

VALLEY CENTER MUNICIPAL WATER DISTRICT  
AGENDA

Regular Meeting of the Board of Directors  
Monday, May 5, 2025 — 2:00 P.M.

**The VCMWD Board of Directors welcomes the public to attend its meetings both in-person at its Board Room and virtually via livestream. *Please note that in the event of technical issues that disrupt the meeting livestream or receipt of public comments by phone or email, the meeting will continue.***

Instructions for members of the public who wish to address the Board of Directors:

Members of the public can address the Board of Directors during “Public Comments” or on specific agenda items, may do so as instructed below. All comments will be subject to a limit of three (3) minutes.

- Making Public Comment for In-Person Attendance: Members of the public who wish to observe or to address the Board may join the Board Members at the noticed, physical location. A Request to Speak slip must be submitted to the Board Secretary prior to start of the meeting (*if possible*).
- Phone Comments During the Meeting: Before the meeting, or before public comment period for the item closes during the meeting, submit a telephone number by email to the Board Secretary at [publiccomments@vcmwd.org](mailto:publiccomments@vcmwd.org), together with the agenda item number, and the Board Secretary will call when the board is ready to hear public comments; *or*
- Emailed Comments: Before the meeting, or before public comment period for that item closes at the meeting, email your comments to the Board Secretary at [publiccomments@vcmwd.org](mailto:publiccomments@vcmwd.org) and they will be read aloud during the public comment period; *or*
- Written Comments: Written comments can be also be physically dropped off or mailed in advance of the meeting at the District’s Administrative located at 29300 Valley Center Rd., Valley Center, CA 92082, for receipt no later than 1:00 pm on meeting day.

These public comment procedures supersede any District public comment policies and procedures to the contrary. If modifications or accommodations from individuals with disabilities are required, such persons should provide a request at least 24 hours in advance of the meeting by email to the Board Secretary at [boardsecretary@vcmwd.org](mailto:boardsecretary@vcmwd.org).

Meeting Broadcast: The public may watch the meeting electronically by visiting the District’s website at [vcmwd.org/Board/Board-Documents](http://vcmwd.org/Board/Board-Documents) and then clicking the link listed below “live stream” on the page.

Meeting Documents: Board Meeting Packets (*except for closed session materials*) will be made available to the public once distributed to the Board. Please visit the District’s website at [vcmwd.org/Board/Board-Documents](http://vcmwd.org/Board/Board-Documents) for Agenda and related Board Meeting Documents.

## **ROLL CALL**

## **APPROVAL OF AGENDA**

*At its option, the Board may approve the agenda, delete an item, reorder items and add an item to the agenda (Government Code Section 54954.2).*

## **PUBLIC COMMENTS**

*Comments and inquiries from the audience will be received on any matter not on the agenda, but within the jurisdiction of the Board. Comments and inquiries pertaining to an item on the agenda will be received during the deliberation of the agenda item (Government Code Section 54954.3).*

Valley Center Municipal Water District  
Board of Directors' Meeting Agenda

**CONSENT CALENDAR ITEMS**

*Consent calendar items will be voted on together by a single motion unless separate action is requested by a Board member, staff or member of the audience.*

1. **Minutes of the Regular Board Meeting Held Monday, April 21, 2025;**
2. **Audit Demands;**
3. **Treasurer's Report for Month Ending March 31, 2025 and the Financial Statements for the Quarter Ended March 31, 2025; and**
4. **Resolution No. 2025-12, Adopting 2024 Revisions to Local Guidelines for Implementing the California Environmental Quality Act (CEQA).**

**INFORMATION / POSSIBLE ACTION ITEM(S)**

5. **Budget Assumptions and Projections – Fiscal Year 2025-26**

A review of the budget assumptions and projections for fiscal year 2025-26 will be provided.

- a. Report by Director of Finance
- b. Discussion
- c. Audience comments/questions
- d. Information item only, no action required

6. **Capacity Allocation Transfer from North to South Village – Conceptual Approval:**

A review of the Capacity Allocation Transfer from North to South Village will be provided, and conceptual approval will be requested.

- a. Report by District Engineer
- b. Discussion
- c. Audience comments/questions
- d. If desired, motion to provide conceptual approval

7. **San Diego County Water Authority (SDCWA) Board Meeting Summary:**

A report on the SDCWA's Board of Directors' Meeting of April 24, 2025 will be provided.

- a. Report by General Manager
- b. Discussion
- c. Audience comments/questions
- d. Information item only, no action required

8. **General Information:**

General Information items will be reviewed.

- a. Report by General Manager
- b. Discussion
- c. Audience comments/questions
- d. Information item only, no action required

## **DISTRICT GENERAL COUNSEL'S REPORT**

### **BOARD OF DIRECTORS' AB1234 REPORTING\***

*\* Directors must provide brief reports on meetings/events attended in the performance of their official duties for which compensation or reimbursement is provided. Authority: Government Code Section 53232.3.*

### **CLOSED SESSION ITEM(S)**

*At any time during the regular session, the Board may adjourn to closed session to consider litigation, personnel matters, or to discuss with legal counsel matters within the attorney-client privilege. Discussion of litigation is within the attorney-client privilege and may be held in closed session (per Government Code § 54956.9).*

#### **9. A Closed Session will be held pursuant to the following two (2) items:**

- **Government Code §54957 – Public Employee Appointment:**  
Title: General Manager
- **Government Code §54956.9 (d)(1) – Conference with Legal Counsel – Existing Litigation:**  
HOLLOWAY V. SAN DIEGO GAS & ELECTRIC COMPANY et al.,  
Case No. 37-2023-00053167-CU-OR-NC.

### **ADJOURNMENT**

#### **NOTICE TO THE PUBLIC**

This agenda was posted at least 72 hours before the meeting in a location freely accessible to the public. No action may be taken on any item not appearing on the posted agenda, except as provided by Government Code Section 54954.2. Any written materials provided to a majority of the Board of Directors within 72 hours prior to the meeting regarding any item on this agenda will be available for public inspection on the District's website. The agenda is available for public review on the District's website, <http://www.vcmwd.org>.

For questions or request for information related to this agenda contact Kirsten Peraino, *Board Secretary*, at (760) 735-4517 or [publiccomments@vcmwd.org](mailto:publiccomments@vcmwd.org). Upon request, this agenda will be made available in appropriate alternative formats to persons with disabilities, as required by Section 202 of the American with Disabilities Act of 1990. Any person with a disability who requires a modification or accommodation in order to participate in a meeting should direct such request to the Board Secretary at least 48 hours before the meeting, if possible.

— **End of Agenda** —

**VALLEY CENTER MUNICIPAL WATER DISTRICT  
MINUTES**

Regular Meeting of the Board of Directors  
Monday, April 21, 2025 — 2:00 P.M.

**The Valley Center Municipal Water District Board of Directors' meeting was called to order by President Ferro at 2:00 PM.** In the Board Room at 29300 Valley Center Rd.; Valley Center, CA 92082, and livestreamed on the District's website at [www.vcmwd.org](http://www.vcmwd.org).

**ROLL CALL**

**Board Members Present:** *Directors Ferro, Holtz, Ness, and Stehly.*

**Board Members Absent:** *Director Smith.*

**Staff Members Present:** *General Manager Arant, District Engineer Grabbe, Director of IT Pilve, Director of Finance & Administration Pugh, Director of Operations and Facilities Lovelady, Special Projects & Regulatory Compliance Manager Nichols, Manager of Accounting/Deputy Director of Finance & Administration Velasquez; Engineering Services Supervisor Nikrasch, Human Resources Analyst Lackerdas, Executive Assistant/Board Secretary Peraino, and General Counsel Lloyd present.*

**PUBLIC COMMENT(S)**

President Ferro established for the record the process by which public comments are received by the Board, as detailed in the Agenda.

**CONSENT CALENDAR ITEMS**

*Consent calendar items will be voted on together by a single motion unless separate action is requested by a Board member, staff or member of the audience.*

1. **Minutes of the Regular Board Meeting Held Monday, March 17, 2025;**
2. **Audit Demands for Check Nos. 171235 – 171459 from March 7 – April 10, 2025 and Wire Disbursements for the Month Ending March 31, 2025;**
3. **Treasurer's Report for Month Ending February 28, 2025;**
4. **Expense Reimbursement Disclosures (for the Quarter Ending March 31, 2025) per Government Code Section 53065.5;**
5. **Designation of Voting Delegate for the ACWA Elections (2026-27 Term);**
6. **Adoption of Resolution No. 2025-10, Authorizing Staff to Enter into a 3 Year Geographical Information System (GIS) Licensing, Maintenance, and Service Agreement with ESRI; and**
7. **Adoption of Resolution No. 2025-11, Approving the First Amendment to the Communication Site License Agreement with New Cingular Wireless PCS, LLC for Use of Paradise Reservoir.**

*General Manager Arant pulled agenda item no. 5 from the consent calendar for separate action.*

**Action:** Upon motion by Stehly, seconded by Ness; and carried with 4 affirmative votes, the previously listed consent calendar items, with the omission of agenda item no. 5, were approved as amended.

**Valley Center Municipal Water District  
Board of Directors' Meeting Minutes**

**5. Designation of Voting Delegate for the ACWA Elections (2026-27 Term):**

Agenda item no. 5 was pulled from the consent calendar for separate consideration, by General Manager Arant. The report recommended that the Board designate Director Oliver Smith as the Voting Delegate for the 2026-27 Term ACWA Election; however, Director Smith will be unable to attend the Spring ACWA Conference.

**Action:** Upon motion by Holtz, seconded by Ness; and carried with 4 affirmative votes, motion to designate General Manager Arant as the Voting Delegate, unanimously passed.

**ACTION ITEM(S)**

**8. Review of Proposed Revisions to the Miscellaneous Water Meter Fees and Charges and Request to Set Public Hearing Date to Consider Approval of New Charges:**

Proposed revisions to miscellaneous water meter fees and charges were presented by Special Projects & Regulatory Compliance Manager Nichols for Board discussion, input, and direction. To ensure appropriate cost recovery, staff annually review the fees and charges based on current material, labor, and equipment costs experienced in the current fiscal year. *Ms. Nichols mentioned that an errata sheet for the Public Notice was given to the Board. The sole amendment in the notice is the change of "Detector Check" to "Double Check" in the Backflow Prevention Device section on page 2.*

After analyzing current fees and charges as they relate to actual materials costs, and labor and equipment rates, staff considered factors, such as the Consumer Price Index for All Urban Consumers (San Diego - Carlsbad) ("CPI"), Caltrans standard cost values and the Cost of Living Adjustment (COLA) to determine appropriate recommended increase in costs expected during the new fiscal year.

- Material costs are based on the average cost of the District's material inventory as of January 2025, and adjusted for the 3.1% CPI factor to reflect the projected rise in average materials costs over the next year.
- Labor Costs are based on the current "Top of Range" labor rates plus the 3.1% COLA effective July 1, 2025.
- Equipment costs are based on Caltrans standard cost values effective April 1, 2025, and adjusted by the 3.1% CPI factor.

Staff recommended increasing fees and charges in the Administrative Code to align with actual materials and labor costs, and equipment rates, adjusted by the 3.1% CPI factor experienced over the previous year. The average proposed increase is 1.6%, lower than the 3.1% CPI, with most fees falling between 0% and 6%. Increased materials costs led to select above-average increases and some fees remain unchanged due to decreases in materials costs offsetting labor and equipment cost increases.

- Section 160.4(a) – Service Connection Charges:
  - *Meter Lateral Charges (Table 1) – proposed increased 0% - 2%*
- Section 160.12(d) – Backflow Prevention Devices:
  - *Standard Double Check Valve Fees (Table 6) – proposed increased 0% - 3%*
  - *Double Check Valve on Riser Fees (Table 7) – proposed increased 0% - 12%*
  - *Reduced Pressure Device on Riser Fees (Table 8) – proposed increased 0% - 6%*
  - *Reduced Pressure Device on Domestic Tee Fees (Table 9) – proposed increased 0% - 5%*

## Valley Center Municipal Water District Board of Directors' Meeting Minutes

- Section 160.20(c) – Pressure Reducing Valves (PRVs)
  - *Pressure Reducing Valve Charges: Standard – proposed increase 0% - 12%*

Staff recommended the Board Set the date of the Public Hearing for the May 19, 2025 Board Meeting to consider approval of the recommended Miscellaneous Water Meter Fees and Charges and related Administrative Code modifications, and direct staff to publish the appropriate notices incorporating any comments or revisions as directed by the Board.

**Action:** Upon motion by Ness, seconded by Holtz; and carried with 4 affirmative votes, motion to set public hearing date for May 19, 2025 was approved.

### 9. **Concept Approval for the Rimrock Unit 3 Development Project:**

Engineering Services Supervisor Jeson Nikrasch provided background on the Rimrock Unit 3 Project ("Project"). The Project was first granted Concept Approval by the District on June 3, 1993 and includes the remaining 56 undeveloped lots (encompassing 186 acres) from a joint agreement formerly between the Welk Group, Inc., the County of San Diego, and Valley Center Municipal Water District.

While other units have been finished, some sections of TM 4744-1 and select lots of TM 4605 and 4652-1 in Unit 3 are incomplete. Rimrock Heavens LLC ("Developer"), the sixth owner, has agreed to complete the improvements, which include installing water and wastewater systems, such as potable waterline extensions and sewer collection lines. The Developer's Engineer has projected the cost of the Project's Water System at \$312,400 and the Sewer Collection System at \$698,800, bringing the estimated total value of the facilities to \$1,011,200.

Staff recommended the Board reissue concept approval for the Rimrock Unit 3 Development Project and authorize the General Manager to enter into a standard District Facilities Agreement with the new property owner, Rimrock Heavens LLC.

**Action:** Upon motion by Stehly, seconded by Ness; and carried with 4 affirmative votes, motion to reissue concept approval for Rimrock was approved.

### 10. **Review of Budget Policies:**

A preview of the District's budget policies was presented by Manager of Accounting Velasquez:

#### 1. **Reserves –**

- a. **Rate Stabilization Reserves** are used to level water rates and pumping rates;
- b. **Operating Reserve** provides funds for emergencies and natural disasters;

*The combination of the Rate Stabilization and Operating Reserves are considered Discretionary Reserves. The District's goal is that the total of the three reserves be funded at a minimum of three to a maximum of 6 months Operations and Maintenance budget, excluding wholesale water and power purchases.*

- c. **Restricted Reserves** include the Lower Moosa Canyon and Woods Valley Ranch Water Reclamation Facilities, Debt Service Reserves, and the Capital Improvement Charge Reserve for Lower Moosa Canyon; and
- d. **Capital Reserves** provide funding for continued budgeted capital projects, improvements funded from capacity charges, future capital additions and replacements.

2. **Fees and Charges** – Simply states that each water and wastewater fund is self-sufficient and that all fees and charges from wholesale agencies are passed through to our customers.

**Valley Center Municipal Water District  
Board of Directors' Meeting Minutes**

3. **Debt** – Long term debt shall not be used to fund current operating costs, debt issues should only be used to fund capital projects, and debt issues should be limited to the District's capacity to repay from related revenue streams.
4. **One-time & Unpredictable Revenue** – Significant one-time revenues are allocated to the source of the receipt and are not relied upon to initiate new programs.
5. **Balanced Budget** – The budget shall be balanced from current revenues and with Board approval during the budget process reserves can be used if needed.
6. **Revenue Diversification** – Shall attempt to cover at least 60% of its fixed operating expenses with monthly water service charges.
7. **Contingencies** – Provides procedures for use during water emergencies.
8. **Authority for Budget Transfers** – The General Manager is authorized to transfer up to \$50,000 between the budget accounts without prior Board approval. *This amount was increased from \$35,000 to \$50,000 on November 16, 2020 per Ordinance No. 2020-14. It was noted that Administrative Code Section 50.2(h) – Authority for Budget Transfers, was missed in the 2020 update.*

Staff recommended the Board adopt Ordinance No. 2025-02, as amended, to add a Capital Improvement Charge Reserve as a restricted reserve and to update the General Manager's previously approved authority for budget transfers up to \$50,000

**Action:** Upon motion by Holtz, seconded by Ness; and carried with 4 affirmative votes, motion to adopt the following Ordinance was approved:

**ORDINANCE NO. 2025-02**

**ORDINANCE OF THE BOARD OF DIRECTORS OF THE VALLEY CENTER MUNICIPAL  
WATER DISTRICT AMENDING THE ADMINISTRATIVE CODE TO INCORPORATE IN  
TO THE BUDGET POLICIES A RESTRICTED RESERVE FOR CAPITAL IMPROVEMENT  
CHARGES AND THE GENERAL MANAGER'S AUTHORITY FOR BUDGET TRANSFERS**

was adopted by the following vote, to wit:

**AYES:** *Directors Ferro, Holtz, Ness, and Stehly.*  
**NOES:** *None*  
**ABSENT:** *Director Smith*

**INFORMATION ITEM / POSSIBLE ACTION ITEM(S)**

**11. Budgeting and Rate Considerations for Fiscal Year 2025-26:**

In early 2024, the Board engaged in comprehensive discussions regarding the financial challenges and opportunities that lie ahead for the District. These conversations took place during a series of workshops titled "Headwinds." General Manager Arant reviewed the changes in Fiscal Year ("FY") 2024-25 that occurred as a result of the Headwinds workshops.

**Rates:**

MWD Readiness to Serve and Capacity Reservation Fees – MWD fixed charges totaling \$1,081,383 are now being billed as \$7.50 per  $\frac{3}{4}$  meter equivalent as an "MWD Fixed Charge."

## Valley Center Municipal Water District Board of Directors' Meeting Minutes

This charge would have resulted in a \$92.00 per acre foot increase in the commodity rate or an additional rate increase of 3.4% for domestic and 4.5% for PSAWR customers.

### **Capital Improvements:**

Another change was the approach used for budgeting the CIP. Historically, each FY budget identified new CIP projects without knowing if sufficient funds would actually be available. Two very wet years resulting in significant revenue losses, coupled with uncertainty about future water sales, changed how the District would approach CIP funding. For the FY 2024-25 Budget, there were two categories of CIP, one for projects with existing carryover funding from the prior FY, and one for aspirational projects (identified in the Budget as Appendix "E") which would proceed if funds become available. It was also established that staff would return to the Board in early 2025 with recommendations to move forward on any selected from the Appendix "E" projects within FY 2024-25.

Staff recommended not moving forward on any of the major aspirational projects, noting that additional CIP will be identified for funding in the FY 2025-26 Budget process, which is currently underway. Staff recommended a minor reallocation to the FY 2024-25 funding to open a planning and engineering account for the recoating of the Reidy Canyon Reservoir in FY 2025-26 (\$50,000), with major expenditures occurring in FY 2025-26. For the balance of FY 2024-25, the Engineering Department will focus on finalizing the North County ESP Project funded by the SDCWA, moving forward on the CIP, which has carryover funding from FY 2023-24, and processing a wide array of small private sector projects.

### **Concepts from the Headwinds Workshops for Potential Implementation in FY 2025-26:**

For the upcoming FY 2025-26, staff recommended that the Board consider implementation of two other concepts that were discussed during the "Headwinds" process: an additional fixed charge and a water capital improvement charge.

- Additional Fixed Charge – The proposed additional Fixed Charge is based on the SDCWA Fixed Transportation Charge. In calendar year ("CY") 2025, the SDCWA collected 40% of its Transportation Costs as a fixed charge. VCMWD was billed \$1,450,000 in fixed Transportation Charges incorporated into the wholesale commodity cost at \$124 per AF. For CY 2026, 50% of the SDCWA transportation charge will total \$1,595,000, representing a \$136 per AF cost on the commodity rate. As an alternative, the SDCWA's new Transportation Fixed Rate could be fully or partially captured as an additional fixed charge on the monthly water bill.
- Water Capital Improvement Charge – The proposed Water Capital Improvement Charge was introduced during the Headwinds process. After a public outreach program explaining the need for and use of the charge, the \$12/month per Equivalent Dwelling Unit (EDU) has been well accepted by the Moosa Service Area ratepayers.

**Action:** After Board discussion, input was given, directing staff to return to the Board with more information on the potential development and implementation of the 2 proposed changes for FY 2025-26.

## **12. San Diego County Water Authority (SDCWA) Board Meeting Summary:**

A report on the SDCWA's Board of Directors' Meeting of March 27, 2025 was provided.

**Action:** Informational item only, no action required.



**Valley Center Municipal Water District  
Board of Directors' Meeting Minutes**

**13. General Information:**

General Manager Arant provided highlights of the District's January Status Report and the Legislative and Regulatory Update for April.

**Action:** Informational item only, no action required.

**DISTRICT GENERAL COUNSEL'S ITEM(S)**

*None.*

**BOARD OF DIRECTORS' AB1234 REPORTS ON MEETINGS ATTENDED**

*None.*

**BOARD OF DIRECTORS' AGENDA ITEM(S)**

**14. Review of Board Per Diem:**

At the April 5, 2021 Regular Board Meeting, the Board directed staff to adjust the frequency of the Per Diem Review from annually to biennially (every odd year), began Board Secretary Peraino. Current law provides that the Board may increase its per diem amount by 5% for each calendar year since the date of the last adjustment, which was February 16, 1993. Under the aforementioned formula, the Board could increase the current \$100.00 per diem to a maximum of \$260 per day of Board business.

*Mrs. Peraino noted that an errata sheet for the Maximum Allowance of Per Diem Increase was given to the Board. The maximum amount the Board can increase its per diem is a straight 5% per year since the last increase without compounding. The maximum increase is \$160 with a new maximum per diem amount of \$260. The amount included in the Agenda Report of \$476.54, as the maximum amount the Board can set its per diem at, is what the per diem could have been set at if the Board had indeed increased its compensation 5% per year since February 1993 (because of compounding).*

**Action:** The Board declined to initiate action to increase the amount at this time.

**CLOSED SESSION ITEM(S)**

*At any time during the regular session, the Board may adjourn to closed session to consider litigation, personnel matters, or to discuss with legal counsel matters within the attorney-client privilege. Discussion of litigation is within the attorney-client privilege and may be held in closed session (per Government Code § 54956.9).*

**15. A Closed Session was called by President Ferro at 3:10 PM pursuant to the following item:**

Government Code §54957 – Public Employee Appointment:  
Title – General Manager

**Reconvene:** The Board came out of closed session at 3:48 PM with no reportable action.

**Valley Center Municipal Water District  
Board of Directors' Meeting Minutes**

**ADJOURNMENT**

**Action:** Upon motion by Holtz, seconded by Stehly; motion passed with 4 affirmative votes, the regular meeting of the Board of Directors was adjourned at 3:49 PM.

