

REGULAR MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
18700 Ward Street, Board Room, Fountain Valley, California
April 16, 2025, 8:30 a.m.

Teleconference Sites:
25652 Paseo De La Paz, San Juan Capistrano, CA 92675
17420 Walnut Street, Fountain Valley, CA 92708

This meeting will be held in person. As a convenience for the public, the meeting may also be accessed by Zoom Webinar and will be available by either computer or telephone audio as indicated below. Because this is an in-person meeting and the Zoom component is not required, but rather is being offered as a convenience, if there are any technical issues during the meeting, this meeting will continue and will not be suspended.

Computer Audio: You can join the Zoom meeting by clicking on the following link:
<https://zoom.us/j/8828665300>

Telephone Audio: (669) 900 9128 fees may apply
(877) 853 5247 Toll-free
Webinar ID: 882 866 5300#

AGENDA

MOMENT OF SILENCE

PLEDGE OF ALLEGIANCE

ROLL CALL

PUBLIC COMMENTS/PARTICIPATION

At this time, members of the public will be given an opportunity to address the Board concerning items within the subject matter jurisdiction of the Board. Members of the public may also address the Board about a particular Agenda item at the time it is considered by the Board and before action is taken. If the item is on the Consent Calendar, please inform the Board Secretary before action is taken on the Consent Calendar and the item will be removed for separate consideration.

The Board requests, but does not require, that members of the public who want to address the Board complete a voluntary "Request to be Heard" form available from the Board Secretary prior to the meeting.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

Determine need and take action to agendize items(s) which arose subsequent to the posting of the Agenda. (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board members present, or, if less than two-thirds of the Board members are present, a unanimous vote of those members present.)

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the District's business office located at 18700 Ward Street, Fountain Valley, California 92708, during regular business hours. When practical, these public records will also be made available on the District's Internet Web site, accessible at <http://www.mwdoc.com>.

NEXT RESOLUTION NO. 2156

CONSENT CALENDAR (Items 1 to 4)

(All matters under the Consent Calendar will be approved by one motion unless a Board member requests separate action on a specific item)

1. MINUTES

- a. March 5, 2025 Workshop Board Meeting
- b. March 19, 2025 Regular Board Meeting

Recommendation: Approve as presented.

2. COMMITTEE MEETING REPORTS

- a. Planning & Operations Committee: March 3, 2025
- b. Administration & Finance Committee: March 12, 2025
- c. Executive Committee Meeting: March 20, 2025

Recommendation: Receive and file as presented.

3. TREASURER'S REPORTS

- a. MWDOC Revenue/Cash Receipt Register as of March 31, 2025
- b. Disbursement Registers (March/April)

Recommendation: Ratify and approve as presented.

- c. Summary of Cash and Investment and Portfolio Master Summary Report (Cash and Investment report) as of February 28, 2025
- d. PARS Monthly Statement (OPEB Trust)

Recommendation: Receive and file as presented.

4. FINANCIAL REPORT

- a. Combined Financial Statements and Budget Comparative for the Period Ending February 28, 2025

Recommendation: Receive and file as presented.

End Consent Calendar

PUBLIC HEARING/ACTION ITEM

5. HOLD PUBLIC HEARING TO ADOPT ORDINANCE SUPERSEDING AND REPEALING MWDOC ORDINANCE NO. 54 REGARDING COMPENSATION FOR DIRECTORS

ORD. NO. 56

Recommendation: (1) Open the Public Hearing (as noticed) regarding the Proposed Ordinance to receive input from the public; (2) consider said input on the Ordinance; and (3) consider adopting an Ordinance to adjust Director compensation in the general form presented.

ACTION ITEMS

6-1 AMENDMENTS TO METROPOLITAN WATER CONSERVATION FUNDING AGREEMENTS AND MWDOC WATER CONSERVATION PARTICIPATION AGREEMENT

Recommendation: Authorize the General Manager to sign: (1) Amendments to Metropolitan's Water Conservation Funding Agreements extending the term an additional ten years to June 30, 2035; and (2) An Amendment to MWDOC's Water Conservation Participation Agreement with each Member Agency extending the term an additional ten years to June 30, 2035.

