounts Unrestricted				\$ 24,369,648	9.37%
Investments - Unrestricted					
Local Agency Investment Fund		101/202/204-11061	\$ 74,982,415		
LAC Pooled Investment Fund		101/204-11062	48,282,938		
Federal Agency Bonds		101-11064	44,684,835		
State and Local Government Bonds		101-11065	16,148,995		
Certificates of Deposit		101-11066	3,423,760		
WF Government Money Mkt Fund		101-11067	12,580,615		
Commercial Bonds		101-11068	3,000,000		
US Bank Investment Custody Account		101-10205	20,002,021		
Less: Restricted Investments - FCF	2	202-11061	(9,811,501)		
Less: Restricted Investments - SWP	3	204-11061/11062/10205	(77,609,363)		
Subtotal - Investments Unrestricted				\$ 135,684,715	52.16%
Cash and Investments - Restricted					
Facility Capacity Fee Fund - Cash	4	202-10101	\$ (177,676)		
Facility Capacity Fee Fund - Investments	5	202-11061	9,811,501		
State Water Project - Cash (WF & US Bank)	6	204-10XXX	477,279		
State Water Project - Investments	7	204-11061/11062/10205	77,609,363		
Subtotal - Investments Restricted				87,720,467	33.72%
TOTAL AGENCY CASH & INVESTMENTS				\$ 247,774,830	
<u>CAPITAL IMPROVEMENT PROJECT FUNDS</u>					
Cash & Sweep Accounts	8	220-10101	\$ 3,991,364		
Local Agency Investment Fund - Restricted		220-11061	8,367,569		
TOTAL CAPITAL IMPROVEMENT PROJECT FUNDS				\$ 12,358,933	4.75%
TOTAL CASH AND INVESTMENTS				\$ 260,133,763	100.00%

Notes

- 1 Less: Restricted Cash - FCF's, SWP & CIP
- 2 Less: Restricted Investments - FCF's Legacy SCWD
- 3 Less: Restricted Investments - State Water Project
- 4 Restricted Cash - FCF's (Regional Legacy)
- 5 Restricted Investments - FCF's (SCWD Legacy)
- 6 Restricted Cash - SWP (State Water Project)
- 7 Restricted Investments - SWP (State Water Project)
- 8 Restricted Cash - CIP 2020A Bond Proceeds

11/30/22

Agency-wide General Funds Invested:

Description	Cost	Rate	Yield	Purchase Date	Maturity Date	Life Days	Rem. Days	Average Interest
1 Local Agency Investment Fund (LAIF)	74,982,415	2.007%	2.007%	Various	Liquid	N/A	N/A	125,408
1 LA County Pooled Invest Fund (LACPIF)	48,282,938	2.740%	2.740%	Various	Liquid	N/A	N/A	110,246
1 Wells Fargo Gov't Money Market	12,580,615	3.470%	3.470%	Various	Liquid	N/A	N/A	36,379
3	<u>\$ 135,845,968</u>		<u>0.200%</u>					<u>272,033</u>

**State and Local Agency Investment Portfolio
Wells Fargo records these at Par value**

1 San Bernardino Com College Dist Bonds	1,050,078.70	1.964%	1.964%	03/22/22	08/01/23	497	244	20,624
1 State of California GO Bonds	1,946,780	2.250%	2.862%	01/25/19	10/01/23	1710	305	43,803
1 Semitropic Improvement District	1,302,045	2.262%	2.262%	10/30/19	12/01/23	1493	366	29,452
1 State of California GO Bonds	3,098,130	3.000%	3.000%	05/28/19	04/01/24	1770	488	92,944
1 San Diego Successor Agency	1,147,938	3.000%	2.052%	10/23/19	09/01/24	1775	641	34,438
1 L.A. Cnty MET Transp BA Bonds	3,159,800.00	5.130%	5.130%	12/29/21	06/01/25	1,250	914	162,098
1 Univ of Cal Ca Revenues Txbl-Relief	1,270,703.25	3.063%	3.063%	12/29/21	07/01/25	1,280	944	38,922
1 Cal St Txbl-Various Purpose-Bid group	3,173,520.00	2.650%	2.650%	12/29/21	04/01/26	1,554	1218	84,098
8	<u>\$ 16,148,995</u>		<u>3.142%</u>				<u>5,120</u>	<u>506,378</u>

Avg Remaining Life 640 Days

Certificates of Deposit

1 WEBBANK - WF CD	250,000	0.100%	0.100%	12/28/20	12/28/22	730	28	250
1 SYNCHRONY Bank - UBS CD	200,000	1.280%	1.280%	04/13/20	04/17/23	1099	138	2,560
1 BMW Bank North AME - UBS CD	200,000	0.250%	0.250%	11/13/20	05/22/23	920	173	500
1 Beal Bank USA - WF CD	250,000	0.600%	0.600%	01/05/22	01/03/24	728	399	1,500
1 First State Bank/NE - WF CD	250,000	0.500%	0.500%	01/12/22	01/12/24	730	408	1,250
1 TIAA FSB Florida - UBS CD	200,000	0.400%	0.400%	03/31/21	04/09/24	1105	496	800
1 American National Bk - UBS CD	244,388	0.250%	0.250%	06/08/21	05/21/24	1078	538	611
1 New York Cmnty Bk - UBS CD	245,000	0.350%	0.350%	06/08/21	06/03/24	1091	551	858
1 Leader Bank NA MA - UBS CD	244,373	0.250%	0.250%	06/08/21	06/03/24	1091	551	611
1 Greenstate Credit AI US - UBS CD	245,000	0.450%	0.450%	06/08/21	06/17/24	1105	565	1,103
1 LUANA Savings Bank- WF CD	250,000	0.250%	0.250%	12/30/20	07/01/24	1279	579	625
1 Texas Exchange Bank - UBS CD	200,000	0.500%	0.500%	07/22/21	07/30/24	1104	608	1,000
1 UBS Bank - UBS CD	200,000	0.700%	0.700%	10/14/20	10/28/24	1475	698	1,400
1 Morgan Stanley PRI NY - UBS CD	245,000	1.640%	1.640%	04/01/20	03/05/25	1799	826	4,018
1 Sallie Mae Bank - UBS CD	200,000	1.880%	1.880%	11/22/19	11/20/24	1825	721	3,760
15	<u>\$ 3,423,760</u>						<u>7279</u>	<u>20,845</u>

Weighted Avg Yield 0.609%

Avg Remaining Life 485 Days

Federal Government Agency Investment Portfolio
Wells Fargo records these at Par value

1 FFCB - WF	2,000,560	0.120%	0.120%	02/02/21	01/12/23	709	43	2,401
1 FFCB - WF	2,000,000	0.180%	0.180%	01/13/21	07/13/23	911	225	3,600
1 FHLB - UBS	3,000,000	1.250%	1.125%	04/12/22	10/12/23	548	316	37,500
1 FHLB - UBS	3,000,000	1.800%	1.800%	02/28/22	02/27/24	729	454	54,000
1 FHLB - WF	2,996,580	2.125%	2.125%	03/25/22	02/28/24	705	455	63,677
1 FHLB - UBS	2,000,000	1.875%	1.875%	03/14/22	03/14/24	731	470	37,500
1 FHLB - UBS	2,000,000	1.500%	1.500%	03/25/22	03/28/24	734	484	30,000
1 FFCB - WF	5,000,000	0.270%	0.270%	01/05/21	04/05/24	1186	492	13,500
1 FHLB - UBS	200,005	0.750%	0.750%	11/24/21	05/24/24	912	541	1,500
1 FHLB - UBS	235,000	1.350%	1.350%	02/24/22	05/24/24	820	541	3,173
1 FHLB - UBS	4,500,000	0.400%	0.400%	06/08/21	08/29/24	1178	638	18,000
1 FFCB - WF	1,997,700	0.875%	0.875%	11/18/21	11/18/24	1096	719	17,480
1 FHLB - WF	2,000,000	0.400%	0.400%	02/26/21	11/26/24	1369	727	8,000
1 FHLB - WF	996,470	3.063%	3.063%	01/03/22	01/13/25	1106	775	30,522
1 FHLB - WF	2,000,000	0.690%	0.690%	06/10/21	06/10/25	1461	923	13,800
1 FNMA - WF	3,985,680	0.500%	0.500%	11/12/20	11/07/25	1821	1073	19,928
1 FNMA - WF	1,992,840	0.500%	0.500%	11/12/20	11/07/25	1821	1073	9,964
1 FHLB - UBS	280,000	0.500%	5.000%	04/15/21	04/29/26	1840	1246	1,400
1 FHLB - UBS	1,500,000	0.600%	0.600%	06/09/21	06/30/26	1847	1308	9,000
1 FHLB - UBS	3,000,000	0.500%	0.500%	06/08/21	06/30/26	1848	1308	15,000

20 \$ 44,684,835 13811 389,945

Weighted Avg Yield 0.894% Avg Remaining Life 691 Days

1 JP Morgan Chase Financial 3,000,000 3.125% 3.125% 05/13/22 05/13/24 731 530 93,750

1 \$ 3,000,000 530 93,750

Weighted Avg Yield 3.125% Avg Remaining Life 530 Days

Cost

Portfolio-wide Investment Yield 203,103,558

Weighted Avg Yield 0.637%

Liquid Investments - LAIF, LACPIF, WF MM 135,845,968

State and Local Agencies 16,148,995

Certificates of Deposit 3,423,760

Subtotals by Agency

FED AGENCY-FHLMC 0 0%

FED AGENCY-FNMA 5,978,520 13%

FED AGENCY-FFCB 10,998,260 25%

FED AGENCY-FHLB 27,708,055 62%

44,684,835 100%

Commercial Bonds 3,000,000

Agency Account Total 203,103,558

3-Month Cashflow

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SANTA CLARITA VALLEY WATER AGENCY
3 - Month Cash Flow Projection

Cash Flow for January FY23 to March FY23

DESCRIPTION	UNRESTRICTED		RESTRICTED		
	Checking	Investments	CIP Fund	SWC	Capacity Fees
Beginning Balance (estimated):	\$ 29,900,000	\$ 135,683,000	\$ 10,631,000	\$ 91,608,000	\$ 9,933,000
January					
Cash Provided from:					
Water Sales	5,480,096	-	-	-	-
Water Sales Misc ¹	61,200	-	-	-	-
Recycled Water Sales	39,051	-	-	-	-
Non Operating Income:					
Property Taxes	9,980,699	-	-	6,077,488	-
Capacity Fees	-	-	-	-	466,667
Interest Earned	54,167	-	-	35,833	-
Communication/Rental	62,681	-	-	-	-
Grants	1,833,598	-	-	-	-
Reimbursements ²	1,331,971	-	-	-	-
Bond/Loan Proceeds	-	-	-	-	-
Other ³	1,917	-	-	-	-
Cash Used/Added to/for:					
Monthly Expenses	(7,241,226)	-	-	(216,445)	-
DWR Payments	-	-	-	(660,000)	-
Misc. Water Purchases	-	-	-	(5,313,046)	-
Debt Service	(3,304,419)	-	-	-	-
CIP	(6,317,153)	-	(3,498,417)	-	-
CalPERS UAL	-	-	-	-	-
Txfr to/from Investments	-	-	-	-	-
Projected Ending Balance Jan	\$ 31,882,582	\$ 135,683,000	\$ 7,132,583	\$ 91,531,831	\$ 10,399,667
February					
Cash Provided from:					
Water Sales	4,570,943	-	-	-	-
Water Sales Misc ¹	51,000	-	-	-	-
Recycled Water Sales	39,051	-	-	-	-
Non Operating Income:					
Property Taxes	3,387,389	-	-	2,062,663	-
Capacity Fees	-	-	-	-	466,667
Interest Earned	54,167	-	-	35,833	-
Communication/Rental	62,681	-	-	-	-
Grants	1,833,598	-	-	-	-
Reimbursements ²	1,331,971	-	-	-	-
Bond/Loan Proceeds	-	-	-	-	-
Other ³	1,917	-	-	-	-
Cash Used/Added to/for:					
Monthly Expenses	(7,106,586)	-	-	(216,445)	-
DWR Payments	-	-	-	(550,000)	-
Misc. Water Purchases	-	-	-	(1,477,570)	-
Debt Service	-	-	-	-	-
CIP	(6,317,153)	-	(3,498,417)	-	-
Txfr to/from Investments	-	-	-	-	-
Projected Ending Balance. Feb	\$ 29,791,561	\$ 135,683,000	\$ 3,634,167	\$ 91,386,312	\$ 10,866,333

SANTA CLARITA VALLEY WATER AGENCY
3 - Month Cash Flow Projection

Cash Flow for January FY23 to March FY23

DESCRIPTION	UNRESTRICTED		RESTRICTED		
	Checking	Investments	CIP Fund	SWC	Capacity Fees
Beginning Balance (estimated):	\$ 29,900,000	\$ 135,683,000	\$ 10,631,000	\$ 91,608,000	\$ 9,933,000
March					
Cash Provided from:					
Water Sales	4,570,943	-	-	-	-
Water Sales Misc ¹	51,000	-	-	-	-
Recycled Water Sales	39,051	-	-	-	-
Non Operating Income:					
Property Taxes	241,956	-	-	147,333	-
Capacity Fees	-	-	-	-	466,667
Interest Earned	54,167	-	-	35,833	-
Communication/Rental	62,681	-	-	-	-
Grants	1,833,598	-	-	-	-
Reimbursements ²	1,331,971	-	-	-	-
Bond/Loan Proceeds	-	-	-	-	-
Other ³	1,917	-	-	-	-
Cash Used/Added to/for:					
Monthly Expenses	(7,190,946)	-	-	(216,445)	-
DWR Payments	-	-	-	(550,000)	-
Misc. Water Purchases	-	-	-	(1,477,570)	-
Debt Service	-	-	-	-	-
CIP	(6,317,153)	-	(3,498,417)	-	-
Txfr to/from Investments	-	-	-	-	-
Projected Ending Balance Mar	\$ 24,470,747	\$ 135,683,000	\$ 135,750	\$ 89,325,463	\$ 11,333,000

Notes:

¹ Water Sales Misc. includes Late Charges, Misc. Retail Charges, Rebates, Drought Offense Fee and Water Sales-One time

² Reimbursements include Annexation and PERCH Reimbursements - O&M & CIP

³ Other includes Laboratory Revenues and Other Non-Operating Revenue

Debt & Cash Position

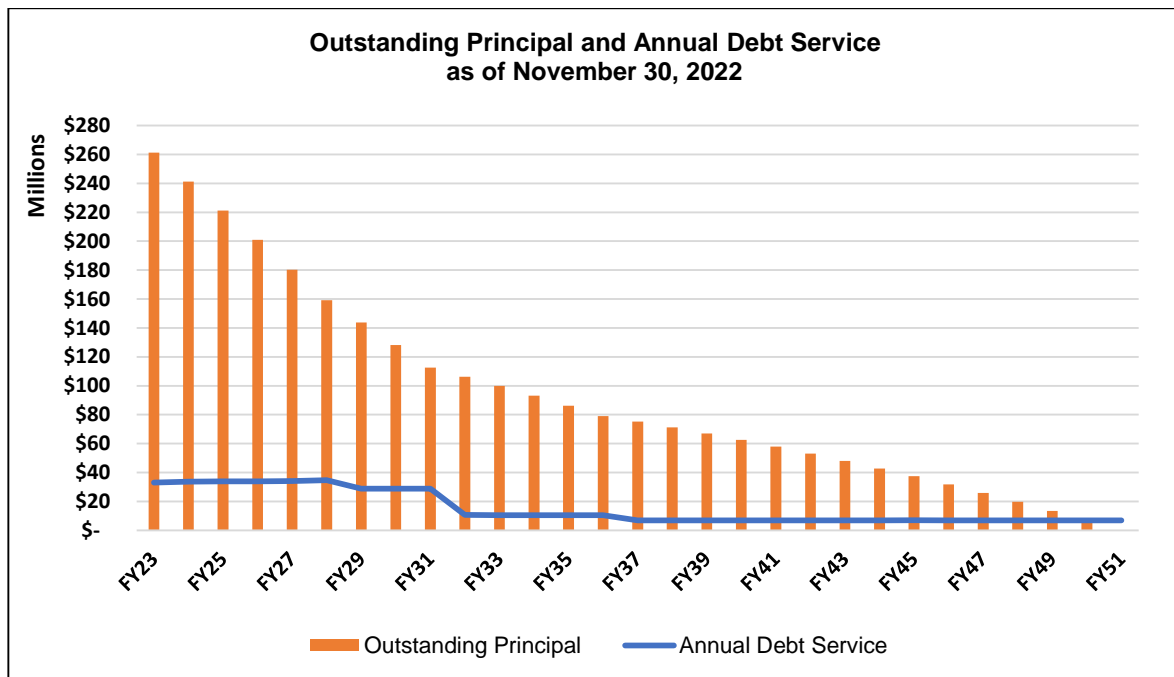
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This report reviews the Agency’s outstanding principal and debt service on an annual basis, cash balances of unrestricted, restricted, and reserve funds as of November 30, 2022, and the total current and non-current assets as of June 30, 2022.

DEBT SERVICE

The outstanding principal debt as of November 30, 2022, is \$261,195,488* with an annual debt service of \$32,214,070. The debt payments are due in August and February of each fiscal year.

The outstanding principal and annual debt service payments shown in the graph below consists of the current outstanding debt and associated payments. It does not include potential future debt which may be approved and issued to fund construction projects.



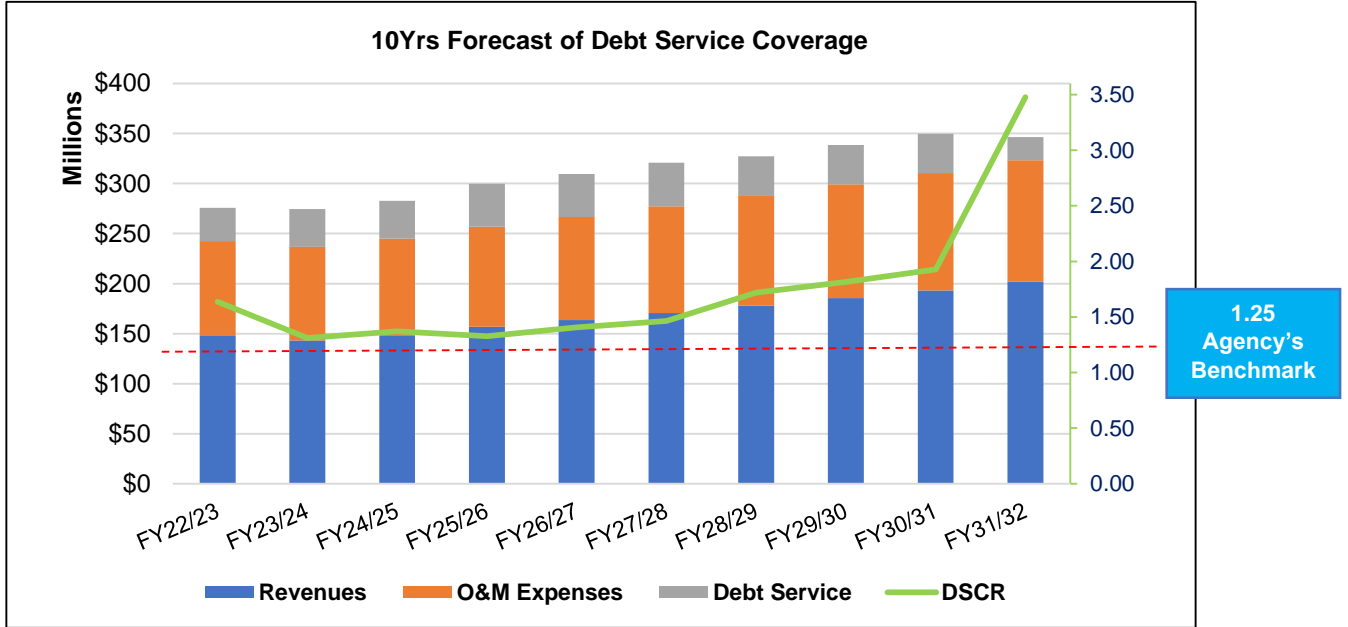
*The outstanding principal of VWD Acquisition Interfund Loan of \$64,634,523 and accreted interest from the 1999 CAB is excluded from the outstanding principal balances.

DEBT SERVICE COVERAGE RATIO

The debt-service coverage ratio (DSCR) is a measurement of the Agency's available cash flow to pay current debt obligations. The formula for the DSCR is:

$$DSCR = \text{Net Operating Income} \div \text{Total Debt Service}$$

A DSCR of less than 1 indicates negative cash flow, typically signifies that an agency will have to take on additional debt in order to satisfy current obligations. The Agency’s Debt Management Policy prohibits this action. Most businesses use a minimum DSCR ratio of 1.25 as a benchmark, which indicates that the borrower will be able to pay back the loan with some added cushion. The current bond covenants require a DSCR of 1.20.

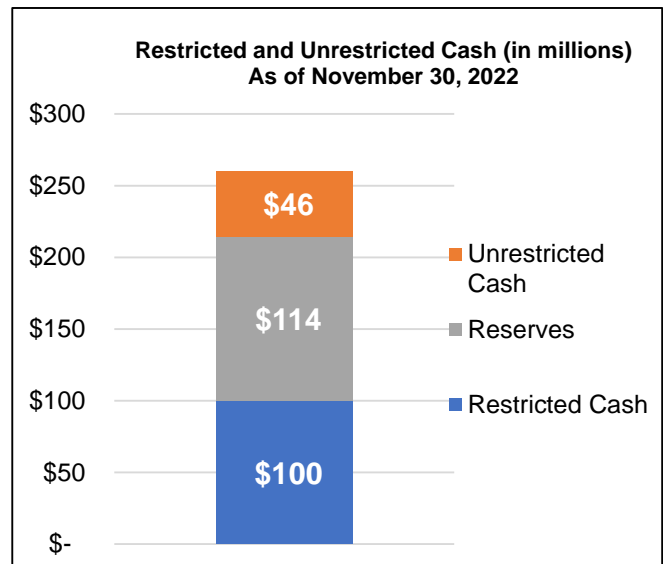


The DSCR listed above projects four (4) traditional bond financings to meet the capital needs of the Agency, estimated at \$375 million over the ten (10) year forecast. This is a forecast only and is subject to change.