**ATTEST:**

**ATTEST:**

\_\_\_\_\_  
**Kirsten N. Peraino**, *Secretary*

\_\_\_\_\_  
**Enrico P. Ferro**, *President*

VALLEY CENTER M.W.D.  
DISBURSEMENTS  
FOR PERIOD APRIL 11, 2025 THROUGH APRIL 18, 2025

**APRIL**

CHECK #	PAYEE	DESCRIPTION	AMOUNT
ACH	ACWA/JPIA	Blue Cross Medical Premiums - May 2025	85,293.03
ACH	Alpha Analytical Laboratories, Inc.	Testing	955.00
ACH	Garrett Brandenburg	Safety Boot Reimbursement	289.85
ACH	Continental Pump Co., Inc	Materials - Field	907.42
ACH	Hasa, Inc.	Chemicals	954.40
ACH	Liquid Environmental Solutions of Cali	Services	9,337.16
ACH	Cliff Reeh	Safety Boot Reimbursement	231.61
ACH	Self Insured Services Company LLC	Reimbursement Request For Dental Funding Date	692.16
171460	A-1 Irrigation, Inc	Materials - Field	2,478.90
171461	ACWA-JPIA	Workers' Comp Premium 3rd Qtr 2024-2025 (01/1	32,277.35
171462	Asbury Environmental Services	Hazardous Waste Removal	79.74
171463	AT&T	Services	1,082.60
171464	AT&T	Services	31.57
171465	Babcock Laboratories, Inc	Testing	712.49
171466	Dave Bean	Medicare Part B Reimbursement - 1st Qtr 2025	1,110.00
171467	Boncor Water Systems, LLC	DI Tank Service For Acct#412732 - April 2025 & 1	220.00
171468	CARB/PERP	Registration Renewal Serial No. 20132231272 an	1,610.00
171469	City of Escondido	Escondido Woods Sewer Charges - April 2025	1,776.19
171470	Core & Main LP	Materials - Field	4,444.69
171471	Ron Darland	Educational Reimbursement - Palomar College 08	169.00
171472	Diamond Environmental Services, LP	Services	1,340.47
171473	DIRECTV	Moosa Dish Service 04/11/25-05/10/25	53.49
171474	Doane and Hartwig Water Systems, Ir	Materials - Field	304.82
171475	Ferguson Waterworks #1083	Materials - Field	150.85
171476	Fidelity Security Life Insurance Comp	Vision Plan Premium - April 2025. Group ID: 1038	206.55
171477	Fidelity Security Life Insurance Comp	Vision Plan Premium - April 2025. Group ID: 1038	951.55
171478	Global Equipment Company, Inc	Materials - Field	1,291.92
171479	Erik Gonzalez	Educational Reimbursement -WECA Get Wired! 1	319.00
171480	Grainger, Inc	Materials - Field	2,090.83
171481	GST	Materials - Field	1,325.00
171482	Hawthorne Machinery Co	Materials - Field	382.03
171483	HD Supply Facilities Maintenance Ltd.	Materials - Field. Customer# 19969	740.82
171484	Hedges Construction	Refund Check 016138-008, FH@33.283076 -11	1,662.71
171485	Interstate Battery of San Diego, Inc.	Batteries	63.83
171486	Jennette Company, Inc	Moosa Clarifier No. 2 Upgrade and Moosa Minor U	44,578.37
171487	Matheson Tri-Gas Inc	Materials - Field	1,149.66
171488	McCrometer, Inc.	Premium Meter Repair Program	1,630.17
171489	Motion Industries	Materials - Field	5,172.67
171490	Mutual of Omaha	Life Insurance - April 2025	2,764.77
171491	Napa Auto Parts	Vehicle Maintenance	684.92
171492	Occupational Health Centers of Califo	Medical Services	666.00
171493	Pacific Pipeline Supply	Materials - Field	856.41
171494	Palomar Broadband Inc.	Services	69.95
171495	Powerland Equipment Inc.	Materials - Field	29.73

VALLEY CENTER M.W.D.  
DISBURSEMENTS  
FOR PERIOD APRIL 11, 2025 THROUGH APRIL 18, 2025

**APRIL**

CHECK #	PAYEE	DESCRIPTION	AMOUNT
171496	PSC	Trenching and Excavation Training	195.00
171497	Judy Pumar	Medicare and Medical Reimbursement - 1st Qtr 20	1,055.13
171498	Mike Pumar	Medicare and Medical Reimbursement - 1st Qtr 20	1,055.13
171499	Quality Chevrolet	Vehicle Maintenance	3,586.67
171500	Quartic Solutions LLC	GIS Support	1,350.00
171501	San Diego Gas & Electric	Electric Services - Acct 0007242272582	50,799.80
171502	San Diego Gas & Electric	Electric Services - Acct 0010212819358	25,033.11
171503	Self Insured Services Company	Medical & Dental Insurance Premiums - May 2025	674.32
171504	Brayden Stansel	Safety Boot Reimbursement	296.30
171505	SWRCB	Application For D3 Exam - Brandon Dendy Operat	100.00
171506	Turbine Supply Co	Materials - Field	1,757.70
171507	Walter's Wholesale Electric Co	Materials - Field	453.37
171508	Water Environment Federation	Membership Renewal - Wally Grabbe ID# 017897	383.00
171509	Larry Watson	Medicare Part B Reimburement - 1st Qtr 2025	549.00
171510	Westair Gases & Equipment Inc.	Materials - Field	124.90
TOTAL			<u>300,553.11</u>

Approved By: \_\_\_\_\_

General Manager

J. V. Page  
Director of Finance & Administration

VALLEY CENTER M.W.D.  
DISBURSEMENTS  
FOR PERIOD APRIL 19, 2025 THROUGH APRIL 25, 2025

**APRIL**

CHECK #	PAYEE	DESCRIPTION	AMOUNT
ACH	Alpha Analytical Laboratories, Inc.	Testing	907.50
ACH	Amazon Capital Services, Inc.	Materials - IT	1,075.96
ACH	Best Best & Krieger LLP	Legal Services - March 2025	20,029.13
ACH	Continental Pump Co., Inc	Materials - Field	166.40
ACH	International City Mgmt Association R	Plan# 801966. MissionSquare Remittance 04/04/2	6,801.90
ACH	Konica Minolta Premier Finance	Copier Rental 04/15/25-05/14/25	2,319.39
ACH	Paymentus Corporation	Transaction Fees - March 2025	13,268.49
ACH	Self Insured Services Company LLC	Reimbursement Request For Dental Funding Date	815.57
ACH	United Parcel Service, Inc.	Shipping	504.73
ACH	Zions Bancorporation, National Assoc	Prorated Net Special Tax Revenues Received Thr	21,454.41
171511	Aqua-Metric Sales Company	Materials - Field	8,547.06
171512	AT&T Mobility	Services - Account No. 287290784385	3,938.81
171513	Automationdirect.com Inc.	Materials - Field	200.42
171514	Babcock Laboratories, Inc	Testing	522.81
171515	Bavco	Materials - Field	159.79
171516	Bay City Equipment Industries, Inc.	Materials - Field	321.00
171517	Busy Bees Locks & Keys, Inc.	Rekey for San Gabriel	358.56
171518	California Bank & Trust	Credit Cards - Meals, Travel, Meetings	2,297.67
171519	California Bank & Trust	Credit Cards - Meals, Travel, Meetings	280.53
171520	California Bank & Trust	Credit Cards - Meals, Travel, Meetings	1,584.01
171521	Complete Office of California, Inc	Office Supplies	93.88
171522	County of San Diego	Permits - Record Number DEH2014-HUPFP-0004	1,163.00
171523	Department of Water Resources	Annual Lake Turner Dam Fee	29,755.00
171524	Diamond Environmental Services, LP	Services	860.00
171525	Drake Controls - West, LLC	Materials - Field	1,185.49
171526	Electrical Sales, Inc	Materials - Field	347.65
171527	Farmer Brothers Co.	Breakroom Supplies	298.10
171528	FedEx	Shipping Services	81.56
171529	Grainger, Inc	Materials - Field	536.30
171530	HD Supply Facilities Maintenance Ltd.	Materials - Field. Customer# 19969	97.32
171531	HealthEquity Inc.	Employee Contributions 04/04/25-04/18/25	277.00
171532	Hi-Way Safety	Traffic Control	1,974.50
171533	iDrains LLC	Services	2,810.00
171534	Infrastructure Engineering Corporator	Cole Grade Road Pipeline Replacement Project	4,098.75
171535	Jauregui & Culver, Inc	Services	1,625.00
171536	Tyler Kempke	Safety Boot Reimbursement	145.44
171537	Michael Baker International, Inc.	North County ESP Const. Sup.	6,956.25
171538	Monument Row	Gordon Hill Upper - Water Line Easement	1,732.50
171539	Occupational Health Centers of Califo	Medical Services	1,221.00
171540	Orion Construction Corporation	Project No. 01-00-00-18045 and 01-06-78-51200	111,763.32
171541	Pacific Pipeline Supply	Materials - Field	2,251.32
171542	Palomar Termite & Pest Control	Pest Control - April 2025	80.00
171543	Partners In Control Inc.	SCADA/HMI Services	36,755.75
171544	Quality Chevrolet	Vehicle Maintenance	244.54

VALLEY CENTER M.W.D.  
DISBURSEMENTS  
FOR PERIOD APRIL 19, 2025 THROUGH APRIL 25, 2025

**APRIL**

CHECK #	PAYEE	DESCRIPTION	AMOUNT
171545	Southwest Answering Service, Inc	Answering Service 03/20/25-04/16/25	342.96
171546	SWRCB	Application For D2 Certificate - Fernando Leon M	80.00
171547	Transamerican Direct, Inc.	2025 New Owner Letters	1,291.38
171548	Michael E Tseng	Services - Server Room A/C Repair	1,680.00
171549	United Rentals (North America), Inc	Scissor Lift Rental For Moosa Server Room	746.98
171550	United Way of San Diego County	Employee Contributions 04/04/25-04/18/25	20.00
171551	VCMWD Employees Assoc.	Employee Contributions 04/04/25-04/18/25	912.00
171552	Walter's Wholesale Electric Co	Materials - Field	608.01
171553	Yardley Orgill Co. Inc.	Materials - Field	6,360.43
TOTAL			<u>303,949.57</u>

Approved By: \_\_\_\_\_

General Manager

J. V. Pope  
Director of Finance & Administration

**VALLEY CENTER MUNICIPAL WATER DISTRICT  
TREASURER'S REPORT - SUMMARY  
March 31, 2025**

<b>ACTIVE DEPOSITS</b>	<b><u>Cost Basis</u></b>
Checking Accounts	\$356,358.13
Deposits with Fiscal Agents	
<b>TOTAL ACTIVE DEPOSITS</b>	<b><u>\$356,358.13</u></b>

<b>INVESTMENTS</b>	<b>Market Value</b>	<b>Average Yield</b>	<b>Percent</b>	
Money Market Funds	\$19,022,804.92	4.27%	49.850%	\$19,013,206.83
CAMP Term	\$5,182,367.13	5.16%	13.109%	\$5,000,000.00
U.S. Treasury Notes	200,045.31	4.29%	0.520%	198,161.95
Federal Agencies Securities	11,203,226.90	4.30%	29.404%	11,214,827.35
Certificates of Deposit, insured	<u>2,740,782.71</u>	<u>4.20%</u>	<u>7.117%</u>	<u>2,714,518.95</u>
<b>TOTAL INVESTMENTS</b>	<b><u>\$38,349,226.97</u></b>	<b><u>4.39%</u></b>	<b><u>100.000%</u></b>	<b><u>\$38,140,715.08</u></b>

**TOTAL ALL FUNDS** **\$38,497,073.21**

**TOTAL ALL FUNDS (PRIOR MONTH - FEBRUARY 2025)** **\$39,916,300.73**

***Maturity Analysis of Investments***


	<b><u>Percent</u></b>	<b><u>Cost Basis</u></b>
Money Market Funds	49.850%	\$19,013,206.83
Maturity within one year	19.045%	7,263,817.89
Maturity later than one year	<u>31.105%</u>	<u>11,863,690.36</u>
Total Investments	<u>100.000%</u>	<u>\$38,140,715.08</u>

Weighted Average Days to Maturity 380  
Maximum permitted single investment maturity is 5 years.

***Yield Comparatives***

<u>Security</u>	<u>Term</u>	<u>Yield</u>	<u>Security</u>	<u>Term</u>	<u>Yield</u>
LAIF	1 day	4.313%	12 mo. rolling T Bond	1 year	4.506%
T Bills	3 months	4.340%	T Bonds	1 year	4.060%
T Bills	6 months	4.270%	T Bonds	2 years	3.970%

Sufficient funds are available to meet the next six month's expenditure requirements. All investments are in compliance with the District's adopted statement of investment policy. Market values for the Governmental / Federal Securities and Certificates of Deposit were provided by Zions Capital Advisors.

 04/17/25  
Reviewed by James W. Pugh, Treasurer

 04/17/25  
Received by Gary T. Arant, General Manager Date

**VALLEY CENTER MUNICIPAL WATER DISTRICT**  
**TREASURER'S REPORT - DETAIL**  
**March 31, 2025**

**ACTIVE DEPOSITS**

Checking Accounts:

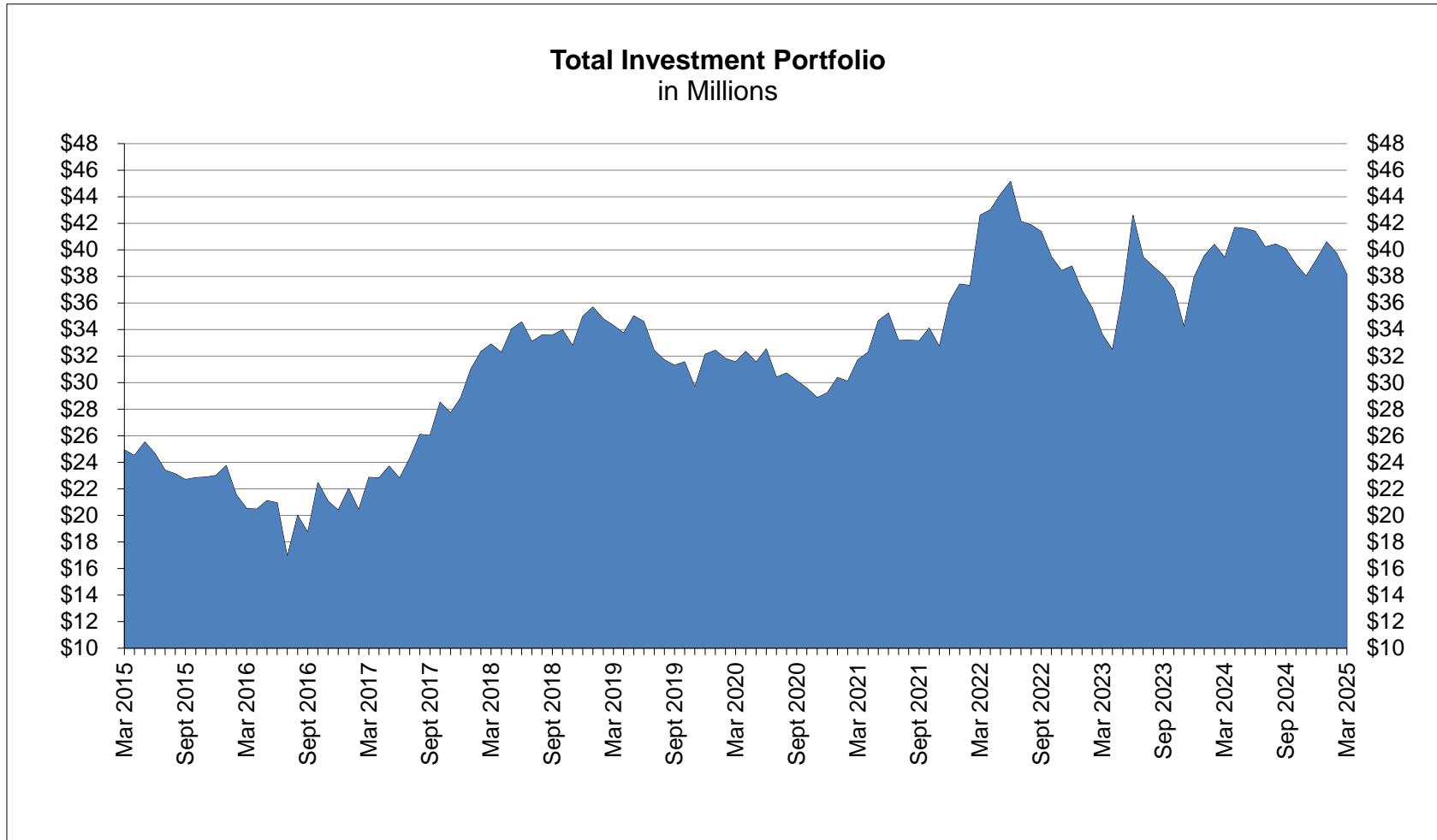
California Bank & Trust	\$329,537.17
California Bank & Trust	\$3,500.00
California Bank & Trust	\$21,920.96
Petty Cash	\$1,400.00
Zions	
	<u>\$356,358.13</u>

**INVESTMENTS**

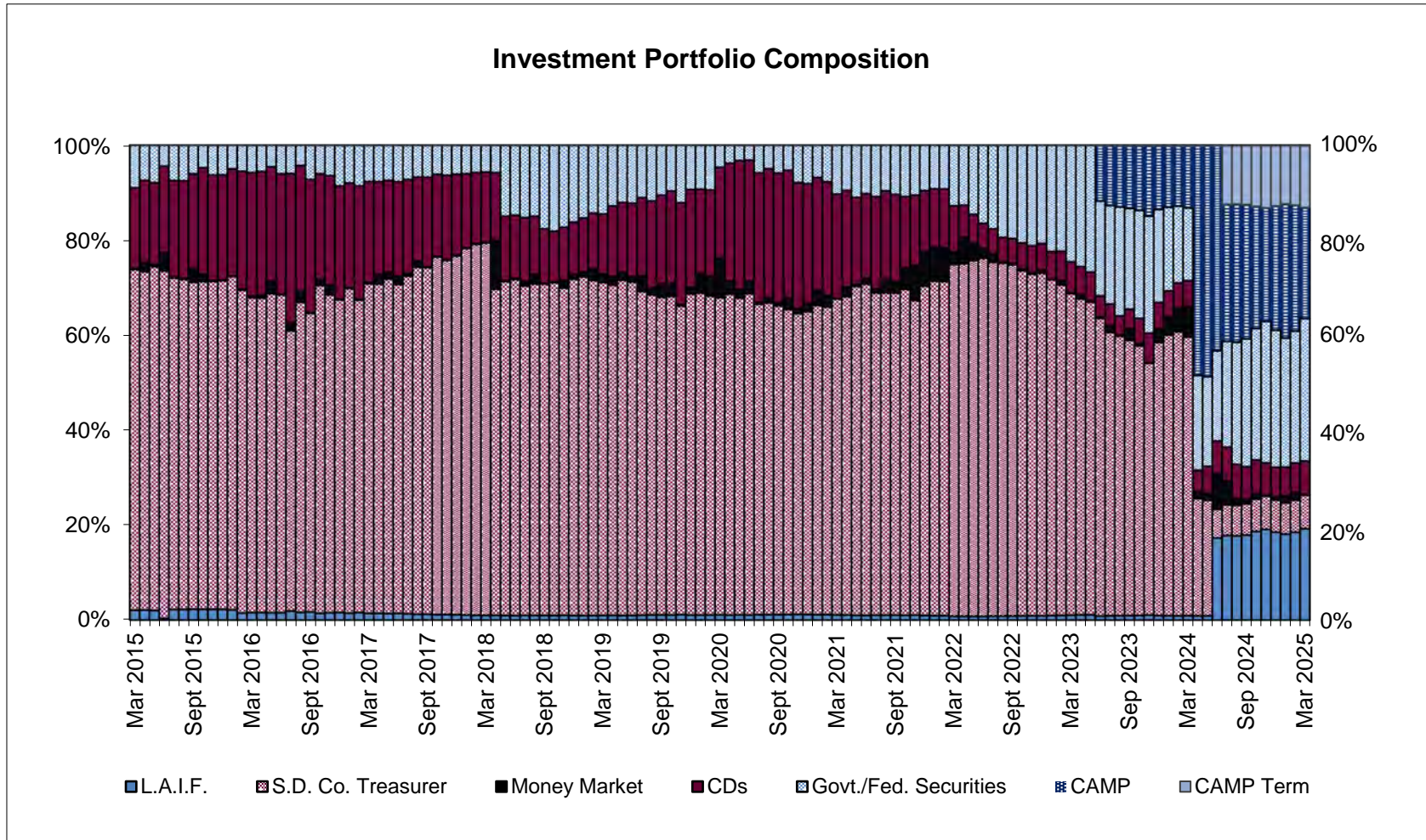
	<u>Face Value or Rating</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Market Value</u>	<u>Current Yield</u>	<u>Cost Basis</u>
Money Market Funds:						
Local Agency Investment Fund				\$7,356,831.21	4.31%	\$7,356,831.21
County of San Diego Investment Fund				\$2,665,145.79	3.49%	2,689,469.16
Zions Institutional Liquidity Management				\$40,108.87	4.27%	40,108.87
CAMP				\$8,960,719.05	4.47%	8,926,797.59
				<u>\$19,022,804.92</u>	<u>4.27%</u>	<u>\$19,013,206.83</u>
CAMP Term:						
CAMP Term 5.16%	5,000,000	07/17/24	04/11/25	5,182,367.13	5.16%	5,000,000.00
				<u>\$5,182,367.13</u>	<u>5.16%</u>	<u>\$5,000,000.00</u>
U.S. Treasury Notes:						
U S Treasury Notes 4.250%	200,000	10/19/23	10/15/25	200,045.31	4.29%	198,161.95
				<u>\$200,045.31</u>	<u>4.29%</u>	<u>\$198,161.95</u>
Federal Agencies Securities - CB&T, a subsidiary of Zion Bank						
Federal Home Loan Banks 0.80%	250,000	07/21/21	07/21/25	247,291.67	0.80%	\$250,000.00
Federal Home Ln Bnk 5.250%	1,000,000	04/12/24	04/10/29	1,004,516.21	5.25%	1,000,000.00
Federal Home Loan Banks 0.80%	350,000	03/16/21	03/16/26	338,900.36	0.80%	350,000.00
Federal Home Loan Banks 1.00%	125,000	06/30/21	06/30/26	120,327.42	1.00%	125,000.00
Federal Home Loan Banks 4.40%	200,000	01/14/25	07/14/26	199,991.94	4.40%	200,000.00
Federal Farm Credit Bks 4.470%	600,000	08/26/24	08/26/26	600,691.12	4.47%	600,000.00
Federal Home Loan Banks 4.682%	350,000	08/30/24	08/26/26	349,994.74	4.68%	350,000.00
Federal Farm Credit Bks Bds 4.500%	400,000	09/03/24	09/03/26	400,044.78	4.50%	400,000.00
Federal Home Loan Banks 1.05%	250,000	10/15/21	10/15/26	238,905.41	1.05%	250,000.00
Federal Home Ln Bk Bds 4.500%	300,000	11/13/24	11/13/26	300,174.08	4.50%	300,000.00
Federal Home Loan Banks 3.000%	250,000	04/04/24	02/25/27	245,871.51	3.11%	240,946.33
Federal Home Loan Banks 4.400%	600,000	03/05/25	03/05/27	599,338.97	4.40%	600,000.00
Federal Farm Cr Bks 4.620%	500,000	09/24/24	03/17/27	499,307.83	4.62%	500,000.00
Federal Home Ln Mtg Corp 4.280%	310,000	03/25/25	03/25/27	309,923.85	4.28%	310,000.00
Federal Natl Mtg Assn 4.500%	550,000	02/03/25	01/28/28	550,582.88	4.50%	549,725.00
Federal Farm Cr Bks 4.375%	700,000	02/28/25	02/25/28	700,190.65	4.38%	700,000.00
Federal Home Loan Banks 4.620%	500,000	12/26/24	12/26/28	500,428.25	4.62%	500,000.00
Federal Farm Credit Bank 4.970%	500,000	04/12/24	03/27/29	500,986.86	4.99%	498,250.00
Federal Home Loan Banks 5.00%	1,000,000	07/09/24	07/09/29	1,000,728.87	5.00%	1,000,000.00
Federal Home Loan Banks 4.700%	1,000,000	07/30/24	07/30/29	1,005,778.75	4.70%	1,000,000.00
Federal Home Ln Mtg Corp 4.125%	1,000,000	08/13/24	08/13/29	988,530.15	4.16%	990,906.02
Federal Home Loan Banks 4.930%	500,000	02/25/25	02/25/30	500,720.60	4.93%	500,000.00
				<u>\$11,203,226.90</u>	<u>4.30%</u>	<u>\$11,214,827.35</u>
Certificates of Deposit - CB&T, a subsidiary of Zion Bank						
Morgan Stanley 1.50%	230,000	07/27/20	04/16/25	229,696.42	1.49%	230,971.17
HSBC Bank 1.30%	245,000	05/08/20	05/07/25	244,242.61	1.30%	244,939.57
USAA Federal Savings Bank 5.300%	250,000	10/06/23	09/26/25	251,665.18	5.30%	249,873.58
Citibank NA 5.300%	250,000	09/29/23	09/29/25	251,215.63	5.30%	249,934.48
Eastern Svgs Bk Fsb Hunt Vy 5.250%	245,000	10/18/23	10/20/25	246,536.96	5.25%	244,937.14
Federal Svgs Bk Chicago II 4.700%	250,000	06/26/24	06/26/28	254,383.78	4.70%	250,000.00
First Fndtn Bk Irvine Ca 4.600%	250,000	05/10/24	05/10/29	254,453.70	4.60%	250,000.00
Toyota Finl Svgs Bk Hend Nv 4.600%	250,000	05/14/24	05/14/29	254,464.18	4.60%	250,000.00
Customers Bk Phoenixville Pa 4.700%	250,000	06/11/24	06/11/29	255,460.45	4.71%	249,431.16
Sallie Mae Bk Murray Utah 4.500%	250,000	07/17/24	07/17/29	253,663.80	4.51%	249,431.85
Western Alliance Bank 4.150%	245,000	03/28/25	03/27/26	245,000.00	4.15%	245,000.00
				<u>\$2,740,782.71</u>	<u>4.20%</u>	<u>\$2,714,518.95</u>
<b>TOTAL INVESTMENTS</b>				<u><b>\$38,349,226.97</b></u>	<b>Average 4.390%</b>	<u><b>\$38,140,715.08</b></u>
<b>TOTAL ALL FUNDS</b>						<u><b>\$38,497,073.21</b></u>