6-2 ADOPTION OF THE THIRD AND FINAL DRAFT BUDGET FOR FISCAL YEAR 2025-26

RES. NO. _____

Recommendation: Adopt a Resolution establishing the Fiscal Year 2025/26 budget substantially in the form presented.

6-3 PROPOSED MWDOC WATER RATE RESOLUTION FOR FISCAL YEAR 2025-26

RES. NO. _____

Recommendation: (1) **Increase** the MWDOC Retail Meter Charge from \$14.75 to \$15.25 per meter, and **increase** the Groundwater Customer Charge from \$405,463 to \$414,371 effective July 1, 2025; and (2) Adopt the Water Rate Resolution setting forth rates and charges to be effective July 1, 2025 and January 1, 2026 as identified in the Water Rate Resolution for Fiscal Year 2025-26.

INFORMATION CALENDAR (All matters under the Information Calendar will be Received/Filed as presented following any discussion that may occur)

7. GENERAL MANAGER'S REPORT, APRIL (ORAL AND WRITTEN)

Recommendation: Receive and file report(s) as presented.

8. MWDOC GENERAL INFORMATION ITEMS

- a. Board of Directors - Reports re: Conferences and Meetings
- b. Requests for Future Agenda Topics

Recommendation: Receive and file as presented.

ADJOURNMENT

Note: Accommodations for the Disabled. Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by contacting Maribeth Goldsby, District Secretary, at (714) 963-3058, or writing to Municipal Water District of Orange County at P.O. Box 20895, Fountain Valley, CA 92728. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that District staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the District to provide the requested accommodation.

**MINUTES OF THE WORKSHOP BOARD MEETING
OF THE BOARD OF DIRECTORS OF
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY (MWDOC)
WITH THE MWDOC MET DIRECTORS
March 5, 2025**

At 8:30 a.m., President McVicker called to order the Workshop Meeting of the Municipal Water District of Orange County in Conference Room 101 at the District facilities located in Fountain Valley, as well as including attendance via the Zoom Webinar application. Director Nederhood led the Pledge of Allegiance, and Secretary Goldsby called the roll.

MWDOC DIRECTORS

Al Nederhood
Larry Dick*
Karl W. Seckel* (absent)
Bob McVicker
Randall Crane
Jeffery M. Thomas
Megan Yoo Schneider

STAFF

Harvey De La Torre, General Manager
Joe Byrne, Legal Counsel
Maribeth Goldsby, District Secretary
Melissa Baum-Haley, Assistant General Mgr.
Charles Busslinger, Dir. of Engineering/Dist. Eng.
Heather Baez, Director of Governmental Affairs
Joe Berg, Director of WUE
Alex Heide, Sr. Water Resource Analyst
Kevin Hostert, Sr. Water Resource Analyst
Sarina Sriboonlue, Principal Engineer
Rachel Waite, WUE Program Supervisor
Rachel Davis, Water Loss Control Prog. Supervisor

*Also MWDOC-MET Directors

OTHER MWDOC-MET DIRECTORS

Linda Ackerman
Dennis Erdman

OTHERS PRESENT

Sara Tucker (absent)
Garrett Durst
Syrus Devers
Dick Ackerman
Peter Whittingham
Paul Jones
Bill Hasencamp
Doug Davert
Dave Youngblood
Kathryn Freshley
Mike Gaskins
Kay Havens
Mark Monin
Dennis Cafferty
Sherri Seitz
Vu Chu
Doug Reinhart
Peer Swan

NRR
NRR
Syrus Devers Advocacy
Ackerman Consulting
Whittingham Public Affairs Advisors
Dopudja & Wells Consulting
Metropolitan Water District of So. California
East Orange County Water District
East Orange County Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
Irvine Ranch Water District
Irvine Ranch Water District