CASH POSITION

As of November 30, 2022, the Agency has:

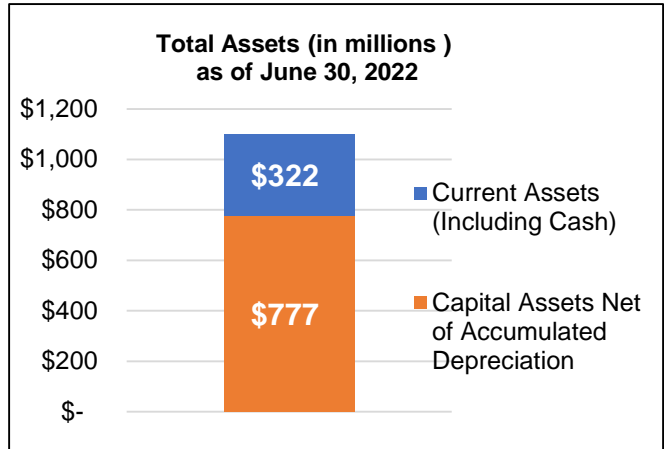
- Fully funded reserve balance of \$113,990,701 as per the agency policy, and
- Restricted cash of \$100,079,401 which includes the Facility/Retail Capacity Fee Funds, State Water Project Fund, and remaining Bond Proceeds, and
- Unrestricted cash of \$46,063,662 to meet the Agency's payment obligations such as operating expenses (including debt service), payroll expenses, insurance, CIP Pay-Go, etc.



TOTAL ASSETS

As of June 30, 2022 (audited), the total assets consist of:

- Current Assets including cash and restricted funds with a balance of \$321,682,870, and
- Capital Assets Net of Accumulated Depreciation with a balance of \$777,101,760 from FY2022 ACFR (See note 5)



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Ten Largest Disbursements Check Register

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SCV Water
Ten Largest Disbursements
November 1, 2022 to November 30, 2022

No.	Date	Paymt #	Supplier_Name	Invoice_Description	Method	Payment_Amount
1	11-02-2022	54065	Pacific Hydrotech Corporation	ESFP Washwater Return and Sludge Collection Project, Progress Payment through 9/20/22	CHECK	1,536,216.50
			Pacific Hydrotech Corporation			1,536,216.50
2	11-22-2022	54335	Pacific Hydrotech Corporation	ESFP Washwater Return and Sludge Collection Project, Progress Payment through 10/20/22	CHECK	1,433,521.50
			Pacific Hydrotech Corporation			1,433,521.50
3	11-16-2022	13745	Association Of California Water Agencies Joint Power Insurance Authority	Premium for 10/1/22 - 9/30/23 Policy Year Auto and General Liability	SCV_ACH	1,432,639.26
			Association Of California Water Agencies Joint Power Insurance			1,432,639.26
4	11-09-2022	54152	Department of Water Resources	Monthly Variable - SEP2022 Contract 160213	CHECK	856,141.00
			Department of Water Resources			856,141.00
5	11-29-2022	13841	So. California Edison Co.	Acct-2152 11/8/22 Statement	AUTO_DEBIT	495,056.66
			So. California Edison Co.			495,056.66
6	11-16-2022	13758	Vista Canyon Ranch, LLC	Facility Capacity Refunds for Vista Canyon	SCV_ACH	242,961.00
			Vista Canyon Ranch, LLC			242,961.00
7	11-23-2022	13786	Zim Industries, Inc.	Replacement (Saugus 3 & 4) Wells Construction Project, Progress Payment through 10/31/22	SCV_ACH	238,450.00
			Zim Industries, Inc.			238,450.00
8	11-29-2022	13844	So. California Edison Co.	Acct-4924 11/17/22 Statement	AUTO_DEBIT	222,413.09
			So. California Edison Co.			222,413.09
9	11-23-2022	13812	Evoqua Water Technologies, LLC.	Resin Exchange Fill of HP1220HF (W2T833650)Supply of 547cuft of PSR2 Plus for one (1) vessel	SCV_ACH	212,173.28
			Evoqua Water Technologies, LLC.			212,173.28
10	11-02-2022	13604	Semitropic Water Storage District	Water Withdrawal - Sep 2022	SCV_ACH	187,253.44
			Semitropic Water Storage District			187,253.44

Total 6,856,825.73

Total-All Disbursements Issued During November 2022 11,389,626.42

Largest Ten Vendor Payments as Compared to Total 60%

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Director Stipends

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Director Reimbursements

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CA Govt. Code Section 53065.5
 List of Reimbursement for "Individual Charges" = \$100 or more
 Annual Disclosure for Fiscal Year 22/23 AP Transactions Updated as of: 11/30/2022
 P- Card (VISA) Transactions Updated as of: 11/30/22 *November PCard transactions affect December cash.

DIRECTORS

Date	Recipient of Reimbursement	Reason for Reimbursement	Amount
			<u>7,786.15</u>

Nothing to report for November

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BOARD MEMORANDUM

DATE: January 24, 2023
TO: Board of Directors
FROM: Rochelle Patterson *RP*
Chief Financial and Administrative Officer
SUBJECT: Approve Financing Plan, Financing Schedule and Direct Staff to Prepare Documents for 2023 Bond Issuance

SUMMARY

At its October 24, 2022, Finance and Administration Committee (F&A) meeting, staff presented four (4) financial scenarios, including rate impacts and reserve funding targets, to continue with its debt-funded capital improvement plan (CIP) and reach \$35 million annually from rates for the Agency's pay-go CIP projects.

At that meeting, the F&A Committee requested a presentation if the 10-year CIP (projects identified to be debt funded) be given to the full Board. That presentation was given at the December 6, 2022, regular Board meeting.

On January 23, 2023, staff presented an additional financial scenario, the proposed financing plan and financing schedule to the F&A Committee. The Committee discussed the financing plan and schedule, and of the Committee members present, unanimously approved the financial plan 3a and directed staff to work with the Agency's Municipal Advisors to begin drafting the legal documents for a \$75 million bond issue.

With the F&A Committee's recommendation, staff is seeking the approval of the financing plan and schedule.

DISCUSSION

At the October 24, 2022 F&A Committee meeting, staff identified and presented four (4) financial scenarios, with the assistance of the Agency's Municipal Advisors. Examples were provided on a number of key issues, including near term financing of needed capital improvements, use of Water Infrastructure Finance and Innovation Act (WIFIA) funding, use of the Agency's reserves to advance capital funding, and use of pay-go funding generated through retail water rate revenue.

To develop the financial scenarios, the Agency's retail rate model was updated to project future operating revenues, non-operating revenues, operating expenses, existing debt service as well as proposed debt service, level of reserve funds, and funds remaining that are used to fund the Agency CIP pay-go program for the next 10-years. It was illustrated that the existing rate revenues are not sufficient to meet the funding levels necessary to complete the Agency's CIP pay-go program as projected.

It is important to note that each scenario forecast uses currently known information, but as with any forecast, there are both assumptions and unknown items. For example, while the Agency has a pending court judgement to recover significant costs of perchlorate and VOC (Volatile Organic Compounds) contamination, we have not assumed any of those funds contributing to the forecast. Similarly, future grant funding that may be awarded through various competitive or directed state or federal grant programs are not included as an assumption and would reduce the capital and rate requirements accordingly. Also not yet known are the results of the water system master plan that is under preparation.

At the October Committee meeting, Scenario 1 and Scenario 2 were eliminated as options, due to the adverse effect on rates and reduction of reserves. Scenario 3 and Scenario 4 include a loan through WIFIA and were seen as more favorable. Before the Committee could decide on a financing plan, however, based on the scenarios that were presented, the Committee requested a presentation be given to the Board on the 10-year CIP debt-funded projects to include details, such as the project's importance to the water system, location of the projects, whether the projects are under contract and the consequences if the projects did not receive funding. This presentation was given to the Board of Directors on December 6, 2022.

In each of the scenarios, upfront financing (\$75 million or \$60 million) would be required to continue with the debt-funded projects as planned while going through the WIFIA loan process, which could take up to 18 months to complete. Of the four scenarios presented, a majority of the Committee believed that Scenario 3 was the better option.

Below is an illustration of the different strategies and policy choices in financing future capital and pay-go expenditures that were presented on October 24, 2022, and January 23, 2023, and summarized in Attachment 1.

Scenario #1 – Pay-go with upfront bond issuances

This scenario is intended to illustrate the concept of funding capital with pay-go generated from water rates (rather than with debt issued and repaid from water rates over a longer period of time). However, in this scenario, since there are no additional funding options until future rates start to generate enough revenue for the entire CIP, two bond issues are proposed in this scenario (\$75 m in 2023, \$100 m in 2025). After that, increased water rates would generate necessary funds for the capital program. This scenario also includes the idea of conducting and approving a new rate study one year earlier than planned.

- Would require \$295 million in additional revenue from FY 2025/26 to FY 2031/32 to fund all CIP through pay-go and recover uses of reserves
- Annual rate increases would range from 20% in FY 2025/26 down to 4% in FY 2031/32
- Reserves will drop to a low of 26% of the funding target in FY 2028/29
- The monthly bill for a customer with a ¾" meter using 18ccf's per month would see an increase of \$13.51 in FY 2025/26
- Annual debt service payments would range from a high of \$43.5 million in FY 2027/28 to a low of \$23.2 million in FY 2031/32
- At the end of this period, the Agency's outstanding debt would be reduced to approximately \$271 million

Scenario #2 – Status quo – all long-term bonds

This scenario illustrates the status quo (current forecast methodology) with four (4) bond issues through 2029 to fund approximately \$360 million of capital projects. This scenario does include future rate adjustments to increase pay-go funding (but not funding 100% of all capital through

present rate revenues), and approving a rate study one year earlier than planned. Debt issuances are projected to be \$75 m in 2023, \$100 m in 2025, \$100 m in 2027, \$65 m in 2029. This scenario does not include WIFIA financing.

- Would require \$170 million in additional revenue from FY 2025/26 to FY 2031/32 to fund all CIP identified as pay-go and to recover uses of reserves
- Annual rate increases would range from 15% in FY 2025/26 down to 3% in FY 2031/32
- Reserves will drop to a low of 59% of the funding target in FY 2027/28
- The monthly bill for a customer with a ¾" meter using 18ccf's per month would see an increase of \$10.13 in FY 2025/26
- Annual debt service payments would range from a high of \$48.5 million in FY 2027/28 from the current low of \$33.2 million in FY 2022/23
- At the end of this period in FY 2031/32, the Agency's outstanding debt would be approximately \$433 million

Scenario #3 – WIFIA + upfront bond in 2023

This scenario assumes a WIFIA loan and approximately 30% (\$196 m) of the first draw to take place in 2025, along with a bond issue in 2023 for \$75 m. This scenario does not assume an early rate action.

- Would require \$84 million in additional revenue from FY 2026/27 to FY 2031/32 to fund all CIP and recover uses of reserves
- Annual rate increases would range from 11% in FY 2026/27 down to 4% by FY 2029/30
- Reserves will drop to 80% of the funding target in FY 2026/27
- The monthly bill for a customer with a ¾" meter using 18ccf's per month would see an increase of \$7.91 in FY 2026/27
- Annual debt service payments would range from a high of \$42.3 million in FY 2028/29 from the current low of \$33.2 million in FY 2022/23
- The Agency's outstanding debt in FY 2031/32 would be approximately \$530 million

Scenario #4 – WIFIA + upfront bonds in 2023, reduced by approximately \$15 million of reserves

This scenario assumes a WIFIA loan and approximately 30% (\$194 m) of the first draw to take place in 2025, a bond issue in 2023 for \$60 million, with \$15 million from reserves. No early rate action is included, and projects full recovery of funded reserves by FY 2031/32.

- Would require \$99 million in additional revenue from FY 2026/27 to FY 2031/32 to fund all CIP and recover uses of reserves
- Annual rate increases would range from 10% in FY 2026/27 down to 4% by FY 2030/31
- Reserves will drop to 70% of the funding target in FY 2026/27
- The monthly bill for a customer with a ¾" meter using 18ccf's per month would see an increase of \$7.19 in FY 2026/27
- Annual debt service payments would range from a high of \$41.5 million in FY 2028/29 from the current low of \$33.2 million in FY 2022/23
- The Agency's outstanding debt in FY 2031/32 would be approximately \$510 million

Based on comments received at the October 24, 2022, Committee meeting, placing emphasis on maintaining reserves at 80% funded and smoothing forecasted rate increases, staff prepared and presented Scenario 3A (below) to the Committee on January 23, 2023.

Scenario #3A – WIFIA + upfront bond in 2023 (Attachment 2)

This scenario assumes a WIFIA loan and approximately 30% (\$196 m) of the first draw to take place in 2025, along with a bond issue in 2023 for \$75 m. This scenario assumes an early rate action. (**Bold** identifies changes from Scenario 3)

- Would require \$84 million in additional revenue from **FY 2025/26** to FY 2031/32 to fund all CIP and recover uses of reserves
- Annual rate increases would range from **9%** in **FY 2025/26** down to 4% by FY 2029/30
- Reserves will drop to **82%** of the funding target in FY 2026/27
- The monthly bill for a customer with a $\frac{3}{4}$ " meter using 18ccf's per month would see an increase of **\$6.08** in **FY 2025/26**
- Annual debt service payments would range from a high of \$42.3 million in FY 2028/29 from the current low of \$33.2 million in FY 2022/23
- The Agency's outstanding debt in FY 2031/32 would be approximately \$530 million

The decision to utilize additional pay-go financing really has two levels to consider. First, increasing rate revenue to generate sufficient pay-go financing for the projects that have traditionally been financed on a pay-as-you-go basis (paid from present year rates), and second, additional revenue sufficient to pay cash for capital projects that would otherwise be debt-financed. The scenarios presented give an initial idea of how that might work and what the various financial metrics such as rate changes, debt levels, and reserve levels would be over the forecast period through FY 2031/32.

Although these scenarios are preliminary and subject to change, each scenario requires an upfront bond to complete the debt-funded projects. Based on the Committee's discussion on January 23, 2023, staff was given direction to move forward with the financing plan 3A and the proposed financing schedule (Attachment 3) and present the plan for the Boards approval on February 7, 2023.

On January 23, 2023, the F&A Committee recommended the following strategy:

- 1) Move forward with a \$75 million bond issuance for 2023
- 2) Continue efforts to secure WIFIA financing
- 3) Begin working with the Agency's Municipal Advisors and Bond Counsel to develop procedural and legal documentation, including:
 - a. Installment Purchase Agreement
 - b. Indenture of Trust
 - c. Continuing Disclosure Certificate
 - d. Reimbursement Resolution
 - e. Preliminary Official Statement

On January 23, 2023, the Finance and Administration Committee considered staff's recommendation to review financing plan options and the preliminary financing schedule.

STRATEGIC PLAN NEXUS

The evaluation of these financing options help meet SCV Water's objective and Strategic Plan Objective E.1: "Increase focus on forward looking financial information," and E.2: Establish a path toward uniform rates."

FINANCIAL CONSIDERATIONS

None at this time.

RECOMMENDATION

The Finance and Administration Committee recommends that the Board of Directors approve the single financing plan scenario (Scenario 3A), financing schedule and begin preparing legal documentation to issue a \$75 million bond in 2023.

RP

Attachments

M65

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	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31	FY 2031/32
Scenario #1 - Pay-go with upfront bond issuances										
Since there is no available funding options until rates start to generate enough revenue for the entire CIP, two bond issues are proposed in this scenario (\$75 m 2023, \$100 m 2025) and approving a new rate study one year earlier than planned. The table below represents the additional funding needed from rates in order for all projects to be funded by rates after FY 2025.										
1	Rate Increase Required %	6.50%	6.50%	20.00%	15.00%	10.00%	10.00%	6.00%	6.00%	4.00%
2	Additional Revenue from New Rates	\$ 75,000,000	\$ 100,000,000	\$ 12,826,849	\$ 26,245,086	\$ 35,750,399	\$ 46,695,506	\$ 52,561,561	\$ 58,870,209	\$ 62,400,364
3	Debt Issuance									
4	Reserve Target Funded %	132%	95%	65%	28%	27%	26%	31%	56%	95%
5	Principal Debt Outstanding ¹	\$ 403,256,566	\$ 376,555,626	\$ 449,236,958	\$ 421,315,543	\$ 362,973,536	\$ 336,667,658	\$ 309,632,735	\$ 281,816,775	\$ 271,397,494
6	Prior to Rate Increase Debt Coverage Ratio	1.64	1.30	1.41	1.35	1.40	1.62	1.70	1.78	3.11
7	Debt Coverage Ratio	1.64	1.30	1.41	1.65	1.96	2.22	3.03	3.27	5.80
8	Pay-go Forecast	\$ 75,805,830	\$ 34,509,236	\$ 37,583,115	\$ 33,777,271	\$ 34,661,751	\$ 31,921,925	\$ 33,043,675	\$ 34,259,250	\$ 35,520,321
9	Debt Funded Project Forecast	\$ 41,981,000	\$ 66,961,000	\$ 41,590,000	\$ 41,540,000	\$ 62,320,000	\$ 21,675,000	\$ 38,250,000	\$ 34,401,000	\$ 8,001,000
10	Actual & Projected Annual Debt Service	\$ 33,214,071	\$ 37,540,749	\$ 37,685,430	\$ 42,811,844	\$ 42,967,711	\$ 43,521,286	\$ 39,448,632	\$ 39,436,249	\$ 39,416,463
11	Average Monthly Bill (3/4" Meter, 18ccfs) ²	\$ 59.54	\$ 63.41	\$ 67.53	\$ 81.04	\$ 93.19	\$ 102.51	\$ 112.76	\$ 119.53	\$ 126.70
12	Monthly Impact 3/4" Meter, 18ccfs (PY)	\$	\$ 3.87	\$ 4.12	\$ 13.51	\$ 12.16	\$ 9.32	\$ 6.77	\$ 7.17	\$ 5.07

¹Includes Accreted Interest (1999 CAB)

²Excluding Legacy Debt Charge

	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31	FY 2031/32
Scenario #2 - Status quo - all long-term bonds										
This is the status quo with 4 bond issues through FY 2029 to fund large capital projects, future rate adjustments to increase Pay-go and approving a rate study one year earlier than planned. (\$75 m 2023, \$100 m 2025, \$100 m 2027, \$65 m 2029)										
1	Rate Increase Required %	6.50%	6.50%	15.00%	12.00%	8.00%	6.00%	5.00%	4.00%	3.00%
2	Additional Revenue from New Rates	\$ 75,000,000	\$ 100,000,000	\$ 8,065,727	\$ 17,371,079	\$ 23,341,515	\$ 27,353,465	\$ 30,306,203	\$ 31,872,303	\$ 32,140,368
3	Debt Issuance									
4	Reserve Target Funded %	132%	95%	64%	60%	59%	66%	72%	80%	97%
5	Principal Debt Outstanding ¹	\$ 403,256,566	\$ 376,555,626	\$ 449,236,958	\$ 421,315,543	\$ 462,973,536	\$ 501,667,658	\$ 474,632,735	\$ 446,816,775	\$ 433,309,717
6	Prior to Rate Increase Debt Coverage Ratio	1.64	1.30	1.41	1.35	1.25	1.43	1.40	1.47	2.08
7	Debt Coverage Ratio	1.64	1.30	1.41	1.54	1.73	2.05	2.04	2.14	3.02
8	Pay-go Forecast	\$ 75,805,830	\$ 34,509,236	\$ 37,583,115	\$ 33,777,271	\$ 31,921,925	\$ 33,043,675	\$ 34,259,250	\$ 35,520,321	\$ 36,828,631
9	Debt Funded Project Forecast	\$ 41,981,000	\$ 66,961,000	\$ 41,590,000	\$ 41,540,000	\$ 62,320,000	\$ 21,675,000	\$ 38,250,000	\$ 34,401,000	\$ 8,001,000
10	Actual & Projected Annual Debt Service	\$ 33,214,071	\$ 37,540,749	\$ 37,685,430	\$ 42,811,844	\$ 42,967,711	\$ 48,548,786	\$ 44,476,132	\$ 47,735,999	\$ 47,716,213
11	Average Monthly Bill (3/4" Meter, 18ccfs) ²	\$ 59.54	\$ 63.41	\$ 67.53	\$ 77.66	\$ 86.98	\$ 93.94	\$ 99.58	\$ 104.55	\$ 108.74
12	Monthly Impact 3/4" Meter, 18ccfs (PY)	\$	\$ 3.87	\$ 4.12	\$ 10.13	\$ 9.32	\$ 6.96	\$ 4.98	\$ 4.18	\$ 3.26

¹Includes Accreted Interest (1999 CAB)

²Excluding Legacy Debt Charge

Scenario #3 – WIFIA + upfront bond in FY 2023

This scenario assumes we will be approved for the WIFIA loan program and 30% (\$196 m) of the first draw to take place in FY 2023 for \$75 m. No early rate action.

	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31	FY 2031/32
1	Rate Increase Required %	6.50%	6.50%	6.50%	6.50%	7.00%	7.00%	4.00%	4.00%	4.00%
2	Additional Revenue from New Rates					7,161,147	15,363,940	16,191,278	17,027,998	18,081,682
3	Debt Issuance	\$ 75,000,000		\$ 196,360,275		\$ 125,291,276				
4	Reserve Target Funded %	132%	95%	88%	81%	84%	90%	97%	94%	98%
5	Principal Debt Outstanding ¹	\$ 403,256,566	\$ 376,555,626	\$ 414,147,986	\$ 445,146,110	\$ 499,877,581	\$ 538,896,571	\$ 562,694,663	\$ 543,624,726	\$ 530,350,783
6	Prior to Rate Increase Debt Coverage Ratio	1.64	1.30	1.41	1.53	1.53	1.51	1.58	1.65	1.90
7	Revised Debt Coverage Ratio	1.64	1.30	1.41	1.53	1.72	1.87	1.96	2.06	2.37
8	Pay-go Forecast	\$ 75,805,830	\$ 34,509,236	\$ 37,583,115	\$ 33,777,271	\$ 34,661,751	\$ 33,043,675	\$ 34,259,250	\$ 35,520,321	\$ 36,828,631
9	Debt Funded Project Forecast	\$ 41,981,000	\$ 66,961,000	\$ 41,590,000	\$ 41,540,000	\$ 62,320,000	\$ 21,675,000	\$ 38,250,000	\$ 34,401,000	\$ 8,001,000
10	Actual & Projected Annual Debt Service	\$ 33,214,071	\$ 37,540,749	\$ 37,685,430	\$ 37,784,344	\$ 37,940,211	\$ 38,493,786	\$ 42,328,222	\$ 42,315,839	\$ 38,043,207
11	Average Monthly Bill (3/4" Meter, 18ccfs) ²	\$ 59.54	\$ 63.41	\$ 67.53	\$ 71.92	\$ 79.83	\$ 85.42	\$ 91.40	\$ 95.06	\$ 98.86
12	Monthly Impact 3/4" Meter, 18ccfs (PY)	\$	\$ 3.87	\$ 4.12	\$ 4.39	\$ 7.91	\$ 5.98	\$ 3.66	\$ 3.80	\$ 3.95

¹ Includes Accreted Interest (1999 CAB)

² Excluding Legacy Debt Charge

Scenario #4 – WIFIA + upfront bonds in FY 2023, reduced by approximately \$15 m of reserves

This scenario assumes we will be approved for the WIFIA loan program and 30% (\$196 m) of the first draw to take place in FY 2023 for \$60 m, \$15 m from reserves. No early rate action, recovery of reserves by 2032.

	FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31	FY 2031/32
1	Rate Increase Required %	6.50%	6.50%	6.50%	6.50%	10.00%	7.00%	6.00%	4.00%	4.00%
2	Additional Revenue from New Rates					6,133,885	16,639,254	20,277,680	21,325,563	22,633,604
3	Debt Issuance	\$ 60,000,000		\$ 194,103,525		\$ 122,809,866				
4	Reserve Target Funded %	132%	82%	76%	71%	70%	82%	91%	92%	99%
5	Principal Debt Outstanding ¹	\$ 388,256,566	\$ 361,555,626	\$ 398,387,273	\$ 428,590,067	\$ 482,490,015	\$ 493,028,567	\$ 519,724,758	\$ 523,359,261	\$ 510,547,148
6	Prior to Rate Increase Debt Coverage Ratio	1.64	1.32	1.44	1.56	1.56	1.61	1.61	1.69	1.97
7	Revised Debt Coverage Ratio	1.64	1.32	1.44	1.56	1.73	1.94	2.10	2.20	2.59
8	Pay-go Forecast	\$ 75,805,830	\$ 34,509,236	\$ 37,583,115	\$ 33,777,271	\$ 34,661,751	\$ 31,921,925	\$ 33,043,675	\$ 34,259,250	\$ 35,520,321
9	Debt Funded Project Forecast	\$ 41,981,000	\$ 66,961,000	\$ 41,590,000	\$ 41,540,000	\$ 62,320,000	\$ 21,675,000	\$ 38,250,000	\$ 34,401,000	\$ 8,001,000
10	Actual & Projected Annual Debt Service	\$ 33,214,071	\$ 36,788,499	\$ 36,933,180	\$ 37,032,094	\$ 37,187,961	\$ 37,741,536	\$ 41,463,642	\$ 41,451,259	\$ 36,578,335
11	Average Monthly Bill (3/4" Meter, 18ccfs) ²	\$ 59.54	\$ 63.41	\$ 67.53	\$ 71.92	\$ 79.11	\$ 86.23	\$ 92.27	\$ 97.81	\$ 101.72
12	Monthly Impact 3/4" Meter, 18ccfs (PY)	\$	\$ 3.87	\$ 4.12	\$ 4.39	\$ 7.12	\$ 6.04	\$ 5.54	\$ 3.91	\$ 4.07

¹ Includes Accreted Interest (1999 CAB)

² Excluding Legacy Debt Charge

Scenario #3A – WIFIA + upfront bond in FY 2023

This scenario assumes we will be approved for the WIFIA loan program and 30% (\$196 m) of the first draw to take place in FY 2023 for \$75 m. Early rate action.

		FY 2022/23	FY 2023/24	FY 2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31	FY 2031/32
1	Rate Increase Required %	6.50%	6.50%	6.50%	9.00%	8.00%	7.00%	7.00%	4.00%	4.00%	4.00%
2	Additional Revenue from New Rates				2,381,222	6,715,245	10,529,365	14,839,751	15,638,856	16,446,978	17,483,995
3	Debt Issuance	\$ 75,000,000		\$ 196,360,275			\$ 125,291,276				
4	Reserve Target Funded %	132%	95%	87%	83%	82%	85%	91%	97%	94%	98%
5	Principal Debt Outstanding ¹	\$ 403,256,566	\$ 376,555,626	\$ 414,147,986	\$ 445,146,110	\$ 499,877,581	\$ 511,286,435	\$ 538,896,571	\$ 562,694,663	\$ 543,624,726	\$ 530,350,783
6	Prior to Rate Increase Debt Coverage Ratio	1.64	1.30	1.41	1.53	1.53	1.58	1.51	1.58	1.65	1.90
7	Revised Debt Coverage Ratio	1.64	1.30	1.41	1.59	1.71	1.85	1.86	1.95	2.04	2.35
8	Pay-go Forecast	\$ 75,805,830	\$ 34,509,236	\$ 37,583,115	\$ 33,777,271	\$ 34,661,751	\$ 31,921,925	\$ 33,043,675	\$ 34,259,250	\$ 35,520,321	\$ 36,828,631
9	Debt Funded Project Forecast	\$ 41,981,000	\$ 66,961,000	\$ 41,590,000	\$ 41,540,000	\$ 62,320,000	\$ 21,675,000	\$ 38,250,000	\$ 34,401,000	\$ 8,001,000	\$ 2,701,000
10	Actual & Projected Annual Debt Service	\$ 33,214,071	\$ 37,540,749	\$ 37,685,430	\$ 37,784,344	\$ 37,940,211	\$ 38,493,786	\$ 42,328,222	\$ 42,315,839	\$ 42,296,053	\$ 38,043,207
11	Average Monthly Bill (3/4" Meter, 18ccfs) ²	\$ 59.54	\$ 63.41	\$ 67.53	\$ 73.61	\$ 79.50	\$ 85.07	\$ 91.03	\$ 94.67	\$ 98.46	\$ 102.40
12	Monthly Impact 3/4" Meter, 18ccfs (PY)		\$ 3.87	\$ 4.12	\$ 6.08	\$ 5.89	\$ 5.57	\$ 5.96	\$ 3.64	\$ 3.79	\$ 3.94

¹ Includes Accreted Interest (1999 CAB)

² Excluding Legacy Debt Charge

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SANTA CLARITA VALLEY WATER AGENCY
 Potential 2023 Revenue Bonds

Revised on:
Monday, January 30, 2023

I = Issuer - Santa Clarita Valley Water Agency
GC = Issuer Counsel - Best Best & Krieger LLP
BC = Bond Counsel - Stradling, Yocca, Carlson & Rauth
DC = Disclosure Counsel - Stradling, Yocca, Carlson & Rauth
MA = Municipal Advisor - Fieldman, Rolapp & Associates, Inc.
UW = Underwriter - TBD
UC = Underwriter's Counsel - TBD
T = Trustee - U.S. Bank

Date	Description	Responsible Parties	Status
<i>Monday, January 23, 2023</i>	<i>Finance and Administrative Committee reviews financial plan and Reimbursement Resolution</i>	<i>I, MA, BC</i>	Complete
+/- Tuesday, January 24, 2023	Distribute UW RFP	MA	
Tuesday, January 31, 2023	Distribute 1 st draft of Agency section of Preliminary Official Statement ("POS ") to Agency for review	DC	
Thursday, February 02, 2023	Distribute 1 st draft of Installment Purchase Agreement, Indenture and Continuing Disclosure Certificate to Agency and Municipal Advisor	BC	
TBD Tuesday, February 07, 2023	Board Meeting to review finance plan	I, MA	
Wednesday, February 08, 2023	Conference Call @ TBD to discuss 1 st draft of legal documents	I, BC, MA	
+/- Friday, February 10, 2023	Receive Underwriter responses	I, MA	
Friday, February 10, 2023	Distribute revised legal documents to entire working group	BC	
Friday, February 17, 2023	Conference Call @ TBD to discuss legal documents	DC, UW, UC, MA	
Monday, February 20, 2023	HOLIDAY - PRESIDENT'S DAY	Information	
Tuesday, February 21, 2023	Agenda Deadline for February 27, 2023 Agency and Authority Board Meetings	All	
<i>Monday, February 27, 2023</i>	<i>Finance and Administrative Committee considers approval of the following legal documentation: a. Installment Purchase Agreement b. Indenture of Trust c. Continuing Disclosure Certificate</i>	<i>All</i>	
Friday, March 03, 2023	Comments due on Agency section of POS to Disclosure Counsel	I	
Friday, March 10, 2023	Distribute POS to Agency and Municipal Advisor	DC	
Tuesday, March 14, 2023	Agenda Deadline for March 21, 2023 Agency and Authority Board Meetings	All	
Friday, March 17, 2023	Conference Call @ TBD to discuss POS	I, DC, MA	

SANTA CLARITA VALLEY WATER AGENCY
Potential 2023 Revenue Bonds

Date	Description	Responsible Parties	Status
Tuesday, March 21, 2023	SCVWA and USCJVPA Board Meetings to consider approval of the following legal documentation: a. Installment Purchase Agreement b. Indenture of Trust c. Continuing Disclosure Certificate d. Reimbursement Resolution	All	
Friday, March 24, 2023	Distribute revised POS to entire working group	DC	
Friday, March 31, 2023	Conference Call @ TBD to discuss POS	DC, UW, UC, MA	
Monday, May 15, 2023	Send Rating Agency packet	MA	
Monday, May 15, 2023	Finance and Administrative Committee considers approval of Preliminary Official Statement	All	
Saturday, May 20, 2023	Validation period ends	Information	
Week of Monday, May 22, 2023	Rating agency presentation(s)	I, MA, UW, BC	
Monday, May 29, 2023	HOLIDAY - MEMORIAL DAY	Information	
Tuesday, May 30, 2023	Agenda Deadline for June 6, 2023 Agency and Authority Board Meetings	All	
+/- Monday, June 05, 2023	Due diligence call	All	
+/- Monday, June 05, 2023	Ratings received	I, UW, MA	
Tuesday, June 06, 2023	SCVWA and USCJVPA Board Meetings to consider approval of Preliminary Official Statement	All	
+/- Wednesday, June 07, 2023	Post Preliminary Official Statement	BC	
+/- Tuesday, June 13, 2023	Pre-pricing	All	
+/- Wednesday, June 14, 2023	Pricing Execute Bond Purchase Agreement	All	
Monday, June 19, 2023	HOLIDAY - JUNETEENTH	Information	
No Later Friday, June 23, 2023	Post Official Statement	All	
Monday, July 3, 2023	HOLIDAY - INDEPENDENCE DAY	Information	
+/- Wednesday, July 05, 2023	Pre-Closing	All	
+/- Thursday, July 06, 2023	Closing	All	
No Later Wednesday, July 26, 2023	End of Underwriting Period Conference Call (TBD)	I, DC, MA	



BOARD MEMORANDUM

DATE: January 20, 2023
TO: Board of Directors
FROM: Steve Cole *gmc*
Assistant General Manager
SUBJECT: January 19, 2023 Public Outreach and Legislation Committee Meeting Recap Report

The Public Outreach and Legislation Committee met at 5:30 PM on Thursday, January 19, 2023, at the Engineering Services Section (ESS) Boardroom located at 26521 Summit Circle, Santa Clarita, CA 91350. In attendance were Committee Chair Maria Gutzeit, Directors Kathye Armitage and Beth Braunstein. Staff members present were Steve Cole Assistant General Manager and Communications Manager Kathie Martin. Attending virtually were Sr. Public Affairs Specialist Lindsey Gibson, Public Affairs Specialist II Laura Gallegos, Consultant Geoff Bowman from Van Scoyoc Associate, Consultant Dennis Albiani and Annalee Akin from California Advocates, Consultant Hunt Braly from Poole Shaffery, and members of the public were present. A copy of the Agenda is attached.

Item 2: Public Comment – There was no public comment.

Item 3: Legislative Consultant Reports – Staff and the Committee reviewed the federal legislative report by Geoff Bowman, state legislative report by Dennis Albiani, and Annalee Akin and local legislative report by Hunt Braly.

Item 4: Year-in-Review of Outreach Efforts in 2022 – Staff presented an overview of the challenges and goals accomplished in 2022. Significant drought messaging efforts, campaigns, and engagement in PFAS and Agency's planning efforts, enhanced public awareness using social media platforms and increase public participation throughout school education programs and gardening classes were some of the highlights.

Item 5: Communications Manager Activities – There were no updates.

Item 6: Committee Planning Calendar – Staff and Committee reviewed the Planning Calendar.

Item 7: Adjournment – The meeting adjourned in recognition of Director R. J. Kelly for his dedication and service to the Public Outreach and Legislation Committee at 7:35 PM.

The meeting recording is available on the SCV Water Agency website or by clicking the following link:
https://yourscvwater.com/wp-content/uploads/2023/01/POL-Recording_011923.mp3

Attachment

M65

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Date: January 12, 2023

To: **Public Outreach and Legislation Committee**
Maria Gutzeit, Chair
Kathye Armitage
Beth Braunstein
Ed Colley

From: Steve Cole, Assistant General Manager *SC*

The **Public Outreach and Legislation Committee** meeting is scheduled on **Thursday, January 19, 2023 at 5:30 PM at 26521 Summit Circle, Santa Clarita, CA 91350 in the Engineering Services Section (ESS) Boardroom.** Members of the public may attend in person or virtually. To attend this meeting virtually, please see below.

IMPORTANT NOTICES

This meeting will be conducted in person at the addresses listed above. As a convenience to the public, members of the public may also participate virtually by using the **Agency's Call-In Number 1-833-568-8864, Webinar ID: 160 830 5298 or Zoom Webinar by clicking on the <https://scvwa.zoomgov.com/j/1608305298>**. Any member of the public may listen to the meeting or make comments to the Committee using the call-in number or Zoom Webinar link above. However, in the event there is a disruption of service which prevents the Agency from broadcasting the meeting to members of the public using either the call-in option or internet-based service, this meeting will not be postponed or rescheduled but will continue without remote participation. The remote participation option is being provided as a convenience to the public and is not required. Members of the public are welcome to attend the meeting in person.

Attendees should be aware that while the Agency is following all applicable requirements and guidelines regarding COVID-19, the Agency cannot ensure the health of anyone attending a Committee meeting. Attendees should therefore use their own judgment with respect to protecting themselves from exposure to COVID-19.

Members of the public unable to attend this meeting may submit comments either in writing to ekang@scvwa.org or by mail to Eunie Kang, Executive Assistant, Santa Clarita Valley Water Agency, 26501 Summit Circle, Santa Clarita, CA 91350. All written comments received before 4:00 PM the day of the meeting will be distributed to the Committee members and posted on the Santa Clarita Valley Water Agency website prior to the start of the meeting. Anything received after 4:00 PM the day of the meeting, will be made available at the meeting, if practicable, and will be posted on the SCV Water website the following day. All correspondence with comments, including letters or emails, will be posted in their entirety.

MEETING AGENDA

<u>ITEM</u>	<u>PAGE</u>
1. <u>PLEDGE OF ALLEGIANCE</u>	
2. <u>PUBLIC COMMENTS</u> – Members of the public may comment as to items within the subject matter jurisdiction of the Agency that are not on the Agenda at this time. Members of the public wishing to comment on items covered in this Agenda may do so at the time each item is considered. (Comments may, at the discretion of the Committee Chair, be limited to three minutes for each speaker.)	
3. * Legislative Consultant Report	
3.1 Van Scoyoc Associates	1
3.2 California Advocates	5
3.3 Poole & Shaffery	15
4. * Year-in-Review of Outreach Efforts in 2022	17
5. * Communications Manager's Report	37
6. * Committee Planning Calendar	47
7. Adjournment	
* Indicates Attachment	
• Indicates Handout	

NOTICES:

Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by telephoning Eunie Kang, Executive Assistant, at (661) 297-1600, or in writing to Santa Clarita Valley Water Agency at 26501 Summit Circle, Santa Clarita, CA 91350. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that Agency staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the Agency to provide the requested accommodation.

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 Committee less than seventy-two (72) hours prior to the meeting will be available for public inspection at the Santa Clarita Valley Water Agency, located at 27234 Bouquet Canyon Road, Santa Clarita, CA 91350, during regular business hours. When practical, these public records will also be made available on the Agency's Internet Website, accessible at <http://www.yourscvwater.com>.

Posted on January 12, 2023.



BOARD MEMORANDUM

DATE: January 24, 2023
TO: Board of Directors *RP*
FROM: Rochelle Patterson
Chief Financial and Administrative Officer
SUBJECT: January 23, 2023 Rescheduled Finance and Administration Committee Meeting Recap Report

The rescheduled Finance and Administration (F&A) Committee met at 5:30 PM on Monday, January 23, 2023 in the Board Room of the Rio Vista Water Treatment Plant. In attendance were Chair Ken Petersen and Directors Kathy Armitage and Maria Gutzeit. Staff members in attendance included Controller Amy Aguer, Director of Technology Services Cris Perez, Management Analyst II Erika Dill, Administrative Services Manager Kim Grass, Chief Engineer Courtney Mael, Human Resources Manager Ari Mantis, General Manager Matt Stone, IT Technician I Jonathan Thomas, Customer Service Manager Kathleen Willson and myself. Lora Carpenter from Fieldman Rolapp presented. Additional SCV Water staff and members of the public were present. A copy of the agenda is attached.

Item 1: Pledge of Allegiance

Item 2: Public Comment – There was public comment.

Item 3: Recommend Approval of a Contract with S&S and Associated Costs for Meter Device Management System Project – Staff presented this item and discussed it with the Committee. It was unanimously agreed to have the item placed on the Consent Calendar for the February 7, 2023 regular Board meeting.

Item 4: Recommend Approval of a Resolution Establishing a Health Reimbursement Arrangement (HRA) with IGOE for Retired Employees — Staff presented this item. A public comment by a retired employee was read and the item was discussed by the Committee. After confirming that the arrangement will be effective March 1, 2023, but the cash-in-lieu option will be retroactive to January 1, 2023 (the effective date of the Policy), the Committee unanimously agreed to place the item on the Consent Calendar for the February 7, 2023 regular Board meeting.

Item 5: Discuss Implementing a Credit Card Processing Fee – Staff presented this item and discussed it with the Committee. A majority of the Committee was not in favor of charging customers for credit card processing fees at this time but would reconsider the matter when the next retail water rate study is being prepared.

Item 6: Continued Discussion of Ratepayer Assistance Programs – Staff presented a PowerPoint presentation on Ratepayer Assistance Programs and discussed the item with the Committee. The Committee directed staff to draft a policy for a Pilot Ratepayer Assistance Program assuming a funding cap of \$100,000 and eligibility parameters as presented by staff.

This will be presented at the February 27, 2023 rescheduled Finance and Administration Committee meeting.

Item 7: Review Financing Plan Options and Preliminary Financing Schedule (Preliminary and Subject to Change) – Staff introduced this item, and Lora Carpenter from the firm Fieldman Rolapp presented a PowerPoint presentation on the continued discussion of financing options. The Committee discussed the options and agreed on a financing plan. The agreed financing plan will be presented to the Board at the February 7, 2023 regular Board meeting.

Item 8: Recommend Receiving and Filing of October 2022 Financial Report – Staff presented this report and the Committee unanimously agreed to have it placed on the Consent Calendar for the February 7, 2023 regular Board meeting.

Item 9: Recommend Receiving and Filing of November 2022 Financial Report – Staff presented this report and the Committee unanimously agreed to have it placed on the Consent Calendar for the February 7, 2023 regular Board meeting.

Item 10: Committee Planning Calendar – Staff briefly stated the items that are scheduled for the next few months of the FY 2022/23 planning calendar.

Item 11: Requests for Future Agenda Items – None at this time.

Item 12: General Report on Finance and Administration Activities – Staff briefly updated the Committee on the status of Accounts Receivable balances and stated that continued outreach efforts are helping to reduce overdue customer bills. Staff also presented a PowerPoint presentation depicting the erosion of the lower solar panel field at Rio Vista due to water runoff, and stated that the cost of the repairs are within the General Manager's purchasing authority. Staff will review the proposed work with the General Manager and Sustainability Manager prior to a work authorization.

Item 13: Adjournment – The meeting was adjourned at 7:46 PM.

The meeting recording is available on the SCV Water Website or by clicking the following link <https://yourscvwater.com/wp-content/uploads/2023/01/January-23-2023-FA-Meeting-Recording.mp3>

RP


Attachment

M65



Date: January 17, 2023

To: **Finance and Administration Committee**
Ken Petersen, Chair
Kathye Armitage
Ed Colley
Maria Gutzeit

From: Rochelle Patterson 
Chief Financial and Administrative Officer

The **Finance and Administration Committee** is rescheduled for **Monday, January 23, 2023** at **5:30 PM** at **27234 Bouquet Canyon Road, Santa Clarita, CA 91350 in the Board Room and the teleconference site listed below**. Members of the public may attend in person or virtually. To attend this meeting virtually, please see below.

IMPORTANT NOTICES

This meeting will be conducted in person at the address listed above. As a convenience to the public, members of the public may also participate virtually by using the **Agency's Call-In Number 1-(833)-568-8864, Webinar ID: 161 359 4992 or Zoom Webinar by clicking on the link <https://scvwa.zoomgov.com/j/1613594992>**. Any member of the public may listen to the meeting or make comments to the Committee using the call-in number or Zoom Webinar link above. However, in the event there is a disruption of service which prevents the Agency from broadcasting the meeting to members of the public using either the call-in option or internet-based service, this meeting will not be postponed or rescheduled but will continue without remote participation. The remote participation option is being provided as a convenience to the public and is not required. Members of the public are welcome to attend the meeting in person.

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Members of the public unable to attend this meeting may submit comments either in writing to edill@scvwa.org or by mail to Erika Dill, Management Analyst II, SCV Water, 27234 Bouquet Canyon Road, Santa Clarita, CA 91350. All written comments received before 3:00 PM the day of the meeting will be distributed to the Committee members and posted on the SCV Water website prior to the start of the meeting. Anything received after 3:00 PM the day of the meeting will be made available at the meeting, if practical, and will be posted on the SCV Water website the following day. All correspondence with comments, including letters or emails, will be posted in their entirety.

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3. *	Recommend Approval of a Contract with S&S and Associated Costs for Meter Device Management System Project	9
4. *	Recommend Approval of a Resolution Establishing a Health Reimbursement Arrangement (HRA) with IGOE for Retired Employees	13
5. *	Discuss Implementing a Credit Card Processing Fee	33
6. *	Continued Discussion of Ratepayer Assistance Programs	41
7. *	Review Financing Plan Options and Preliminary Financing Schedule (Preliminary and Subject to Change)	47
8. *	Recommend Receiving and Filing of October 2022 Financial Report	73
	October 2022 Check Registers Link: https://yourscvwater.com/wp-content/uploads/2023/01/Check-Register-October-2022.pdf	
9. *	Recommend Receiving and Filing of November 2022 Financial Report	97
	November 2022 Check Registers Link: https://yourscvwater.com/wp-content/uploads/2023/01/Check-Register-November-2022.pdf	
10. *	Committee Planning Calendar	131
11.	Requests for Future Agenda Items	
12.	General Report on Finance and Administration Activities	
13.	Adjournment	
*	Indicates attachments	
◆	To be distributed	

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Posted on January 17, 2023.