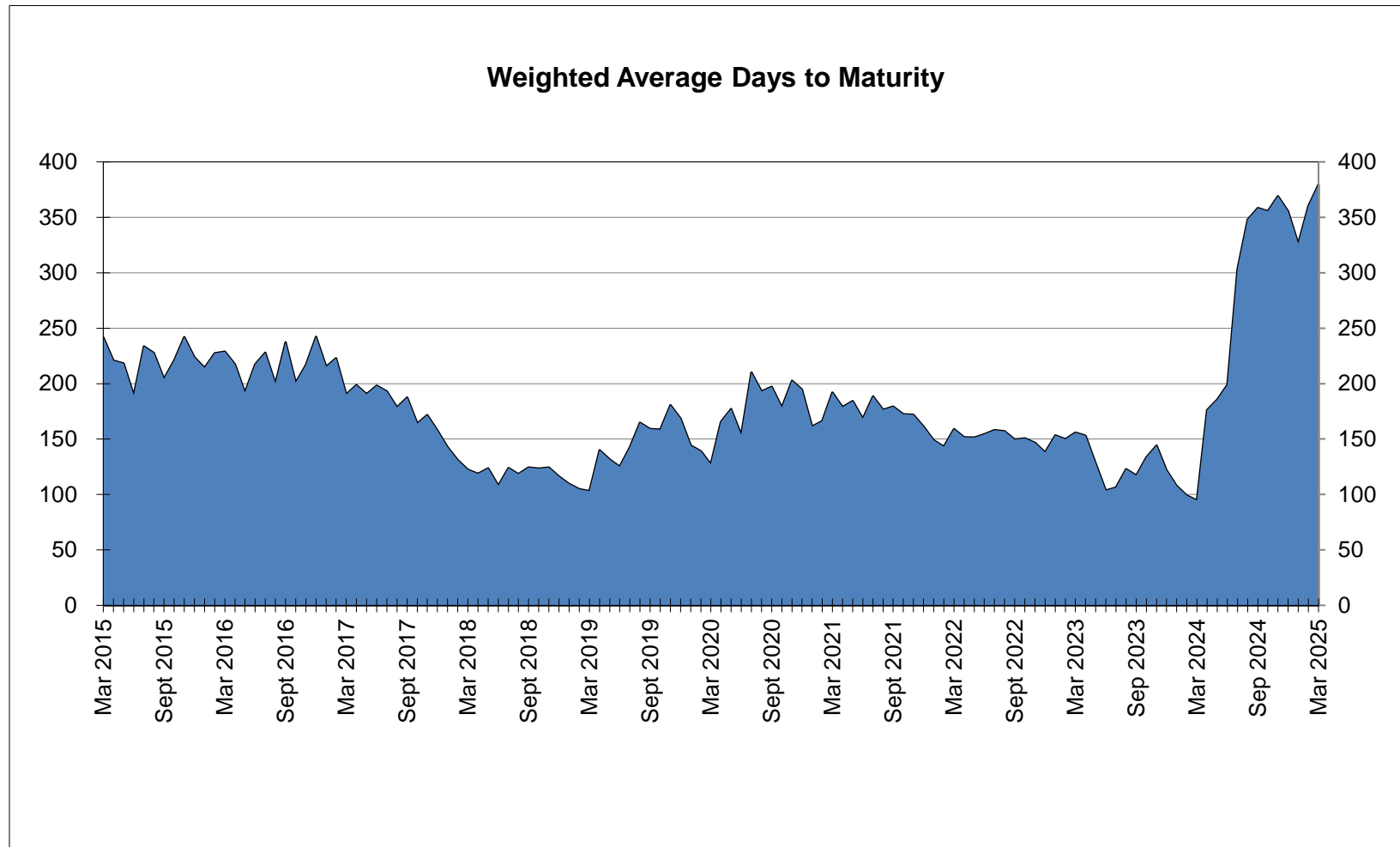
**VALLEY CENTER MUNICIPAL WATER DISTRICT**  
**TREASURER'S REPORT - GRAPHS**  
**March 31, 2025**



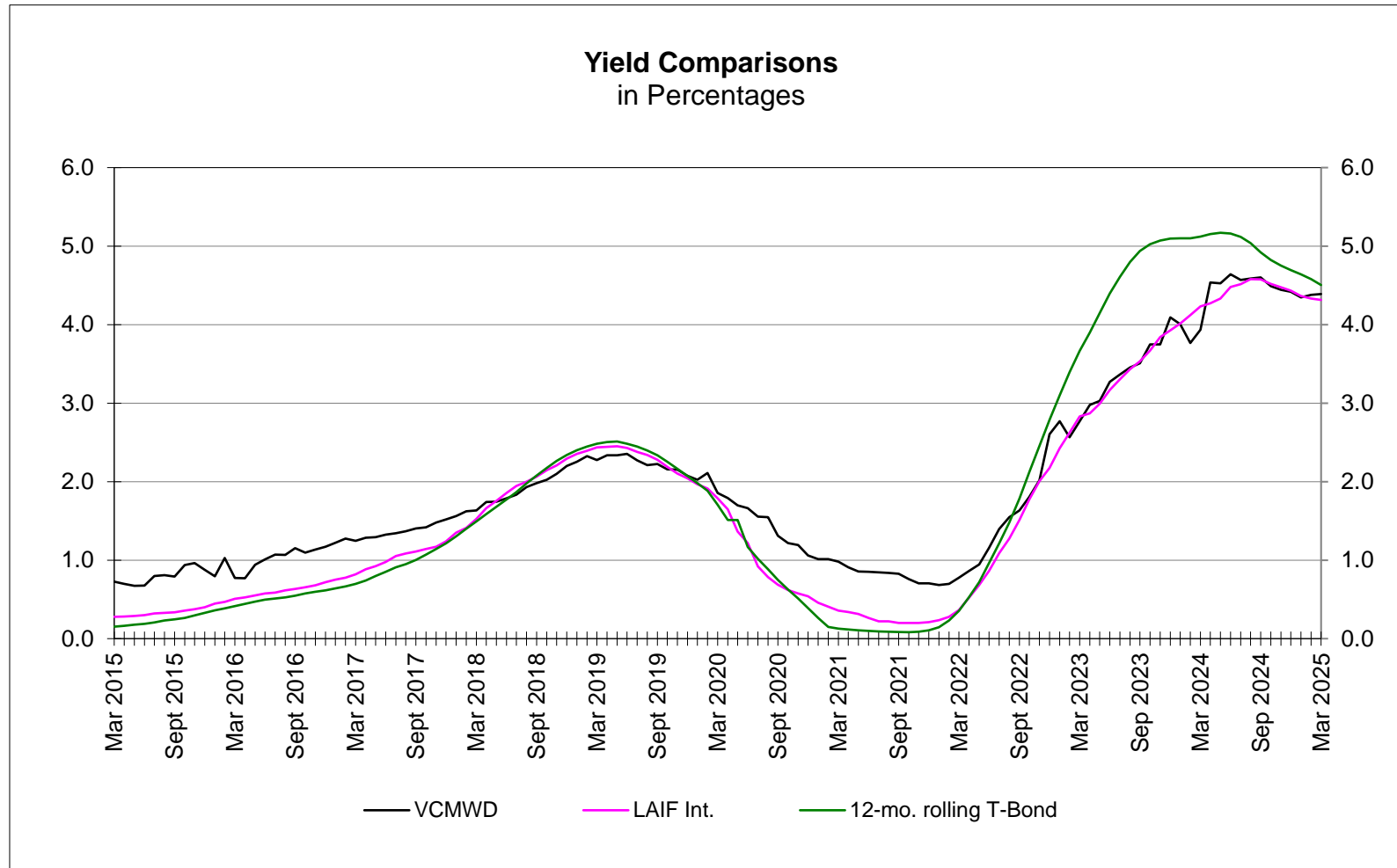
**VALLEY CENTER MUNICIPAL WATER DISTRICT  
TREASURER'S REPORT - GRAPHS  
March 31, 2025**



**VALLEY CENTER MUNICIPAL WATER DISTRICT  
TREASURER'S REPORT - GRAPHS  
March 31, 2025**



**VALLEY CENTER MUNICIPAL WATER DISTRICT**  
**TREASURER'S REPORT - GRAPHS**  
**March 31, 2025**



**VALLEY CENTER MUNICIPAL WATER DISTRICT  
TREASURER'S REPORT - TRANSACTIONS  
JULY 1, 2024 THROUGH JUNE 30, 2025**

**INVESTMENTS PURCHASED**

<u>Purchase Date</u>	<u>Security</u>	<u>Maturity Date</u>	<u>Cost</u>	<u>Face Value</u>	<u>Expected Yield</u>
<u>CAMP, CB&amp;T, a subsidiary of Zion Bank</u>					
07/09/24	Federal home Loan Banks 5.00%	07/09/29	1,000,000.00	1,000,000.00	5.000%
07/17/24	Sallie Mae Bk Murray Utah 4.50%	07/17/29	249,375.00	250,000.00	4.500%
07/30/24	Federal Home Loan Banks 4.70%	07/30/29	1,000,000.00	1,000,000.00	4.700%
07/17/24	CAMP Term 5.16%	04/11/25	5,000,000.00	5,000,000.00	5.160%
08/26/24	Federal Farm Credit Bks 5.460%	08/26/26	600,000.00	600,000.00	5.460%
08/30/24	Federal Home Loan Banks 5.520%	08/26/26	350,000.00	350,000.00	5.520%
08/13/24	Federal Home Ln Mtg Corp 4.125%	08/13/29	1,000,000.00	990,000.00	4.125%
08/16/24	Federal Home Loan Banks 0.00%	08/21/24	500,000.00	499,636.11	0.000%
09/03/24	Federal Farm Credit Bks Bds 5.500%	09/03/26	400,000.00	400,000.00	5.500%
09/24/24	Federal Farm Cr Bks 4.620%	03/17/27	500,000.00	500,000.00	4.620%
09/27/24	Federal Home Ln Bks 4.570%	03/20/26	500,000.00	500,000.00	4.570%
10/30/24	Federal Home Loan Banks 4.750%	04/28/26	500,000.00	500,000.00	4.750%
11/12/24	Federal Home Ln Mtg Corp 5.000%	11/12/27	500,000.00	500,000.00	5.000%
11/13/24	Federal Home Ln Bk Bds 4.500%	11/13/26	300,000.00	300,000.00	4.500%
12/26/24	Federal Home Loan Banks 4.620%	12/26/28	500,000.00	500,000.00	4.620%
01/14/25	Federal Home Loan Banks 4.400%	07/14/26	200,000.00	200,000.00	4.400%
02/03/25	Federal Natl Mtg Assn 4.500%	01/28/28	550,000.00	549,725.00	4.500%
02/25/25	Federal Farm Cr Bks 4.930%	02/25/30	500,000.00	500,000.00	4.930%
02/28/25	Federal Home Loan Banks 4.375%	02/25/30	700,000.00	700,000.00	4.375%
03/05/25	Federal Home Loan Banks 4.400%	03/05/27	600,000.00	600,000.00	4.400%
03/25/25	Federal Home Ln Mtg Corp 4.280%	03/25/27	310,000.00	310,000.00	4.280%
03/28/25	Western Alliance Bank 4.150%	03/27/26	245,000.00	245,000.00	4.150%

**INVESTMENTS MATURED**

<u>Purchase Date</u>	<u>Security</u>	<u>Maturity Date</u>	<u>Cost</u>	<u>Face Value</u>	<u>Yield to Maturity</u>
<u>CAMP, CB&amp;T, a subsidiary of Zion Bank</u>					
04/17/24	Federal Home Ln Mtg Cp Adj 6.050%	07/17/24	500,000.00	500,000.00	6.050%
10/30/23	Federal Home Loan Bank Cons 5.600%	07/30/24	400,000.00	400,000.00	5.600%
07/29/21	Medallion Bank 0.40%	07/22/24	245,000.00	245,000.00	0.400%
08/16/24	Federal Home Loan Banks 0.00%	08/21/24	500,000.00	499,636.11	0.000%
08/30/21	Federal Home Loan Banks 0.500%	08/28/24	250,000.00	250,000.00	0.500%
08/28/23	Federal Home Loan Banks 5.500%	08/28/24	250,000.00	250,000.00	5.500%
08/22/23	Federal Home Loan Banks 5.450%	09/20/24	500,000.00	500,000.00	5.450%
03/24/21	Federal Home Loan Banks 0.50%	09/24/24	250,000.00	250,000.00	0.500%
09/30/21	Federal Home Loan Banks 0.50%	09/30/24	250,000.00	250,000.00	0.500%
09/03/21	Synchrony Bank 0.55%	09/03/24	125,000.00	125,000.00	0.550%
04/24/23	Federal Home Ln Mtg Corp 5.00%	10/24/24	40,000.00	40,000.00	5.000%
01/27/23	Federal Home Ln Mtg Corp 5.15%	10/28/24	480,000.00	479,850.12	5.150%
11/04/20	Federal Farm Credit Bank 0.44%	11/04/24	250,000.00	250,000.00	0.440%
05/11/22	UBS Bank 3.00%	11/12/24	120,000.00	119,999.87	3.000%
03/10/22	Federal Home Loan Banks 3.500%	12/10/24	500,000.00	499,944.71	3.500%
11/30/23	Cross Riv Bk Teaneck N J 5.500%	12/30/24	164,000.00	163,933.99	5.500%
10/30/24	Federal Home Loan Banks 4.750%	01/28/25	500,000.00	500,000.00	4.750%
11/12/24	Federal Hom Ln Mtg Corp 5.000%	02/12/25	500,000.00	500,000.00	5.000%
02/18/21	Federal Home Loan Banks 0.40%	02/18/25	250,000.00	250,000.00	0.400%
09/27/24	Federal Home Ln Bks 4.570%	02/20/25	500,000.00	500,000.00	4.570%
05/27/21	Federal Home Loan Banks 0.625%	02/27/25	250,000.00	250,000.00	0.625%
05/27/21	Federal Home Loan Banks 0.625%	02/27/25	250,000.00	250,000.00	0.625%
03/14/22	Federal Home Loan Banks 2.15%	03/14/25	500,000.00	500,000.00	2.150%

## VALLEY CENTER MUNICIPAL WATER DISTRICT

### Quarterly Financial Report as of March 31, 2025

### 75% of Budget Year

**Total Revenues** for the quarter ending March 31, 2025, total \$47,202,725, which is 82.4% of budget. Details of revenues are as follows:

**Water Sales and Pumping Revenue** of \$27,876,074 is currently 80.9% of budget. Water sales for the first 9 months of the year of 11,059 acre-feet, are 85.1% of budget. Water sales for January through March totaled 2,147 acre-feet or 16.5% of budget.

**Meter Services Charges** of \$6,302,140 are slightly less than budget at 70.1%.

**New Connection Sales** of \$373,290 are running 107.6% of budget. This increase is due to higher than anticipated meter sales and backflow device sales at this point in the fiscal year.

**Other Revenue** of \$1,028,733, is 90.5% of budget. This is higher than budget due to higher delinquency charges.

**Investment Income** of \$1,324,521 is currently under budget at 64.6%. Current 12-month average yield of 4.39% is running below budget of 5.0%.

**Capacity Charges** are \$238,001 and is 86.2% of budget. The increase is a result of the New Connection Sales due to higher meter sales.

**Property Taxes and Water Availability Charges** are received in December and April when taxes are generally paid.

**Moosa Wastewater** revenues are below budget at \$1,691,261, or 68.6% of budget. Estimated Interest Revenue totaling \$157,800, allocated to Moosa, is calculated at fiscal year-end.

The combined **Woods Valley Wastewater** revenues are up due to the proceeds received from the CFD 2020-1 2024 Special Tax Bond sale of \$3,805,000, which represents Contributions in Kind for the Orchard Run Lift Station.

**Total Expenditures** of \$43,379,309 are 79.0% of budget at the end of the third quarter. More details of the expenditures follow:

**Source of Supply** is the single greatest Water Operating Expense. It includes the cost of water sold, electricity, and natural gas the sum of which accounts for 68% of the total budgeted water operating expenditures in Fiscal Year 2024-25. Source of Supply of \$24,106,694 is 76.7% of budget at the end of the third quarter.

**General Administration** costs of \$710,559 are right on budget at 74.0%.

**Information Technology** expenses of \$854,398 are slightly ahead of budget at 76.7%.

**Finance expenses**, excluding debt service, are running at \$2,314,644, or 80.9% of the 2024-25 fiscal budget. The increase is due to higher insurance costs.

**Engineering** expenses are right on budget, running at 75.9%, or \$1,599,248.

**Operations and Facilities** expenses are \$5,886,394, or 69.6% of budget. This is down slightly as a result of a decrease in labor and benefits, maintenance expense, regulatory permits and fees, and outside services.

**Moosa** operating expenses are 69.1% of budget, or \$1,242,710. The reduction is due to lower labor and benefits, electricity, and chemical expenses.

**Woods Valley Ranch** combined operating expenses are 78.8% of the combined operating budget numbers. Higher regulatory and outside services are offset by lower labor and benefits, utilities, special department expenses, maintenance expenses, and chemical costs.

**Capital Project Appropriations** in the General Fund for the fiscal year 2024-25 were not budgeted. The \$1,340,355 in appropriations represent expenditures for continuing projects appropriated in the prior fiscal year.

At Lower Moosa, the Clarifier No. 2 Upgrades, along with Priority Projects, Meadows Lift Station Motor Control Center, and the new Server Room Relocation account for 98.0% of the continuing projects appropriated in the prior fiscal year totaling \$1,279,665.

At Woods Valley the Screening Auger Replacement project of \$27,000 is under way and is 90% complete at \$24,314. The \$25,291 appropriations for Woods Valley Expansion represent expenditures for continuing projects appropriated in the prior fiscal year.

**Net Revenues & Expenditures** for the period ending March 31, 2025, totals \$3,823,417, 158.1% of budget. This is a direct result of the Contributions in Kind for the Orchard Run Lift Station totaling \$3,805,000.



**VALLEY CENTER MUNICIPAL WATER DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**FOR THE PERIOD ENDED MARCH 31, 2025**  
**75% OF BUDGET YEAR**

	2024-2025 Adopted Budget	Actual for the period ended 3/31/25	Percent of Budget
<b>REVENUES:</b>			
Water Sales	13,000 A.F.	11,059 A.F.	85.1%
<b>General Fund:</b>			
Operating Revenues:			
Water Sales (including pumping)	34,453,000	27,876,074	80.9%
Meter Service Charges	8,990,000	6,302,140	70.1%
New Connection Sales	346,950	373,290	107.6%
Other Revenue	1,136,136	1,028,733	90.5%
Investment Income	2,050,000	1,324,521	64.6%
Total Operating Revenue	46,976,086	36,904,758	78.6%
Debt Service Revenues - Water Availability Charges	47,712	50,832	106.5%
Capital Project Revenues:			
Capacity Charges	276,000	238,001	86.2%
Property Taxes	3,529,000	2,182,802	61.9%
Water Availability Charges	517,288	284,677	55.0%
Total Capital Project Revenue	4,322,288	2,705,480	62.6%
Total General Fund Revenues	51,346,086	39,661,070	77.2%
<b>Moosa Wastewater Revenues</b>	2,466,190	1,691,261	68.6%
<b>Woods Valley Ranch Wastewater Revenues</b>	1,867,557	5,136,295	275.0%
<b>Woods Valley Ranch Expansion</b>	1,621,082	714,099	44.1%
<b>Total Revenues</b>	<b>57,300,915</b>	<b>47,202,725</b>	<b>82.4%</b>
<b>EXPENDITURES:</b>			
<b>General Fund:</b>			
Operating Expenses:			
General Administration	960,757	710,559	74.0%
Information Technology	1,114,337	854,398	76.7%
Finance	2,861,294	2,314,644	80.9%
Engineering	2,107,453	1,599,248	75.9%
Operations & Facilities	8,459,109	5,886,384	69.6%
Source of Supply	31,439,942	24,106,694	76.7%
Total Operating Expenses	46,942,892	35,471,927	75.6%
Debt Service - Interest Expense	47,712	50,832	106.5%
Depreciation Expense	3,359,000	2,665,897	79.4%
Capital Projects Appropriations	0	1,340,355	100.0%
Total General Fund Expenditures	50,349,604	39,529,011	78.5%
<b>Moosa Wastewater:</b>			
Operating Expenses	1,799,009	1,242,710	69.1%
Capital Project Appropriations	895,500	1,279,665	142.9%
Total Moosa Expenditures	2,694,509	2,522,376	93.6%
<b>Woods Valley Ranch Wastewater:</b>			
Operating Expenses	1,351,849	1,095,341	81.0%
Capital Project Appropriations	27,000	24,314	90.1%
Total Woods Valley Ranch Expenditures	1,378,849	1,119,655	81.2%
<b>Woods Valley Ranch Expansion:</b>			
Operating Expenses	80,000	32,660	40.8%
Debt Service - Interest Expense	379,974	150,316	39.6%
Capital Project Appropriations	0	25,291	100.0%
Total Woods Valley Ranch Expenditures	459,974	208,267	45.3%
<b>Total Expenditures</b>	<b>54,882,936</b>	<b>43,379,309</b>	<b>79.0%</b>
<b>NET REVENUES &amp; EXPENDITURES</b>	<b>2,417,979</b>	<b>3,823,417</b>	<b>158.1%</b>



**May 5, 2025**

**TO: Honorable President & Board of Directors**

**FROM: Gary T. Arant, General Manager**

**SUBJECT: RESOLUTION NO. 2025-12 ADOPTING UPDATED 2025 LOCAL  
GUIDELINES FOR IMPLEMENTING THE CALIFORNIA  
ENVIRONMENTAL QUALITY ACT**

**PURPOSE:**

Adopt Resolution No. 2025-12 approving the 2025 Update to the District's Local Guidelines for Implementing the California Environmental Quality Act (CEQA).

**SUMMARY:**

**Background** – The California Environmental Quality Act ("CEQA"), codified at Public Resources Code Sections 2100 et seq., is California's most comprehensive environmental law. It generally requires all public agencies to evaluate the environmental effects of their actions before they are taken. CEQA also aims to prevent significant environmental effects from occurring as a result of agency actions by requiring agencies to avoid or reduce, when feasible, the significant environmental impacts of their decisions.

To this end, CEQA requires all public agencies to adopt specific objectives, criteria and procedures for evaluating public and private projects that are undertaken or approved by such agencies.

**Discussion** - Best Best and Krieger ("BBK") has prepared a proposed updated set of Local CEQA Guidelines for 2025 in compliance with CEQA's requirements. These Guidelines reflect recent changes to CEQA. BBK has provided the attached memorandum summarizing the proposed modifications in the Local Guidelines for 2025. These Local CEQA Guidelines also provide instructions and forms for preparing all environmental documents required under CEQA.

**Fiscal Impact** – No fiscal impact is anticipated from amending the Local CEQA Guidelines.

**Environmental Impact** – No environmental impact is anticipated from amending the Local CEQA Guidelines. Adoption of the attached Resolution is not a project under State CEQA Guidelines section 15378(b)(5) because it involves an administrative activity involving process only and would not result in any environmental impacts.

**RECOMMENDATION:**

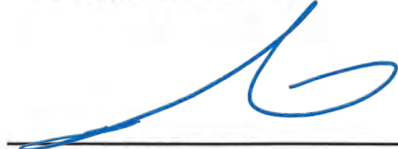
Staff recommends the Board of Directors adopt Resolution No. 2025-12 regarding the adoption of the 2025 update to the District's Local Guidelines for Implementing the California Environmental Quality Act.

**PREPARED BY:**



**Wally Grabbe, P.E.  
District Engineer**

**SUBMITTED BY:**



**Gary T. Arant  
General Manager**

Encl. - Memorandum of Changes from BBK  
Resolution No. 2025-12

## Memorandum

**TO:** Project 5 District Client  
**FROM:** Best Best & Krieger LLP  
**DATE:** March 28, 2025  
**RE:** Summary of Changes to Local CEQA Guidelines

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In 2024, the California Legislature revised the California Environmental Quality Act (“CEQA”) through passage of certain Assembly Bills and Senate Bills. As a result, we have revised the District’s Local Guidelines for Implementing CEQA (“Local Guidelines”) to account for these CEQA developments. This memorandum summarizes the substantive amendments to the District’s 2025 Local CEQA Guidelines (“Local Guidelines”).

The Local Guidelines and this memorandum are designed to help the District comply with CEQA when considering a project subject to CEQA. We still recommend, however, that you consult with an attorney when you have specific questions on major, controversial, or unusual projects or activities.