Paul Weghorst	Irvine Ranch Water District
Keith Van Der Maaten	Laguna Beach County Water District
Jim Atkinson	Mesa Water
Jim Fislser	Mesa Water
Stacy Taylor	Mesa Water
Andrew Wiesner	Mesa Water
Dick Fiore	Moulton Niguel Water District
Don Froelich	Moulton Niguel Water District
Marina Lindsay	Moulton Niguel Water District
Laura Rocha	Moulton Niguel Water District
John Kennedy	Orange County Water District
Chris Olsen	Orange County Water District
Alicia Dunkin	Orange County Water District
Laura Freese	Santa Margarita Water District
Saundra Jacobs	Santa Margarita Water District
Brad Reese	Serrano Water District
Jerry Vilander	Serrano Water District
Bill Green	South Coast Water District
Fernando Paludi	Trabuco Canyon Water District
Tom Lindsey	Yorba Linda Water District
Emily Novak	San Diego County Water Authority
Lisa Ohlund	Ohlund Management & Technical Services
Richard Bell	
Chuck Gibson	

TELECONFERENCE SITE

Director McVicker participated via teleconference location (all agenda requirements pursuant to the Ralph M. Brown Act requirements were complied with).

PUBLIC PARTICIPATION/PUBLIC COMMENTS

President McVicker inquired whether any members of the public wished to comment on agenda items.

No public comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED - Determine need and take action to agendize item(s), which arose subsequent to the posting of the agenda. (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board members present or, if less than two-thirds of the Board members are present, a unanimous vote.)

No items were presented.

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

President McVicker inquired as to whether there were any items distributed to the Board less than 72 hours prior to the meeting.

No items were distributed less than 72 hours prior to the meeting.

PRESENTATION / DISCUSSION ITEMS**PRESENTATION/UPDATE BY BILL HASENCAMP REGARDING COLORADO RIVER ACTIVITIES**

Mr. Bill Hasencamp (Metropolitan Water District of Southern California's Manager, Colorado River Resources) presented information on the status of negotiations between the basin states regarding the new Colorado River Guidelines. His presentation included an overview of the guideline terms (as well as territory interim shortage guidelines), reasons for Lake Mead's drop in water levels, the background on the 1922 Compact, 1944 Treaty Allocations, and 1968 River Basin Project Act. He also reviewed Colorado River apportionments, the Supreme Court decree that influenced the structural deficit (1 million acre feet), lower basin usage/needs, as well as the Lower Basin Proposal (of which the lower basin proposes annual cuts of 1.5 million acre feet).

Mr. Hasencamp advised that MET created a new Imported Water subcommittee which will focus on the Colorado River issues.

The Board and audience then discussed various topics, including tribal impacts, where the Colorado River stands in priority at MET (with the many projects such as Pure Water underway), and the value of the Colorado River water for California.

Following discussion, the Board received and filed the information.

METROPOLITAN BUSINESS MODEL UPDATE

General Manager De La Torre provided an update on MET's Business Model refinement efforts, noting that the General Managers' Ad Hoc Group is considering categorizing the recommendations into three tiers (structural or policy refinements with broadly agreed-upon recommendations, items with parameters for policy refinement with a conceptual agreement, and items to be continued with a commitment to follow through due to a comprehensive analysis). He advised that the General Managers (GM) and MET staff would be holding additional sub-working group meetings in March (including an additional ad hoc working group meeting on March 12) to present the GM recommendations (by the GM ad hoc to the LTRPP subcommittee) on March 26.

Discussion ensued regarding conservation (and when MET's conservation goal will be achieved), the Local Resources Program, MET's revenue sources, and the importance of MET's primary mission (and incorporating this mission into the Business Model discussions).

Following discussion, the Board received and filed the report.