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BOARD MEMORANDUM

DATE: January 16, 2023
TO: Board of Directors
FROM: Courtney Mael *CM*
 Chief Engineer
SUBJECT: Engineering Services Section Report

CAPITAL IMPROVEMENT PROJECTS (CIP) CONSTRUCTION

Project	Contractor	Contract Amount	Scheduled Completion	Notes
Valley Center Well Material Purchase	Evoqua Water Technologies, LLC	\$512,802	1/31/2023	Construction is complete. Project closeout in progress.
Valley Center Well Site Construction	GSE Construction Company, Inc.	\$3,352,810.19	1/31/2023	Construction is complete. Project closeout in progress.
Vista Canyon Recycled Water Tank (Phase 2B)	Pacific Tank and Construction, Inc.	\$3,906,870	2/3/2023	Construction is 98% complete. Project closeout in progress.
Vista Canyon Recycled Water Main Extension (Phase 2B)	Ferreira Construction Co., Inc.	\$2,752,982	2/28/2023	Construction is complete. Project closeout in progress.
Commerce Center Pipeline	FivePoint/Blois Construction, Inc.	\$892,002.72	4/1/2023	Construction is 99% complete.
Magic Mountain Pipeline Phase 4	FivePoint/Toro Enterprises	\$3,297,013.56	4/1/2023	Construction is 98% complete.
Magic Mountain Pipeline Phase 5	FivePoint/Toro Enterprises	\$3,269,978.85	4/1/2023	Construction is 94% complete.
Magic Mountain Pipeline Phase 6A	FivePoint/Toro Enterprises	\$7,168,844.85	4/1/2023	Construction is 88% complete.

Magic Mountain Pipeline Phase 6B	FivePoint/Leatherwood Construction	\$4,568,687.07	4/1/2023	Construction is 92% complete.
Newhall Tanks 1 and 1A – Tank Upgrades	Paso Robles Tanks, Inc.	\$299,500	5/18/2023	Construction submittals are in progress.
Bridgeport Pocket Park	C.S. Legacy Construction, Inc.	\$373,147.60	6/16/2023	Construction is 5% complete.
Santa Clara & Honby Wells Material Purchase	Aqueous Vets	\$814,050	8/16/2023	Vessels and pre-filters have been delivered to the site.
Santa Clara & Honby Wells - Site Construction	Pacific Hydrotech Corporation	\$8,486,950	8/16/2023	Construction is 15% complete.
Saugus #3 & #4 Wells Construction (Replacement Wells)	Zim Industries, Inc.	\$12,751,494	8/27/2023	Well construction is in progress.
ESFP Washwater Return Improvements	Pacific Hydrotech Corporation	\$17,526,700	11/30/2023	Construction is 45% complete.
Deane Tank (concrete) at Skyline Ranch	Pacific Hydrotech Corporation	\$3,123,943	12/29/2023	Construction submittals are in progress. (Contract amount is SCV Water Fair Share).
Pitchess Pipeline Modifications	LA County Metropolitan Transportation Authority	\$159,000	5/01/2024	Pipeline construction work is scheduled to occur in January 2024.

CAPITAL IMPROVEMENT PROJECTS (CIP) PLANNING AND DESIGN

1. Backcountry (fka Magic Mountain) Reservoir and Pump Station – Addendum to the Mission Village Environmental Impact Report (EIR) for the Backcountry Pump Station and Reservoir has been posted on the Agency’s website. The final design authorizations for the reservoir and pump station are scheduled for the February 2, 2023 Engineering and Operations Committee and March 7, 2023 Board meeting.
2. Castaic Conduit Bypass Pipeline – Design is 90% complete. Permits are being secured for the project.
3. Catala Pump Station and Pipelines – The Board of Directors authorized planning services on December 20, 2022. Planning is in progress.
4. Deane Pump Station @ Sand Canyon Plaza – Plans have been approved. Board of Directors approved fair share funding and execution of developer agreement. Construction is scheduled to start in April 2023.
5. Deane Tank @ Sand Canyon Plaza (CIP is SCV Water Fair Share) – Agency reviewed 30% Plans for new 1.57 MG prestressed concrete tank. Awaiting 60% plans.
6. Deane Pump Station at Skyline Ranch (CIP is SCV Water Fair Share) – Plans have been approved. The Board of Directors approved fair share funding and execution of developer agreement at the December 20, 2022 SCV Board meeting. Construction is scheduled to start in February 2023.
7. E Wells (E-14, E-15, E-16, and E-17) PFAS Groundwater Treatment Improvements – Planning is in progress.
8. Foothill Feeder Service Connection CLWA-01/01T Pipe Repair – Staff will be requesting project funding authorization at the February 2, 2023 Engineering and Operations Committee meeting and February 2, 2023 Board meeting.
9. Honby Parallel Pipeline Phase 2 – The Board of Directors adopted the Addendum to the EIR on June 1, 2021. Design is in progress and staff is securing permits from the California Department of Fish and Wildlife and the Los Angeles Regional Water Quality Control Board.
10. Honby Tank Pipeline Bottleneck – Planning is complete. CEQA is in progress.
11. Master Plan – Planning is in progress.
12. Pipeline Inspection: Castaic Conduit Pipeline Reaches 3 & 4 – Planning is in progress.
13. Pipeline Inspection: Magic Mountain Pipeline Phases 1, 2, & 3 – Planning is in progress.
14. Pipeline Replacement: Abdale St, Maplebay Ct, & Beachgrove Ct Pipelines – Design is in progress.
15. Pipeline Replacement: Dickason Drive Water Line Improvements – The project is being advertised for construction bids and the bid opening is scheduled for February 1, 2023.

16. Pipeline Replacement: RVWTP Sewer line – Planning is in progress.
17. Pipeline Replacement: Sand Canyon Sewer Line – CEQA evaluation is in progress.
18. Pipeline Replacement: Smyth Drive Pipeline – Design is in progress.
19. Pipeline Replacement: Valencia Marketplace Pipeline – Design is in progress.
20. Recycled Water Central Park (Phase 2A) – The project's Mitigated Negative Declaration (MND) and Mitigation Monitoring and Reporting Program (MMRP) was adopted by the CLWA Board of Directors on December 13, 2017. Design is on-hold pending resolution of recycled water permitting and regulatory issues.
21. Recycled Water Fill Station – Easements are being secured for the site.
22. Recycled Water South End (Phase 2C) – Newhall County Water District, as the CEQA Lead Agency, certified the recirculated MND on August 10, 2017. The project MND/IS was adopted by the CLWA Board of Directors on August 23, 2017. Grant application for a Proposition 1 Grant was submitted the week of December 2, 2019. The Board of Directors adopted the Addendum to the MND on June 1, 2021 and authorized additional design services on August 3, 2021. Final design is in progress.
23. Replacement Wells (Saugus Wells 3 and 4: Site and Equipment Design) – The Board of Directors authorized design services on August 4, 2020, and design is in progress.
24. RVWTP Diesel Underground Storage Tank (UST) Replacement – 100% Design review in progress.
25. Sand Canyon Reservoir Expansion – Project was presented to the Engineering and Operations Committee on January 5, 2023 and scheduled for the January 17, 2023 Board meeting.
26. Saugus Wells (N11, N12, N13) Groundwater Treatment Improvements – Planning is in progress. Project kickoff meeting scheduled for January 17, 2023.
27. Sierra Highway Bridge Expansion Water Pipelines Protection – Design is in progress. The City of Santa Clarita plans to advertise the SCV Water Pipelines Protection work under a separate bid item for the Sierra Highway Bridge Widening project.
28. S Wells PFAS Groundwater Treatment and Disinfection Facility – Preliminary design and landscape concept is complete. Final MND/IS in progress. Agency awarded \$5 million in grant funding from the Bureau of Reclamation. Staff is preparing several applications for additional potential grant funding opportunities.
29. T7, U4, and U6 Wells PFAS Groundwater Treatment Improvements, New RVIPS Disinfection Facility, and Saugus 1 and 2 VOC Improvements – 90% plans are in progress. Staff is preparing several applications for potential grant funding opportunities.
30. Well 201 VOC Treatment Improvements – Construction bids were opened on December 19, 2022. Project was presented to the Engineering and Operations Committee on January 5, 2023 and to the Board on January 17, 2023.
31. Well 205 Perchlorate Treatment Improvements – Final design is in progress.

DEVELOPMENT PROJECTS – DESIGN, CONSTRUCTION, AND INSPECTION

Project Developer	Development Size	Infrastructure (Estimated at Build-out)	Schedule	Status
Aidlin Hills (Tract 52796) Lennar	102 Dwelling Units	2 tanks, 1 pump station, ±7,670' of potable pipelines, and 9 public fire hydrants.	TBD	Review of 60% water pipeline plans and 30% tank and pump station plans are complete.
Castaic High School Rasmussen	250,000 Square Feet	2 miles of pipelines, 1 tank, and 1 pump station.	Facilities were constructed to meet scheduled school opening in fall 2019.	Project closeout in progress.
College of the Canyons (COC)	New Parking Structure for Valencia Campus	Relocation of 16" water line (approximately 1,015').	Construction is complete and pipeline is in operation.	Project closeout in progress.
Dockweiler	93 Single Family Units	1,400' of offsite pipeline, 3,600 feet of onsite pipeline.	Construction complete. Meters to be set by May 2022.	Closeout and Notice of Completion is in process.
Landmark Village (Tract 53108) FivePoint	1444 Dwelling Units	3.5 miles of piping pressure reducing station, 2MG Zone IA Tank, and 2 Hwy 126 crossings.	TBD	Design is on hold.

Project Developer	Development Size	Infrastructure (Estimated at Build-out)	Schedule	Status
Mission Village (FivePoint)	4055 Dwelling Units	11.5 miles of new pipeline, 1 pressure reducing station (Telemark (formerly Petersen), 2 booster stations (Telemark (formerly Petersen) potable & recycled). 1 booster station upgrade (Magic Mtn.), and 3 tanks (Telemark (formerly Petersen) potable & recycled tanks and Magic Mtn. Tank No. 2 potable).	Telemark (formerly Petersen) Tanks and Booster Stations design to be complete by June 2023.	Design: To date, a total of 52 potable/recycled distribution pipeline designs have been approved for construction. Telemark (formerly Petersen) potable and recycled water booster stations are at 100% design completion. Telemark Tanks at 75% design completion. Phase 3B and 2B-1 water distribution pipeline plan sets are under review. Retaining wall design on the Magic Mountain Tank No. 2 site is in progress. Construction: Phases 1A, 1B, 1C, 1D, and in-tract potable water pipelines construction are complete, and recycled water pipelines construction is at 90% completion. Well 206/207 pipe relocation project in construction. Magic Mountain Booster Station Upgrade is in construction. Notices of Completion are being executed for construction projects.
Needham Ranch Trammell Crow Co.	2,550,000 Square Feet Industrial and Commercial	4 miles of pipelines, 1 pump station, 2 tanks, 1 disinfection building, and 2 pressure reducing stations.	Phase 1 construction is substantially complete. Phase 2 Construction is substantially complete. Tank 7 is complete. Tank 7A completion by January 2023. Disinfection Building and Pump Station upgrades to be complete by July 2023.	Tank 7A is 95% complete. Pine Street Pipeline is in construction. Pump station modification plans and chemical building plans are approved.

Project Developer	Development Size	Infrastructure (Estimated at Build-out)	Schedule	Status
Sand Canyon Plaza	129 Single Family Units, 451 Multi-Family Units, 140 Bed Senior Living, Commercial	1 tank, 1 pump station, 1,700' of offsite pipeline, and 8,500' of onsite pipeline.	Developer has commenced mass grading at the site. Offsite Pipeline and New Sand Canyon Plaza Pump Station to start construction in March 2023.	Offsite pipeline plans are approved. Staff preparing delta revisions. Pump station plans are approved. 30% plans completed for new Deane Tank.
Sheriff Station City of Santa Clarita	44,300 Square Feet	1 mile of pipeline.	Construction of main pipeline is complete with temporary bypass crossing over LADWP aqueduct. The permanent undercrossing will be bid this fall and constructed in early 2023.	Staff are working with consultant to finalize design plans/specs and prepare bid documents for LADWP aqueduct undercrossing. Staff are working with the City to confirm traffic control requirements.
Spring Canyon (Tract 48086)	492 Dwelling Units	1 tank, 1 pump station, and 1 pressure reducing valve, Mammoth Lane upgrades and lift station upgrades.	Mammoth Lane upgrades must be complete prior to commencement of development.	Design plans for in-tract pipelines, tanks and pump station were approved and issued in July 2020. Staff is working with developer and consultant to address County standards for sewer lift station upgrades in order to transfer ownership to the City of Santa Clarita. Review and comments provided on 1 st draft Memorandum of Understanding (MOU) between the Agency and the City for transfer of sewer lift station facility.

Project Developer	Development Size	Infrastructure (Estimated at Build-out)	Schedule	Status
Skyline Ranch TriPointe (Tract 60922)	1220 Dwelling Units	17 miles of pipelines, 3 pump stations, and 4 tanks.	Phase 1 pipelines, pump station and tanks are online. Phase 2 pipelines, pump stations and tank are to be constructed by December 2023.	Nimbus/Deane Zone Tank construction started in November 2022. Deane Zone Pump Station construction to start in February 2023. Consultant is preparing 100% plans for Nimbus/Skyline Zone Pump Station and 60% plans for disinfection facility at Nimbus Deane Tank site.
Tesoro Highlands	696 Single Family Units, 9 Multi-Family Units, 2 acres of Commercial	2 tanks, 1 pump station, and 64,000' of pipeline.	Phase 1 and Phase 2 Pipeline substantially complete. Tesoro 3 Tanks to be completed by February 2023. Zone 3 pump station to be completed by July 2023. Phase 3 through 5 pipelines to be complete by January 2023.	Tank 3/3A is in construction. Phase 3 - 5 water pipelines are under construction. Pump station construction has been initiated. Phase 6-8 plans are approved.
Vista Canyon (Tract 69164) JSB Development	1100 Dwelling Units	5 miles of potable and recycled pipelines.	Construction of Phase 1 Potable and Recycled Water Systems are complete. Construction of Phase 2 systems are complete except final tie-ins.	Developer to submit schedule to construct final tie-ins for potable system. Staff is coordinating with developer on final preparations prior to bringing Water Factory online and starting recycled water service to certain customers within the Vista Canyon Tract.

RIGHT OF WAY – CELL SITES

1. Bouquet Tank Site – T-Mobile has constructed fences around sector antennas. Carrier is also working on plans to install an emergency generator at this location. Agency has received deposit of \$10,000 and is waiting on reviewed plans to be updated by T-Mobile.
2. Castaic Tank 1A – Verizon is redesigning the wireless structure. Agency has received deposit of \$10,000 and is reviewing plans.
3. Catala Tank Site – DISH Wireless has identified this location as a potential new cell site. Agency has received deposit of \$10,000 and is reviewing plans. AT&T has also identified this location as a potential new site. Agency is working with carrier on deposit letter. T-Mobile has identified this existing site for upgrades. Agency has received deposit of \$10,000 and is reviewing plans.
4. Commerce Center Tank Site – AT&T has identified this location as a potential new cell site. Agency has received deposit of \$10,000 and is reviewing plans.
5. Honby Tank Site – T-Mobile has identified this existing site for upgrades. Agency is working with carrier on deposit letter and review of plans. DISH wireless has identified this location as a potential new cell site. Agency has received deposit of \$10,000 and is reviewing plans.
6. Live Oaks Tank Site – AT&T has identified this location as a potential new cell site. Agency has received deposit of \$10,000 and is reviewing plans.
7. Newhall Tank 2 Site – Agency is waiting on T-Mobile carrier plans to relocate decommissioned Sprint equipment off the tank due to T-Mobile's acquisition of Sprint. Agency is waiting on carrier plans from AT&T and Verizon to install emergency generators.
8. Princess Tank Site – Verizon has identified this site for emergency generator installation. Agency is working with carrier on a deposit letter.
9. Skyblue Tank Site – Verizon has requested an access agreement for this site to resolve access issues. Agency is working with carrier on a license agreement.

CAPITAL IMPROVEMENT PROJECTS (CIP) MISCELLANEOUS

- Fire Flow Tests – In December 2022, staff processed 14 fire flow requests.

FACILITY CAPACITY FEES (FCFs) AND CONNECTION FEES

Month	Regional	Distribution	Total
July 2022	\$31,560	\$0	\$31,560
August 2022	\$52,376	\$0	\$52,376
September 2022	\$72,801	\$18,693	\$91,494
October 2022	\$239,618	\$1,320	\$240,938
November 2022	\$54,473	\$0	\$54,473
December 2022	\$274,410	\$23,790	\$298,200
FY 2022/23 to Date	\$725,238	\$43,803	\$769,041
FY 2022/23 Budget	\$5,500,000	\$1,000,000	\$6,500,000

M65



BOARD MEMORANDUM

DATE: January 17, 2023
TO: Board of Directors
FROM: Rochelle Patterson *RP*
Chief Financial and Administrative Officer
SUBJECT: Finance, Administration, and Information Technology Services Section Report

FINANCE & ADMINISTRATION

Staff submitted an award application for the finalized FY 2021/22 Annual Comprehensive Financial Report (ACFR) to the Government Finance Officers Association (GFOA) for consideration of the Certificate of Achievement for Excellence in Financial Reporting.

Staff updated Paychex with 2023 updates, including Health Insurance Benefits and other benefits changes.

Significant Upcoming Items:

Staff will be seeking approval from the Finance and Administration (F&A) Committee for a contract for the meter device management system, discussing a potential Ratepayer Assistance Program, reviewing financing plan options and will be presenting financial reporting for the months of October and November 2022 at the January 23, 2023 rescheduled Finance & Administration Committee meeting.

Staff, following the Grant Management Policy and Procedures, are continuing to validate processes to ensure that the Agency will be in full compliance with Federal Single Audit requirements. The Agency has successfully obtained significant Federal grant funding. Therefore, a Fiscal Year 2022/23 single audit will be required as part of our annual, external financial audit.

Staff working with auditors Lance, Soll & Lunghard, LLP (LSL), will be preparing, reconciling, and submitting the annual State Controller's Office Financial Transaction Reports for SCV Water, Devil's Den, SCV Groundwater Sustainability Agency, and Upper Santa Clara Valley JPA. These are due by January 31, 2023.

Staff will be reconciling and preparing for year-end payroll reporting such as W-2's, Quarterly Payroll Tax Returns, and Annual Payroll Tax Returns. These are due January 31, 2023.

Staff will be preparing vendor files for year-end 1099 reporting due January 31, 2023.

Staff has been working with Cintas and are finalizing the discussions for uniform services. Staff is working with legal on an addendum to the Omnia co-op contract; once completed a quote is

expected for uniform services, including building mat services from Cintas, by end of January 2023.

Ongoing: Staff continues to work with Engineering, Operations, and Water Resources to refine the Project Financial Management module. Progress continues to bring Oracle modules and reports up to the appropriate levels.

Ongoing: Staff continues to review and approve Certificates of Insurance (COIs), ensuring that the insurance limits conform with the Agency's insurance requirements.

Ongoing: Staff continues to assist with training in Oracle's procurement module with applications such as requisitions, purchase orders, and contract agreements.

CUSTOMER SERVICE

Key Accomplishments/Activities:

Ongoing: Work related to the expansion of the Agency's Automated Metering Infrastructure (AMI) continues. Customer Care and Field Services actively collaborate on the replacement, installation and reassignment of AMI meters and the strategic placement of its communication structure so as to optimize the technology.

Significant Upcoming Items:

Staff continues to work with Systems and Software to further refine workflows related to the new enQuesta v.6 platform, online customer portal and mobile work order solution.

Staff continues to work diligently with all customers to avoid disconnection for nonpayment, and if unable to pay, resolve their overdue balances through amortization agreements. Prior to shutoff, two courtesy reminder calls are being broadcast to customers that are subject to disconnection for nonpayment. There were 3,598 accounts subject to disconnection in December 2022. Of those, 1,281 remained overdue within one week of their scheduled shutoff date and subsequently received one or more courtesy reminder calls. A total of 355 accounts remained unresolved by their scheduled shutoff date and were disconnected for nonpayment.

Staff is working with the Conservation department to expand the Agency's WaterSMART Targets (WST) to Santa Clarita Division (SCWD) residential customers. This is a multi-departmental project as it requires support from the IT, GIS and Communications departments.

Staff continues to coordinate closely with Field Services on the AMI Meter Changeout Program.

Staff is working closely with the IT Department for approval of an integration between the Agency's Customer Information Billing System (CIS), enQuesta, and the Smartworks Meter Data Management System (MDMS.) Smartworks is a data management system that sends and receives meter reading data between the Agency's reading and billing systems. The Agency's recent billing system conversion and upgrade included the deployment of a new online customer portal that was configured to receive and present data from Smartworks, making near real-time usage data available to customers with Advanced Meter Infrastructure (AMI) meters.

Several staff are scheduled to participate in a training opportunity facilitated by EUCI on Advanced Metering Infrastructure for Water Utilities.

HUMAN RESOURCES (HR)

Key Accomplishments/Activities:

Staff is currently conducting the pre-hire process for (1) Customer Service Representative I.

Staff is currently recruiting for (1) Buyer, (1) Communications Manager, (1) Finance Manager, (3) Utility Workers, and (1) Water Conservation Specialist II.

Staff is preparing to recruit for (1) Field Services Supervisor and (1) Recycled Water Coordinator Technician.

Staff completed onboarding for (1) Engineering Technician II and (1) Utility Worker I.

Staff continues to attend and support the monthly Safety Committee meetings conducted in Microsoft TEAMS.

Staff continues to be collaborating with consultants to perform various classification and base compensation studies for the Recycled Water Coordinator, SCADA Technicians, Fleet & Warehousing Mechanics, and Utility Workers classification series. Employee Orientation meetings to discuss the studies were conducted on January 10 and 11, 2023.

Staff is updating any Employee Manual policies required to reflect any new 2023 employment law regulations.

Staff started gathering data needed to provide for compliance with the Affordable Care Act (ACA) which is due in March 2023.