The Local Guidelines, the related CEQA forms, and other important legal alerts may be accessed via the Best Best & Krieger LLP CEQA client portal. For technical support, please contact Tammy Ingram at [tammy.ingram@bbklaw.com](mailto:tammy.ingram@bbklaw.com).

### **REVISIONS TO LOCAL GUIDELINES**

#### **3.17 Exemption for Residential or Mixed-Use Housing Project.**

This is a new section that was added to your Guidelines as a result of the passing of Assembly Bill 2199. CEQA does not apply to residential or mixed-used housing projects, as defined, located in unincorporated areas of a county, that meet the requirements set forth in Section 3.17.

#### **3.21 Transit Prioritization Projects.**

Pursuant to Assembly Bill 2503, a new subsection (6) was added to Section 3.21 regarding a public project for the institution or increase of passenger rail service, including the construction or rehabilitation of stations, terminals, or existing operations facilities, which will be exclusively used by zero-emission trains.

#### **3.24 Routine Maintenance of Stormwater Facilities.**

Pursuant to Assembly Bill 3227, a new Section 3.24 was added to the Guidelines pursuant to a change to Public Resources Code section 21080.61. This new section provides that CEQA does not apply to routine maintenance of public stormwater facilities that are fully concrete or have a conveyance capacity of less than a 100-year storm event if certain specified conditions are met.

### **3.29 Reproductive Services Community Clinic.**

Pursuant to Assembly Bill 2085, Section 3.29 was added to the Guidelines to provide that CEQA does not apply to the approval of an application of a community clinic providing reproductive health services if the application meets objective planning standards and is subject to the ministerial review process set forth in Government Code section 65914.900.

### **9.10 A Responsible Agency's Provision of Financial Assistance or Insurance for the Development and Construction of Affordable Housing.**

New language was added to Section 9.10 pursuant to Senate Bill 1361, which clarifies that CEQA does not apply to a local agency's approval of contracts that provide residential, counseling, and security services for people experiencing homelessness, as set forth in greater detail in Section 9.10.

### **Other Changes**

#### **Office of Land Use and Climate Innovation**

Effective July 1, 2024, the Office of Planning and Research changed its name to the Office of Land Use and Climate Innovation (LCI). This change is reflected throughout your Local CEQA Guidelines. Additionally, effective April 8, 2025, LCI has a new CEQAnet URL and CEQASubmit URL. In order to access LCI's websites, please use these new URLs:

- <https://ceqasubmit.lci.ca.gov/>
- <https://ceqanet.lci.ca.gov/>

Additionally, LCI has established a new deadline for processing environmental notices. Notices must be submitted to CEQASubmit no later than 2:30 p.m. PST in order to have a same day filing date.

#### **CEQA Document Filing Fees**

Effective January 1, 2025, the Department of Fish and Wildlife has increased its fees. For a Negative Declaration or a Mitigated Negative Declaration, the new filing fee is \$2,968.75; for an EIR, the new filing fee is \$4,123.50; and for an environmental document prepared pursuant to a Certified Regulatory Program, the new filing fee is \$1,401.75.

### **Conclusion**

As always, CEQA remains complicated and, at times, challenging to apply. The only constant in this area of law is how quickly the rules change. Should you have questions about any of the provisions discussed above, please contact a BB&K attorney for assistance.

**BEST BEST & KRIEGER LLP**



**RESOLUTION NO. 2025-12**

**A RESOLUTION OF THE VALLEY CENTER MUNICIPAL WATER DISTRICT  
AMENDING AND ADOPTING LOCAL GUIDELINES FOR IMPLEMENTING THE  
CALIFORNIA ENVIRONMENTAL QUALITY ACT  
(PUBLIC RESOURCES CODE §§ 21000 ET SEQ.)**

WHEREAS, the California Legislature has amended the California Environmental Quality Act ("CEQA") (Pub. Resources Code §§ 21000 et seq.), the Natural Resources Agency has amended portions of the State CEQA Guidelines (Cal. Code Regs, tit. 14, §§ 15000 et seq.), and the California courts have interpreted specific provisions of CEQA; and

WHEREAS, Public Resources Code section 21082 requires all public agencies to adopt objectives, criteria and procedures for (1) the evaluation of public and private projects undertaken or approved by such public agencies, and (2) the preparation, if required, of environmental impact reports and negative declarations in connection with that evaluation; and

WHEREAS, the Valley Center Municipal Water District must revise its local guidelines for implementing CEQA to make them consistent with the current provisions and interpretations of CEQA and the State CEQA Guidelines.

NOW, THEREFORE, IT IS HEREBY RESOLVED, DETERMINED, AND ORDERED by the Board of Directors of VALLEY CENTER MUNICIPAL WATER DISTRICT, that:

1. The District hereby adopts the "2025 Local Guidelines for Implementing the California Environmental Quality Act," a copy of which is on file at the offices of the District and is available for inspection by the public.

2. All prior actions of the District enacting earlier guidelines are hereby repealed.

**PASSED AND ADOPTED** this 5<sup>th</sup> day of May, 2025, at the meeting of the Board of Directors of Valley Center Municipal Water District by the following majority vote of the Board:

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**Enrico P. Ferro, *President***

**ATTEST:**

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**Kirsten Peraino, *Board Secretary***

**May 5, 2025**

**TO: Honorable President and Board of Directors**

**FROM: Gary Arant, General Manager**

**SUBJECT: BUDGET ASSUMPTIONS AND EXPENSE PROJECTIONS IN THE PROPOSED FISCAL YEAR 2025-26 BUDGET**

**PURPOSE:**

To provide the Board with a preliminary overview of major assumptions and expense projections as well as capital projects requests to be requested in the upcoming proposed 2025-26 Budget.

**SUMMARY:**

The budget for Fiscal Year 2025-26 is in preparation and will be presented to your Board at the June 16, 2025 Board meeting. To keep the Board apprised of what to anticipate, the following is an overview of major assumptions, capital projects, and changes expected in the new budget.

**WATER**

**Imported Water Commodity Costs**

As of April 28, 2025, the San Diego County Water Authority (SDCWA) has not provided specific details regarding the proposed rate increases for Calendar Year 2026. They have however provided notice that the rate increase will likely be in the double digits and are considering 12%-15%. When SDCWA staff make available additional details, those figures will be updated and factored into the budget then presented to your Board.

**Imported Wholesale Fixed Costs**

Charges that the District is required to pay, regardless of how much water it sells, are called wholesale fixed costs. They include capacity and readiness-to-serve charges from Metropolitan Water District (MWD) and the customer service, emergency storage, supply reliability, and fixed transportation charges, all of which are paid directly to SDCWA.

For Calendar Year 2025 rates, the SDCWA collected 40% of their Transportation Costs as a fixed charge to their member agencies. As a result, VCWMD was billed \$1,450,000 in Fixed Transportation Charges. The SDCWA intends to continue this charge for the 2026 calendar year, but will be based on having 50% of their transportation rate fixed rather than 40%. This will raise the charge to VCMWD by at least \$360,000, to a total of \$1,812,500. Aside from that, the SDCWA has not provided specific information regarding the proposed fixed charges for Calendar Year 2026.

The District began collecting the MWD Fixed Charge Passthroughs for capacity and readiness-to-serve as a fixed charge on the customer water bills effective January 1, 2025. The current MWD Fixed Charges are setup to recover 100% of the \$1,081,000 that will be billed to the District in Calendar Year 2025.

At the last Board meeting on April 21, 2025, the Board requested staff develop a proposal for the Fiscal Year 2025-26 budgeting and rate setting process to consider collecting the SDCWA, fixed portion, of the Transportation charge, fully as a fixed charge on the water bill, similar to the

MWD Fixed Charge. The proposal is discussed within the “Wholesale Passthrough Rates” section of this report.

### **SDCWA Infrastructure Access Charge (IAC)**

Annually the SDCWA assesses the District a separate fixed charge based on the number and size of the active meters within the District. The charge to the District is passed through and collected from active customers. The current IAC charge for a ¾-inch meter is \$4.55 per month. The SDCWA has not provided any information regarding whether or not a rate increase to the IAC is proposed for Calendar Year 2026. As soon as information becomes available, updates to the Fiscal Year 2025-26 Budget will be made.

### **Agricultural Discount**

Based on the current Calendar Year 2025 rate structure, VCMWD Permanent Special Agricultural Water Rate (PSAWR) customers pay a retail rate that is \$909 or 29% lower than their domestic counterparts. To summarize, the current PSAWR rate differential is comprised of:

\$ 472 / AF	avoided in paying the MWD supply rate and not paying the melded SDCWA melded supply rate; and
\$ 250 / AF	avoided in not paying the SDCWA Storage Charge; and
\$ 187 / AF	avoided in not paying the SDCWA Supply Reliability Charge;
<u>\$ 909 / AF</u>	

The PSAWR rate differential for Calendar Year 2026 will be developed as soon as information from SDCWA is made available regarding the rates and charges for Calendar Year 2026.

### **Wholesale Utility Costs**

Wholesale utility costs including electricity and natural gas are estimated to increase 7% over the current year estimated actual. The Pumping Rate Reserve was depleted in Fiscal Year 2016-17. For several years after that, energy costs had exceeded pumping revenues at a rate higher than the District could or was willing to raise rates. In Fiscal Year 2023-24 the Board approved a 5-year plan to close the gap, with the ultimate of goal of having pumping revenues cover the total utility costs.

The following chart displays total utility costs broken down to a cost per acre foot based on acre feet purchased. It reveals that the average increase in utility costs is 11% over the most recent 6 years, including the estimated actual for Fiscal Year 2024-25 which shows a decrease of 3%.

<b>History</b>	<b>Actual 2019-20</b>	<b>Actual 2020-21<sup>1</sup></b>	<b>Actual 2021-22</b>	<b>Actual 2022-23</b>	<b>Actual 2023-24</b>	<b>Estimated 2024-25</b>	<b>BUDGET 2025-26</b>	<b>Avg.</b>
<b>Wholesale Utility Costs</b>	<b>\$ 1,516,859</b>	<b>\$ 1,720,958</b>	<b>\$ 1,982,653</b>	<b>\$2,128,158</b>	<b>\$1,828,098</b>	<b>\$ 2,051,570</b>	<b>\$2,070,000</b>	
Purchases (AF)	16,684	18,862	17,131	13,458	12,236	14,100	13,300	15,110
Utility Cost Per AF	\$ 90.92	\$ 91.24	\$ 115.73	\$ 158.13	\$ 149.40	\$ 145.50	\$ 155.64	
Percent Increase (Decrease) Over Prior Year	13%	0% <sup>1</sup>	27%	37%	(6%)	(3%)	7%	11%

<sup>1</sup> The Actual for Fiscal Year 2020-21 percent increase over prior year was approximately 7%, however it's showing as 0% because the total includes an SDG&E \$120,000 refund for a rate error that spanned the immediate 2 preceding years.

## Local Operating Expenses

Total operating expenses shown below, excluding Source of Supply, are budgeted at a total of \$16.8M compared to \$15.5M for the current Fiscal Year, a net increase of \$1.3M or 8% year-over-year. The items below are included in the increase:

### **Departments:**

- **General and Administrative Department** expenses are budgeted to increase 6.7% largely due to increases in labor and benefits, outside professional services, and unclassified contingency fund.
- **Finance Department** expenses, including debt service interest of \$132,107, are budgeted to increase by 11.3% compared to the current year. The increase is due to increases in labor and benefits, insurance, interest on SRF Loan debt, and outside professional services. Those increases are partially offset by decreases to travel, postage, and overtime.
- **Information Technology Department** budget amount is expected to increase 11.3% due to an increase in labor and benefits, telecommunications, and printing costs.
- **Engineering Department** budget is estimated to be 17.8% greater than the current year. The increase represents higher labor and benefits, due to a new Construction Inspector and a 6-month overlap for the new District Engineer. As well as special department expenses, and software technical support. Those increases are partially offset by decreases in temporary labor, outside professional services, and administrative overhead.
- **Operations and Facilities Department, Water** expenses for 2025-26 are expected to increase 5.6%. The major changes comprise of increased labor and benefits, temporary labor, regulatory permits and fees, outside professional services, and maintenance of facilities, valves and equipment. The increases were partially offset by decreases to administrative overhead and overtime.

In addition to being categorized by Department, the District's local operating costs are also categorized **by type** of cost, (ie. direct vs. indirect):

- **Local Direct Costs** are variable and change based on the volume of water sold or the number of new meters installed. They include pump station maintenance, new meter installation costs, system operation, quality control, and chlorine. The Fiscal Year 2025-26 Budget estimates \$2.3M in local direct costs same as in the prior year.
- **Local Indirect Costs** are fixed and represent the costs that must be incurred regardless of how much water the District sells. Among many other costs, this category includes labor and benefits, insurance, legal, regulatory permits, training and education, maintenance of facilities and software support. The local indirect fixed costs are calculated by starting with total operating expenses of \$16.8M then reducing them by the local direct costs of \$2.3M for a total of \$14.5M in indirect costs for Fiscal Year 2025-26. Compared to \$13.2M in Fiscal Year 2024-25 that's an increase of \$1.3M or 9.8%. This increase of 9.8% is typically used to set the rate increase needed on both the local commodity charge and the monthly meter service charge that are discussed in the Local Water Revenues section further in this report.



## **Personnel**

Staffing necessary to maintain operating, maintenance and administrative service levels for Fiscal Year 2025-26 is proposed at 74 full-time equivalent (FTE's) positions; that is an increase of 1.0 FTE as compared to the Fiscal Year 2024-25 Budget. Staff is proposing a new Construction Inspector I position to assist with encroachments and locates. The total net increase for this position is \$131,600. The budget assumptions also include hiring a new District Engineer with a 6-month overlap to start January 2026. An estimated cost of living salary adjustment is included in the calculations at 3.1%, in accordance with the current Memorandum of Understanding. Additionally, average overall merit increases totaling 2.6% have also been included in the preliminary budget for Fiscal Year 2025-26.

There are two employees scheduled to retire in the coming year: Gary Arant, General Manager plans to retire in December 2025 and Wally Grabbe, District Engineer, plans to retire in February 2026.

## **Water Sales**

For the current fiscal year ending June 30, 2025, it is projected that the District will sell 13,800-acre feet of water. This is 6.2% over the budgeted 13,000-acre feet. The increase in water sales compared to budget is due to drier weather conditions in the first half of the year. As a result, agricultural sales were higher than expected. For Fiscal Year 2025-26, staff feels reducing the estimated sales to 12,500-acre feet would be prudent and reflective of the overall decline in agricultural sales.

## **Recovering SDCWA Fixed Charges**

The wholesale fixed costs from SDCWA are included as a cost component in the Imported Water Costs above. The district calculated the per-acre-foot equivalent of the wholesale fixed charges that the District must pay to SDCWA by dividing the total charges by projected sales, less a 10% reserve for sales levels under budgeted amounts. For the fiscal year ending 2025 budgeted sales are estimated at 12,500-acre feet and the fixed charges totaling \$5,801,200 are allocated over 11,250-acre feet.

Similar to how MWD Fixed Charges are recovered, an alternative approach is to include the SDCWA Fixed charges on the water bill as a fixed charge. Included in the preliminary budget is a 15% increase, across the board, to the SDCWA Fixed charges, as that is the most recent information the District has.

<b>SDCWA Fixed Charge</b>	<b>FY 2025-26 Estimate</b>
Customer Service Charge	\$ 1,559,100
Emergency Storage Charge	\$ 1,415,400
Supply Reliability Charge	\$ 1,059,100
<i>Transportation Fixed Charge</i>	<i>\$ 1,767,600</i>
<b>Total</b>	<b>\$ 5,801,200</b>

If all the SDCWA Fixed Charges listed above were to be collected as a fixed charge, rather than as a component of the wholesale commodity rate, the monthly fixed charge on the customer water bill would need to be nearly 3.5 times higher than the charges listed below. Instead of making such a drastic change in one year, staff proposes to start with the Transportation Fixed

Charge of \$1.8M. The first year of implementation would be a transition year, as any proposed fixed charge would not go into effect until February 2026, 7 months into the new fiscal year. Consequently, the first 7-months, or \$902,600, of SDCWA Fixed Transportation Charges in Fiscal Year 2025-26 still need to be collected through the wholesale commodity rate. The last 5-months, or \$865,000, would be collected with a proposed fixed charge, based on meter size. Below is a chart showing the proposed SDCWA Transportation Fixed Charge Passthrough, with 100% full recovery:

**Proposed monthly SDCWA Transportation Fixed Charge Passthrough**

<b>Meter Size</b>	<b>Current</b>	<b>Proposed</b>
¾"	\$ 0	\$ 14.25
1"	\$ 0	\$ 19.00
1.5"	\$ 0	\$ 28.50
2"	\$ 0	\$ 38.00
3"	\$ 0	\$ 57.00
4"	\$ 0	\$ 76.00
6"	\$ 0	\$114.00
8"	\$ 0	\$152.00

In the first year of implementation, it will generate an estimated \$865,000. Annually this charge will generate an estimated \$2,080,000. This will set the rate up to recover the SDCWA Fixed Transportation Charge, estimated at \$2,080,000 for Calendar Year 2025, fully through a fixed charge on the water bill beginning in year 2. The effect it has on the water rate is a reduction of about \$185 per acre foot.

**Local Water Revenues**

Current Board policy states that the District's local water rates and charges, which include but are not limited to the District's Local Commodity Charges and Monthly Meter Service Charge, be set so that revenue from these sources would fully cover the District's local operating costs, excluding wholesale water and power costs. Presently, the combination of the two revenues is not sufficient to fully cover the District's local operating costs. As a result, other non-operating revenues including investment income, lease revenues, and delinquent penalties make up the difference.

**Local Commodity Rate**

The District's local commodity rate is proposed at \$321.17 per acre foot in the preliminary Budget for Fiscal Year 2025-26. This represents an increase of 9.8%, or \$28.66 over the current rate of \$292.51. This 9.8% increase would generate additional service charges of approximately \$358,250 over 12 months to free more of the property tax revenue for capital improvements or other uses as directed by the Board. Again, in the first year it would be significantly less as the rate would not be proposed to go into effect until February 2026.

The preliminary budget assumes 12,500 acre feet of sales and a 9.8% increase on both the local commodity charge and the monthly service charge. Under those assumptions, the District would recover 57% of all local indirect costs with the monthly service charge, 19% with the local commodity charge, and the remaining 24% would be covered with the other income mentioned previously (investment income, lease revenues, and delinquent penalties).

## Monthly Service Charge

A 9.8% increase to the current monthly service charge would increase the charge for a ¾-inch meter from \$51.28 up \$5.02 to \$56.30 and increase the charge for a 1-inch meter from \$69.30 up \$6.79 to \$76.09. This 9.8% increase would generate additional service charges estimated at \$926,000 over 12 months. However, in the first year, it would be significantly less as the rate would not be proposed to go into effect until February 2026.

## Pumping Charges

In Fiscal Year 2023-24, the Board approved a 5-year plan to close the gap in deficits by Fiscal Year 2028-29. The plan requires a 17%-18% increase to the pumping rate for each of the 5 years.

The following chart shows the progress the District is making in this effort:

<b>5-Year Plan</b>	<b>Actual 2022-23</b>	<b>Actual 2023-24</b>	<b>Estimated 2024-25</b>	<b>Preliminary Budget 2025-26</b>	<b>Projected 2026-27</b>	<b>Projected 2027-28</b>	<b>Projected 2028-29</b>
<b>Pump Charge Revenue</b>	<b>\$ 1,960,517</b>	<b>\$ 1,962,385</b>	<b>\$ 2,489,000</b>	<b>\$ 3,262,000</b>	<b>\$ 3,539,000</b>	<b>\$ 3,843,000</b>	<b>\$ 4,178,000</b>
Utilities	\$ 2,128,158	\$ 1,828,098	\$ 2,051,570	\$ 2,070,000	\$ 2,297,700	\$ 2,550,500	\$ 2,831,000
Maintenance	\$ 882,570	\$ 816,840	\$ 878,801	\$ 959,700	\$ 988,500	\$ 1,018,100	\$ 1,048,700
<b>Total Pumping Costs</b>	<b>\$ 3,010,728</b>	<b>\$ 2,644,938</b>	<b>\$ 2,930,371</b>	<b>\$ 3,029,700</b>	<b>\$ 3,286,200</b>	<b>\$ 3,568,600</b>	<b>\$ 4,007,200</b>
<b>Deficit</b>	<b>\$ (1,050,211)</b>	<b>\$ (682,553)</b>	<b>\$ (441,371)</b>	<b>\$ 232,300</b>	<b>\$ 252,800</b>	<b>\$ 274,400</b>	<b>\$ 298,300</b>
Total Pumping Cost percent increase (decrease) over prior year		(12.1%)	10.8%	3.4%	8.5%	8.6%	8.7%
Total Proposed Rate Increase		17.3%	17.0%	17.3%	8.5%	8.6%	8.7%

Included in the preliminary Budget for FY 2025-26 is a 17.3% increase to the pumping rates, as planned, with an effective date of January 1, 2026, concurrent with the wholesale increases. The combined 17.0% increase that went into effect on January 1, 2025 along with the proposed increase will reduce the gap by an estimated \$673,000. This will reduce the deficit from the current year (\$441,371) up to a surplus of \$232,300. This means that the District has been able to meet its goal 2 years early. This is primarily because estimated actual water sales in the current year are higher than budgeted and because the overall SDG&E rates that the District pays, decreased last year. Roy Rutherford, Environmental Compliance Manager, is preparing a presentation for the Board at the next Board meeting on May 19, 2025. He will provide details about what is happening with the SDG&E rates and the District's overall consumption of power. Staff recommendation is to stay the course in Fiscal Year 2025-26 with the 17.3% rate increase and continue to evaluate annually thereafter. If any excess or surplus actually exists at the end of the year, it will be set aside in the Pumping Rate Reserve for future years.

## Other Revenues

### Property Taxes and Water Availability Charges

Secured property taxes are budgeted at \$3,568,000 for 2025-26, 2% more than the estimated actual for the current year. The District will also receive \$564,000 in water availability charges. The revenues collected entirely from both sources will fund the proposed Depreciation Expense and ultimately the capital program, unless otherwise directed by the Board.

## **Investment Income**

Investment Income is budgeted at \$1,500,000 for Fiscal Year 2025-26, 10% lower than the current year estimated actual. The estimated rate of return is 3.75%. The current year estimated average rate of return is 4.30%. On March 19, 2025, the Federal Reserve decided to maintain the target range for the Federal Funds Rate at 4-1/4 – 4-1/2 percent. The District uses the 12-month rolling Treasury Bond average as its benchmark. At March 31, 2025 the Benchmark was 4.506%, while the District's average rate of return for the month was 4.390%, just 11.6 basis points below the benchmark.

## **Backflow Inspection Charge**

Revenue from the Backflow Inspection Charge is used to cover the cost of annual inspections and repairs to the devices as necessary. The charge is meant to cover all costs including labor and benefits, parts, supplies, and outside services when required. The total costs have increased by 6% from an estimated actual of \$289,300 in FY 2024-25 up \$16,000, to \$305,800 in FY 2025-26. A 6% increase to the Backflow Inspection Charges is included in the preliminary budget. It would raise the current monthly charges as follows:

### **Monthly Backflow Inspection Charge**

<b>Meter Type</b>	<b>Current</b>	<b>Increase</b>	<b>Proposed</b>
Water	\$ 4.25	+\$ 0.25	\$ 4.50
Fire	\$ 2.83	+\$ 0.17	\$ 3.00

## **Debt**

The District currently has three Clean Water State Revolving Fund (CWSRF) Loans with an outstanding balance in the amount of \$16,109,155 at 2.2% interest. The funds were used solely for the Woods Valley Ranch Wastewater Expansion Project. In Fiscal Year 2025-26, Debt Service payments against this loan amount to \$1,542,388.

In addition, a Safe Drinking Water State Revolving Fund loan for the Cool Valley Reservoir Cover/Liner replacement was obtained by the District. At June 30, 2025, the outstanding amount of the loan will be \$2,397,943 at 1.6% interest. The Debt Service payment is \$220,421 for Fiscal Year 2025-26.

On March 21, 2022, the Board authorized an SRF Financing Agreement totaling \$8,500,000 to fund the following three projects: 1. Oat Hill Pump Station Discharge; 2. Gordon Hill Rd Pipeline; and 3. Lilac Road Pipeline. The term of the loan will be 30 years at an interest rate of 1.2%. Construction periods vary for the three projects with the first beginning in March 2022 and the final completing in November 2025. Debt service payments of approximately \$339,000 are expected to begin in November 2025.