LEGISLATIVE ACTIVITIES**a. Federal Legislative Report (NRR)**

Ms. Heather Baez (Director of Governmental Affairs) advised that although NRR representatives were not present due to a conflict, she was available to answer questions from the written report. She highlighted that Congress is set to approve a budget continuing resolution to avert a shut-down, and that the Tax Parity for Water Rebates legislation was re-introduced via a bi-partisan, bi-cameral effort.

Director Crane then provided an overview of the recent ACWA DC Legislative trip (including meetings he attended with staff). The Board discussed the value of the ACWA DC conference, versus the District going at a different time (solo) and which would have the greatest impact; it was noted the Board would discuss this issue in the near future.

The Board received and filed the report.

b. State Legislative Report (SDA)

Mr. Syrus Devers of SDA reviewed his report, highlighting upcoming potential legislative activity including a brief overview of SB 31 (McNerney) updating various sections of the Water Code dealing with recycled water, AB 532 (Ransom), and SB 350 (Durazo) dealing with low-income rate assistance programs for water, Sites Reservoir, and updated Table A allocations for the State Water Project.

The Board received and filed the report.

c. Legal and Regulatory Report (Ackerman)

Mr. Dick Ackerman reviewed his report, highlighting the status of the Nutria issue, and SGMA. The Board received and filed the report.

d. County Legislative Report (Whittingham)

Mr. Peter Whittingham reviewed his report with the Board and the Board received and filed the written report.

QUESTIONS OR INPUT ON MET ISSUES FROM MEMBER AGENCIES/MET DIRECTOR REPORTS REGARDING MET COMMITTEE PARTICIPATION

Director Ackerman advised that MET General Manager Upadhyay provided a video update addressing his top areas of focus in his capacity as General Manager; she provided an overview of the video's contents.

Director Erdman reported on MET's Engineering, Operations & Technology Committee activities.

Director Dick highlighted the following: (1) Delta Islands; (2) carbon sequestration (and underlying geology, and 3) MET reinstatement of the Agricultural Committee.

Director Nederhood thanked Director Ackerman for her report on Mr. Upadhyay's video and encouraged the MET Directors to review (with Mr. Upadhyay) MET's HR/Legal/DEI/Ethics issues, including the complaint and investigation process.

ACTION ITEMS

AB 259 (RUBIO) – OPEN MEETINGS: LOCAL AGENCIES: TELECONFERENCES

Upon MOTION by Director Yoo Schneider, seconded by Director Thomas, and carried (6-0), the Board adopted a support position on Assembly Bill 259 (Rubio) and authorized joining the

California Special Districts Association's (CSDA) coalition and outreach efforts, by the following roll call vote:

AYES: Directors Nederhood, Dick, McVicker, Crane, Thomas & Yoo Schneider
NOES: None
ABSENT: Director Seckel
ABSTAIN: None

SB 394 (ALLEN) – WATER THEFT: FIRE HYDRANTS

Upon MOTION by Director Yoo Schneider, seconded by Director Thomas, and carried (6-0), the Board adopted a support position on Senate Bill 394 (Allen) and authorized joining the Association of California Water Agencies' (ACWA) coalition and outreach efforts, by the following roll call vote:

AYES: Directors Nederhood, Dick, McVicker, Crane, Thomas & Yoo Schneider
NOES: None
ABSENT: Director Seckel
ABSTAIN: None

AB 580 (WALLIS) – SURFACE MINING: METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

Upon MOTION by Director Yoo Schneider and seconded by Director Thomas, the Board adopted a support position on AB 580 (Wallis) and authorized sending a letter of support to the author and the Orange County delegation, by the following roll call vote:

AYES: Directors Nederhood, Dick, McVicker, Crane, Thomas & Yoo Schneider
NOES: None
ABSENT: Director Seckel
ABSTAIN: None

INFORMATION ITEMS

MWD ITEMS CRITICAL TO ORANGE COUNTY

- a. MET Finance and Rate Issues
- b. MET Water Supply Conditions Update
- c. Water Quality Update
- d. Colorado River Issues
- e. Delta Conveyance Activities and State Water Project Issues

The Board received and filed the report as presented.