Staff continues to participate in the weekly Covid-19 Team meetings with management, and manages the positive Covid-19 cases. There was a slight increase in positive cases at the beginning of the new year as employees returned from the holiday season.

Staff completed all the end-of-the-year and new health plan year premium rate updates within Paychex.

Significant Upcoming Items:

Staff will post to all Agency locations the updated Federal and California Employment Posters.

Staff plans to provide training on the new Internship Policy for supervisors.

Staff plans to provide training for Supervisors and for all Employees regarding Prevention of Sexual Harassment.

Staff plans to survey other agencies and create a list for management/supervisory training.

Staff is partnering with the Technology Services department to implement an HR SharePoint page in which employees can access answers to the most-asked HR questions and policies.

TECHNOLOGY SERVICES

Key Accomplishments/Activities:

The IT Team successfully serviced 136 tickets and fielded 21 hotline calls for the month of December 2022.

The GIS has completed the development of an easement and property web application. This application hosts certain land use information such as easements, zoning, ownership, and will support future water system planning.

The IT team has completed the configuration and deployment of mobile workstation hard drive encryption. This provides additional security measures in support of remote work.

The Earl Schmidt/Rio Vista microwave upgrade project has been awarded and coordination and materials/hardware have been ordered. This upgrade will allow for increased bandwidth and communications between the two treatment plants.

Significant Upcoming Items:

Tech Services has completed a restructure of the Agency intranet. The team is currently meeting with each department to help them transition into their respective space and provide additional user training.

The GIS team is planning to host the Agency's second drone cohort in March 2023. This training covers basic drone operation and FAA exam preparation.

Ongoing: Cybersecurity is in process of deploying an increased password-complexity campaign. This will be a multi-month project as it will involve user education and implementation. The campaign involves short educational videos.

Ongoing: The GIS team will be deploying a beta version of a water systems web application that will be hosted in SharePoint.

Ongoing: The IT team is supporting a project with Customer Care and their contractor to deploy and configure a new meter data management system.

Ongoing: The GIS team is working on integrating GIS with the Agency's Customer Information System (CIS) for a self-serve water consumption data extraction web application for internal Agency use, and is hosted in SharePoint.

Ongoing: The IT team is in the process of moving on-premise file servers to a cloud server environment.

Ongoing: The IT team is in the process of consolidating and retiring legacy servers.

Ongoing: The GIS team is working with Water Resources for the deployment of a cloud server environment.

Ongoing: The IT team is moving imaging and update server from on-premises to cloud. This would streamline management of remote devices.

Ongoing: The IT team is evaluating technology upgrades for the Emergency Operation Center (EOC) at Pine St. and Earl Schmidt.

FLEET AND WAREHOUSE

Key Accomplishments/Activities:

Staff completed ongoing maintenance and repairs on vehicles and equipment.

Significant Upcoming Items:

Staff is developing action plans for proposed and adopted regulations.

Staff is working on an internship partnership with College of the Canyons' Automotive Internship Program, Galpin Ford, and SCV Water. The first student was selected and is currently being trained.

Staff is working to establish a pilot with Goodyear Tires for tire monitoring using telematics data.

Staff is working to establish a government account to purchase tires directly.

Staff is preparing to apply for grants for electric vehicle charging stations.

Staff is working on installing the first Level 2 charging stations for electric vehicles.

Staff is working with a consultant on a classification study for a mechanic position series.

Staff is working on analyzing data from the telematics devices.

Staff is working on standardizing office and custodial supplies.

BUILDINGS AND GROUNDS (B&G)

Key Accomplishments/Activities:

Significant Upcoming Items:

Ongoing: Staff is reviewing options for the chiller replacement at the Rio Vista location. Proposals are being submitted to replace exiting unit with a higher efficiency, quiet operation, expandability, and redundancy modular chiller.

Staff is planning to remove dead trees around Rio Vista in several locations.

Staff is working on lighting upgrades (LED lights) for the warehouse at Pine St., as well as for offices and common areas at Rockefeller.

Staff is working on the installation of I-Wave devices in the HVAC system to scrub/clean the air quality at the Pine Street administration building.

Staff will be retrofitting approximately 20 eyewash stations at the Rio Vista and Earl Schmidt Plants. B&G will assist the Safety department on this project to bring eyewash stations to compliance.

Staff is planning to install ADA operators/push plates at the main entrance of Rio Vista and Rockefeller.

Staff is reviewing options to remedy erosion issue inside Solar Panel Farm at Rio Vista Plant.

RP

M65



BOARD MEMORANDUM

DATE: January 17, 2023
TO: Board of Directors
FROM: Keith Abercrombie *KA*
 Chief Operating Officer
SUBJECT: Treatment, Distribution, Operations and Maintenance Section Report

The Treatment, Distribution, Operations and Maintenance Section (TDOMS) provides reliable and high-quality water through rigorous preventative maintenance programs and timely response to corrective action maintenance. Routine inspections and maintenance of each facility is part of the overarching goal of TDOMS. Below is a discussion on these activities for the month of December 2022.

TREATMENT OPERATIONS AND MAINTENANCE

Monthly corrective and preventative maintenance work orders were completed at the following locations:

- Rio Vista Water Treatment Plant (RVWTP)
- Rio Vista Intake Pump Station (RVIPS)
- Earl Schmidt Filtration Plant (ESFP)
- Earl Schmidt Intake Pump Station (ESIPS)
- Saugus Perchlorate Treatment Facility (SPTF)
- Castaic and Pitchess Pipelines
- Recycled Water Pump Station
- Rio Vista Valve Vault No. 1
- Saugus Well 1
- Sand Canyon Reservoir
- Sand Canyon Pump Station (SCPS)

Preventative and Corrective Maintenance Work Order Summary

Work Orders	December 2022	FYTD 2022/23
Corrective Maintenance	13	178
Preventative Maintenance	73	482
Key Action Items Completed:		
<ul style="list-style-type: none"> - ESFP – Ozone Generator #2 & #3; installed Ozone Analyzers - ESFP – Repair Ozone Generator Tubes on Ozone Generator #2 - RVWTP/ESFP – Efficiency Testing on Ozone Generator #1, #2, #3 		

Work in Progress – Treatment

- SPTF – NH3 Flow meter; waiting for parts
- ESFP – Filter Gallery Conduit Repair
- ESFP – Install 480H Ozone Analyzer for Generator 1
- ESFP – Nitrogen/Generator Dryer

Completed Worklisa

- ESFP – Ozone Generator #2 & #3; installed Ozone Analyzers
- ESFP – Repair Ozone Generator Tubes on Ozone Generator #2
- RVWTP/ESFP – Efficiency Testing on Ozone Generator #1, #2, #3

DISTRIBUTION OPERATIONS AND MAINTENANCE

General operational and maintenance activities include:

- Valve exercising
- Fire hydrant maintenance
- Air and vacuum valve maintenance
- Blow off maintenance
- Meter reading
- Meter change-outs
- Control valve maintenance

Work in Progress

- SC-2 Gravity – Above ground construction complete. Scheduling SC-2 suction line abandonment.
- Vasquez Pipeline – Researching easement. Andel Engineering is surveying for easement, as well as creating water plans

Completed Work

- Interconnection between the NWD and SCWD Systems on Old Wiley Cyn Rd
- Decoro Drive Pipeline Replacement
- West Newhall Interconnection (VWD and NWD) on Vista Ridge/Wiley Cyn
- Ridge Route Road Phase 2 Pavement Repair
- The Old Road Pavement Repair
- Mammoth Booster Station 3 Suction and Discharge Pipeline Replacement – Pipeline construction complete, working on asphalt restoration

Meter Change-out Summary

NWD

Meter Size	December 2022	Quantity FYTD 2022/23
3/4"		40
1"		1
1 1/2"		4
2"	2	11

SCWD

Meter Size	December 2022	Quantity FYTD 2022/23
3/4"	15	86
1"	7	28
1 1/2"		1
2"		7

VWD

Meter Size	December 2022	Quantity FYTD 2022/23
3/4"		49
1"		1
1 1/2"		6
2"		8

Distribution System Leak Summary

NWD – Approx. 9,679 Service Connections

Leak Type	December 2022	FYTD 2022/23
Service Leaks	1	9
Main Leaks		3

SCWD – Approx. 31,218 Service Connections

Leak Type	December 2022	FYTD 2022/23
Service Leaks	13	77
Main Leaks		4

VWD – Approx. 29,974 Service Connections

Leak Type	December 2022	FYTD 2022/23
Service Leaks	4	38
Main Leaks		2

PRODUCTION OPERATIONS AND WATER SYSTEMS

In addition to the general operation and maintenance of the production facilities, there are a variety of other projects within the Production and Water Systems.

Work in Progress

- Cal Arts Booster Station, B64 motor failure – Pump and motor received. Electrical equipment work in progress, pump installed December 2022, however, not operating properly, vendor scheduled for site visit in January
- Well160 pump failure – Work completed, well back in service to lake October 12, 2022, water quality sample results still pending to return well to domestic service as lake is too full to run well to sample
- Tank mixers to be installed at North Oaks tanks in January 2023
- Castaic Disinfection Facility (CDF) upgrades – New chemical tanks, chemical pumps and electrical / SCADA upgrades. Equipment is on order
- McBean Booster Pump 78 pump and motor failure – Purchase Order for replacement issued December 12, 2022
- Valve replacements of non-functioning valves at Newhall Booster 5, SC-1, SC-3, Sunset Pointe Booster, N-3, and Rainbow Glen Booster
- Sand Canyon Pump Station Rehab – Pump ordered December 6, 2022 for Pump 3
- Mitchell 5B Well Rehab – Quotes solicited for brush/bail/chemical rehab
- Newhall Booster 2 Pump 3 failure – Quotes solicited and purchase order issued
- Saugus Well 2 Rehab – Rehab options being evaluated, specifications in progress

Completed Work

- Saugus Well 2 Rehab – Motor replacement completed, well video and casing integrity study completed in January 2022, well back in-service April 5, 2022
- Well W10 starter failure – New starter received and well returned to service on July 8, 2022
- Well 207 motor failure – Repairs completed, returned to service July 29, 2022
- Tank mixers installed at Live Oak and Placerita Tanks
- Carnegie Booster Station – Meter, pump and motor replacement completed, pump 19 – Replacement for broken suction valve, received, work completed in September 2022
- Seismic Valves – Equipment installed and operational at Hasley, Mountain View and Westridge tanks
- Tank mixer installation at Fairway Tank completed November 16, 2022
- SC-5 pump failure – Pump installed. Completed November 28, 2022
- Tank mixer installation at Friendly Valley Tanks 2/4 completed December 21, 2022

WATER QUALITY

Water Quality Complaints

NWD

Type of Complaint	December 2022	# of Complaints FYTD 2022/23
Hardness		
Odor		1
Taste		
Color		1
Air		
Suspended Solids		
Totals		2

SCWD

Type of Complaint	December 2022	# of Complaints FYTD 2022/23
Hardness		
Odor	2	2
Taste		
Color		7
Air		
Suspended Solids		4
Totals	2	13

VWD

Type of Complaint	December 2022	# of Complaints FYTD 2022/23
Hardness		
Odor		
Taste		1
Color		7
Air		
Suspended Solids		
Totals		8

Heterotrophic Plate Count Samples

NWD

Total # of HPCs Collected December 2022	# of HPCs Collected FYTD 2022/23
	6

SCWD

Total # of HPCs Collected December 2022	# of HPCs Collected FYTD 2022/23
2	18

VWD

Total # of HPCs Collected December 2022	# of HPCs Collected FYTD 2022/23
3	16

PERCHLORATE CONTAMINATION PROGRAM MANAGEMENT

As a result of the detection of perchlorate at Well V-201, modifications are being made to the Department of Toxic Substances Control (DTSC) Remedial Action Plan (RAP) and the perchlorate project DDW 97-005 Engineering Report. A perchlorate removal facility has been constructed and resumption of Well V-201 service will occur following receipt of permit from State Water Resources Control Board (SWRCB) Division of Drinking Water (DDW).

In late December 2017, perchlorate was detected at Well V-205 just above the maximum contaminant level for drinking water of 6 ppb. A confirmation sample taken in March 2018 indicated a level of 8.1 ppb. The well was previously taken out of service in 2012. Design of a treatment system is underway.

In May 2019, for the first time since 2005, perchlorate was detected in Alluvial Aquifer Well Q-2 at the maximum contaminant level of 6 µg/L. No drinking water quality standards were violated, but the well was removed immediately from service. Design and construction of treatment system has been completed. The well will return to service upon permit approval by DDW.

PFAS

In May 2019, initial sampling for PFAS substances occurred and results were received. One well (Valley Center) exceeded Division of Drinking Water Interim Response Level of 70 ng/L and was shut off. Other wells exceeded the Interim Notification Levels for PFOS and PFOA. This information was presented to the SCV Water Board on June 4, 2019. PFAS sampling for the second quarter was done in August 2019 with results received in September and October 2019. In February 2020, the State Water Resources Control Board Division of Drinking Water issued new response levels; 10 parts per trillion (ppt) for perfluorooctanoic acid (PFOA) and 40 ppt for perfluorooctanesulfonic acid (PFOS.)

SCV Water has taken 20 wells out of service due to PFAS. Three (3) were returned to service in late 2020 (N, N7, N8) with the completion of the first PFAS Treatment System. One (1) additional well (Valley Center) was returned to service in October 2022 with completion of the second PFAS Treatment System.

WATER QUALITY LABORATORY

The laboratory continues to analyze compliance PFAS samples. Work is continuing on the new laboratory regulation requirements that were adopted in 2021.

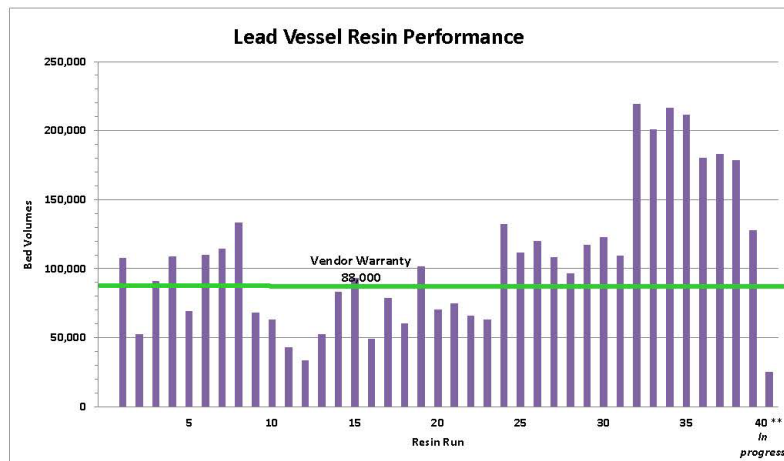
**Saugus Perchlorate Treatment Facility
Resin Usage Summary
Based on Time to Breakthrough**

Resin Run Number	Fill Date	Breakthrough Date*	Days	Volume Treated (Million Gallons)	Volume Treated (Acres Feet)	Bed Volumes Treated	Replacement Costs	\$/BV	\$/AF	Combined (Lead and Lead)		
										MG	AF	BVs
1	5/3/10	8/25/10	115	253	776	107,310	*	*	*			
2	9/8/10	11/8/10	62	120	368	52,289	\$ 105,728	\$ 2.02	\$ 287	373	1,144	159,599
3	12/10/10	3/26/11	107	239	735	90,841	\$ 115,458	\$ 1.27	\$ 157	359	1,103	143,130
4	5/5/11	8/9/11	97	288	883	108,745	\$ 112,255	\$ 1.03	\$ 127	527	1,618	199,586
5	8/17/11	10/14/11	59	180	554	68,941	\$ 112,255	\$ 1.63	\$ 203	468	1,437	177,688
6	11/6/11	4/10/12	157	288	883	109,850	\$ 112,048	\$ 1.02	\$ 127	468	1,437	178,790
7	4/20/12	7/16/12	88	280	860	113,905	\$ 112,048	\$ 0.98	\$ 130	568	1,743	223,754
8	7/11/12	11/5/12	118	349	1,070	133,044	\$ 112,048	\$ 0.84	\$ 105	629	1,930	246,949
9	11/16/12	11/01/13	56	177	544	67,744	\$ 112,258	\$ 1.66	\$ 206	526	1,614	200,788
10	1/10/13	3/10/13	60	165	505	62,836	\$ 43,567	\$ 0.69	\$ 86	342	1,048	130,579
11	3/19/13	5/4/13	47	112	344	42,769	\$ 118,213	\$ 2.76	\$ 344	276	849	105,805
12	5/8/13	6/15/13	39	95	293	33,577	\$ 141,989	\$ 4.23	\$ 485	207	637	76,346
13	6/10/13	8/20/13	72	179	551	52,099	\$ 118,212	\$ 2.27	\$ 215	275	844	85,676
14	9/12/13	11/30/13	80	217	667	83,031	\$ 118,212	\$ 1.42	\$ 177	397	1,218	135,130
15	11/21/13	2/9/14	81	246	755	92,790	\$ 118,212	\$ 1.27	\$ 157	463	1,422	175,821
16	2/24/14	3/31/14	36	128	393	48,854	\$ 105,494	\$ 2.16	\$ 269	374	1,148	141,644
17	4/28/14	8/8/14	103	205	629	78,423	\$ 105,494	\$ 1.35	\$ 168	333	1,022	127,277
18	8/21/14	12/31/14	105	158	485	60,237	\$ 105,494	\$ 1.75	\$ 218	363	1,114	138,660
19	12/4/14	3/16/15	103	266	816	101,458	\$ 105,494	\$ 1.04	\$ 129	424	1,301	161,695
20	3/17/15	5/28/15	73	184	565	70,380	\$ 105,494	\$ 1.50	\$ 187	450	1,381	171,838
21	5/29/15	8/3/15	67	195	598	74,610	\$ 105,494	\$ 1.41	\$ 176	379	1,163	144,990
22	8/4/15	10/15/15	73	171	525	65,484	\$ 105,494	\$ 1.61	\$ 201	366	1,123	140,094
23	10/16/15	12/8/15	54	165	506	62,988	\$ 105,494	\$ 1.67	\$ 208	336	1,031	128,472
24	12/9/15	12/31/16	114	346	1,062	131,983	\$ 105,494	\$ 0.80	\$ 99	511	1,568	194,971
25	4/1/16	7/7/16	98	291	893	111,167	\$ 105,494	\$ 0.95	\$ 118	637	1,955	243,150
26	7/8/16	10/17/16	102	314	964	119,919	\$ 105,494	\$ 0.88	\$ 109	605	1,857	231,086
27	10/21/16	1/25/17	97	283	869	107,984	\$ 105,494	\$ 0.98	\$ 121	597	1,832	227,903
28	1/26/17	4/18/17	83	252	773	96,192	\$ 105,494	\$ 1.10	\$ 136	535	1,642	204,176
29	4/25/17	8/5/17	103	306	939	116,938	\$ 105,494	\$ 0.90	\$ 112	558	1,713	213,130
30	8/11/17	1/3/18	146	322	988	122,845	\$ 105,494	\$ 0.86	\$ 107	628	1,927	239,783
31	1/16/18	6/9/18	145	289	887	109,395	\$ 105,494	\$ 0.96	\$ 119	611	1,875	232,240
32	6/18/18	12/24/18	190	574	1,762	219,207	\$ 105,494	\$ 0.48	\$ 60	863	2,649	328,602
33	12/13/18	6/10/19	180	525	1,611	200,536	\$ 105,494	\$ 0.53	\$ 65	1,099	3,373	419,743
34	6/11/19	12/30/19	203	566	1,737	216,073	\$ 108,162	\$ 0.50	\$ 62	1,091	3,348	416,609
35	12/18/19	7/8/20	204	552	1,694	211,010	\$ 108,162	\$ 0.51	\$ 64	1,118	3,431	427,083
36	7/9/20	2/6/21	213	471	1,446	179,890	\$ 128,334	\$ 0.71	\$ 89	1,023	3,140	390,900
37	2/16/21	8/30/21	196	477	1,464	182,727	\$ 142,690	\$ 0.78	\$ 97	948	2,910	362,617
38	9/14/21	6/7/22	267	467	1,433	178,539	\$ 158,514	\$ 0.89	\$ 111	944	2,897	361,266
39	6/7/22	11/10/22	157	334	1,025	127,592	\$ 166,915	\$ 1.31	\$ 163	801	2,458	306,131
40**	12/6/22	1/5/23	31	66	203	25,159		\$ -	\$ -	400	1,228	152,751
Total			4,381	11,096	34,056	4,239,358	\$ 4,264,172	NA	NA	21,873	67,132	8,346,248
Average			103	265	814	101,299	\$107,874	\$ 1.24	\$ 163.89	507	1,557	193,502

+ Breakthrough defined as Lead Vessel effluent reaching 6 µg/L
* Initial resin delivery was included in construction contract

** Run is currently in progress

Runs 1-2 had 315 cubic feet of resin
Runs 3-11 had 350 cubic feet of resin + 180 cubic feet of anthracite
Run 12 has 434 cubic feet of resin + 180 cubic feet of anthracite
Runs 13-present had 350 cubic feet of resin + 180 cubic feet of anthracite



**V-201 Perchlorate Treatment Facility
Resin Usage Summary
Based on Time to Breakthrough**

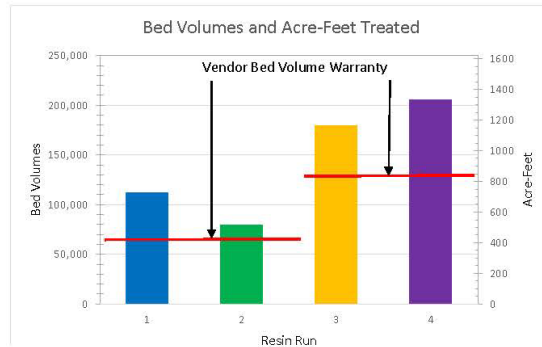
Resin Run Number	Fill Date	Breakthrough		Volume Treated (Million Gallons)	Volume Treated (Acre-Feet)	Bed Volumes Treated	Replacement Costs	\$/BV	\$/AF	Combined (Lead and Lag)		
		Date	Days							MG	AF	BVs
1	11/3/2017	4/19/2018	168	297	912	112,498	\$188,355	\$1.67	\$207			
2	5/7/2018	9/17/2018	134	210	644	79,476	\$105,494	\$1.33	\$164	507	1,556	191,973
3	9/24/2018	11/4/2019	407	474	1,454	179,465	\$105,494	\$0.59	\$73	684	2,098	258,941
4	11/12/2019	4/21/2021 *	527	544	1,670	206,045	\$108,162	-	-	1,018	3,124	385,510
Total			1236	1,525	4,679	577,483	\$507,505			2,209	6,778	836,424
Average			309	381	1,170	144,371	\$126,876	\$1.20	\$147.66	736	2,259	278,808

+ Breakthrough defined as Lead Vessel effluent reaching 6 ug/L

Runs 1 & 2 had 353 cubic feet of resin (PRS-2) + 180 cubic feet of anthracite

Runs 3 - present had 353 cubic feet of resin (PRS2 Plus) + 180 cubic feet of anthracite

* The well was turned off at 1:30 pm April 26, 2021.