## **WATER CAPITAL PROJECTS**

Many of the District's facilities were installed over 50 years ago. The large investment in the utility plant required to provide service underscores the importance of setting aside replacement reserves for those aging facilities. Depreciation of utility plant assets is an annual non-cash expense that needs to be given specific and systematic recognition as the cost of providing service. The District began including Depreciation as a budgeted item in Fiscal Year 2024-25. The estimate is based on the prior year estimated actual Depreciation Expense of \$3.7M plus 2.0% for a total of \$3.8M. The total of which will be reserved for future Capital Improvement Projects.

There is currently \$4,024,780 in continuing projects, including \$94,014 of which are un-appropriated budgeted funds from prior year projects that will not be used and will not be carried forward to Fiscal Year 2025-26.

New water capital improvement projects and expenditures total \$2,740,000 all of which is estimated to be funded with revenues set aside from the current year Depreciation.

Below is a list of the five largest proposed projects:

Cole Grade Road Pipeline Replacement:	\$ 730,000
Reidy Canyon Reservoir Paint and Recoat:	\$ 545,000
Water System HMI Migration – Phase 2	\$ 350,000
Vehicle Replacements:	\$ 240,000
Backhoe Loaders:	\$ 210,000
<b>Subtotal:</b>	<b>\$2,075,000</b>

There are nine other capital projects that make up the remaining difference of \$665,000 in new requests. Details for each new requested project will be presented at the June 17<sup>th</sup> Board Meeting.

Additionally, there are an estimated \$13.55M in capital projects that require outside funding sources either through the sale of bonds or with SRF loans. The projects include the North Broadway Pipeline Relocation for \$3,995,000 and the Old Castle Phase 2 Pipeline Replacement Project for \$9,555,000. Although neither project will be included in the budget, details about both projects will be included in Appendix E of the budget. When the funding plan is finalized and staff is prepared to move forward these projects will be presented to your Board for review and approval. At which point a budget adjustment will be required.

**Water Capital Improvement Charge**

In a similar vain to the current Lower Moosa Canyon Capital Charge, the Board has authorized staff to explore the development and implementation of Water General Fund Capital Improvement Charge. As presented by staff, this charge would be dedicated to either “pay-go” or leveraged financing of the various water system capital improvements identified in the District’s June 2020 Update of the January 2019 Water Master Plan. As envisioned, if such charge were to be implemented, it would provide supplemental capital funds to finance an expanded or accelerated capital improvement program in future years, as such will not impact rate components being considered for the FY 2025-26 Budget. This concept will be brought back to the Board post FY 2025-26 Budget adoption.

**WASTEWATER**

**Lower Moosa Canyon Wastewater**

Operating Expenses increased 3.1% from \$1,714,460 in Fiscal Year 2024-25 up \$52,340 to \$1,766,800 in Fiscal Year 2025-26. The increases are due to increased labor and benefits, outside professional services, insurance, and maintenance of facilities. The increases were partially offset by decreases to temporary labor, interest expense on the Interim Loan from the General Fund, and administrative overhead.

The preliminary budget indicates that in order to cover the increased expenses of \$52,340, a 3.1% increase the wastewater service charge is necessary for operating revenues to continue to fully cover the operating expenses as well as ensure funding of the Replacement Reserve at

about \$390,000 per year. The monthly Lower Moosa Canyon **wastewater service charge** is proposed to increase \$2.01 per month from \$64.86 per Equivalent Dwelling Unit (EDU) to \$66.87/EDU.

The monthly **low-pressure wastewater collection system maintenance fee** is proposed to increase 10% in the preliminary budget. This is necessary because the budgeted expenses total \$99,300 while the estimated revenues, with a 10% increase, total \$71,580, a shortfall of approximately \$27,720. This shortfall has historically been supplemented with interest revenues. However, that cannot be sustained as interest rates decrease. The current low-pressure wastewater collection system maintenance fee is \$53.52/EDU, a 10% increase would increase it \$5.33, up to \$58.85/EDU/month.

Staff is projecting that with the rate increases, the Lower Moosa Canyon operating revenues will be sufficient to meet the anticipated operating expenditures for Fiscal Year 2025-26.

### **Lower Moosa Canyon Wastewater Capital Projects**

There are no new capital project appropriations for Lower Moosa Canyon proposed for Fiscal Year 2025-26. There is however, an estimated \$10.3M in capital projects that require outside funding sources either through the sale of bonds or with SRF loans. The projects include the Lower Moosa Canyon Priority Projects for \$8,975,000 and the Meadows Lift Station Project for \$1,325,000. Although neither project will be included in the budget, details about both projects will be included in Appendix E of the budget. When the funding plan is finalized and staff is prepared to move forward with the projects, they will be presented to your Board for review and approval. At which point a budget adjustment will be required.

There is currently \$434,300 in continuing projects, including \$146,118 in un-appropriated budgeted funds from prior year projects that will not be used and will not be carried forward into Fiscal Year 2025-26.

### **Lower Moosa Canyon Capital Improvement Charge**

The Capital Improvement Charge is \$12/month/EDU and no change is proposed. The charge generates approximately \$360,000 annually, which is necessary in order to meet the debt coverage requirements of the State Water Resources Control Board for future Clean Water State Revolving Fund (CWSRF) Loans. The Lower Moosa Canyon Master Plan, approved in February 2023 outlines the capital improvement requirements over the next 20 years and discusses the need for leveraging the net sewer service charge revenues through short-term funding from the District's General Fund and long-term Clean Water State Revolving Fund (CWSRF) Loans.

## **Woods Valley Ranch Wastewater**

Operating Expenses increased 3.9% from \$1,651,850 in Fiscal Year 2024-25 up \$64,550 to \$1,716,400 in Fiscal Year 2025-26. The increases are due to increased labor and benefits, insurance, regulatory permits and fees, and outside professional services which were partially offset by decreases to electricity.

It's anticipated that revenues for Woods Valley Ranch WRF will not be sufficient to cover the operating expenses and will require approximately \$365,000 from the replacement reserve. This essentially means that the Standby Fee revenue is being used to supplement the operating fund, rather than being reserved for future capital projects.

From last year's rate setting action, the **sewer service charge** is set to increase for the first time since inception by 5.1% from \$98.60 per month up to \$103.50 per month, or \$1,242.00 per year on July 1, 2025. In the current year budget for Fiscal Year 2024-25 staff estimated that approximately \$200,000 would be needed from the replacement reserve to cover operating expenses at Woods Valley for the year. The estimated actual results appear to be right on target. For the preliminary Fiscal Year 2025-26 Budget, in order to cover the entire operating deficit of \$365,000, the rate would need to be increased by 36%. Staff does not recommend doing so. Instead, staff will recommend increasing the rate by 10% per year until operating revenues are sufficient to cover operating expenses. It is believed that it would take approximately 3 years to do so.

The sewer service charge is collected on the property tax roll, if a proposed 10% rate increase is approved by the Board during the upcoming Prop 218 process, the rate would not go into effect until July 1, 2026. A 10% increase to the sewer service charge would increase the rate from \$103.50 per month, up \$10.35, to \$113.85 per month or \$1,366.20 per year.

**Sewer standby fees** for properties not yet connected to the sewer system will remain unchanged in both Fiscal Years 2025-26 and 2026-27 at \$550.32 per EDU and will be utilized to fund the replacement reserve.

From last year's rate setting action, the **grinder pump maintenance charge** for those properties requiring a grinder pump unit are also set to increase by 5.1% effective July 1, 2025 from the current rate of \$50.93 per month or \$611.16 per year to \$53.52 per month or \$642.24 per year. A rate increase of 10.0%, will be proposed to be effective July 1, 2026. It is proposed to increase the rate \$5.33 to \$58.85 per month, or \$706.20 per year.

All fees and charges related to the Woods Valley Ranch Wastewater service area will be collected as fixed charge special assessments on the annual property tax roll.

### **Woods Valley Ranch Wastewater Capital Projects**

New capital project appropriations for Woods Valley Ranch are proposed at \$655,000 for 2 projects; the HMI Upgrade \$415,000 and the Chlorine Room Modification \$240,000.

### **Woods Valley Ranch Wastewater Expansion Project**

The property owner's benefits in the Expansion are assessed via the property tax roll either as a fixed charge special assessment called **Assessment District 2012-1 or a CFD 2020-1 Special Tax**. The Debt Service related to all three CWSRF loans discussed on page 7 are paid for proportionately with funds collected from both the Assessment District (AD) 2012-1 and the Community Facilities District (CFD) No. 2020-1, described below.

Development of the Park Circle Development required the construction of the Orchard Run Lift Station. A Series 1 Special Tax Bond was sold to reimburse funds provided for the design and construction of the Orchard Run Lift Station facility. The bonds were issued by Community Facilities District No. 2020-1 (Park Circle East/West) ("CFD") and represent the first of two bond issuance series anticipated for the CFD. The Series 1 Bonds are secured by and payable from the Special Tax Revenue levied on property within the CFD.

Staff is in the process of determining the required amounts for the AD 2012-1 assessment and the CFD 2020-1 special tax for Fiscal Year 2025-26. That information will be presented in detail at a Board meeting in June or July by the District Engineer, Wally Grabbe.

There are no new capital appropriations proposed for the Woods Valley Ranch Expansion in Fiscal Year 2025-26.

**RECOMMENDATION:**

After review and discussion, provide staff with Board input on the proposed assumptions. Information item only, no action is required. The completed budget will be presented at a later date.

**PREPARED BY:**

  
\_\_\_\_\_  
**Vanessa Velasquez**  
**Manager of Accounting & Deputy**  
**Director of Finance**

**APPROVED BY:**

  
\_\_\_\_\_  
**Gary T. Arant**  
**General Manager**

**REVIEWED BY:**

  
\_\_\_\_\_  
**James V. Pugh**  
**Director of Finance & Administration**



**Date:** May 5, 2025

**TO:** Board of Directors

**FROM:** Gary Arant, General Manager

**SUBJECT:** CAPACITY ALLOCATION TRANSFER FROM NORTH TO SOUTH VILLAGE  
CONCEPTUAL APPROVAL

**PURPOSE:**

To provide the Board of Directors with an overview and seek conceptual approval of a proposed capacity allocation transfer from the proposed Indian Creek Project ("Indian Creek") to the Park Circle Community Facilities District No. 2020-1 ("CFD") and seek direction to develop the necessary agreements to effect the transfer.

**SUMMARY:**

When the original Woods Valley Ranch Assessment District (AD 2012-1) was established, it was recognized that a mechanism would be needed to allow the transfer of capacity allocation between properties with excess capacity to properties needing additional capacity. As such, a Capacity Allocation Transfer Policy was established in the District Administrative Code Section 171.11 (c).

*Such a transfer has been proposed between the proposed **Indian Creek Development** located in the North Village Area and the **CFD**, generally as follows:*

**The Need....**

- Indian Creek is a proposed development located in the North Village;
- Indian Creek currently has a capacity allocation of 271 EDUs of treatment, storage and disposal in the Wood Valley Ranch Water Reclamation Facility (WVRWRF);
- Indian Creek desires to transfer the allocation and financial obligation for a portion of its capacity to the CFD;
- The CFD needs an additional capacity allocation of 218.5 EDUs to meet its long-term treatment needs;
- The CFD can meet those needs through either:
  - the financially secured Phase 3 Expansion of the WVRWRF, or
  - by securing a Capacity Allocation Transfer.

**The Issue...**

- At this time, the CFD does not have sufficient annual special tax revenue above the current loan and bond obligations to fully fund or finance the reimbursement of the additional capacity allocation of 218.5 EDUs in one transaction;
- A method needs to be developed to provide for incremental Capacity Allocation Transfers from Indian Creek to the CFD and financial reimbursement from the CFD to Indian Creek.

### **The Solution...**

- Over time, CFD special tax revenues will expand, based upon the 2% annual increase established in the Rate and Method of Apportionment ("RMA") approved at CFD formation and current loan and bond obligations being resolved, freeing up revenues sufficient to complete the Capacity Allocation Transfer;
- Indian Creek is willing to transfer the needed capacity allocation of 218.5 EDUs on a scheduled, incremental basis based upon an extended reimbursement from the projected increasing net financial capacity of the CFD;
- All capacity allocations will be transferred and financial obligations from the CFD to Indian Creek are anticipated to be fully met by 2043;
- When Indian Creek requires actual wastewater treatment capacity in the future, it will form a new Indian Creek CFD, or by other means, and finance the anticipated Phase 3 Expansion of the WWRWF; and
- Indian Creek has and will retain and will continue to meet the ongoing financial obligations of its existing collection system capacity from the North Village to the WRRWF.

### **The Mechanism...**

- Under the authority of VCMWD, the CFD and Indian Creek will enter into a long-term reimbursement agreement based upon the projected availability of the CFD's special tax revenues above its current loan and bond obligations.
- The reimbursement agreement will be administered by VCMWD.

### **Background**

As the Board is aware, the Woods Valley Ranch Wastewater Reclamation Facility (WVRWRF) underwent the Phase 2 Expansion, moving the treatment capacity from 75,000 gpd capacity to 275,000 gpd capacity to serve an additional 1,247 EDUs of wastewater treatment and disposal capacity in the North and South Villages.

### ***The Need –***

**Indian Creek** – Pursuant to the planning study submitted by Dexter Wilson Engineering, Inc. in October 2024, the Indian Creek Project consists of 12 existing parcels comprising a total of 121.38 acres located north of Valley Center Road, east of Cole Grade Road and south of Misty Oak and Fruitvale Road (see attached map). This property is formerly known as the Westin Properties, and is colloquially referred to as "Maddox Field". Currently, the four separate property owners of the twelve project parcels are being represented by Indian Creek Associates, LLC. This project proposes to construct 573 single-family and multi-family residential units and 8.39 acres of commercial development along with 3.57 acres of amenity space. This property currently has a capacity allocation of 271 EDUs of treatment capacity, but will need additional capacity from a future expansion of the WVRWRF.

At this time, the ownership of the Indian Creek Development has expressed a desire to transfer a portion of its current capacity allocation and its corresponding financial responsibility to the CFD. It is anticipated that the project's future wastewater treatment needs will be met through the Phase 3 expansion of the WWRWRF and it is likely that they will utilize a new CFD at some point in the future to fund the expansion project.

**Park Circle** - Initially, a 425.5 EDU capacity allocation was secured by the developer of the Park Circle East/West Project, ("Touchstone") as part of Assessment District 2012-1 and the Woods Valley Ranch Wastewater Expansion Project. Park Circle consisted of 632 single family lots and 4.28 acres of commercial development, resulting in a total wastewater capacity need of 644 EDUs, 218.5 EDUs short of the initial capacity allocation. Touchstone later petitioned VCMWD for the formation of Community Facility District ("CFD") to provide for spreading the Expansion Project cost to the Park Circle single family lots more proportional to the home size and value as opposed the equal benefit methodology of the assessment district and to provide a funding source for the capacity allocation needed from a future Phase 3 WWRWRF Expansion Project (the "Phase 3 Project"). Touchstone provided a financial security for the additional capacity included with the planned Phase 3 Project. Given the current and projected flows to the plant, it was determined that Park Circle could utilize the connections the expansion should not be done in the near term and would likely be deferred and done more cost effectively as a part of a future, larger Phase 3 Expansion of the WWRWRF.

*However, at some point, the CFD still needs an additional treatment capacity allocation of 218.5 EDUs from the WWRWRF to meet its ultimate needs.*

**The Issue** - While there are two willing parties to affect the capacity allocation transfer, the CFD does not have the financial capacity at this time to fully reimburse Indian Creek for its equity in the proposed capacity transfer, nor does the CFD have the bonding capacity to issue additional debt to effect the transfer of the all the needed capacity at one time.

**The Solution** – Indian Creek is willing to agree to transfer their capacity allocation of 218.5 EDUs to the CFD over time on a scheduled basis, reducing Indian Creek's annual assessments for the capacity transferred each year and receiving incremental payments as the CFD's available special tax revenues increase 2 percent each year pursuant to the RMA approved with formation of the CFD and retirement of the outstanding SRF loans and bonded indebtedness. The CFD will then be able to meet its treatment capacity needs without a physical expansion or modification of the WWRWRF and Touchstone's financial security can be released.

It is projected that the CFD would be able to fully fund the capacity transfer by 2043, if not sooner.

**The Mechanism** - As stated above, under the authority of the VCMWD, the CFD and Indian Creek will enter into a long-term reimbursement agreement based upon the projected increasing availability of CFD special tax revenues above the current loan and bond obligations. The reimbursement agreement would be administered by VCMWD just as it would administer an SRF Loan or Bond repayment.

## RECOMMENDATION

Anticipating the Board's concurrence with this general concept, it is recommended that General Counsel work with staff to develop the agreement(s) necessary to implement this general capacity allocation transfer concept and return to the Board in the June timeframe to be considered for approval and implementation.

**SUBMITTED BY:**



**Wally Grabbe, PE**  
**District Engineer**

**APPROVED BY:**

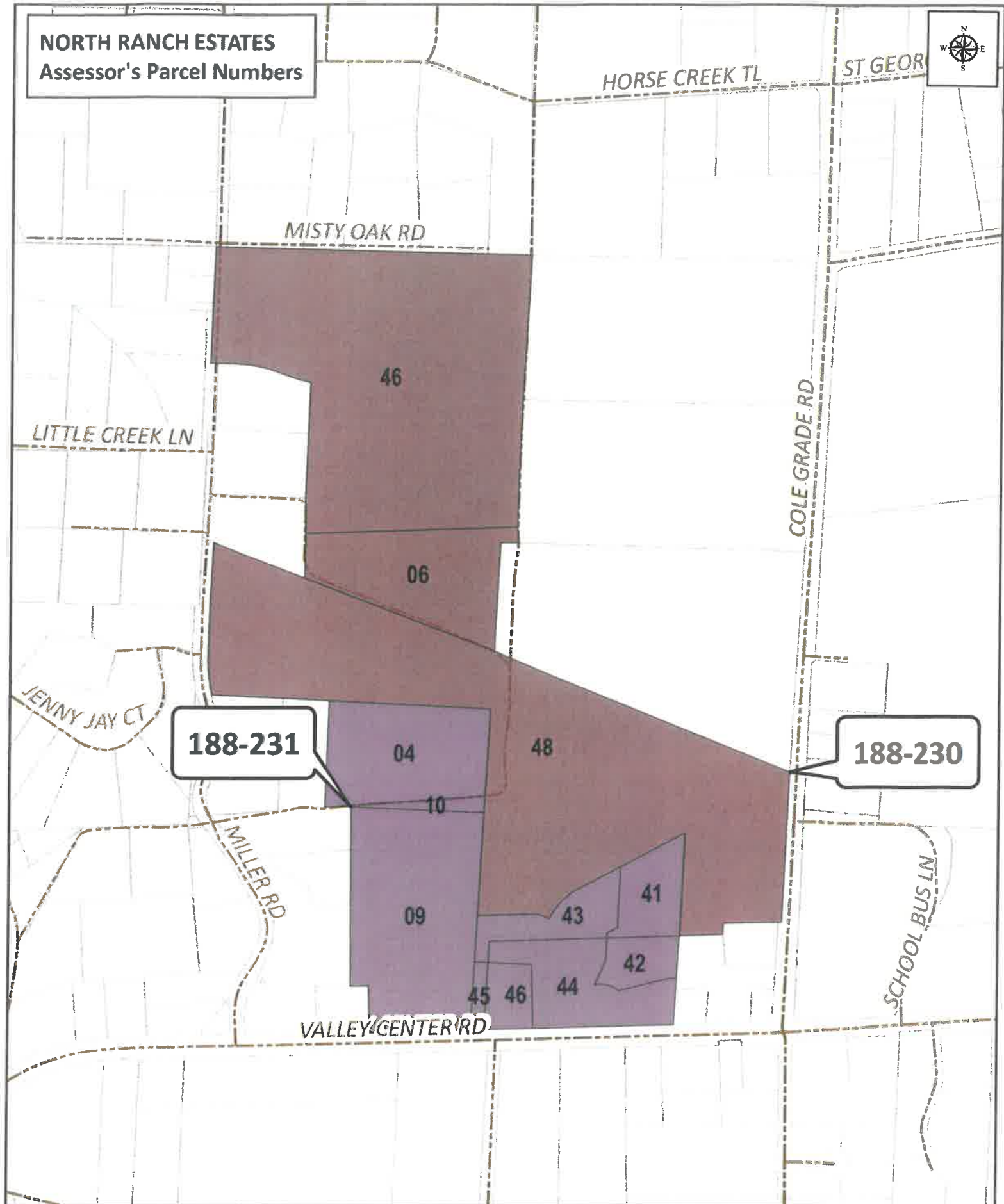


**Gary T. Arant**  
**General Manager**

**Attachments:**

Indian Creek Development Parcel Map  
Indian Creek Development Map (Oct 2024 Draft)

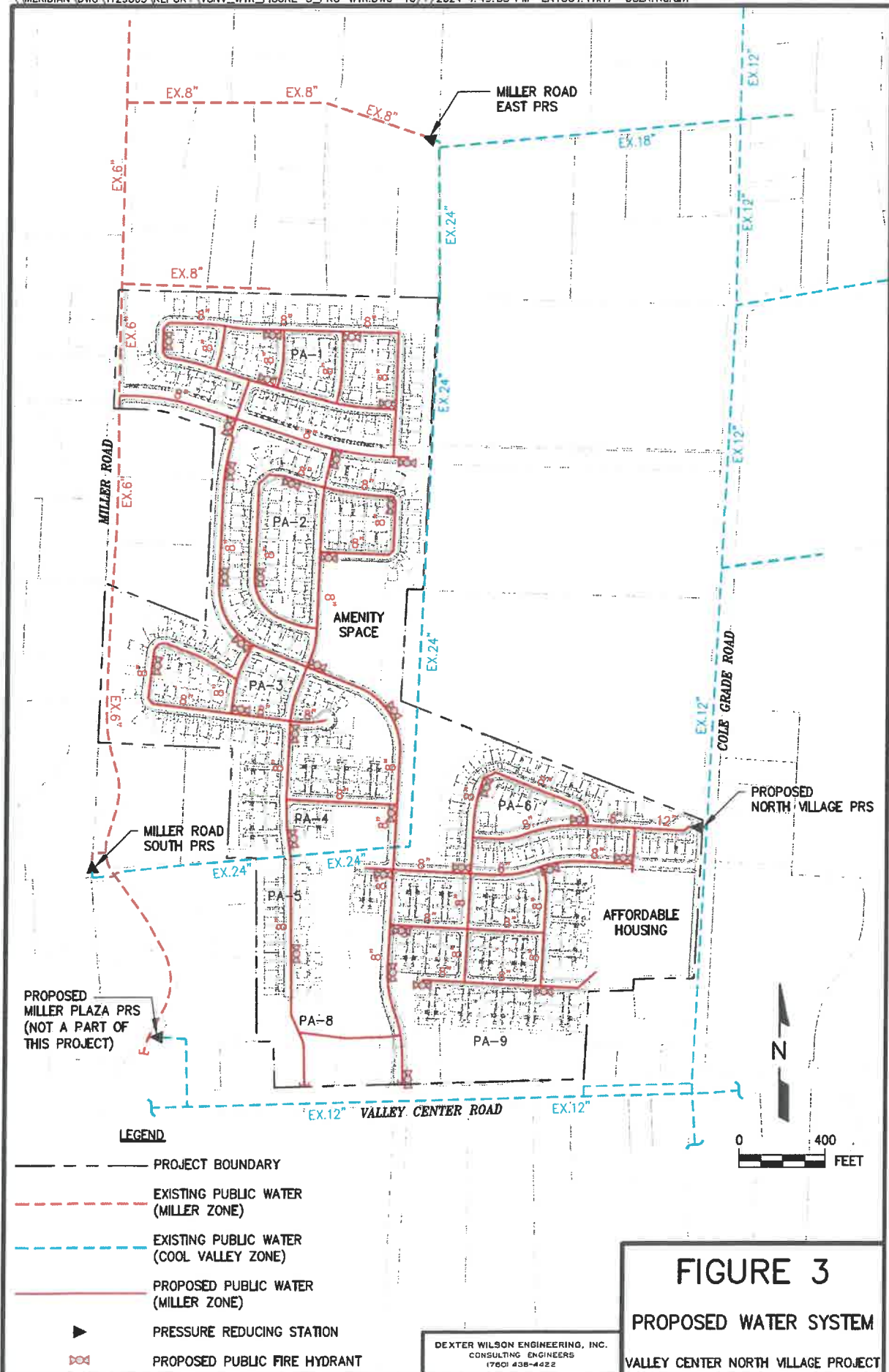
**NORTH RANCH ESTATES**  
**Assessor's Parcel Numbers**



Valley Center  
Municipal Water District

**INDIAN CREEK ASSOCIATES CAPACITY TRANSFER PARCELS**  
**ASSESSOR PARCEL NUMBER EXHIBIT**

2/20/2025  
Y:\GISProjects\SouthVillage\NorthRanchEstates.aprx  
Source: SanGIS; SANDAG; VCMWD





## **SUMMARY OF FORMAL BOARD OF DIRECTORS' MEETING APRIL 24, 2025**

1. Final 2024 Water Facilities Master Plan.  
The Board approved the 2024 Master Plan and directed staff to integrate its recommendations into the development of the Capital Improvement Program (CIP) for future Board consideration; Adopted the 2025 San Vicente Carryover Storage Policy Update; Adopted the 2025 Seismic Prioritization Policy; and Ratified Addendum 1 to the Supplemental Programmatic Environmental Impact Report (SPEIR) for the 2013 Regional Water Facilities Optimization and Master Plan Update and the 2003 Regional Water Facilities Master Plan Programmatic Environmental Impact Report (PEIR), and authorized filing of a Notice of Determination.
2. Monthly Treasurer's Report on Investments and Cash Flow.  
The Board noted and filed the monthly Treasurer's Report.
3. City of Del Mar Waiver Request for Late Fee on January 2025 Water Bill.  
The Board authorized the General Manager to waive City of Del Mar late fee for the January 2025 water invoice amounting to \$3,103.78.
4. Adopt a reimbursement resolution for the Capital Improvement Program.  
The Board adopted Resolution 2025-08, a Resolution of the Board of Directors of the San Diego County Water Authority, declaring the Water Authority's official intent to reimburse itself for certain capital project expenditures from proceeds of future debt obligations.
5. Liquidity Facility Supporting the Water Authority Tax Exempt Commercial Paper Program.  
The Board adopted Resolution 2025-09 authorizing the extension of the term of a liquidity agreement with Bank of America, N.A., as the liquidity provider for the Series 9 Commercial Paper Notes program and authorizing and approving certain actions in connection therewith.
6. Drilling services contract with J &H Drilling Co., Inc. dba M R Drilling to provide anode drilling for the First Aqueduct Cathodic Protection Installation and Improvements at San Luis Rey River and San Dieguito River.  
The Board awarded a services contract, with non-material modifications as approved by the General Manager or General Counsel, to J & H Drilling Co., Inc. dba M R Drilling to provide drilling services for a period of seven months, for a not-to-exceed amount of \$222,450, and authorized the General Manager, or designee, to execute the contract.