METROPOLITAN (MET) BOARD AND COMMITTEE AGENDA DISCUSSION ITEMS

- a. Summary report regarding the February MET Board Meeting
- b. Review items of significance for the upcoming MET Board and Committee Agendas

The report was received and filed.

ADJOURNMENT

There being no further business, the meeting adjourned at 10:59 a.m.

Maribeth Goldsby
District Secretary

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
March 19, 2025**

At 8:30 a.m., Vice President Thomas called to order the Regular Meeting of the Municipal Water District of Orange County, in the Board Room at the District facilities located in Fountain Valley, as well as via the Zoom Webinar application. Following a moment of silence, Director Dick led the Pledge of Allegiance and Secretary Goldsby called the roll.

MWDOC DIRECTORS

Al Nederhood
Larry Dick
Bob McVicker
Karl Seckel
Randall Crane
Jeffery M. Thomas
Megan Yoo Schneider

STAFF

Harvey De La Torre, General Manager
Joe Byrne, Legal Counsel
Maribeth Goldsby, District Secretary
Melissa Baum-Haley, Assistant General Manager
Heather Baez, Director of Governmental Affairs
Sarina Sriboonlue, Principal Engineer
Tiffany Baca, Public Affairs Manager
Hilary Chumpitazi, Director of Finance/IT
Cathy Harris, Director of Administration/HR
Joe Berg, Director of Water Use Efficiency
Vicki Osborn, Director of Emergency Management
Charles Busslinger, Dir. of Engineering/Dist. Engineer

ALSO PRESENT

Linda Ackerman
Dennis Erdman
Doug Davert
Kathryn Freshley
Mike Gaskins
Kay Havens
Mark Monin
Dennis Cafferty
Sherri Seitz
Vu Chu
Doug Reinhart
Peer Swan
Jim Fisler
Stacy Taylor
Don Froelich
Sherry Wanninger
Len Barton
Chris Olsen
Margaret Novak
Frank Ury
Robb Grantham
Kristine Day
Nicole Stanfield
Brad Reese
Rick Shintaku
Jennifer Lopez

MWDOC/MET Director
MWDOC/MET Director
East Orange County Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
El Toro Water District
Irvine Ranch Water District
Irvine Ranch Water District
Mesa Water
Mesa Water
Moulton Niguel Water District
Moulton Niguel Water District
Moulton Niguel Water District
Orange County Water District
Santa Margarita Water District
Santa Margarita Water District
Santa Margarita Water District
Santa Margarita Water District
Santa Margarita Water District
Serrano Water District
South Coast Water District
South Coast Water District

John Horst	Trabuco Canyon Water District
Fernando Paludi	Trabuco Canyon Water District
Brett Barbre	Yorba Linda Water District
Tom Lindsey	Yorba Linda Water District
Dick Ackerman	Ackerman Consulting
Peter Whittingham	Whittingham Public Affairs Advisors
Emily Novak	San Diego County Water Authority
Charles Luas	Orchard Dale Water District
Lisa Ohlund	Ohlund Management & Technical Services
John Lewis	Lewis Consulting
Grant Herbert	FLO Analytics
Megan Chery	Environmental Incentives
Akemi Hidalgo	OC Public Works
Michael Mori	OC Public Works
Grant Sharp	OC Public Works
Paul Mesner	Surfside Colony District
Angela Crespi	
Chuck Gibson	
Mike Markus	
Stan Sprague	

TELECONFERENCE SITES

Directors McVicker and Yoo Schneider participated via teleconference locations (all agenda requirements pursuant to the Ralph M. Brown Act requirements were complied with).

PUBLIC PARTICIPATION/PUBLIC COMMENT

Vice President Thomas announced that members of the public wishing to comment on agenda items could do so after the item has been discussed by the Board and requested members of the public identify themselves when called on. Vice President Thomas asked whether any member of the public had any comments on items that were not on the agenda.