SAFETY/EMERGENCY/RISK MANAGEMENT

A safe and healthful work environment is a critical component to the mission and values of SCV Water. Throughout the reporting month, several routine safety related training, inspections, and various other items were completed. The Safety Department continues to integrate health and safety programs for SCV Water. Some of the items completed and currently in progress are as follows:

Work in Progress

- Noise Assessment was completed in July 2022. This assessment is being reviewed and the Hearing Conservation Plan is being evaluated and revised based in part on this assessment. Staff audiograms are scheduled for February 2023
- Ammonia RMP revalidation documents received from consultants. Staff are reviewing and completing the recommended actions and incorporating them into RMP
- Revise and update Safety Manual
- Revise Injury and Illness Prevention Program and train all staff in 2023

Inspections

- Monthly safety inspections of all remote locations and facilities were conducted in December 2022
- UST Monthly Designated Operator took place at Rio Vista in December 2022
- Kone Crane inspection mobile and overhead cranes in December 2022
- Completed corrective action from ESFP CalARP inspection in December 2022

Incident Data

- The agency did not have any recordable incidents for the month of December

Safety Training

- Tailgate meetings took place at GT, Pine, RV and Rockefeller in December 2022
- New Hire Safety and Emergency Training took place in December 2022
- Qualified Rigger and Signal Person training too place at Pine and Rio Vista in December 2022
- PPE Demo (Airgas Head, Face & Eye Protection) took place at Pine, GT, and Rio Vista in December 2022
- City of Santa Clarita Emergency Preparedness Group quarterly meeting took place in December 2022

Safety Compliance

- Fall protection equipment recertifications (Ongoing)
- Respirator Medical Evaluations and Fit Testing (Annual and New Hire)

Safety Awards / Grants

- FEMA/CalOES Covid Disaster Grant #4482DR-CA
 - o Pending final FEMA Review and extension approved thru March 31, 2023

Safety Committee

- The next Safety Committee meeting will be held on January 25, 2023

M65



BOARD MEMORANDUM

DATE: January 16, 2023
TO: Board of Directors
FROM: Steve Cole *SC*
Assistant General Manager
SUBJECT: Water Resources and Outreach Section Report

Key Accomplishments

Water Resources

- Staff is participating in the County's Safe Clean Water Program (Measure W) Monitoring and Metrics Study. This study is designed to develop program metrics and monitoring criteria through stakeholder involvement, technical research, and modeling. Staff has attended several meetings and the effort is anticipated to continue with 6 or more meetings through July 2023.
- Staff participated in a public outreach meeting to present the current status of the Bouquet Canyon Restoration Project on Wednesday December 7, 2022 at 6:00 PM at the Grace Baptist Church (22833 Copper Hill Dr, Santa Clarita, CA 91350). Los Angeles County Public Works (LACPW) is on schedule to submit a grant request to the California Wildlife Conservation Board (WCB) in early 2023.

Sustainability & Conservation

- Sustainability/Conservation staff coordinated and facilitated the monthly Sustainable Water Action Taskforce meeting.
- Staff, with support from Engineering, coordinated the launch construction of the Bridgeport Pocket Park.
- Staff completed the Water Loss Audit and Validation reports for Fiscal Year 2021/2022.

Outreach, Legislation and Grants

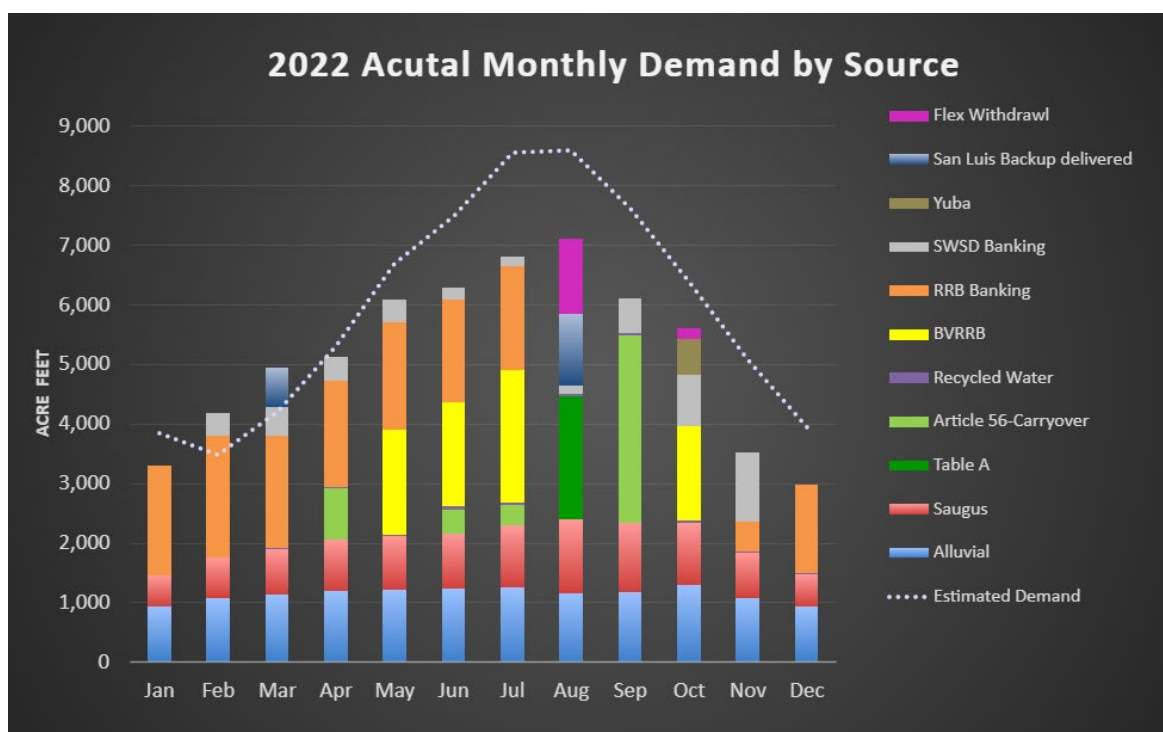
- The EmpAct Committee put on the Agency holiday party on December 15, 2022.
- SCV Water has partnered with ACWA on the initiation of the first Edward G. "Jerry" Gladbach scholarship. Applications are now up on the ACWA website, and SCV Water will also promote it.
- The first in-person Landscape and Gardening Workshop in three years was held in January, on the topic of proper pruning. There were 35 attendees.

- On December 22, 2022, the Bureau of Reclamation (BOR) notified SCV Water it received a \$5M Grant Award for its S Wells PFAS Treatment and Disinfection Facilities under the FY2023 WaterSmart Drought Resiliency Program. The BOR noted that “[SCV Water’s] application was among those receiving the highest ratings”. Staff will work with BOR to complete the financial assistance agreement to solidify this grant funding.
- On December 12, 2022, staff executed an amendment to the Sustainable Groundwater Planning Grant extending the term of the grant through August 30, 2022, thereby allowing time to complete work on Infiltration Testing and Pilot Studies of potential groundwater recharge areas.

WATER RESOURCES

Water Demand and Supply

As drought conditions continue statewide, SCV Water has been utilizing its water resource portfolio to meet demands each month. A summary of monthly 2022 water deliveries are shown on the next page:



Note: The graph above shows monthly water supply use vs. estimated demands.

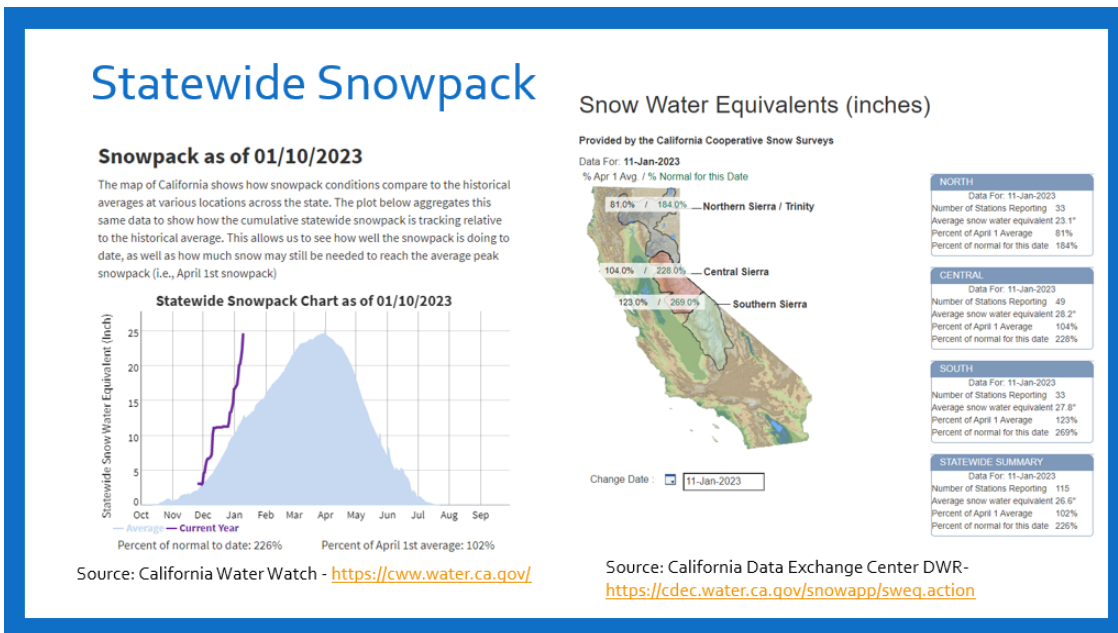
2022 Operation Details

- The initial 2022 State Water Project allocation was set to meet minimum Human Health and Safety requirements for contractors, calculated at 55 gallons per person per day, on an as needed basis. On January 20, 2022, the allocation was increased to 15%. On March 18, 2022, DWR reduced the allocation to 5% where it was finalized for the remainder of the year.

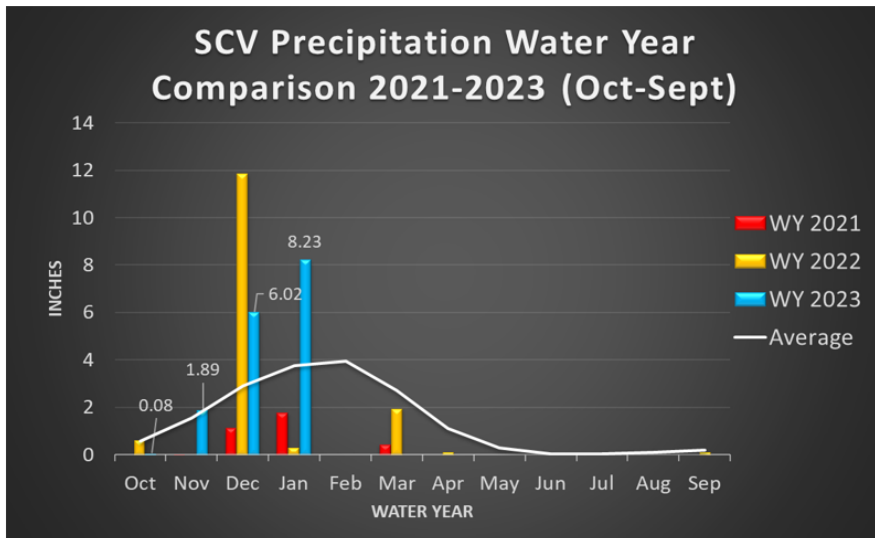
- 2022 demands, without mandated conservation, were estimated at 71,100 AF. Recovery from Rosedale and Semitropic banking programs continued throughout 2022.
- Staff requested as much Yuba accord water as possible in 2022. The final 2022 Yuba allocation to SCV Water was 997 AF (190 AF of C1 and 807 AF of C4). This transfer water was subject to carriage losses which were estimated to range between 20-30% in 2022 and will be finalized in early 2023.

2023 Operation Details

- Outlook for continued La Nina conditions is 76% from December 2022 through February 2023.
- The initial 2023 SWP Table A Allocation was set at 5% in December 2022.
- 2023 demands, without mandated conservation, are estimated at 72,500 AF. Recovery from the Rosedale and Semitropic banking programs are anticipated to continue into 2023 until hydrology improves.
- A Status of Water Supply Update was presented at the January 11, 2023 Water Resources and Watershed Committee meeting. Slides provided below show updated snowpack information, local precipitation, and DWR reservoir operations and reservoir conditions. Official updates from DWR on storm impacts and improvements to statewide drought conditions are anticipated at the end of January 2023.

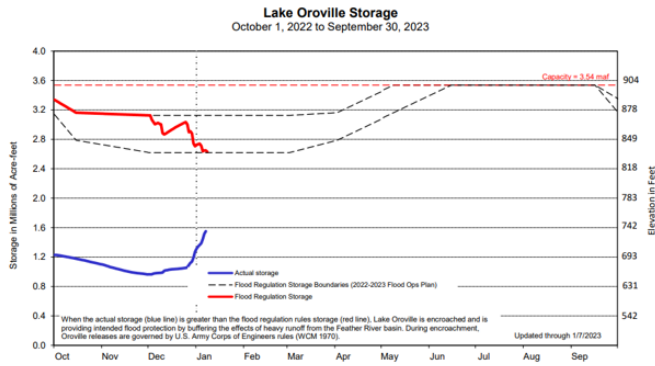


SCV Precipitation Water Year Comparison 2021-2023 (Oct-Sept)

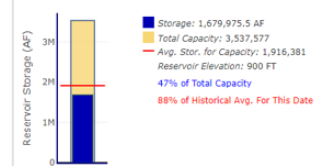


Source: <https://dpw.lacounty.gov/wrd/rainfall/> (Newhall-Soledad Canyon Precipitation)

DWR Reservoir Operations



Lake Oroville (ORO) - Storage Conditions as of 01/10/2023



Winter Reservoir Operations

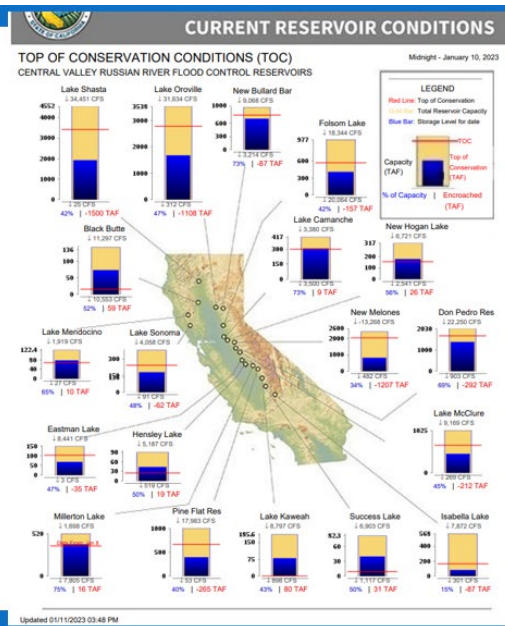
- DWR conserving maximum amounts
- Minimum releases required until reservoir reaches encroachment
- Conservation – space in reservoir available to fill below flood storage limits
- Encroachment – when water levels go higher than flood regulation storage levels
 - Releases increase for flood control management

Source: California DWR - <https://water.ca.gov/Programs/State-Water-Project/Operations-and-Maintenance/Operations-and-Delta-Status>

Statewide Reservoir Conditions

- Larger reservoirs still have a lot of room
- Smaller reservoirs are reaching encroachment point
- 84% of historical average statewide

Source: California Data Exchange Center-Reservoirs
<https://cdec.water.ca.gov/reportapp/javareports?name=floodcontrol.pdf>



Groundwater Sustainability Plan Implementation

- At its January 9, 2023 Board Meeting, the GSA was updated on the Bouquet Canyon Creek Restoration (which is being led by Los Angeles County), presented with an overview of the Salt and Nutrient Management Plan, and provided a quarterly update on GSP implementation including discussion about filling data gaps and groundwater flowmodel calibration and anticipated adjustments to GDE Triggers to align them more closely with observed conditions.

Significant Upcoming Items

- At the December 8, 2021 Water Resources and Watershed Committee meeting, staff presented two transfer/exchange programs available to SCV Water in partnership with Irvine Ranch Water District. Staff was directed to negotiate terms for both a Short-term Drought Relief transfer program and a Long-term unbalanced exchange program. The Short-term agreement was approved by the Board at its May 17, 2022 meeting and executed thereafter. Staff has been meeting with Rosedale Rio Bravo and Irvine Ranch Water District to determine the best path for a Long-Term agreement.
- Staff continues to work with Woodard and Curran to refine the Online New Drop database. Reporting features, QA/QC, and dashboards will be improved as the tool is used by Water Resources and Customer Service staff. Customized reports continue to be developed to assist staff in completing quarterly reports to the Regional Board for the Agency’s recycled water permit. Staff is also continuing to work with the Sanitation District to determine average wastewater flows from new developments as part of an ongoing process to perfect New Drop flow estimates. Additionally, improvements continue to be made to the online database with the help of Customer Care Department feedback. A QA/QC process is being conducted on the New Drop database to ensure that every drop is captured in the quarterly reports. This task will be completed before the end of FY 2022/23. Staff also plans to integrate the New Drop database into the Customer Service database once all customer accounts have been moved into a single accounting system to improve efficiencies and reduce data input errors. Five additional members of the Customer Service team are being

cross-trained to assist with data entry and quality assurance. Lastly, the annual report for the existing recycled water permit will be submitted in March 2023.

- The Upper Santa Clara River Integrated Regional Water Management Group (USCR IRWM) and Stakeholders continue preparing for the Round 2 grant solicitation under the Proposition 1 IRWM Grant opportunity. The USCR IRWM, working with Greater LA and Watersheds Coalition of Ventura County reached an agreement establishing funding allocations for each region, which provides funding certainty for each region and simplifies the grant application process for all. Under the agreement, the USCR IRWM region is allotted \$9.575M for implementation projects (including \$1M in funding deferred from Round 1). On September 29, 2022, the group selected projects for inclusion into the Round 2 grant application, including two SCV Water projects as follow: Sand Canyon Sewer Line Relocation Project (\$1.86M) and the T&U Wells PFAS Treatment and Disinfection Facility (\$1.5M). At its January 3, 2023 meeting, the Board approved a resolution authorizing SCV Water to apply for these grant funds.
- Staff has completed the transition of SCV Water's Excel based MBK Water Supply Reliability Model to the GoldSim platform. This initial version is currently being used to run preliminary scenarios to evaluate the implications and validity of the original assumptions made and make refinements to the model accordingly. A couple of scenarios are being prepared to present to the Water Resources and Watershed Committee to show the value of and range of analysis that can be performed with the new GoldSim model.
- As part of GSP implementation, two adjacent groundwater recharge sites have been selected on the east end of the Santa Clara River Basin for inclusion in the recharge feasibility study being conducted with the help of GSI technical consultants. The geophysical portion of the fieldwork was completed in mid-January 2022 and a summary report was received on March 30, 2022. A delineation and biological assessment to determine permitting requirements was completed the week of June 1, 2022, and a draft report was received on August 11, 2022. Staff met with CDFW personnel on November 18, 2022 to discuss the findings of the delineation report and next steps. Woodard and Curran is currently working on the CDFW notification package which will be submitted in January 2023. After a minimum 60-day review period of the notification application, the infiltration and borehole testing can be completed at the Pinetree location.
- Staff is engaged in a data management effort to identify opportunities for streamlining certain data collection and post-processing efforts. This project is primarily focused on all data flowing to the Water Resources team. Data collection efforts are underway to gain an understanding of the extent of information collected by the various departments, the reports that each department generates, and existing methods/tools used for data organization within the Agency.
- Staff is collaborating with Provost and Pritchard and Thomas Harder & Company to analyze alternative land uses for the Devil's Den property to maximize the property's value to the Agency including leases for solar generation and long-term agricultural leases.
- Staff is working with Luhdorff and Scalmanini to compile information for the 2021 SCV Water Report with intention to begin the transition of workload for the report preparation from consultants to SCV Water staff this year.
- The Sites Reservoir Authority received a response to its water rights application from the State Water Resources Control Board. The Board requested additional information regarding water availability should future Delta Water Quality Control Plans being considered by the Board were enacted.

- In order to maximize the beneficial uses of recycled water and adhere to pending and/or future environmental requirements, staff worked with Woodard and Curran to develop a draft Scope of Work (SOW) to include in a future RFP for an update to SCV Water’s Recycled Water Master Plan. A draft SOW was received on January 10, 2023 and is under review by staff.

LEGISLATIVE/GOVERNMENT AFFAIRS

- The 2023 legislative platform was adopted by the Board of Directors at the January 3, 2023 regular meeting.
- The Board leadership and staff hosted a meeting with new Assemblywoman Pilar Schiavo, and shared Agency priorities and challenges.

Upcoming Sponsorships and Event Participation

- Urban Water Institute Spring Conference – February 22-24, 2023
- KHTS Sacramento Trip – March 20-21, 2023

Community Events

- JCI Get Real Adulting 101 – March 18, 2023
- CSUN Nursing Students Presentation by Jeff Koelewyn – April 20, 2023
- KHTS SCV Home and Garden Show – April 29-30, 2023

OUTREACH – Social/Digital Media & Education

Staff continues to share water news, conservation tips, featured plants and job openings on our social media and e-news channels.