7. Resolution adopting the WaterSMART Environmental Water Resources Projects Grant for Fiscal Year 2024 and Fiscal Year 2025 awarded by the Bureau of Reclamation for the San Luis Rey Wetland Habitat Restoration project.  
The Board adopted Resolution No. 2025-10, a resolution of the Board of Directors of the San Diego County Water Authority, supporting the Water Authority's grant application for the San Luis Rey Wetland Habitat Restoration Project, authorizing the General Manager, or designee, to accept any grant funds awarded and committing the Water Authority to the financial and legal obligations associated with the receipt of grant funds.
8. Amendment to the services contract with Comtronix Communications, Inc, for Preventative Maintenance Services.  
The Board authorized the General Manager to execute the Third Amendment to the services contract with Comtronix Communications, Inc, for two-way radio preventative maintenance, testing, inspection, repair, and installation services, with such non-material modifications as approved by the General Manager, or General Counsel, for a not-to-exceed amount of \$210,000, increasing the authorized cumulative amount from \$150,000 to \$210,000, and authorized the General Manager, or designee, to execute the amendment.
9. Construction contract with Structural Preservation Systems, LLC for the Pipeline 4 Repair at Dulin Hill project.  
The Board awarded a construction contract to Structural Preservation Systems, LLC in the amount of \$1,723,000 for the Pipeline 4 Repair at Dulin Hill project, and approved a funds transfer in the amount of \$3,353,317 from the Operating Departments budget to the Fiscal Years 2024 and 2025 Capital Improvement Program (CIP) appropriation to fund the Pipeline 4 Repair at Dulin Hill project.
10. Adopt positions on various bills.  
The Board adopted a position of Support on the Improving Atmospheric River Forecasts Act (Padilla and Murkowski), to establish a forecast improvement program within the National Weather Service, a position of Support on HR.1267 (Perez and Maloy), Water Systems PFAS Liability Protection Act, a position of Oppose on AB 269 (Bennett), Dam Safety and Climate Resilience Local Assistance Program, a position of Support on AB 580 (Wallis), Surface Mining: Metropolitan Water District of Southern California, a position of Oppose unless Amended on AB 794 (Gabriel), California Safe Drinking Water Act: emergency regulations, a position of Support on SB 394 (Allen), Water Thefts: fire hydrants, a position of Support on SB 496 (Hurtado), Advanced Clean Fleets Regulation: appeals advisory committee: exemptions, and a position of Support on SB 599 (Caballero), Atmospheric River Extended Forecasting.
11. Adopt position on Senate Bill 350.  
The Board adopted a position of Support if amended on SB 350 (Durazo), water rate assistance program and directed staff not to file position unless amendments are included.





12. Adopt position on AB 532.  
The Board adopted a position of Support on AB 532 (Ransom), water rate assistance program.
13. The Board approved the minutes of the Formal Board of Directors' meeting of March 27, 2025.
14. The Board adopted Resolution No. 2025-11, a Resolution of the Board of Directors of the San Diego County Water Authority, honoring Bill Eich upon his retirement from the Board of Directors.

May 5, 2025

**TO:** Honorable President & Board of Directors  
**FROM:** Gary T. Arant, *General Manager*  
**SUBJECT:** DISTRICT STATUS REPORT – FEBRUARY 2025

**PURPOSE:**

To provide the Board with a status report on District operations, activities and projects.

**SUMMARY:**

For the month ending February 28, 2025, the following reports are presented by the Operations, Engineering, Finance, Information Technology (I.T.), and General Administration Departments:

**I. OPERATIONS DEPARTMENT:**

**A. WATER / WASTEWATER DIVISION:**

	<b><u>FEB</u></b>	<b><u>FEB</u></b>	<b><u>FY</u></b>	<b><u>FY</u></b>
<b>Water Operations</b>	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
			<b><u>to Date</u></b>	<b><u>to Date</u></b>
Flow (average cfs)	10.15	4.34	22.31	18.10
Total Rainfall (inches)	2.76	6.57	3.89	14.67
Average 24 Hr. Temp. (EF)	57	52	64	64
Average High Temp. (EF)	70	61	79	76

<b>Water Purchases (A.F.)</b>	564.16	241.02	9,291.48	8,796.25
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	<b><u>Budgeted</u></b>	<b><u>Projected</u></b>	<b><u>Actual</u></b>
	<b><u>2024-25</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
<b>Water Sales (A.F.)</b>	13,000.0	14,100.0	11,493.3

	<b><u>JAN</u></b>	<b><u>DEC</u></b>	<b><u>F.Y.</u></b>
	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2024-25</u></b>
			<b><u>to Date</u></b>
<b>Power Purchases</b>			
<b>Electricity and Natural Gas</b>			
Total kWh Purchased	449,441	473,631	4,336,216
Avg. Cost/kWh	\$0.226890	\$0.226285	\$0.233476
Total Therms Purchased	40,455	33,088	361,214
Avg. Cost/Therm	\$1.21452	\$1.14933	\$1.03997

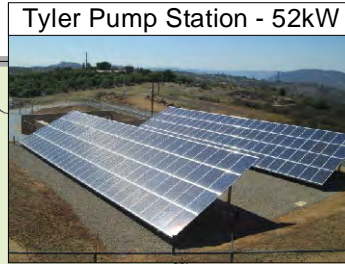
# Operations and Facilities Department RENEWABLE ENERGY PROJECTS



Country Club Res - 58kW



Miller Pump Sta. (A) - 70kW



Tyler Pump Station - 52kW



Cool Valley Res - 91kW



Corporate Facility - 152.5kW



Moosa WRF - 278kW



MJM Pump Station - 30kW



Lake Turner - 1.1MW



Cobb Res - 30kW

## Solar Sites Online

★ (9) Sites - Total 1.86MW

## Proposed Future Solar Sites

- Betsworth PS - Future 868kW
- Miller PS (B) - Future 431kW
- Total: 1.3MW

### Terms:

kW - Kilowatt or 1,000 Watts  
MW - Megawatt or 1,000 Kilowatts  
1 MW will power 1,000 Homes



## RENEWABLE ENERGY PROGRAM

Project	Start Date	kWh Produced JAN 2025	Savings from Solar JAN 2025	CSI Rebate JAN 2025	kWh Produced Fiscal Year	Savings from Solar Fiscal Year	CSI Rebate Fiscal Year	kWh Produced To Date	Savings from Solar To Date	CSI Rebate To Date
Lake Turner	1/1/2009	126,703	Not Available		872,431	Not Available		24,208,113	\$443,357	
Tyler Pump Station	6/3/2013	6,226	\$1,453		47,839	\$10,562		1,019,918	\$208,141	\$61,739
Circle R Pump Station	11/13/2013	6,089	\$1,421		49,593	\$10,950		1,030,260	\$211,762	\$68,201
Cobb Reservoir	4/1/2015	3,847	\$898		31,897	\$7,039		540,425	\$112,683	\$37,481
MJM Pump Station	6/1/2015	3,219	\$751		25,899	\$5,708		447,071	\$93,833	\$32,525
Cool Valley Pump Station	3/23/2016	10,769	\$2,513		86,926	\$19,178		1,346,678	\$289,196	
Miller Pump Station	7/1/2016	7,737	\$1,805		30,913	\$13,453		954,207	\$204,333	
Lower Moosa Canyon	8/7/2023	29,843	\$90		252,371	\$3,699		778,248	\$24,852	
Corporate Facility	7/12/2024	12,191	\$792		111,270	\$13,701		111,270	\$13,701	
<b>TOTALS</b>		<b>194,433</b>	<b>\$8,931</b>	<b>\$0</b>	<b>1,397,869</b>	<b>\$70,589</b>	<b>\$0</b>	<b>30,324,920</b>	<b>\$1,588,157</b>	<b>\$199,946</b>

**Total Program Cost Savings:** \$ 1,788,103

**Total Metric Tons of CO2e Offset by Renewable Energy Production:** 9,765

**SDG&E CO2e Factor:** 0.322

<b>Total Renewable Energy Credits ("REC") Sold:</b>	<b>24,581</b>	<b>Value:</b>	<b>\$ 49,207</b>
<i>No credits sold in January 2025</i>	+ <u>0</u>		+ \$ <u>-</u>
	<b>24,581</b>		<b>\$ 49,207</b>

<b>Wastewater</b>	<b>FEB</b>	<b>FEB</b>	<b>FEB</b>
Daily Flows (Average M.G.D.)	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2023</u></b>
Moosa	.266	.320	.262
Woods Valley	.128	.132	.108
		<b>F.Y.</b>	<b>F.Y.</b>
<b>Recycled Water</b>	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2024-25</u></b>
Woods Valley Ranch WWRF (A.F.)	11.04	11.76	<b><u>to Date</u></b>
			<b><u>2023-24</u></b>
			<b><u>to Date</u></b>
			93.29
			90.63

**B. CUSTOMER CONTACTS:**

	<b>FEB</b>	<b>FEB</b>	<b>F.Y.</b>	<b>F.Y.</b>
<b>Customer Service Requests:</b>	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
Backflow Leaking	1	3	43	37
Conservation	0	0	0	0
Facilities Damaged by Others	1	0	2	1
Leaks	13	15	201	224
Miscellaneous	8	18	155	168
No Water	1	2	43	36
Pressure	1	5	68	70
Sewer	0	0	4	2
STEP System	3	3	21	22
Water Quality	0	1	6	10
<b>After-Hour Call-Outs</b>				
SCADA	6	2	33	28
Customer	20	3	192	64

**C. SAFETY MEETINGS:**

**Safety Meetings**

02/04/25	-	Dog Safety	(Brandon Dendy)
02/11/25	-	Forklift Training	(Bill Morris)

**D. SECURITY:**

	<b>FEB</b>	<b>FEB</b>	<b>F.Y.</b>	<b>F.Y.</b>
	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
Trespassing/Break-ins	0	0	5	1
Vandalism	0	0	0	0
Threats/Suspicious Activity	0	0	0	0
Theft	0	0	0	1

**E. METER SERVICES DIVISION:**

	<b>FEB</b>	<b>F.Y.</b>	<b>F.Y.</b>
	<b><u>2025</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
<b>Installation/Maintenance/Repair</b>		<b>to Date</b>	<b>to Date</b>
Meters Installed	2	49	130
Meter Service Repairs	5	38	73
Total Meters Exchanged	10	105	97
<b>Meter Flow Test Bench</b>			
Meters Tested	18	87	117
<b>Backflow Program</b>			
<b>RP &amp; DC Devices</b>			
Tested	797	4,204	4,067
Repaired	41	223	219
Installed	10	101	238

**F. WATER FACILITIES DIVISION:**

	<b>FEB</b>	<b>F.Y.</b>	<b>F.Y.</b>
	<b><u>2025</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
<b>Pump Maintenance</b>		<b>to Date</b>	<b>to Date</b>
Pumps Pulled	2	8	3
Electric Motors Repaired	2	9	1
Electric Motors Rewound	0	0	0

**G. CONSTRUCTION & MAINTENANCE DIVISION:**

	<b>FEB</b>	<b>F.Y.</b>	<b>F.Y.</b>
	<b><u>2025</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
<b>Pipeline Maintenance/Repair</b>		<b>to Date</b>	<b>to Date</b>
Mainline Repairs	1	14	15
Shutdowns	0	4	4
Shutdowns Due to New Construction	0	5	9
<b>Valve Maintenance</b>			
Quad completed: A – K			
60% through Quad L			
<b>Leak Detection Program Status</b>			
100% of facilities detected through Quads: A – K			
60% of facilities detected through Quad L			

	<b>FEB</b>	<b>F.Y.</b>	<b>F.Y.</b>
	<b><u>2025</u></b>	<b><u>2024-25</u></b>	<b><u>2023-24</u></b>
<b>Landscape (Reservoirs) Maintenance</b>		<b>to Date</b>	<b>to Date</b>
Station Maintenance	20	147	162

**H. VEHICLE MAINTENANCE:**

	<b><u>FEB</u></b> <b><u>2025</u></b>	<b><u>F.Y.</u></b> <b><u>2024-25</u></b> <b><u>to Date</u></b>	<b><u>F.Y.</u></b> <b><u>2023-24</u></b> <b><u>to Date</u></b>
Vehicles Serviced	12	44	39
Miles Driven	26,893	223,148	222,251
Gallons of Fuel Consumed - Vehicles	2,174	18,288	18,913
Gallons of Fuel Consumed – Equipment	98	4,073	1,349
MPG (average)	12.8	12.6	12.4
Pickup Trucks MPG	15.7	14.6	14.6
Service Trucks MPG	7.0	7.9	7.5
Average Vehicle Miles	480	521	498
 Total Mileage on Vehicles		4,346,374	4,718,956
 Total Number of Vehicles in Fleet	56		
Vehicles in Service	50		
Surplus Vehicles Available	6		

**FIELD DEPARTMENT  
CAPITAL FUNDED PROJECTS SUMMARY**

Project No.	Name	F.Y. Auth- orized	Budget 2024- 2025	Total Project Budget	Contracts		Comments	Dept.
					Contractor / Consultant	% Complete JAN FEB		
01-06-78-51050	Natural Gas Engine Controls Upgrade and Automation	16-17		\$190,000		33% 33%	Construction in progress	P&M
01-06-78-51650	Risk and Resilience Assessment and Emergency Response Plan	20-21		\$151,000		95% 95%	Risk and Resiliency Assessment 100% complete. ERP Plan is complete. Training will take place after COVID	SAFETY
01-06-78-51080	Pump Station Power Monitors	22-23		\$56,220		15% 15%	Construction in progress	P&M
01-06-78-51370	Vehicles - Pickup Truck	23-24		\$115,565		50% 50%	On Order	P&M
01-06-78-51371	Vehicles - Service Truck	21-22		\$430,525		100% 100%	Completed	P&M
01-06-78-51373	Vehicles - Hooklift Truck	22-23		\$238,800		30% 30%	Received Truck, Hooklift assembly out to bid	P&M
01-06-78-51374	Vehicles - Service Truck 1.5 Ton	23-24		\$204,750		100% 100%	Completed	P&M
01-06-78-51375	Vehicles - Service Truck 1.0 Ton	23-24		\$136,435		100% 100%	Completed	P&M
01-06-78-51880	Electric Motor Soft Starter Replacements	23-24		\$60,000		20% 20%	Received, Installation in Progress	P&M
01-06-78-51930	Paradise Reservoir Site Chloramine Boosting System	23-24		\$214,500		0% 0%		P&M
13-06-78-53140	Lower Moosa Collection System Vitrified Clay Pipe Lining	18-19		\$119,000		90% 90%	Contractor making repairs	WW
13-06-78-53430	Lower Moosa Canyon WRF Islands Lift Station Generator	20-21		\$55,000		100% 100%	Completed	P&M
13-06-78-53300	Sludge Transfer Pump Upgrade/Replacement	22-23		\$33,000		90% 90%	Installation in process	WW
13-06-78-53372 17-06-78-57372	Vehicles - Service Truck	22-23		\$119,590		100% 100%	Completed	P&M



## II. ENGINEERING DEPARTMENT:

### A. ENGINEERING SERVICES:

	<u>February 2025</u>	<u>January 2025</u>	<u>F.Y. 2024-25 To Date</u>	<u>F.Y. 2023-24 To Date</u>
Fire Meter Sales	2	0	25	74
Meter Sales	0	1	19	69
Meter Relocation	1	0	2	30
Meter Resize	0	0	2	10
Maps Processed (PF letters)	5	0	13	20
Agency Clearances Signed	5	6	51	97
Fire Hydrants/Special Projects Accepted	0	1	5	5
Underground Service Alerts/Mark-Outs	322	463	3,036	4,678
Potable Construction Meters	1	2	20	43
One Day Permits	0	0	1	1
Wastewater Inspections	0	1	2	4

#### General Activity:

In addition to the items listed in the above table, Engineering Services staff assists with encroachment permits and violations, provides information for mark outs and helps customers with water conservation questions, and available rebate programs.

### B. GEOGRAPHICAL INFORMATION SYSTEM (GIS):

The GIS team continuously adds or updates facility data in the system as changes occur, supporting project managers with maps, exhibits, and data analysis.

The following took place in February:

1. Water and wastewater infrastructure updates included adding or updating 10 valve/appurtenances, adding 72 laterals and fittings to existing meters and 91 water meter locations via GPS coordinates. Edits generated from 7 as-built record drawings were completed and 8 map exhibits were produced. SanGIS updates were downloaded for the most recent addresses, parcels, right of way and roads.
2. Continued to assist other departments in leveraging web applications, educating them on available tools and data queries while identifying opportunities to improve job efficiency.

3. Updated the Natural Gas Engine and Generator tables, enabling users to easily identify which units are active and which are inactive within Cityworks.
4. Improved the process of importing relevant customer information into the meters feature with the assistance of a consultant, allowing seamless access to meter data within both Cityworks and the main web application. This enhancement helps users efficiently view and manage meter information to better serve the District.
5. Consolidated wastewater information into a web dashboard, providing an at-a-glance view of the system along with detailed insights.

## C. EASEMENT ENCROACHMENTS:

### Summary of Activities:

In the month of February, staff moved one permit from Pending Evaluation to Active Permit, this Encroachment permit is for a gate installation. In addition, staff closed two Active Permits, one for paving and one for a fence installation. All other existing files are still pending.

	ENCROACHMENTS STATUS TABLE				
	Encroachment Violations			Encroachment Permits	
2/1/2025-2/28/2025	Pending Evaluation	Owner Resolution	District Resolution	Pending Evaluation	Active Permits
Beginning Log	12	23	11	19	12
Plus New	0	0	0	0	1
Less Completed	0	0	0	1	2
Ending Log	12	23	11	18	11

### Encroachment VIOLATION Footnotes:

Pending Evaluation – This column represents the status of reported encroachment violations. The number of new violations reported during the month is indicated along with the number of violations that were resolved during the month. Resolution may result in either a) the property owner agreeing to remove the encroachment violation, b) in some cases, the District allowing the encroachment violation to remain pending resolution by the District, c) issuance of an encroachment permit that allows the encroachment to remain as is, or d) issuance of an encroachment permit that requires modification of the encroachment by the owner. Once the course of action for resolution of the encroachment violation has been determined, it is shown completed in the Pending Evaluation column and becomes a new item in either the Owner Resolution Column, the District Resolution Column, or the Active Permit Column.

Owner Resolution – Removal of the encroachment violation is a property owner action requirement and will be inspected by District staff. The number of encroachment violations that were removed during the month is indicated as completed in this column.

District Resolution – Staff has determined that the encroachment violation is not a result of the current owner's action and has agreed to allow the encroachment to remain pending resolution by the District. The encroachment violation is properly documented and made clear to the owner that the District is not responsible for damage to the encroachment as a result of the operation, maintenance, or failure of the District's facility in the easement.

#### **Encroachment PERMIT Footnotes:**

Pending Evaluation – This column represents the status of requests to construct facilities or other improvements within a District easement under review and consideration. The number of requests received during the month is indicated as new and the number of requests resolved is indicated as completed. Resolution of the request included either a) denial of the encroachment request, or b) issuance of an encroachment permit. Many times, the encroachment permits are issued concurrently with the completion of the work. Encroachment permits that will require further follow up inspection are shown in the Active Permits column.

Active Permits – This column shows the status of encroachment permits approved by District with work in progress and being inspected by District staff. Although the work is authorized, work may not commence immediately.

#### **D. DEVELOPER FUNDED PROJECTS:**

See **Table I** and Location Map for project details and general status of the **Special Projects**, Private Low-Pressure Wastewater Collection System Installations and Cell Site Projects that are in process.

See **Table II** and Location Map for general status of all **Developer-Funded Projects**.

**ENGINEERING DEPARTMENT**  
**TABLE I - ENGINEERING SERVICES PROJECTS SUMMARY**

Job # 182xx	PROJECT NAME	<u>Owner Engineer</u>	Plan Approval	Estimated Construction Cost	Contractor	% Complete Construction	Final Accept.	February 2025 Comments
15	Wohlford Estates - RDDMWD & COE Project, Incl. VCMWD Waterline Relocation and Access Easement	Jared Aronowitz (Beazer) <u>Masson &amp; Associates</u>	11/2/2022	N/A	TC Construction	95%		Developer is working on offsite storm drain.
28	Miller Road Plaza - Shopping Center: Water/Irrig. & Fire Service, w/Grinder Pump	<u>Valley Center View Properties</u> Wynn Engineering	10/12/22	\$400,000	Gratzl Heavy Equipment Rental (Grading)	60%		All proposed water facilities have been installed. Testing cannot commence until sewer improvements are completed. Gratzl Heavy Equipment made minor repairs to the asphalt surface of the new water line trench in July. <b>The project remains dormant since September 2023.</b>
44	San Pasqual Retail Center adjacent to Horizon Fuel Center Ph 1 - Water Service Installation Ph 2 - Road Widening and Appurtenance Relocation Ph 3 - Ziggy's Coffe	<u>San Pasqual Economic Development Corporation</u> Masson and Associates Inc	3/18/2021	\$92,758	TLM Petro Labor force, Inc.	98%		Contractor worked to complete outstanding punch list items.
64	Anthony Rd. Fire Hydrant - Blackrock	<u>David Klose</u>	N/A	\$28,685	Draves Pipeline	100%	1/9/2025	Final acceptance issued January 9, 2025. In 1-year Warranty Period through January 2026.
65	ARCO Gas Station and Store at VC Rd & Cole Grade Rd Domestic/Irrig/Fire Service and Sewer with Grinder pump	<u>Rafat Mikhail</u> Civil Landworks	5/2/2023	Pending	Zigman Shields	5%		VCMWD staff is working with developer to approve material submittals.
67	Hamid Quitclaim	<u>Hamid Liaghat</u>	N/A	\$2,000	Szytel Engineering	90%		Mr. Liaghat is in the process of reverting the Minor subdivision map to acreage. VCMWD requires confirmation the process has been completed by the County prior to finalizing the quitclaims.
82	V.C. Fire Station No. 3 Domestic Service and Fire Detector Assembly	Joe Napier Phil Buccola Engineering	4/14/2025	Pending	Erickson-Hall Construction Co. Brandon Hamlett	0%		Plans are ready for VCMWD signature, waiting on Developer to provide mylar copies. (No Activity in February)
83	McNally - JHR Partners Fire Hydrant	JHR Partners Wade Rupe	11/13/2024	\$32,500	West Coast Underground	95%		Material submittals from contractor were approved. Construction is scheduled for early March.