Mr. Paul Mesner from Surfside Colony District provided an update on ISDOC activities and encouraged all to attend the ISDOC meetings.

On behalf of OC LAFCO, Mr. Jim Fisler (LAFCO Commissioner) provided an annual update on OC LAFCO activities.

Mr. Stan Sprague, prior MWDOC General Manager, introduced himself to the Board.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were received.

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

Vice President Thomas inquired as to whether there were any items distributed to the Board less than 72 hours prior to the meeting.

No items were received.

CONSENT CALENDAR

Vice President Thomas stated that all matters under the Consent Calendar would be approved by one MOTION unless a Director wished to consider an item separately.

Director Nederhood asked for further discussion on Items 3b (Disbursement Registers) and 4a (Financial Report), and Director Seckel had a question on Item 3c (Summary of Cash & Investments).

Director Seckel questioned why the water conservation funding was in the negative by \$1.43 million, with General Manager De La Torre explaining that there is a delay in payment through grant funding and the MET incentive reimbursement, but that the amount will even out over time.

With respect to the Disbursement Register, Director Nederhood asked that a presentation on the Flume Study be made at a future Board/Committee meeting; it was noted staff would schedule the presentation in May.

Discussion was then held regarding Water Use Efficiency activities and the status of efforts to replace fixtures with water savings devices. Director Nederhood asked whether there were diminishing returns on investments with these devices. It was noted that the Flume Study presentation will shed more light on water savings potential with outdoor or landscape irrigation.

Upon MOTION by Director Yoo Schneider, seconded by Director Seckel, and carried (7-0), the Board approved the following Consent Calendar items by the following roll call vote:

AYES:	Directors Nederhood, Dick, McVicker, Seckel, Crane, Thomas & Yoo Schneider
NOES:	None
ABSENT:	None
ABSTAIN:	None

MINUTES

The following minutes were approved.

February 5, 2025	Workshop Board Meeting
February 19, 2025	Regular Board Meeting

COMMITTEE MEETING REPORTS

The following Committee Meeting reports were received and filed as presented.

Planning & Operations Committee Meeting:	February 3, 2025
Administration & Finance Committee Meeting:	February 12, 2025
Executive Committee Meeting:	February 20, 2025

TREASURER'S REPORTS

The following items were ratified and approved as presented.

MWDOC Revenue/Cash Receipt Register as of February 28, 2025
Disbursement Registers (February/March)

The following items were received and filed as presented.

Summary of Cash and Investment and Portfolio Master Summary Report (Cash and Investment Report) as of January 31, 2025

PARS Monthly Statement (OPEB Trust)

FINANCIAL REPORT

The following items were received and filed as presented.

Combined Financial Statements and Budget Comparative for the Period Ending January 31, 2025

ADMINISTRATION OF THE COUNTY OF ORANGE RAINSMART PILOT PROGRAM

The Board authorized the General Manager to enter into a contract with the County of Orange for MWDOC's administration of the County's RainSmart Rebates Pilot Program through MWDOC's existing Turf Replacement Program rebate processing infrastructure, with an administrative fee of up to \$265 for each RainSmart application processed.

APPROVE CHANGES TO RECORDS RETENTION SCHEDULE

The Board approved the changes to the Records Retention Schedule and authorized staff to incorporate these changes into the Administrative Code.

AWARD CONTRACT FOR GEOGRAPHIC INFORMATION SYSTEM (GIS) NEEDS ASSESSMENT

The Board authorized the General Manager to enter into a professional services agreement with FLO Analytics to conduct a Geographic Information System (GIS) Needs Assessment in an amount not to exceed \$35,435 plus a 15% contingency (\$5,315) for a total cost not to exceed \$40,750.