Outlet	Description	Notable Activity	Audience
Facebook	Social media	Across all three platforms in December:	1,016
Instagram		Total Engagement: 526	1,594
Twitter		Total Impressions: 21,764	1,245
Website	yourSCVwater.com	Total users in December 2022	12,725
	Top visited pages:	Residential rebates page surpassed “Manage My Account” to be the second most visited page in December.	
Water Currents	Customer e-newsletter	Open rate for December–;51% (Average industry open rate: 21.64%)	16,555

Public Education - 2022

Activity	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2022	2021
Education (virtual)**														
Students	647	433	740	476	606	368	16	31	337	914	1,035	575	6,178	7,090
Teachers	24	16	27	20	23	14	3	2	13	82	101		312	265
Garden Classes (virtual)	85	27	84	84	24	42	42	49	26	40	31	15	520	443

* Data not yet available

Significant Ongoing or Upcoming Items

- The EmpAct Committee is working on the internal celebration for the Agency's 5th anniversary at the February 1, 2023 all employee luncheon.
- Staff has begun marketing the first Water Academy, planned for March/April 2023.
- Staff is working with a consultant on the development of a style guide, to capture in one place information that will help us present a consistent, professional face through our logo, writing style, templates and more.
- Work continues on the new website. A soft launch was conducted in mid-December 2022. The site was taken back down and staff is addressing a few issues that arose. Website users will receive additional training prior to the re-launch of the new site, anticipated in early February 2023.
- Staff is updating drought key messaging for winter/spring 2023, which will focus on: debunking drought myths, taking advantage of the rain by turning off sprinklers, switching to sustainable landscapes, as well as available rebates and resources.
- Work continues on the Inclusive Engagement initiative, with a draft engagement guide for staff and consultants, and training planned for February 2023.
- Staff is developing a 2023 Water Matters schedule, a quarterly speaker series covering a variety of topics.
- As California's ongoing drought and Governor Newsom's Executive Order N-7-22 have rendered the development of Rosedale Phase 2 Wells Project infeasible at this time. Staff is investigating the possibility of moving BOR WaterSmart DRP Program grant funding (\$1.46M) to an alternate project within the Rosedale area which develops dry year water supply recovery (the same benefit as the grant funded project).

SUSTAINABILITY & WATER CONSERVATION

Status of SCV Water Drought Response

This section includes a condensed version of the monthly drought updates presented to the Water Resources and Watershed Committee at its January 11, 2023 meeting and includes an overview of current regulatory status, State Water Resource Control Board monthly conservation reports, SCV Water monthly conservation performance relative to 2020's consumption and the Governor's 15% of 2020 voluntary conservation request, and monthly and cumulative conservation trends compared to the same metrics.

Regulatory Overview (No Updates for October 2022)

Entity/Agency	Regulatory Status	Notes
Governor Newsom	<ul style="list-style-type: none"> Voluntary 15% v. 2020 Call (July 8, 2021) Statewide Drought Emergency Declaration (October 19, 2021) EO N-7-22 directs the SWRCB to require Stage/Level 2 Water Shortage Response implementation and for the Water Board consider defining and prohibiting the watering of non-functional turf. (March 28, 2022) 	<ul style="list-style-type: none"> April 1, 2021 (2 Counties) May 10, 2021 (Extended to 41 Counties) July 8, 2021 (Extended to 50 Counties) October 19, 2021 (Extended to Statewide)
State Water Resources Control Board	<ul style="list-style-type: none"> Monthly Conservation Performance Reporting (July 2021) Adopted Emergency Regulations (January 4, 2022) Adopted Emergency Regulations which require implementation of Stage 2 water shortage response measures and bans the irrigation of non-functional turf with potable water (May 24, 2022). 	<ul style="list-style-type: none"> Emergency regulations include water waste restrictions and provisions specific to HOA CCR implementation. SCV Water preparing Non-Functional Turf engagement and education initiative to promote "Turn it off, Cap it, or Convert it!"
SCV Water	<ul style="list-style-type: none"> Stage 2 – WSCP (4/26/2022) Stage 2 – Water Conservation and Water Supply Shortage Ordinance (4/26/2022) Stage 1 – WSCP (11/16/2021) Stage 1 – Water Conservation and Water Supply Shortage Ordinance (Ordinance)(11/16/2021) 	<ul style="list-style-type: none"> WSCP includes strategies which prioritize education and incentive to achieve up to 20% conservation. Stage 2 of Ordinance includes water waste restrictions. Stage 2 of Ordinance also included watering restrictions to 3 days per week, two 5-minute cycles, and morning and evening watering.

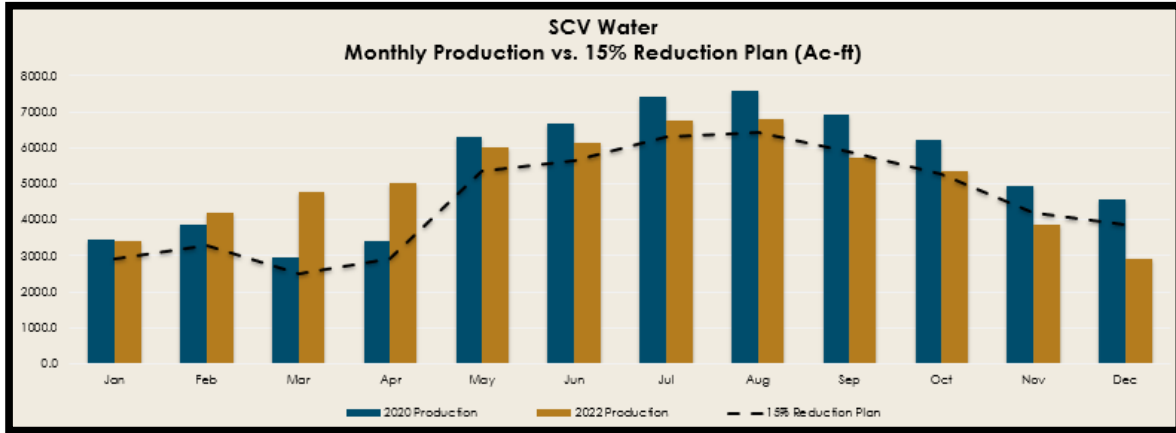
State Water Resources Control Board (Monthly Conservation Reporting)

Month	Year	Statewide	South Coast	SCV Water
July	2021	-1.8%	-0.2%	+5.6%
August	2021	-4.9%	-3.1%	+3.1%
September	2021	-3.9%	-4.2%	+1.1%
October	2021	-13.2%	-12.2%	-11.3%
November	2021	-7.1%	+0.7%	+3.1%
December	2021	-15.7%	-18.4%	-29.0%
January	2022	+2.6%	+1.7%	-1.1%
February	2022	-0.5%	-0.2%	+7.8%
March	2022	+18.9%	+26.9%	+61.8%
April	2022	+17.6%	+25.6%	+47.4%
May	2022	-3.1%	-2.2%	-4.2%
June	2022	-7.7%	-5.9%	-7.9%
July	2022	-10.4%	-8.6%	-8.7%
August	2022	-10.5%	-9.7%	-10.1%
September	2022	-10.9%	-11.9%	-17.2%
October	2022	-12.6%	-14.4%	-14.1%
November	2022			-21.0%
December	2022			-36.3%
Cumulative Savings		- 4.6%%	- 2.8%	-4.3%

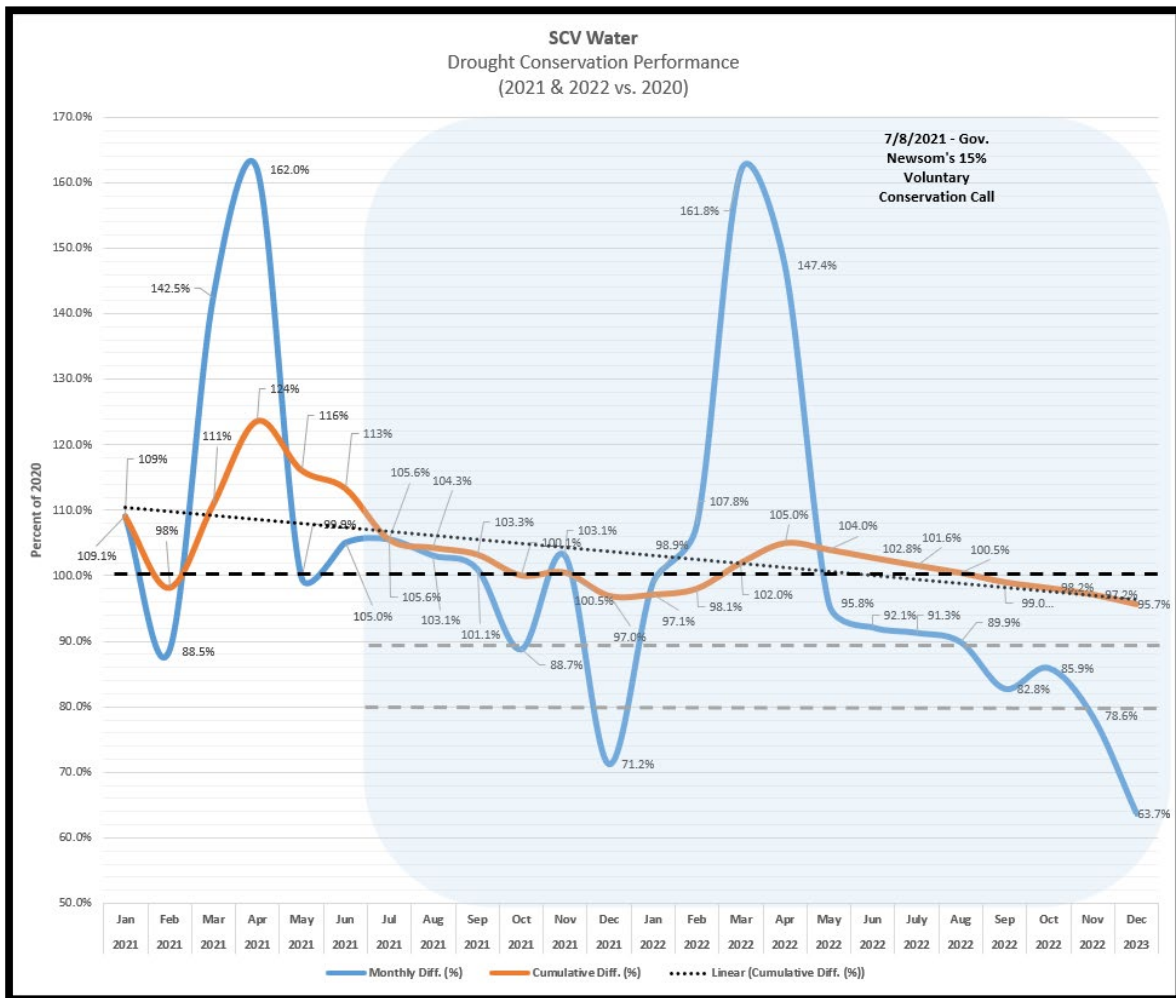
Note: The State Water Resources Control Board conservation reporting data has a one to two-month lag. This table includes most recent data as reported on the Board's website.

SCV Water – Monthly Conservation Performance (Current Production v. 2020 and 15% of 2020 Target in Acre Feet)

SCV Water - Drought Performance v. 2020 (2022)



SCV Water – Monthly and Cumulative Conservation Performance Trends (In Percent)





Water Conservation

Water Resources Monthly Section Report - December 2022

Water Production vs. Interim Goal (Non-Drought)



Key Data Points (AF)

Monthly Variance: (856)

YTD Variance: (7,453)

Well 201 Adj.: 0

Economic Activity Adj.: NA

■ 2022 Production ● Baseline ○ 2022 Target

Conservation Program Participation (Current Month/Fiscal Year)



	Check-Ups	Workshops	Rebates	Engagement	Other
Residential	20/237	2/28	32/261	55/8,474	1/3



	Check-Ups	Retrofits	Rebates	Engagement
Commercial	0/2	0/125	3/3	0/65



	Check-Ups	Rebates	Engagement	Other
Landscape	5/17	0/9	0/53*	0/2

*Data not currently available.

Significant Upcoming Items

- **Recycled Water** - Staff to post Request for Proposals (RFP) for recycled water conversion of 2 Phase 2B RW Extension sites.
- **Sustainability** - Staff to finalize Draft SCV Water Sustainability Plan.
- **Sustainability** - Staff, with consultant support, to request proposals for battery storage projects at Rio Vista Water Treatment and Earl Schmidt Filtration Plants.
- **Special Projects** - Staff, with consultant support, to finalize design plans for the Water Conservation Garden and Education Experience at the Rio Vista Water Treatment Plant.



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ITEM NO.
9.5

Engineering and Operations Committee
Planning Calendar
FY 2022/23

Item	July 7 Comm	July 19 Board	Aug 2 Board	Aug 4 Comm	Aug 16 Board	Sept 1 Comm	Sept 6 Board	Sept 20 Board	Oct 4 Board	Oct 6 Comm	Oct 18 Board	Nov 1 Board	Nov 3 Comm	Nov 15 Board	Dec 6 Board	Dec 8 Comm	Dec 20 Board	Jan 3 Board	Jan 5 Comm	Jan 17 Board	Feb 2 Comm	Feb 7 Board	Feb 21 Board	March 2 Comm	March 7 Board	March 21 Board	April 4 Board	April 6 Comm	April 18 Board	May 2 Board	May 4 Comm	May 18 Board	Jun 1 Comm	June 6 Board	June 20 Board	July 4 Board				
1	Monthly Committee Planning Calendar																																							
2	CIP Construction Status Report																																							
3	Monthly Operations and Production Report																																							
4	Third Party Funded Agreements Quarterly Report																																							
5	Quarterly Safety Program Presentation																																							
6	Real Property Activity Report																																							
7	Annual Safety Program Update (FY 21-22)																																							
8	Chapter 8 Agreement Properties																																							
9	Review Proposed FY 2023/24 Major Capital Projects																																							
10	Recommend Approval of (1) a Resolution for Construction Contract with Pacific Hydrotech Corporation and (2) a Purchase Order to Hazen and Sawyer for Engineering Services During Construction and (3) a Purchase Order to MWH Constructors for Construction Management and Inspection Services for the Santa Clara and Hobby Wells PFAS Groundwater Treatment Project		C																																					
11	Recommend Approval of Authorizing SCV Water to Execute a Quitclaim Deed – Partial Release of Easement to Wal-Mart Real Estate Business Trust		C																																					
12	Recommend Authorization for the General Manager to Execute a Purchase Order Amendment to Kennedy Jenks for Additional Engineering Services During Construction and a Purchase Order Amendment to MNS Engineers for Additional Construction Management and Inspection Services for the Valley Center Well PFAS Groundwater Treatment Project		C																																					
13	Recommend Approval to Authorize General Manager to Enter into Agreement with TerraVerde Energy for Long-Term Operation/Preventative Maintenance of the Agency's Photovoltaic Assets		C																																					
14	Central Park Lease Informational Presentation		C																																					
15	Recommend Approval of a Resolution Authorizing a Purchase Order to Kennedy/Jenks Consultants for Inspection Planning Services for the Castaic Conduit Pipeline Reaches 3 & 4 Project		C																																					
16	Recommend Approval of a Resolution Authorizing a Purchase Order to Hazen & Sawyer for Planning Services for the Master Plan Project		C																																					
17	Recommend Approval of a Resolution Adopting Initial Study-Mitigated Negative Declaration Under the California Environmental Quality Act and a Resolution Authorizing a Purchase Order to Kennedy/Jenks Consultants for Final Design Services for the Well 205 Groundwater Treatment Project		C																																					
18	Surplus Land Act Informational Presentation		C																																					
19	Recommend Approval of a Purchase Order to Civitec, Inc. for Change Order No. 1 for Final Design Services for New Deane Zone Tank at Sand Canyon Plaza – Design Prestressed Concrete Tank Instead of Welded Steel Tank			C																																				
20	Wireless Communications Rental Program Informational Presentation					C																																		
21	Recommend Authorizing the General Manager to Execute a Contract with TriPointe Homes Holdings, Inc. for SCV Water's Fair Share Costs for the Construction of a 2.08 MG Prestressed Concrete Tank for the Deane Zone, Including Construction Quality Assurance and Control Testing, Construction Inspections, and Engineering Services During Construction						C																																	
22	Recommend Approval of Technical Revision to the Board of Directors Policies and Procedures Regarding General Manager Authority to Transfer Easements									C																														
23	Recommend Approval of a Contract to Conduct a Pilot-Scale Evaluation of Four Alternative Adsorbents for PFAS Removal from SCVWA Groundwater											C																												
24	Recommend Approval of a Resolution for a Construction Contract with Paso Robles Tank for the Newtrial Tanks 1 and 1A – Tank Upgrades Project																																							

**Engineering and Operations Committee
Planning Calendar
FY 2022/23**

Item	July 7 Comm	July 19 Board	Aug 2 Board	Aug 4 Comm	Aug 16 Board	Sept 1 Comm	Sept 6 Board	Sept 20 Board	Oct 4 Board	Oct 6 Comm	Oct 18 Board	Nov 1 Board	Nov 3 Comm	Nov 15 Board	Dec 6 Board	Dec 8 Comm	Dec 20 Board	Jan 3 Board	Jan 5 Comm	Jan 17 Board	Feb 2 Comm	Feb 7 Board	Feb 21 Board	March 2 Comm	March 7 Board	March 21 Board	April 4 Board	April 6 Comm	April 18 Board	May 2 Board	May 4 Comm	May 16 Board	Jun 1 Comm	June 6 Board	June 20 Board	July 4 Board												
34	Recommend Approval of (1) a Resolution Approving the Addendum to the Mission Village Environmental Impact Report, Approving the Backcountry Reservoir and Backcountry Pump Station Projects, and Adopting the Mitigation Monitoring and Reporting Program Under the California Environmental Quality Act Pursuant to CEQA Guidelines Section 15164 for the Backcountry Pump Station and Backcountry Reservoir Projects; and a (2) Resolution Authorizing a Purchase Order to Cannon Corp. for Final Design Services for the Backcountry Pump Station Project and a Purchase Order to Michael Baker International, Inc. for Final Design Services for the Backcountry Reservoir Project																																															
35	Recommend Approval of Resolution Awarding Construction Contract and Purchase Order for Construction Management and Inspection Services for Dickason Drive 14" PVC Replacement																																															
36	Recommend Approval of a Resolution Awarding a Contract for the Installation of Approximately 1,200 Meters as Part of the AMI Meter Replacement Grant Program																																															
37	SCVWA Filter Media Replacement Project																																															
38	Recommend Approval of Authorizing SCV Water to Execute a Quitclaim Deed and Acquire Easements for Woodside Metro Walk Development																																															
39	Recommend Approval of Reimbursement Resolution for LARC Incentive Loan Funds from the State Water Resources Control Board																																															
40	Order for Design Services for Sierra Highway Bridge Pipelines Project																																															
41	Recommend Approval Awarding Purchase Orders for a New Pump/Motor and Variable Frequency Drive for Upgrades at Well N8																																															
42	Recommend Approval for the General Manager to Execute a Purchase Order Amendment for Additional Design Services for the T&U Wells PFAS Treatment, Saugus 1 and 2 VOC Treatment, and New Disinfection Facility Project																																															
43	Recommend Approval - New Staffing Needs																																															
44	Recommend Approval of Resolution to Adopt the Mitigated Negative Declaration and MMP, and award final engineering contract for the S Wells PFAS Treatment and Disinfection Project																																															
45	Recommend Approval of Resolution Authorizing SCV Water to Execute Water Service Agreements with the Los Angeles Residential Community and Lily of the Valley Mobile Village																																															
46	Recommend Authorization for the General Manager to Execute a Purchase Order Amendment for Additional Design Services for Saugus Wells 3 & 4 Project																																															
47	Recommend Adopting a Resolution Authorizing the General Manager to Execute a Reimbursement Agreement with the City of Santa Clarita for the Sierra Highway Bridge Expansion Water Pipelines Protection Project																																															
48	Recommend Approval of Resolution Awarding Construction Contract for Pipeline to Los Angeles Residential Community																																															
49	Approve a Resolution Authorizing the General Manager to Apply for Grant Funding under the Bureau of Reclamation's WaterSMART Drought Response Program for the S Wells PFAS and Disinfection Facilities.																																															
50	Recommend Approval Awarding Construction Contract for the Saugus Well 2 Rehabilitation Project																																															
51																																																

**Finance and Administration Committee
Planning Calendar
FY 2022/23**

Item	July 5 Board	July 18 Comm	Aug 2 Board	Aug 15 Comm (Q4)	Sept 6 Board	Sept 19 Comm	Sept 20 Board	Oct 4 Board	Oct 24 RESCHED Comm	Nov 1 Board	Nov 15 Board	Nov 21 Comm (Q1)	Dec 6 Board	Dec 12 RESCHED Comm	Dec 20 Board	Jan 3 Board	Jan 23 RESCHED Comm	Feb 7 Board	Feb 27 RESCHED Comm (Q2)	Mar 7 Board	Mar 20 Comm	Mar 21 Board	April 4 Board	April 17 Comm	May 2 Board	May 15 Comm (Q3)	June 6 Board	June 19 Comm	
1	Recommend Approval of Resolution Authorizing July 2022 Water Supply Contract Payment (consent)	C																											
2	Recommend Approval of Resolutions Setting Santa Clarita Valley Water Agency Tax Rate for FY 2022/23 and Requesting Levy of Tax by Los Angeles County and Ventura County (consent)	C																											
3	Recommend Approval of Revised Agency Classification Plan and Position Control	C																											
4	Recommend Approval of Revised Capitalization Policy for Fixed Assets	C																											
5	Recommend Receiving and Filing of April 2022 Monthly Financial Report (consent)	C																											
6	Recommend Approval of a Resolution Authorizing FY 2022/23 Water Supply Contract Payments (consent)		C	C																									
7	Recommend Approval of a Contract Amendment with Robert D. Niehaus, Inc. for Ratepayer Advocate Services		C	C																									
8	Recommend Approval of a Contract with Chandler Asset Management, Inc. for As-Needed Investment Advisory Services		C	C																									
9	Recommend Receiving and Filing of May 2022 Monthly Financial Report (consent)		C	C																									

**Finance and Administration Committee
Planning Calendar
FY 2022/23**

Item	July 5 Board	July 18 Comm	Aug 2 Board	Aug 15 Comm (Q4)	Sept 6 Board	Sept 19 Comm	Sept 20 Board	Oct 4 Board	Oct 24 RESCHED Comm	Nov 1 Board	Nov 15 Board	Nov 21 Comm (Q1)	Dec 6 Board	Dec 12 RESCHED Comm	Dec 20 Board	Jan 3 Board	Jan 23 RESCHED Comm	Feb 7 Board	Feb 27 RESCHED Comm (Q2)	Mar 7 Board	Mar 20 Comm	Mar 21 Board	April 4 Board	April 17 Comm	May 2 Board	May 15 Comm (Q3)	June 6 Board	June 19 Comm
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**Finance and Administration Committee
Planning Calendar
FY 2022/23**