**ENGINEERING DEPARTMENT**  
**TABLE I - ENGINEERING SERVICES PROJECTS SUMMARY**

Special Projects (01-00-00-182xx), Continued.								
Job # 182xx	PROJECT NAME	Owner Contactor	Plan Approval	Estimated Construction Cost	Contractor	% Complete Construction	Final Accept.	February 2025 Comments
84	Terranova Rd Improvements	Giovannina Martin Family Trust Andrea Terranova Wynn Engineering	N/A	Pending	Pending	0%		Project account was established and initial \$3,000 deposit was collected in June 2023. <b>No activity since the account was established.</b>
85	Gonzalves - Guejito Rd Fire Hydrant	AAAffordable Construction Sam Trafficanda	N/A	\$57,440	Downstream Services	100%	7/2/2024	<b>Final acceptance issued July 2, 2024.</b> <b>In 1-year Warranty Period through June 2025.</b>
86	Price Fire Hydrant	Ayesha Ahmed-Price	NA	\$37,900	Draves Pipeline	100%	7/2/2024	<b>Final acceptance issued July 2, 2024.</b> <b>In 1-year Warranty Period through June 2025.</b>
87	Beija Flor Fire Hydrant	Liang Lu	N/A	\$28,750	Mike Gratzl	100%	7/2/2024	<b>Final acceptance issued July 2, 2024.</b> <b>In 1-year Warranty Period through June 2025.</b>
88	Hernandez / Manzanita Crest Fire Hydrant	Luis Hernandez	N/A	\$31,900	West Coast Underground	100%	9/30/2024	<b>Final acceptance was signed October 1st. The project is now in 1-year warranty until October 2025.</b>
89	Portinos LP Sewer Lateral	June Knab	Pending	\$91,000	Mike Gratzl	0%		<b>VCMW staff sent site plan comments back to contractor to update existing underground wastewater drawings. Received contractor cost estimate.</b>
90	Webb LP Sewer Lateral and GP	Dean Webb	7/31/2024	\$67,270	Draves Pipeline	100%	1/9/2025	<b>Final acceptance issued January 9, 2025.</b> <b>In 1-year Warranty Period through January 2026.</b>
91	Feria Fire Hydrant	Elier Feria Palacios	11/7/2024	\$38,021	IAO Builders Inc	0%		<b>VCMW staff worked with developer on material submittals.</b>
92	Norris Sewer Lateral	Steve and Cydne Norris	1/23/2025	\$21,841	Steve Norris (self)	0%		<b>VCMW staff worked with developer on pre construction Special Project checklist items.</b>
93	Develyn LLC Storage	Dave Bohorquez / Larry Dutton	Pending	Pending	TBD	0%		<b>Dave Bohorquez deposited funds to open a project for a Fire DCDA and possibly a water service lateral. This is for a storage facility. No new activity.</b>

**ENGINEERING DEPARTMENT  
TABLE I - ENGINEERING SERVICES PROJECTS SUMMARY**

Private Grinder Pump - LPS Installations (13-06-78-53250 or 17-06-78-57250 - Function 64)								
App#	APPLICANT	Plan Submittal	Plan Approval	Estimated Construction Cost	Contractor	% Complete Construction	Final Accept.	February 2025 Comments
417	Papa Bears (Armando & Maria Sanchez)	11/26/18	11/26/18	N/A	Owner Installed	95%		Start up of e-one is still pending. Developer needs to submit onsite plumbing plans for Commercial Wastewater Discharge Program Application approval.
11698	Good Standing - Hakeem Milbes (Tall Oak Lot 27)	01/23/23	01/25/23	N/A	Pending	0%		Approved Planning Submittal in January '23. <b>No Owner Activity since that time.</b>
11699	Good Standing - Hakeem Milbes (Tall Oak Lot 24)	09/20/22	09/26/22	N/A	Pending	0%		Received and approved Plan Submittal in September '22. <b>No Owner Activity since that time.</b>
11934	Nicanor Perez (10165 Tall Oak Dr)	07/19/24	08/07/24	N/A	Owner Installed	10%		Developer excavated for the Eone Tank and began trenching for onsite piping in November. <b>No VCMWD activity in December.</b>
11760	Mickey Montemuro (10050 Tall Oak)	Pending	Pending	N/A	Pending	0%		Grinder pump information was sent to customer when meter was purchased in 2022. Home construction is now on hold. <b>No contact from customer since August '22.</b>
11935	Carl Bayney (10030 Tall Oak)	10/31/24	Pending	N/A	Pending	0%		<b>No activity since plan check comments were returned in November 2024.</b>
Cell Site Installations (01-03-23-50001 Function 122)								
Site #	SITE	Plan Submittal	Plan Approval	Estimated Construction Cost	Cell Company	% Complete Construction	Final Accept.	February 2025 Comments
	<b>NO CELL SITE INSTALLATIONS ARE IN PROCESS AT THIS TIME</b>							

**ENGINEERING DEPARTMENT  
TABLE II - DEVELOPER FUNDED PROJECTS SUMMARY**

Job # 01-00-00- 180xx	PROJECT NAME	Proj. Mgr.	Map No.	Lots/ Units	Phase	PLANNING	Planning		CONSTRUCTION				February 2025 Comments
						Engineer	Concept Approval	Plan Approval (1)	Estimated Cost	Contractor	% Complete	Final Acceptance	
05	Belmont Estates	JN	TM5110-1	4	G	ACAL Engineering	08/04/14	02/04/16	\$166,655				No response to letter requesting status update sent February 2018. No VCMWD Activity since February 2018.
06	Lake Wohlford Resort Annexation  Office of Water Programs - Sacramento State (OWP) is providing management services for the Facility Grant with the SWRCB	WG			F	Dexter Wilson Engineering (DWE)							OWP obtained approval in January '25 of Amendment D to the SWRCB Grant Workplan to fund additional Annexation and Planning costs of the private water facilities needed to serve the resort and adding the participation of the San Pasqual Band of Mission Indians for water service at Duro Road.  Staff previously provided comments on the draft Preliminary Design Report and annexation application, but not heard back from the project proponents.  Sub agreements with engineering and environmental consultants are being processed.
07	Viking Grove Development	JN	20689 & 20690	9	B	ACAL Engineering	05/16/16	11/09/22	\$318,507	TAD Construction	100%	12/12/2024	Project Final Acceptance was issued December 12, 2024. Project is in 1 year warranty period until December of 2025.
19	The Oaks (Washington Meadows Dev., Inc.)	JN	TM 5174.1	11	G	Spears and Assoc.	10/19/15	09/08/22	\$186,710				The final map and plans were signed by the District and transmitted to the developer in September 2022. No VCMWD activity since September 2022.
22	El Cidro	JN		10	G	BWE, Inc. (formerly Burkett & Wong Engineering)	04/15/13	11/30/15	\$410,250				Joint Agreement to Improve Subdivision, Joint Lien Agreement & Lien Hold Agreement approved by the County and the Final Map was recorded in July 2016. With project under a Lien Hold Agreement, construction will be delayed indefinitely. No VCMWD Activity since July 2016.
23	Park Circle Touchstone Communities (Backbone Facilities) (neighborhoods A & C)	JN	TM 5603 Units 2 & 3		B	Dexter Wilson Engineering & Touchstone Engineering Staff	04/15/19	07/23/19	\$3,100,000	Basile	100%	02/28/25	Project Final Acceptance was issued February 28, 2025. Project is in 1 year warranty period until February of 2026.
	Park Circle Touchstone Communities (Neighborhood E)	JN	TM 5603 Unit 1	101	B		04/15/19	10/19/20		Cass/Arrieta	100%	02/28/25	Project Final Acceptance was issued February 28, 2025. Project is in 1 year warranty period until February of 2026.
	Park Circle Touchstone Communities (Neighborhood B)	JN	TM 5603 Unit 4 & Portion Unit 5	143	B		04/15/19	11/18/19		Cass/Arrieta	100%	02/28/25	Project Final Acceptance was issued February 28, 2025. Project is in 1 year warranty period until February of 2026.

# ENGINEERING DEPARTMENT

## TABLE II - DEVELOPER FUNDED PROJECTS SUMMARY

Job # 01-00-00- 180xx	PROJECT NAME	Proj. Mgr.	Map No.	Lots/ Units	Phase	PLANNING	Planning		CONSTRUCTION				February 2025 Comments
						Engineer	Concept Approval	Plan Approval (1)	Estimated Cost	Contractor	% Complete	Final Acceptance	
25	Orchard Run Subdivision - Unit 1 (Backbone Facilities funded by Touchstone)	JN	TM 5087 Unit 1 - 58 Lots Unit 2 - 70 Lots Unit 3 - 120 Lots Affordable Homes - 52 lots	20	A	Dexter Wilson Engineering & Touchstone Engineering Staff	04/15/19	07/23/19	\$1,855,600	Cass/Arrieta	100%	06/24/24	Project in 1-year warranty period until June of 2025.
	Orchard Run Subdivision - Unit 2 (Backbone Facilities funded by Touchstone)			3	A		04/15/19	07/23/19	\$1,877,000	Cass/Arrieta H7	100%	06/25/24	Project in 1-year warranty period until June of 2025.
	Orchard Run Subdivision - Unit 3 (Backbone Facilities funded by Touchstone)			120	A		04/15/19	07/23/19	\$1,717,785	Cass/Arrieta	100%	06/26/24	Project in 1-year warranty period until June of 2025.
27	Free-Thomas Line Extension	JN	20450	4	G	Penny Engineering	12/24/14	12/24/14	\$69,837				No activity since letter informing Owner that plan approval expired; requested project update. Owner continuing to process plans through County which is delaying water design. <b>No VCMWD Activity since February 2018.</b>
30	Deer Springs Towne Center (Planning)	WG		2	G	BWE, Inc. (formerly Burkett & Wong Engineering)							Staff previously met with County planner in charge of other adjacent development to explore options for wastewater service that can be applicable here as well. There may be opportunity for joint effort with other developers for a communal system, to be further explored with individual developers. <b>No VCMWD Activity since October 2019.</b>
35	Welk Garden Villas	JN		148	G	Hale	06/19/06	07/26/10	\$458,800	Ratzlaff	90%		In October 2022, Staff met with representative from Marriot, the new Owner of Welk Resort. They indicated a contractor is in process of being selected to perform the remaining punch list items. <b>No VCMWD Activity since October '22.</b>
39	Rimrock Phase III	FC	TM 4744	56	D	UES	06/07/93			CRC			VCMWD staff prepared for concept approval board presentation.
40	Circle P	JN	TM 5468	11	G	CTE, Inc.	08/07/17						No activity since Board issued Concept Approval for the project in August 2017. Staff prepared and submitted District Facility Agreement (DFA) to Developer for signature. Plan review pending receipt of plans and signed DFA. <b>No VCMWD Activity since August 2017.</b>
44	Sea Bright Line Ext.	WG	TM 5814	9	G	Sea Bright	01/22/13	06/02/17	\$639,000				No activity since Board issued Concept Approval for the project in August 2017. Staff prepared and submitted District Facility Agreement (DFA) to Developer for signature. Plan review pending receipt of plans and signed DFA. <b>No VCMWD Activity since August 2017.</b>
46	Beck Subdivision	WG	TM 5060	16	G	Sea Bright	06/01/09	10/10/18	\$237,215				In March, developer reached out to VCMWD to discuss the possibility of quitclaiming VCMWD easements and reverting the subdivision back to acreage. <b>No VCMWD Activity since March 2023.</b>



**ENGINEERING DEPARTMENT**  
**TABLE II - DEVELOPER FUNDED PROJECTS SUMMARY**

Job # 01-00-00- 180xx	PROJECT NAME	Proj. Mgr.	Map No.	Lots/ Units	Phase	PLANNING	Planning		CONSTRUCTION				February 2025 Comments
						Engineer	Concept Approval	Plan Approval (1)	Estimated Cost	Contractor	% Complete	Final Acceptance	
51	Eagles Noel (Baldwin) Water Line Extension	JN	PM 17548	3	A	Wynn Engineering	04/05/21	06/02/21	\$185,000	JPI Development	100%	02/14/24	Project in 1-year warranty period through February 2025.
55	Park Circle Shea Homes (Neighborhood A)	JN	Portion TM 5603 Unit 5	88	B	Dexter Wilson Engineering & Touchstone Engineering Staff	04/15/19	11/18/19		Cass/Arrieta	100%	02/28/25	Project is in 1 year warranty period until February of 2026.
56	Orchard Run KB Home Coastal (Units 1 & 2)	JN		105	A	Dexter Wilson Engineering & Touchstone Engineering Staff	04/17/19	07/23/19	\$1,717,785	H7 Contracting and Engineering	100%	06/24/24	Project is currently in its 1-year warranty period, expiring June of 2025.
57	Orchard Run Unit 3 Affordable Home Unit	JN	TM 5087-3	52	B	Touchstone	04/17/19	07/23/19	Included in OR Unit 3	Cass/Arieta	55%		Construction on site has stopped. No VCMWD activity in February
58	Mountain Meadow Village Center	WG		1	F	PLSA							Developer continues to review District's response to their reimbursement agreement ideas. <b>No VCMWD Activity since April 2024.</b>
59	Pauma Vista Winery Water Line Extension	JN		1	D	Rancho Coastal Surveying Engineering Inc.	01/07/22	11/16/22	\$255,000	Pending			Project remains inactive since plans were signed on November 16, 2022. VCMWD staff to reach out for project status update. <b>No VCMWD Activity since November 2022.</b>
64	Park Circle Beazer Homes (Unit 4)	JN	TM 5603-2	79	B	Dexter Wilson Engineering & Touchstone Engineering Staff	04/15/19	09/27/21		H7 Engineering and Contracting	100%	02/28/25	Project Final Acceptance was issued February 28, 2025. Project in 1-year warranty period until February of 2026.
65	Rincon Tribe Emergency Water Service	WG			G	JR Filanc							Staff is providing assistance and coordination to Rincon Band of Luiseno Indians regarding their evaluation of obtaining a connection location for an emergency source of water supply. Study is being conducted by JR Filanc utilizing San Diego State Engineering Department. <b>No Activity since initial discussion with SDSU Students in October 2021.</b>
66	Village Station	WG		200	G	Wynn Engineering	Pending						Previously requested updated preliminary design report (PDR) for all of VCVF North Village property. Owner has not made efforts to have the reports completed nor to move forward with project planning. No further staff activity is anticipated until receipt of the PDR.
67	Ivy Dell RV Park Water Line Extension	JN		1	E	Excell Engineering Robert Dentino	Pending						Final mylars have been awaiting County approval since April. Once approved they will be returned to VCMWD for final signature. Once mylars are signed, developer can move forward with scheduling a pre-construction meeting. <b>No Activity since June 2023.</b>
69	Manzanita Crest Waterline Extension	JN	PM 19064		F	SMS Consulting	Pending						Developer's engineer submitted plans for review. Staff processed and returned first plan check comments back in June of 2022. <b>No VCMWD Activity since June 2022.</b>

**ENGINEERING DEPARTMENT  
TABLE II - DEVELOPER FUNDED PROJECTS SUMMARY**

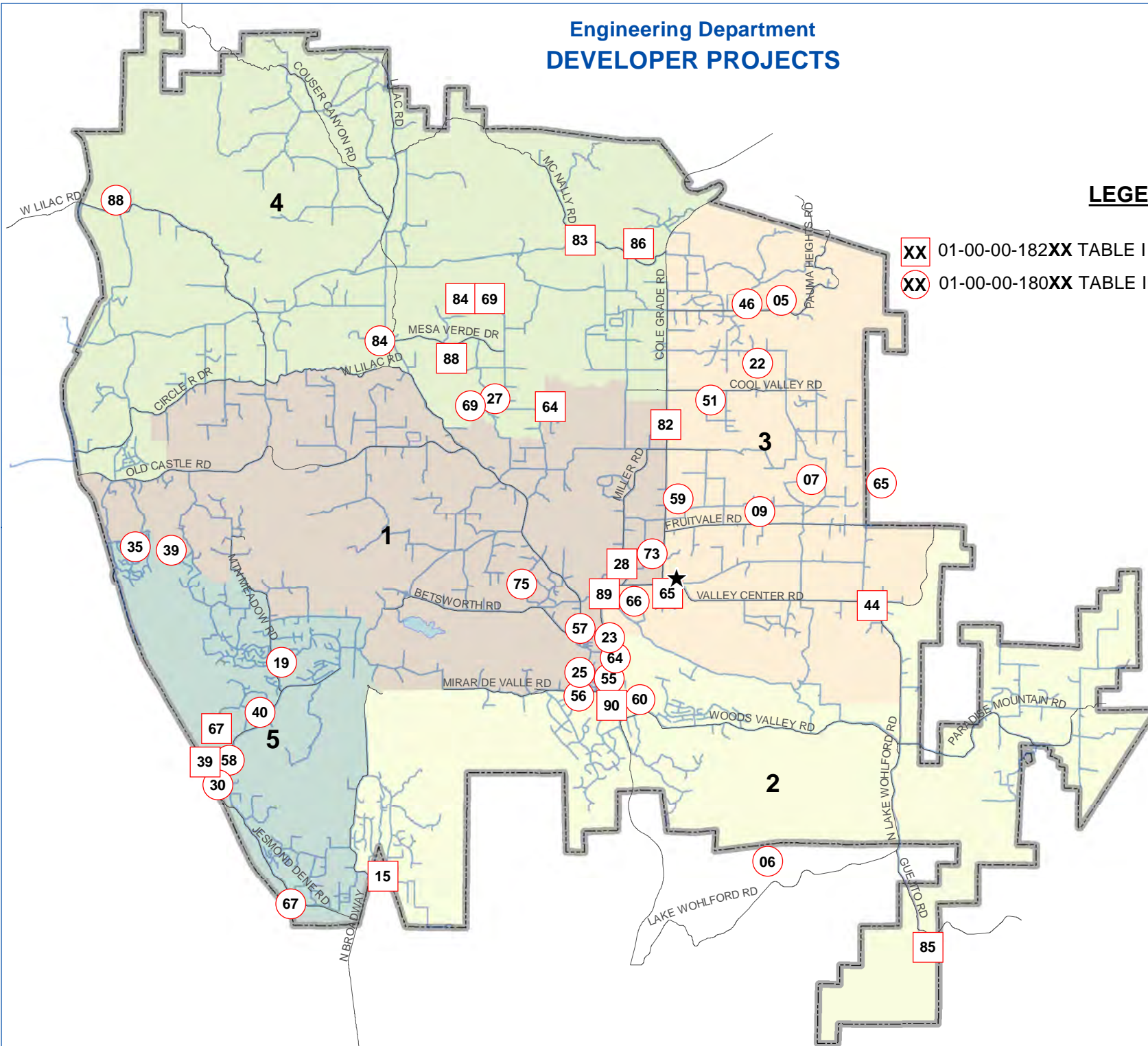
Job # 01-00-00- 180xx	PROJECT NAME		Proj. Mgr.	Map No.	Lots/ Units	Phase	PLANNING	Planning		CONSTRUCTION				February 2025 Comments
							Engineer	Concept Approval	Plan Approval (1)	Estimated Cost	Contractor	% Complete	Final Acceptance	
73	North Ranch Estates (Weston Residential Property)		WG		515	F	Dexter Wilson Engineering (Water and Sewer Planning)  Rick Engineering (Civil Design)	Pending					Staff previously met with the Project Owner and their engineers to discuss the water and sewer requirements for the project, including funding requirements for the Woods Valley Ranch WRF Phase 3 capacity expansion, seasonal storage facilities and irrigation of the recycled water generated by the development. Dexter Wilson Engineering submitted water planning study and is preparing sewer planning study for submittal.	
75	Hideaway Lake Road Waterline Extension		JN		1	G	ARC Engineering	Pending					Staff requested additional information in January 2023 to process Concept Approval. Waiting on response from developer to move forward with concept approval. <b>No activity since January 2023.</b>	
78	Native Oaks Plaza (SPEDC)		JN			D	Alidade Engineering - Larry Dutton						VCMWD staff provided District Facility Agreement and Performance bond agreements to developer in January and has not received completed copies back.	
84	Anderson Line Extension (Munster Platz)		JN	TPM 20460	5	G	Wynn Engineering	05/16/16					District sent request to new owner for \$5,000 deposit and project account agreement in June. <b>No VCMWD activity since June 2023.</b>	
88	Marquart Ranch Line Ext.		JN	TM 5410	9	G	MLB Engineering (Michael Benesh)	05/04/09	09/19/17	\$293,751			<b>No activity since plans approved September 7, 2017.</b>	
	PROJECT SUMMARY				# of Projects	Lots or Units	Total Cost							
A	Warranty Period				5	251	\$7,353,170							
B	Under Construction				7	472	\$3,418,507							
C	Pending Construction				0	0	\$0							
D	Design Phase				3	57	\$255,000							
E	Concept Approval (Pending Design)				1	1	\$0							
	Total in Process				16	781	\$11,026,677							
F	In Planning - Active				4	516	\$0							
G	In Planning - Inactive				13	429	\$2,462,218							
	Total Planning				17	945	\$2,462,218							
	Total Projects				33	1,726	\$13,488,895							
(DFA) = District Facilities Agreement														
(P) = District Participation in Project														
(R) = Reimbursement Agreement														
(1) Red Text indicates that Concept or Plan Approval has expired.														

# Engineering Department DEVELOPER PROJECTS



## LEGEND

- XX 01-00-00-182XX TABLE I - SPECIAL PROJECTS
- XX 01-00-00-180XX TABLE II - DEVELOPER PROJECTS



## E. CAPITAL IMPROVEMENT PROJECTS:

See **Table III** and Location Map for general status of all **Capital Improvement Projects**.

# ENGINEERING DEPARTMENT

## TABLE III - CAPITAL FUNDED PROJECTS SUMMARY

Acct. No.	Project Name	Contractor / Consultant	2025	2025	Project Manager	February 2025 Comments
			Jan	Feb		
Pipelines & PRV Projects						
51020	Upsizing / Unspecified Pipeline Replacement	N/A	0%	0%	Wally Grabbe	Authorization with FY 2023-24 Annual Budget - \$250,000. Staff previously utilized \$120,000 to fund the Wohlford Estates participation cost and \$50,000 for the Cerro De Pauma Repair, leaving \$80,000 available for other projects.
51500	Pipeline Condition Assessment	Pending	10%	10%	Wally Grabbe	Staff continued preparation of leak history data for in house condition assessment.
51150	North Broadway Pipeline Relocation (Design/Bid Phase)	In-House (Design) TSAC - Surveying	75%	75%	Fernando Carrillo	Staff is coordinating easements and documents with the school district and property owners.
18080	NC ESP Alternative Delivery Project Planning, Design and Funding Agreement (Construction Phase)	Orion Construction	78%	78%	Jeson Nikrasch	Contractor installed pump control panel at Lilac Pala Pump Station and worked on control wiring installation.
51200	NC ESP 14-inch Pipeline Relocation (Construction Phase)	Orion Construction	99%	99%	Jeson Nikrasch	Record drawing was completed for this section. Staff is preparing final close out items.
51690	Cole Grade Road Pipeline Replacement Design Phase	In-House	97%	97%	Fernando Carrillo	Staff is reviewing the Phase 1 plans and preparing to finalize 100% plans

# ENGINEERING DEPARTMENT

## TABLE III - CAPITAL FUNDED PROJECTS SUMMARY

Acct. No.	Project Name	Contractor / Consultant	2025	2025	Project Manager	February 2025 Comments
			Jan	Feb		
Pipelines & PRV Projects, continued						
51417	Lilac Road Pipeline Upsizing (Warranty)	Cass Arrieta	100%	100%	Fernando Carrillo	Project complete. 1-year Warranty Period ends February 2025.
51420	Old Castle Road Pipeline Replacement - Phase 2 Design Only	In-House	90%	90%	Fernando Carrillo	Staff continues to finalize the design plans, focusing next on traffic control plans and phasing.
51120	2020 DWSRF Loan Application (Reimbursement Phase)	In-House	99%	99%	Wally Grabbe	Staff is still awaiting the final disbursement, following the site visit by the State Representative as required under the loan agreement.
51121	2023 DWSRF Loan Application (Submission)	Birdseye Planning Group	35%	35%	Wally Grabbe	Staff gained approval from the board to proceed with the modified approach. The approval included allocating additional budget to finish the design and perform minor environmental work. Staff is proceeding with submitting the SRF application per the new approach.
51910	Gordon Hill Upper Pipeline Relocation Project (Design, Bid Phase)	In-House	95%	95%	Fernando Carrillo	Staff is performing additional evaluation of existing operational conditions in the zone to determine the best approach to modify the Pressure reducing stations. Three remote pressure sensing device have been placed throughout the zone, collecting data for analysis.
51840	Rodriguez Road Pipeline Replacement (Planning Phase)	In-House	20%	20%	Wally Grabbe	Given the current challenges with SDG&E and SDCWA right of ways, staff re-prioritized the grant funding assigned to this project to Old Castle. Meanwhile, staff will pursue other means to accomplish the project.
51418	Alps Way Pipeline Replacement (Construction Phase)	Shaw Equipment Rentals, Inc.	100%	100%	Jeson Nikrasch	Project is complete. 1-year Warranty Period ends October 16, 2025.