Item	July 5 Board	July 18 Comm	Aug 2 Board	Aug 15 Comm (Q4)	Sept 6 Board	Sept 19 Comm	Sept 20 Board	Oct 4 Board	Oct 24 RESCHED Comm	Nov 1 Board	Nov 15 Board	Nov 21 Comm (Q1)	Dec 6 Board	Dec 12 RESCHED Comm	Dec 20 Board	Jan 3 Board	Jan 23 RESCHED Comm	Feb 7 Board	Feb 27 RESCHED Comm (Q2)	Mar 7 Board	Mar 20 Comm	Mar 21 Board	April 4 Board	April 17 Comm	May 2 Board	May 15 Comm (Q3)	June 6 Board	June 19 Comm
24	Recommend Approval of a Revised Employee Manual Policy No. 18 - Other Benefits								C		C																	
25	Recommend Approval of Contract Renewal of Enterprise GIS Software License Agreement with ESRI								C		C																	
26	Discuss Pay-Go, Debt Projections and Future Rate Impact Scenarios								C																			
27	Recommend Receiving and Filing of August 2022 Monthly Financial Report (consent)								C		C																	
28	Recommend Approval of a Revised Employee Policy No. 40 - Flexible Workplace Program Policy											C	C															
29	Recommend Approval of a Revised Customer Service Policy											C	C															
30	Recommend Approval of a Contract Renewal with Systems & Software, Inc. for enQuesta Customer Service System Maintenance and Support											C	C															
31	Recommend Approval of Employee Manual No. 42 - Internship Program											C	C															
32	Fleet and Warehouse Update											C																
33	Recommend Receiving and Filing of September 2022 Monthly and FY 2022/23 First Quarter Financial Report (not consent)											C	C															
34	Recommend Receiving and Filing of SCV Water Annual Comprehensive Financial Report (ACFR) ended June 30, 2022													C	P													
35	Recommend Approval of Contract and Materials for Microwave Upgrade Project													C	P													
36	Overview and Discussion of Bill Pay Options													C														

**Finance and Administration Committee
Planning Calendar
FY 2022/23**

Item	July 5 Board	July 18 Comm	Aug 2 Board	Aug 15 Comm (Q4)	Sept 6 Board	Sept 19 Comm	Sept 20 Board	Oct 4 Board	Oct 24 RESCHED Comm	Nov 1 Board	Nov 15 Board	Nov 21 Comm (Q1)	Dec 6 Board	Dec 12 RESCHED Comm	Dec 20 Board	Jan 3 Board	Jan 23 RESCHED Comm	Feb 7 Board	Feb 27 RESCHED Comm (Q2)	Mar 7 Board	Mar 20 Comm	Mar 21 Board	April 4 Board	April 17 Comm	May 2 Board	May 15 Comm (Q3)	June 6 Board	June 19 Comm
37	Recommend Approval of a Contract with S&S and Associated Costs for Meter Device Management System Project																	C	P									
38	Recommend Approval of a Resolution Establishing a Health Reimbursement Arrangement (HRA) with IGOE for Retired Employees																	C	P									
39	Discuss Implementing a Credit Card Processing Fee																	C										
40	Continued Discussion of Ratepayer Assistance Programs																	C										
41	Review Financing Plan Options and Preliminary Financing Schedule (Preliminary and Subject to Change)																	C	P									
42	Recommend Receiving and Filing of October 2022 Monthly Financial Report (consent)																	C	P									
43	Recommend Receiving and Filing of November 2022 Monthly Financial Report (consent)																	C	P									
44	Recommend Approval of Valencia Retail Capacity Fee																		P			P						
45	Review Ratepayer Assistance Pilot Program																		P			P						
46	Recommend Approval of a Revised Debt Management Policy																		P			P						
47	Recommend Approval of Legal Documents for Bond Financing																		P			P						
48	Recommend Approval of Awarding a Contract for Rio Vista Chiller Replacement																		P			P						
49	Review Budget Calendar																		P			P						
50	Recommend Receiving and Filing of December 2022 and FY 2022/23 Second Quarter Financial Report with Mid-Year Budget Review (not consent)																		P			P						

**Finance and Administration Committee
Planning Calendar
FY 2022/23**

Item	July 5 Board	July 18 Comm	Aug 2 Board	Aug 15 Comm (Q4)	Sept 6 Board	Sept 19 Comm	Sept 20 Board	Oct 4 Board	Oct 24 RESCHED Comm	Nov 1 Board	Nov 15 Board	Nov 21 Comm (Q1)	Dec 6 Board	Dec 12 RESCHED Comm	Dec 20 Board	Jan 3 Board	Jan 23 RESCHED Comm	Feb 7 Board	Feb 27 RESCHED Comm (Q2)	Mar 7 Board	Mar 20 Comm	Mar 21 Board	April 4 Board	April 17 Comm	May 2 Board	May 15 Comm (Q3)	June 6 Board	June 19 Comm	
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PUBLIC OUTREACH AND LEGISLATION COMMITTEE AGENDA PLANNING CALENDAR FY 2022-2023

July 5, 2022 Regular Board Meeting

1. Approve Legislative Advocacy Contract Renewal
2. Presentation: Drought Messaging Action Plan

July 21, 2022 Committee Meeting

1. Legislative Consultant Reports
2. Discussion of Draft Board Resolution and Initial Implementation Action from the Engagement Gap Analysis
3. Presentation: Overview of School Education Program
4. Communications Manager Activities:
 - Legislative Tracking
 - Grant Status Report
 - Sponsorship Tracking FY 2022/23
 - Committee Planning Calendar FY 2022/23

August 2, 2022 Regular Board Meeting

1. Approve a Resolution Adopting the Santa Clarita Valley Water Agency In Support of Inclusive Communications & Engagement

August 18, 2022 Committee Meeting

1. Legislative Consultant Reports
2. Communications Manager Activities:
 - Social Media Quarterly Report
 - Legislative Tracking
 - Grant Status Report
 - Sponsorship Tracking FY 2022/23
 - Committee Planning Calendar FY 2022/23

September 15, 2022 Committee Meeting

1. Legislative Consultant Reports
2. Communications Manager Activities:
 - Legislative Tracking
 - Grant Status Report
 - Sponsorship Tracking FY 2022/23
 - Committee Planning Calendar FY 2022/23

October 20, 2022 Committee Meeting

1. Legislative Consultant Reports
2. Discussion of Jerry Gladbach Scholarship and/or Internship
3. Discussion of Water Academy Pilot Session
4. Agency's New Website Status Report
5. Communications Manager Activities:
 - Legislative Tracking
 - Grant Status Report
 - Sponsorship Tracking FY 2022/23
 - Committee Planning Calendar FY 2022/23

November 17, 2022 Committee Meeting

1. Legislative Consultant Reports
2. Discussion of Jerry Gladbach Scholarship

3. Communications Manager Activities:
 - Social Media Quarterly Report
 - Legislative Tracking
 - Grant Status Report
 - Sponsorship Tracking FY 2022/23
 - Committee Planning Calendar FY 2022/23

December 6, 2022 Regular Board Meeting

1. Discussion of Jerry Gladbach Scholarship

December 15, 2022 Committee Meeting

1. Legislative Consultant Reports
2. Discussion of the 2023 Legislative Platform and Advocacy Process
3. Communications Manager Activities:
 - Legislative Tracking
 - Grant Status Report
 - Sponsorship Tracking FY 2022/23
 - Committee Planning Calendar FY 2022/23

January 3, 2023 Regular Board Meeting

1. Adoption of the 2023 Legislative Platform

January 19, 2023 Committee Meeting

1. Legislative Consultant Reports
2. Outreach 2022 Year in Review
3. Communications Manager's Report

February 16, 2023 Committee Meeting

1. Legislative Consultant Reports
2. Discussion of Crisis Communication Plan
3. Communications Manager's Report

March 16, 2023 Committee Meeting

1. Legislative Consultant Reports
2. Review and Discussion of FY 2023/24 and FY 2024/25 Public Outreach Operating Budget
3. Communications Manager's Report

April 20, 2023 Committee Meeting

1. Legislative Consultant Reports
2. Communications Manager's Report

May 18, 2023 Committee Meeting

1. Legislative Consultant Reports
2. Communications Manager's Report

June 22, 2023 Committee Meeting

1. Legislative Consultant Reports
2. Communications Manager's Report



WATER RESOURCES AND WATERSHED COMMITTEE AGENDA PLANNING CALENDAR FY 2022-2023

July 5, 2022 Regular Board Meeting

1. Recommend Adoption of a Resolution Approving the SB 610 Water Supply Assessment for the Wiley Canyon Mixed-Use Development

July 13, 2022 Committee Meeting

1. Recommend Authorizing the General Manager to Enter into an Agreement with GSI Water Solutions, Inc. for the First Year of Groundwater Sustainability Plan Implementation
2. Water Resources Director Report:
 - Status of Upper Santa Clara River Salt and Nutrient Management Plan
3. Sustainability Manager Report:
 - Status of Drought Response and Performance

July 19, 2022 Regular Board Meeting

1. Status of Recycled Water Program

August 2, 2022 Regular Board Meeting

1. Recommend Authorizing the General Manager to Enter into an Agreement with GSI Water Solutions, Inc. for the First Year of Groundwater Sustainability Plan Implementation

August 10, 2022 Committee Meeting

1. Recommend Adoption of a Resolution Authorizing the General Manager to Apply for Grant Funding Under the WaterSmart Water Energy Efficiency Grant Program and Execute a Grant Agreement with the Federal Bureau of Reclamation
2. Water Resources Director Report:
 - Status of Groundwater Recharge Feasibility Studies
 - Devil's Den Semi-Annual Report
3. Sustainability Manager Report:
 - Update on Conservation Activities and Performance
 - Status of Drought Response and Performance

August 16, 2022 Regular Board Meeting

1. Recommend Adoption of a Resolution Authorizing the General Manager to Apply for Grant Funding Under the WaterSmart Water Energy Efficiency Grant Program and Execute a Grant Agreement with the

September 14, 2022 Committee Meeting

1. Recommend Adoption of a Resolution Approving the SB 610 Water Supply Assessment for the Shadowbox Studios Development
2. Recommend Authorizing the General Manager to Execute a Construction Contract for Bridgeport Pocket Park
3. Update on Water Operating Plan and Water Conservation Response Actions
4. Water Resources Director Report:
 - Update on Water Resiliency Plan Initiative Activities
 - Status of Water Supply and Water Banking Programs
5. Sustainability Manager Report:
 - Update on Conservation Activities and Performance

October 12, 2022 Committee Meeting

1. Recommend Adoption of a Resolution Approving the SB 610 Water Supply Assessment for the Shadowbox Studios Development
2. Water Resources Director Report:
 - Status of Water Supply and Water Banking Programs
3. Sustainability Manager Report:

- Status of Drought Response and Performance
- Update on Conservation Activities and Performance

October 18, 2022 Regular Board Meeting

1. Recommend Adoption of a Resolution Approving the SB 610 Water Supply Assessment for the Shadowbox Studios Development
2. Update on Water Operating Plan and Water Conservation Response Actions

November 9, 2022 Committee Meeting

1. Introduction of New Water Resources Director
2. Recommend Authorizing the General Manager to Execute a Construction Contract for Bridgeport Pocket Park
3. Recommend Adoption of a Resolution Authorizing SCV Water Agency to Apply for and Execute a Grant Agreement on Behalf of the SCV-GSA with the California Department of Water Resources for a Sustainable Groundwater Management Grant
4. Water Resources Manager Report:
 - Staff Activities
5. Sustainability Manager Report:
 - Status of Drought Response and Performance
 - Update on Conservation Activities and Performance

November 15, 2022 Regular Board Meeting

1. Recommend Authorizing the General Manager to Execute a Construction Contract for Bridgeport Pocket Park

December 14, 2022 Committee Meeting

1. Recommend Adoption of a Resolution Authorizing the General Manager to Submit an Application for a Proposition 1, Round 2 Integrated Regional Water Management Implementation Grant and Execute a Grant Agreement with the California Department of Water Resources
2. Water Resources Manager Report:
 - Status of Water Supplies
3. Sustainability Manager Report:
 - Status of Drought Response and Performance

December 20, 2022 Regular Board Meeting

1. Recommend Adoption of a Resolution Authorizing SCV Water Agency to Apply for and Execute a Grant Agreement on Behalf of the SCV-GSA with the California Department of Water Resources for a Sustainable Groundwater Management Grant

January 3, 2023 Regular Board Meeting

1. Recommend Adoption of a Resolution Authorizing the General Manager to Submit an Application for a Proposition 1, Round 2 Integrated Regional Water Management Implementation Grant and Execute a Grant Agreement with the California Department of Water Resources

January 11, 2023 Committee Meeting

1. Water Resources Manager Report:
 - Status of Water Supplies
2. Sustainability Manager Report:
 - Status of Drought Response and Performance
 - Update on Conservation Activities and Performance

February 8, 2023 Committee Meeting

1. Water Resources Manager Report:
 - Presentation of GoldSim Model Draft
2. Sustainability Manager Report:
 - Presentation of Conservation Long-Term Framework – AB 1668 and SB 606
 - Presentation on Completed Water Conservation and Education Experience Design

March 7, 2023 Regular Board Meeting

1. Presentation on GoldSim Model Draft

March 8, 2023 Committee Meeting

1. Recommend Adoption of Sustainability Action Plan
2. Water Resources Manager Report:
 - Devil's Den Semi-Annual Report
 - Status Update on Urban Water Management Plan (UWMP)
 - Status of Sustainable Groundwater Management Act Implementation
 - Status of Water Supply and Water Banking Program
3. Sustainability Manager Report:
 - Status of Drought Response and Performance

April 4, 2023 Regular Board Meeting

1. Recommend Adoption of Sustainability Action Plan

April 12, 2023 Committee Meeting

1. Recommend Approval of a Resolution Adopting Recycled Water Rules and Regulations
2. Recommend Authorizing the General Manager to Enter into a MOU with Antelope Valley-East Kern Water District to Fund Planning Costs for a Portion of the Proposed Phase 2 Proposed High Desert Water Bank
3. Review and Discussion of FY 2023/24 and FY 2024/25 Water Resources Operating Budget and Minor and Major Capital
4. Water Resources Manager Report:
 - Status of Water Supplies
5. Sustainability Manager Report:
 - Status of Drought Response and Performance
 - Update on Conservation Activities and Performance

May 17, 2023 Committee Meeting (Rescheduled)

1. Recommend Adopting a Resolution Authorizing Creation of a Standby Charge for the Tesoro Del Val Annexation Area
2. Water Resources Manager Report:
 - Status of Water Supplies
3. Sustainability Manager Report:
 - Status of Drought Response and Performance

June 6, 2023 Regular Board Meeting

1. Recommend Adopting a Resolution Authorizing Creation of a Standby Charge for the Tesoro Del Val Annexation Area

June 14, 2023 Committee Meeting

1. Water Resources Manager Report:
 - Status of Water Supplies
2. Sustainability Manager Report:
 - Status of Drought Response and Performance

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AB1234 Report

Director name: Dirk Marks

Meeting attended: Water Talks-Community Engagement-Upper Santa Clara River

Date of Meeting: 1/18/23

Location: Zoom Webinar

SCV Water Board Meeting to be presented at: February 7, 2023

Points of Interest:

The presenters included:

Amanda Zeidner - Council for Watershed Health

Sam Jenniches - California State Coastal Conservancy

Shawn Kelly - Santa Clara River Conservancy

Presenters reviewed the advantages and challenges of integrated watershed planning. Community engagement was a primary focus of several presentations, and a broad spectrum of community engagement options was reviewed (e.g. simple community presentations to two-way stakeholder communications in all phases of a project).

Examples were provided of projects that fostered greater public involvement and led to successful outcomes. Further, presenters suggested that robust community engagement can be a means to address past inequities or injustices in some instances. Additionally, robust community engagement can be included in many grant applications and this can increase the probability of successful outcomes.

Significant challenges exist to meaningfully engaging members of the public throughout the project life (conceptual planning through design and operations). Some agencies are considering providing stipends to community-based organizations.

The meeting highlighted a 265-acre Santa Clara River ecosystem restoration project adjacent to the Fillmore fish hatchery and the Nature Conservancy's existing reserve. Work included over 200 acres of Arrundo removal and creation of a native plant nursery that produced over 4,000 plants. Further, future plans incorporate the planting of an additional 1,200 cuttings. Public outreach to the disadvantaged communities of Fillmore and Santa Paula identified the need for residents to physically connect with open spaces. As a consequence public access measures, such as hiking trails, are incorporated in the project. The project is largely grant funded including a significant grant from the Wildlife Conservation Board.

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DIRECTOR AB 1234 REPORT

Director Name: Ken Petersen

Meeting Attended: CSDA of North LA County Quarterly Luncheon Meeting

Date of Meeting: 01/25/2023

Board Meeting to Be Presented At: 02/07/2023.

Points Of Interest: Due to a good turnout the meeting was held at the City of Santa Clarita Centre facility. The meeting notice is attached. The meeting was chaired by SCV Water Board of Director Kathye Armitage. The keynote speaker at the luncheon was Bob Reeb of Reeb Government Relations. Mr. Reeb's presentation included insights obtained from his long history working in government relations in various capacities in State Government in Sacramento. He provided some insights into the dynamics of the super majority in our state's legislature, state budget process, and ways to communicate with our local elected state officials. The program also included announcements from the local representatives of House Representative Mike Garcia, State Senator Scott Wilk, and Assembly Member Pilar Schiavo. Robert Schull of Public Trust Advisors, lunch sponsor, spoke about the financial services they provide to special districts in California. Lastly, Chris Palmer, CSDA Senior Public Affairs Field Coordinator, provided an update on CSDA future programs and educational offerings.

One Attachment

Special Districts Association of North Los Angeles County

You're invited to join us for the quarterly membership luncheon of the regional chapter of CSDA!



Wednesday, January 25, 2023
11:30 a.m. - 1:30 p.m.

Rio Vista Water Treatment Plant - Discovery Room

27234 Bouquet Canyon Rd, Santa Clarita, CA 91350

Check in at the SCV Water security gate at Central Park. Drive up the hill, make a left at the stop sign and a right towards the office building. Please check in with the receptionist.



AGENDA

- **Speaker Bob Reeb of Reeb Government Relations**
Mr. Reeb will share some insider knowledge on what to expect in California in the coming year. Plus learn how to connect with your elected officials and weigh in on issues of importance to your agency – whether you have your own lobbyist or not.
- **Legislative Updates**
- **CSDA Updates**
- **Sponsor Spotlight: Robert Schull of Public Trust Advisors**

RSVP to Kathie Martin at kmartin@scvwa.org by January 17, 2023. Lunch will be provided, courtesy of our sponsor.



California Special Districts Association
Districts Stronger Together

SDANLAC
Special Districts Assn.
of North L.A. County

Sponsored by:



AB 1234 Report

Director name: Dirk Marks

Meeting attended: Southern California Water Dialogue

Date of Meeting: 1/25/23

Location: Zoom Webinar

SCV Water Board Meeting to be presented at: February 7, 2023

Points of Interest:

Dr. Marty Ralph, UCSD/Scripts, gave a very informative presentation on importance of atmospheric rivers (AR) and their impact on California's and the west's water management. AR are responsible for much of annual water supplies as well as representing the vast majority of historic flood damage. Additionally, the state of the science for forecasting the location and strength AR has markedly improved. Significant gains to short-term forecasts have been realized by supplementing satellite data with dropsondes from NOAA weather aircraft. The additional data is used to better calibrate existing near-term models. Impact of AR on the Colorado River Basin runoff was also discussed. Runoff predictions results have suffered from a lack of data relating to various factors including soil moisture profiles.

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DIRECTOR AB 1234 REPORT

Director Name: Ken Petersen

Meeting Attended: One on One meeting with General Manager

Date of Meeting: 01/26/2023

Board Meeting to Be Presented At: 02/07/2023.

Points Of Interest: Meet with Matthew Stone via Microsoft Teams video conference. The meeting is the first of three scheduled meetings to be held in 2023 for the purpose of providing an opportunity to discuss topics of interest. The topics discussed at this meeting included future capital construction projects; recycled water master plan; development planning, County of Los Angeles Waterworks District 36; history of the Agency's solar power program and the Devil's Den property.

No attachments

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Director name: Gary Martin

Meetings attended: 1) Team Building Conference Call with Mitch Rosenberg; 2) Attended CSDA Northern LA Chapter Luncheon Meeting in Santa Clarita; 3) Attended Southern California Water Coalition Quarterly Luncheon in Pomona.

Date of meetings: 1) January 19, 2023; 2) January 25, 2023; 3) January 27, 2023.

Locations: 1) Conference Call; 2) The Centre, Santa Clarita; 3) Sheraton Fairplex Conference Center, Pomona
SCV Water Board Meeting to be presented at: February 7, 2023

On January 19, 2023 I participated in a conference call with Mitch Rosenberg, our facilitator for the March 3, 2023 Special Board Meeting / Team Building Workshop. We discussed the proposed scope and format of the meeting, as well as our goals and objectives. The call was very productive and we came away with a mutual understanding of how we will proceed with the workshop in order to achieve the desired results.

On January 25, 2023 I attended the California Special Districts Association, Northern LA County Chapter (SDALAC) luncheon meeting held at The Centre in Santa Clarita. The event was hosted by SCV Water and I was honored to be asked to provide a few remarks to the assembled group. Director Armitage, who is Vice President of SDALAC, was the MC for the event and did an outstanding job representing SDALAC and SCV Water. The speaker for the event was Bob Reed, a State legislative advocate, who provide an update on happenings in Sacramento and what to expect during this legislative year. The event was excellent and I appreciate attending.

On January 27, 2023 I attended the Southern California Water Coalition quarterly luncheon at the Sheraton Fairplex Conference Center in Pomona. The panel discussion topic was "Climate Action for Water: Emphasis on Action." The panel members were Michael Bomar, Vice President and One Water Growth Initiative Lead, Tetra Tech; Sandi Matsumoto, Director, California Water Program, The Nature Conservancy, Adan Ortega, Jr., Board Chair, Metropolitan Water District (moderator); and Edgar Westerhof, Vice President, Arcadis North America. The moderator more broadly defined the topic of discussion as "how do we structure and build for the future amongst climate change?" The discussion included references to many general (and loosely defined) goals and objectives with specific references to definitions of resiliency and sustainability, and questions about funding. It was asserted that "we don't have much time," and "we need to work together to prevent the destruction of the Delta." I thought the discussion was long on aspirations and short on specific actions that were both needed and attainable. One exception was the moderator pointing out the climate change benefits of Sites Reservoir and Delta Conveyance.

It was good to see and talk to many Southern California water leaders and colleagues, and I appreciate being able to attend.