# ENGINEERING DEPARTMENT

## TABLE III - CAPITAL FUNDED PROJECTS SUMMARY

Acct. No.	Project Name	Contractor / Consultant	2025	2025	Project Manager	February 2025 Comments
			Jan	Feb		
Reservoir Projects						
51303	Ridge Ranch Interim Reservoir (Design Phase)	In-House Design	20%	20%	Wally Grabbe	Preparation of the pre-design report scheduled for April/May 2025 time frame.
51405	McNally & Mizpah Reservoir - Paint and Recoat (Construction Phase)	Capital Industrial Coatings	100%	100%	Jeson Nikrasch	Project Final Acceptance issued January 9th, 2025. 1-year Warranty Period ends January, 2026.
Data Management Systems						
51730	SCADA/HMI Migration - Water System Phase 1 (Implementation Phase)	In-House	20%	20%	Wally Grabbe	Engineering, Operations, and IT staff continue to work together with consultant in developing SCADA standards and their implementation across the Phase 1 sites. Simultaneous coordination with the NCESP is ongoing, including sharing of standards developed and reviews of submittals.
51770	Document Management System	Pending	0%	0%	Wally Grabbe	Recommendation for software vender delayed pending further evaluation of construction management software and other department document requirements. Evaluations are on-going, software recommendation delayed.
Facilities Projects						
51590	Water Age Analysis	Mission Consulting Services (Jen Mael)	10%	10%	Wally Grabbe	Collecting and organizing water meter usage data zone by zone for use in the evaluation. Evaluating and updating the computer model to evaluate reservoir low flow conditions. Purchased and installed new water, sewer and asset modeling software. Started conversion of the water system model to the new software.

# ENGINEERING DEPARTMENT

## TABLE III - CAPITAL FUNDED PROJECTS SUMMARY

Acct. No.	Project Name	Contractor / Consultant	2025	2025	Project Manager	February 2025 Comments
			Jan	Feb		
Lower Moosa Canyon Water Reclamation Facility Projects						
53030	Moosa Wastewater O&M Manual Development	In-House	60%	60%	Fernando Carrillo	Staff is working with Wastewater Operator with a rough Draft.
53100	2023 CWSRF Application		10%	10%	Wally Grabbe	Staff reviewed the criteria for rating the CWSRF application and determined that the project did not rate high enough to be considered for inclusion in the FY 25/26 IUP and did not prepare an SRF application for project funding. <b>No further work on a CWSRF Application is anticipated. Project funding would be applied to evaluating and obtaining other sources of permanent financing.</b>
53290	Meadows Lift Station Motor Control Upgrade	Richard Brady & Associates (\$148,673)	35%	35%	Fernando Carrillo	Brady completed 50% design. District reviewed and returned comments
53200	Moosa Priority Project - Design	Richard Brady & Associates (\$600,291)	35%	35%	Fernando Carrillo	<b>Brady completed 50% design. District reviewed and returned comments</b>
53320	Moosa Clarifier No. 1 Upgrades - Construction	Jennette Company, Inc.	100%	100%	Fernando Carrillo	<b>Project is complete 1-year Warranty Period ends May 2025.</b>
53330	Moosa Clarifier No. 2 Upgrades	In-House Design Jennette Company, Inc.	25%	25%	Fernando Carrillo	<b>Clarifier is operating and staff is making minor changes to the operation of the plant</b>
53550	Moosa Minor Upgrades		67%	67%	Fernando Carrillo	<b>Bypass pumping piping was removed and grating and supports were installed</b>
53640	Server Room Relocation		75%	75%	Fernando Carrillo	<b>New Servers were install in the rack and switch over was preformed</b>



# ENGINEERING DEPARTMENT

## TABLE III - CAPITAL FUNDED PROJECTS SUMMARY

Acct. No.	Project Name	Contractor / Consultant	2025	2025	Project Manager	February 2025 Comments
			Jan	Feb		
Woods Valley Ranch Water Reclamation Facility Expansion Projects						
56120	Woods Valley Ranch Wastewater Expansion Project  Property Acquisitions	In-House	80%	80%	Wally Grabbe	North Village Lift Station site acquisition is pending resolution of Indian Creek Road ROW and County approval of VCVF Village Station site plan. VCVF site plan approval by County is still in process. <b>There has been continued discussions with the engineer (Dexter Wilson Engr.) for the new owner of the Weston residential parcels (North Ranch Estates - Indian Creek Associated, LLC) regarding the planning of the lift station site location.</b>
56170	Woods Valley Golf Course Seasonal Storage	In-House	80%	80%	Fernando Carrillo	Staff continuing to work with San Pasqual Economic Development Corporation to develop additional seasonal storage facilities on the golf course. <b>No Activity in February.</b>
56260	Grinder Pump Flow Meter Installation	In-House	80%	80%	Fernando Carrillo	Staff is developing an RFQ for installation of the flow meters at various commercial properties that are connected to the South Village Low Pressure sewer collection system. <b>No Activity in February</b>
56320	North Village Lift Station Design	Kennedy/Jenks (Preliminary Design)	10%	10%	Fernando Carrillo	Preliminary design complete. Lift Station site requirements identified. Site acquisition pending county approval of Village Station (VCVP) development plans. <b>No Activity in February.</b>
55340	Orchard Run Lift Station Construction	GSE Construction (\$3,531,471)	100%	100%	Fernando Carrillo	Project is complete and operational however, Final Acceptance of the project and Final Payment is pending resolution of generator wet stacking issues.

# ENGINEERING DEPARTMENT

## TABLE III - CAPITAL FUNDED PROJECTS SUMMARY

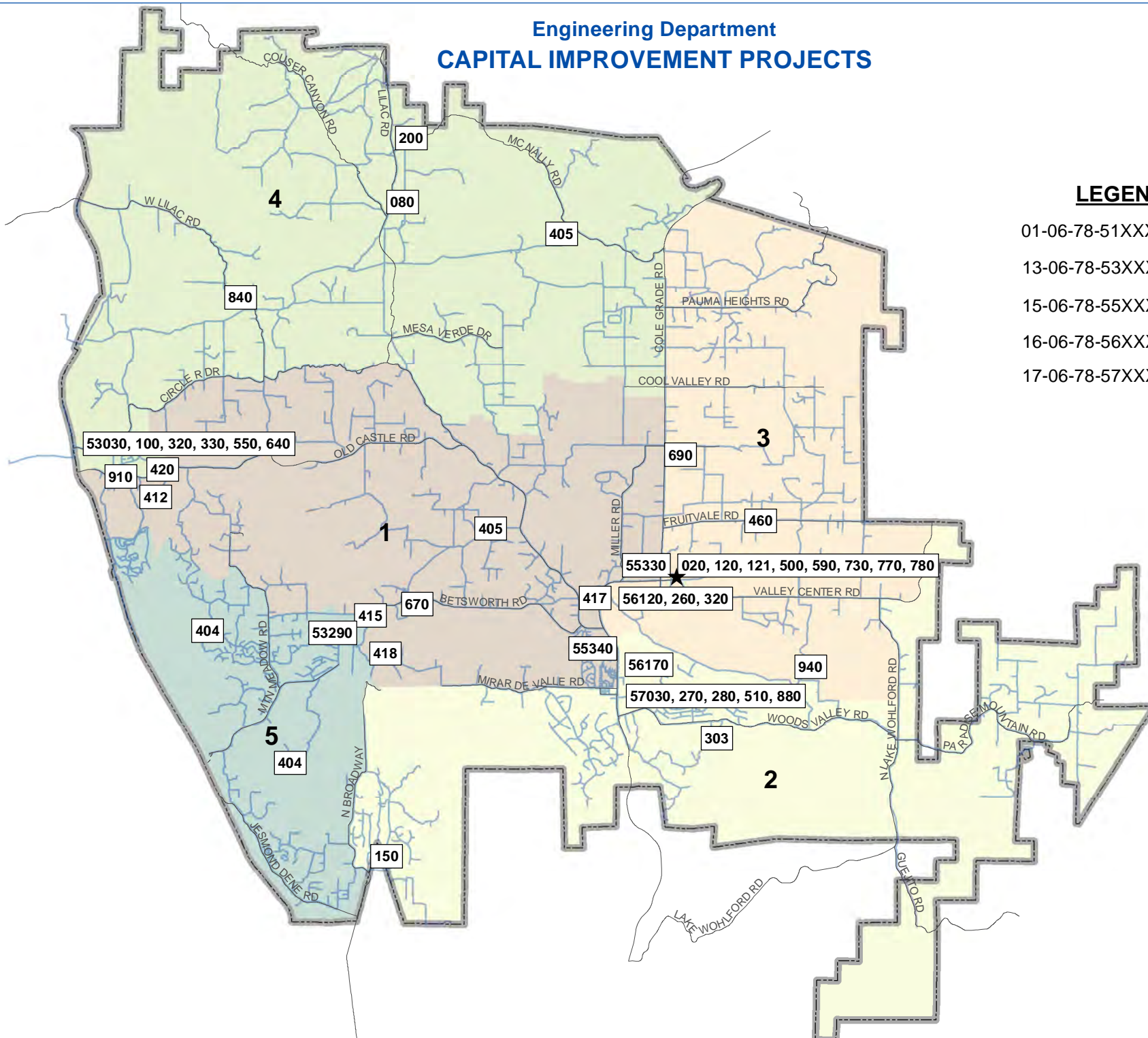
Acct. No.	Project Name	Contractor / Consultant	2025	2025	Project Manager	February 2025 Comments
			Jan	Feb		
Woods Valley Ranch Water Reclamation Facility Projects						
57030	WVR Wastewater O&M Manual Development	In-House	6%	6%	Fernando Carrillo	Engineering staff producing drawings and attachments for O&M Manual. Anticipated completion is March 2025.
57270	Aeration Piping Evaluation		0%	0%	Fernando Carrillo	Scheduling with wastewater operators to take aeration line out of service after dewatering equipment evaluation in February to video the line and determine location of the aeration leaks.
27280	Rapid Thickener		0%	0%	Fernando Carrillo	Staff is still evaluating the results and will ask another manufacturer for a pilot test of their equipment
57510	WVR WRF HMI Upgrade	Interface Automation	5%	5%	Fernando Carrillo	WVR WRF HMI Upgrade is scheduled to start after the Water SCADA HMI Conversion Project is completed. No Activity in February
57880	Woods Valley Ranch WRF Waste Discharge Permit Requirements Salt Nutrient Management Plan (SNMP)	In-House	5%	5%	Wally Grabbe	Scheduled start delayed to April '25.

# Engineering Department CAPITAL IMPROVEMENT PROJECTS



## LEGEND

- 01-06-78-51XXX (XXX)
- 13-06-78-53XXX (53XXX)
- 15-06-78-55XXX (55XXX)
- 16-06-78-56XXX (56XXX)
- 17-06-78-57XXX (57XXX)



## F. MAPPING:

General Activity: In the month of February staff received 31 mapping update requests for a total of 58, 31 were completed. In addition, staff digitized 11 VCMWD easement. From a total of 3,017 easements, 1,088 have been added to the District's geodatabase, 1,929 are pending. Staff also assisted with the Site Facilities Fire Extinguisher plans, Site Facilities Hazmat plans and Standard Detail Drawings.

MAPS AND RECORDS UPDATE STATUS TABLE					
February	Capital Improvement Projects <sup>(1)</sup>	Developer Projects <sup>(2)</sup>	Encroachment Permits <sup>(3)</sup>	Special Projects <sup>(4)</sup>	Facility Mapping <sup>(5)</sup>
Beginning Log	0	0	0	15	27
Plus New	0	0	0	0	31
Less Completed	0	0	0	0	(31)
Ending Log	0	0	0	15	27

Maps and Records Updates: Maps and records consist of preparing record drawings (as-builts) and valve detail drawings and updating the District base map, GIS facility map, and database. Maps and records are continually being updated to accurately reflect completed projects, non-District improvements (encroachments), and current field conditions. The following table summarizes the status of the record map updates.

### Maps and Records Update Status Table Footnotes:

- 1) Capital Improvement Projects – This column represents AutoCAD record drawing status of recently constructed Capital Improvement Projects. Each project may generate or affect one or more record drawings. Each project is counted as one regardless of the number of improvement sheets.
- 2) Developer Projects – This column represents AutoCAD record drawing status of recently constructed Developer Improvement Projects. Each project may generate or affect one or more record drawings. Each project is counted as one regardless of the number of improvement sheets.
- 3) Encroachment Permits – This column represents changes made to existing AutoCAD record drawings to reflect an encroachment that has been generated through the permit process.
- 4) Special Projects – This column represents AutoCAD record drawing status of recently constructed Special Projects such as the installation of new fire hydrants or service laterals.
- 5) Facility Mapping – This column represents individual minor mapping update requests from field or office staff.

## G. FUNDING REQUESTS:

**Drinking Water State Revolving Fund Loan (DWSRF) Application – 2020 Pipeline Replacement Project.** This DWSRF Loan provides funding for Four pipeline replacement projects, Gordon Hill, Oat Hill, Lilac Road, and Alps Way. Loan approval in the amount of \$8.5M was received in March '22. Staff has submitted **eight** disbursement requests for construction funding, the most recent being **Disbursement No. 8 (\$168K)** submitted **November, 2024**, for expenses through August 30, 2024. The **eight** funding requests submitted to date total **\$8.252M**. To date, the SWRCB has disbursed **\$7.842M** in loan proceeds, the most recent being received on **November 1, 2024**. On average, it takes **136** days from disbursement submittal to receipt of the SRF loan proceeds.

**EPA Community Grant.** In April '23, VCMWD was awarded a \$3.06M Community Grant for the Lilac Road Pipeline Replacement Project. Because the Lilac Road project was already under construction, the EPA approved, a "Technical Correction" to shift the grant funding from the Lilac Road Pipeline Replacement Project to the Rodriguez Road Pipeline Replacement Project.

In April '24, VCMWD was awarded a \$715K Community Grant for the Old Castle Road Pipeline Replacement Project. Staff is in process of requesting, a "Technical Correction" to shift the \$3.06M grant funding from the Rodriguez Road Pipeline Replacement Project to the Old Castle Road Pipeline Replacement Project for a combined total of \$3,775M.

Staff is preparing the application for submittal through the EPA's Grants.gov website in conjunction with an SRF application for the balance of the funding.

**Drinking Water State Revolving Fund Loan (DWSRF) Application – 2023 Water Facility Replacement Project.** Staff prepared and submitted in November '23 a \$9.3M application (\$12.36M total less the \$3.06M in grant funding) to the SWRCB for funding the following three projects: a) Old Castle Road Pipeline Replacement, b) Broadway South Pipeline Replacement and c) Rodriguez Road Pipeline Replacement. Due to anticipated cash flow requirements during construction, staff reduced the loan request to a \$5.525M application to include only the Old Castle project in combination with the \$3.775M for total project cost of \$9.3M. The application was completed in December and SWRCB staff is reviewing the submitted documents for issuance of the loan approval.

**Drinking Water State Revolving Fund Loan (DWSRF) Application – North Broadway Pipeline Relocation Project.** In December '24 Staff prepared and submitted a \$4.2M application for the North Broadway Pipeline Relocation Project. This was one of the projects eliminated from the 2023 Water Facility Replacement Project for cash flow purposes. The application is currently under SWRCB staff review for inclusion in the FY 2025-26 IUP.

## H. SEMINARS/MEETINGS:

2/20/25 – M. Wick attended the Third Thursday, DWR Water Loss and Leak Detection webinar.

#### IV. FINANCE DEPARTMENT:

##### A. COMPARISON OF STATISTICS:

	<u>FEB</u> <u>2025</u>	<u>FY to Date</u> <u>2024-25</u>	<u>FY to Date</u> <u>2023-24</u>
<b><u>BILLS MAILED:</u></b>	10,529	84,106	83,843
<b><i>Actions for Non-Payment:</i></b>			
Notices Mailed	1,297	11,130	10,199
48 Hr. Phone Calls	574	4,364	4,399
Meters Flow Restricted	2	14	31
Accounts Liened	8	31	71
Lien Notices Mailed	12	66	217
<b>Accounts Transferred</b>	35	342	372
<b><u>CUSTOMER COUNTS:</u></b>	<b><u>FEB</u></b>	<b><u>FEB</u></b>	<b><u>FEB</u></b>
<b>Active Water Accounts:</b>	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2023</u></b>
Certified Ag - PSAWR	633	629	643
M & I	9,168	9,154	9,040
Fire Meters	<u>2,034</u>	<u>2,003</u>	<u>1,876</u>
<i>Total Active Accounts</i>	11,835	11,786	11,559
<b>Inactive Water Accounts:</b>			
PSAWR	52	53	45
M & I	734	717	707
Fire Meters	<u>150</u>	<u>139</u>	<u>135</u>
<i>Total Inactive Accounts</i>	936	909	887
<b>Total Water Accounts</b>	<b><u>12,769</u></b>	<b><u>12,695</u></b>	<b><u>12,446</u></b>
<b>Active Wastewater Accounts</b>			
Moosa	2,475	2,473	2,495
Woods Valley	<u>984</u>	<u>971</u>	<u>873</u>
<b>Total Wastewater Accounts</b>	<b><u>3,459</u></b>	<b><u>3,444</u></b>	<b><u>3,368</u></b>

	<u>Acre-Feet</u>	<u>Value</u>
<b>Interim MWD Agricultural Program:</b>		
JULY 1994 through DEC 2012	<u>513,882.8</u>	\$63,681,802
<b>MWD RTS Estimated Savings:</b>		
JAN 2003 through DEC 2012		\$17,884,325
<b>SDCWA PSAWR:</b>		
JULY 1998 through FEB 2025	<u>498,054.7</u>	\$36,091,621
<b>SDCWA Emergency Storage Est. Savings:</b>		
JAN 2003 through FEB 2025		\$36,873,948
<b>SDCWA Supply Reliability Est. Savings:</b>		
JAN 2016 through FEB 2025		\$6,060,700
<b>TOTAL MWD &amp; SDCWA DISCOUNTS:</b>		<b><u>\$160,592,396</u></b>

##### B. MEETINGS:

2/12/2025: 9–11 am: Jim & Vanessa attended the Virtual SDCWA Member Agency Finance Officers Meeting; and 2:30–3 pm: Jim & Vanessa attended the Virtual Introductions with new Springbrook Account Manager, Brad Martin.

## **V. INFORMATION TECHNOLOGY DEPARTMENT:**

### **A. CAPITAL IMPROVEMENT PROJECTS –**

SCADA HMI Improvements – Wonderware HMI system replacement at wastewater facilities with Ignition HMI software has been completed. Replacement of the HMI system for the water system is currently in progress of being initially deployed to North County Emergency Storage Project (NCESP) sites and then expanded to other sites in the future.

Asset Management System – Phase 2 of Cityworks development and deployment is in progress, which includes fleet maintenance, equipment/tools, storeroom modules, and integration with GIS and ERP systems. Various reports and dashboards for water operations are currently being developed that show the data collected by this system.

Boardroom Technology Upgrade – The existing video technology in the board room is being replaced with a new high definition media system. In-room video presentation system and video system wiring upgrades are in progress.

### **B. GENERAL ACTIVITY –**

SCADA Upgrades – Continuous rolling upgrades are being done to replace older devices such as radios, cameras, network switches, and Uninterruptible Power Supply (UPS) units with newer models, which are faster and more reliable. This is an ongoing, continuous product lifecycle refresh process.

Geographic Information Systems (GIS) Upgrades – GIS staff has deployed web maps and user portals within the software, and GIS databases and maps have been integrated with the Cityworks Asset Management System. The system is being continuously enhanced and actively used by District personnel.

Video Surveillance System Upgrades – Staff is continuing to enhance the system by upgrading older cameras with new models and performing software upgrades to existing systems.

Secondary Data Center Construction – A secondary data center is now operational at Moosa Water Reclamation Facility. It provides the District with environmentally controlled space for additional servers and data storage that can be activated quickly if needed, and it is at sufficient distance away from corporate offices to survive a local disaster. It has multiple redundant communication paths to corporate office with automatic failover, a dedicated high-bandwidth fiber connection to the Internet, has generator-backed power, and is monitored by multiple security cameras.

### **C. SYSTEM STATUS –**

All systems operated normally in February 2025.

### **D. MEETINGS –**

No meetings attended in February 2025.

**INFORMATION TECHNOLOGY DEPARTMENT  
CAPITAL FUNDED PROJECTS SUMMARY**

Project No.	Name	F.Y. Auth- orized	Total Budget	Contracts			Comments	Project Manager/ Coordinator
				Contractor / Consultant	% Complete			
					Jan	Feb		
51040	Boardroom Technology Upgrade	16-17	\$ 32,135	In-house	98%	99%	Project will upgrade the Audio/Video presentation technology in the Boardroom. Video live streaming system was installed with upgraded cameras. New monitors were installed on the dais. Components have been acquired for the video presentation system upgrade, which is in progress.	Ando Pilve
51480	Asset Management System	18-19	\$ 88,704	In-house, external consultant	98%	98%	Cityworks Asset Management System's implementation is in progress. Deployment is completed with DigAlert, work order modules, and GraniteNet sewer inspection system. Fleet and storeroom modules are in development. Backflow module development is deferred depending on future software update.	Ando Pilve



## **VI. GENERAL ADMINISTRATION PROJECTS AND PROGRAMS:**

### **A. General Administration Meetings and Activities for Month of February 2025 –**

- 2/03/25 – SDCWA Joint Public Information/Conservation Coordinators (JPIC) (AN);
- 2/04/25 – VCMWD Agenda Meeting (GA & AN) & SDCWA MWD Delegates Meeting (GA);
- 2/05/25 – SDCWA Operations Building Tour (GA) & ACWA Legislative Committee Region 10 Prep Meeting (AN);
- 2/06/25 – VCMWD Facility Tour (GA & AN), Community Fire Safety Meeting (GA & AN), and CMUA Low Income Rate Assistance (LIRA) Strike Team (AN);
- 2/11/25 – SD County Farm Bureau Water Committee (GA);
- 2/12/25 – SDCWA Member Agency Finance Officers Meeting (GA & AN), and North Village EDU Transfer Agreement Meeting (AN);
- 2/13/25 – SDCWA MSR, LAFCO Workgroup Meeting (GA), SDCWA Legislative Liaison Meeting (AN), and VCMWD Table Top Exercise Planning Meeting (AN);
- 2/18/25 – SDCWA General Managers Meeting (GA), and VCMWD Regular Board of Directors Meeting (GA & AN);
- 2/19/25 – VCMWD Agenda Meeting (GA & AN) & CalWEP CII Classification Compliance Meeting (AN);
- 2/20/25 – CMUA Low Income Rate Assistance (LIRA) Strike Team (AN);
- 2/21/25 – North Village EDU Transfer Agreement Meeting (AN), and North County General Managers Meeting (GA);
- 2/24/25 – SDCWA CCCPH Compliance Roundtable Discussion (AN);
- 2/25/25 – VCMWD All Hands Staff Meeting (GA & AN); SDCWA A&F Committee Pre-Board Meeting (GA); & SDCWA Water Loss-Break Registry Roundtable Discussion (AN);
- 2/26/25 – SDCWA North County Caucus Meeting (GA) & FY 2025-2027 VCMWD Demand Projections Review (GA & AN); and
- 2/27/25 – SDCWA Regular Board Meeting (GA).

*\*Key: GA – Gary Arant; AN – Alisa Nichols*

### **B. Water Conservation and Public Outreach –**

Staff distributed copies of the 2025 Calendar along with entry forms to Lilac and Valley Center Elementary School 4<sup>th</sup> grade classrooms for this year's contest, and are waiting for the April 1, 2025 entry deadline.

**C. Personnel –**

**1) Regular Full-Time Employees, as of February 28, 2025:**

<u>Funds</u>	<u>Budgeted</u>	<u>Employed</u>
Water	66	64
Wastewater	<u>7</u>	<u>7</u>
<b>Total</b>	<b>73</b>	<b>71</b>

**2) Pending Retirements –**

- a) Gary Arant – December 26, 2025
- b) Wally Grabbe – February 25, 2026

**Compiled By:**



**Kirsten N. Peraino, Board Secretary**

**Submitted By:**



**Gary T. Arant, General Manager**