- END CONSENT CALENDAR -

ACTION ITEMS

RECOMMENDATION ON WHETHER TO LEAVE AN INCREASE IN DIRECTOR COMPENSATION AS A PLACEHOLDER IN THE DRAFT FY 2025-26 BUDGET

Legal Counsel Byrne advised that the purpose of this item was not to take action on receiving a compensation increase, but to take a definitive action on whether to (1) leave the 5% compensation increase in the draft FY 2025-26 budget and initiate the process to hold a public hearing on a compensation increase at a cost of approximately \$3000; or (2) remove the 5% compensation increase from the draft FY 2025-26 budget document.

Considerable discussion ensued with several members of the Board expressing support for holding the public hearing and several preferring to remove the 5% from the budget. Those in support of a compensation increase or initiating the public hearing process referenced the number of years since the last increase.

Director Nederhood made a MOTION, which was seconded by Director Thomas to leave the 5% Director compensation increase as a placeholder in the draft FY 2025-26 budget which would initiate the required Public Hearing notifications, etc. at a cost of approximately \$3,000.

Director Seckel then made a SUBSTITUTE MOTION, which was seconded by Director Crane, to remove the placeholder in the FY 2025-26 budget and not proceed with a compensation increase. The SUBSTITUTE MOTION failed by a vote of 3-3 through the following roll call vote:

AYES:	Directors McVicker, Seckel and Crane
NOES:	Directors Nederhood, Dick, and Thomas
ABSENT:	Director Yoo Schneider
ABSTAIN:	None

The Board then approved the original MOTION (by a vote of 4-2), to leave the 5% Director compensation increase as a placeholder in the draft FY 2025-26 budget which would initiate the required Public Hearing notifications, etc. at a cost of approximately \$3,000. Said MOTION was approved by the following roll call vote:

AYES:	Directors Nederhood, Dick, McVicker & Thomas
NOES:	Directors Seckel and Crane
ABSENT:	Director Yoo Schneider
ABSTAIN:	None

ADOPTION OF THE 2025 ORANGE COUNTY WATER AND WASTEWATER MULTI-JURISDICTIONAL HAZARD MITIGATION PLAN

Upon MOTION by Director Seckel, seconded by Director Crane, and carried (6-0), the Board adopted RESOLUTION NO. 2155 adopting the 2025 Orange County Water and Wastewater Multi-Jurisdictional Hazard Mitigation Plan, by the following roll call vote:

AYES:	Directors Nederhood, Dick, McVicker, Seckel, Crane, & Thomas
NOES:	None
ABSENT:	Director Yoo Schneider
ABSTAIN:	None

DISCUSSION ITEMS

MEMBER AGENCY SPOTLIGHT – SANTA MARGARITA WATER DISTRICT

Mr. Robb Grantham, General Manager of Santa Margarita Water District (SMWD) presented information on MWDOC and SMWD's regional partnership. The information he presented included an overview of SMWD's history and operations, annual water supply sources, SMWD's core values, the Ranch Filtration Plant phases, the San Juan Capistrano consolidation, emergency supplies and operations, and the core partnership opportunities with MWDOC (WEROC, School Program, Water Loss Control, and coordination of MET outages).

Following a brief discussion and question/answer period, the Board thanked Mr. Grantham and received and filed the report.

INFORMATION CALENDAR

UPDATE TO OC LAFCO FOCUSED MSR AND CONSOLIDATION FEASIBILITY STUDY

General Manager De La Torre advised that on March 5, 2025, the OC LAFCO released the final report for the Update to the Focused MSR and Sphere of Influence Update for OCWD and the Feasibility Analysis of the Potential Consolidation of OCWD and MWDOC. He stated that the process has concluded, both agencies generally believe that the current governance structure works well and still holds merit, and that the two General Managers are working cooperatively for the best interests of the region.

Following a brief discussion, the Board received and filed the report.

GENERAL MANAGER'S REPORT, MARCH 2025

General Manager De La Torre advised that the full General Manager's report was included in the Board packet.

The Board received and filed the report as presented.

MWDOC GENERAL INFORMATION ITEMS

a. BOARD OF DIRECTORS

The Board members each reported on their attendance at the regular (and special) MWDOC Board and Committee meetings. In addition to these meetings, the following reports were made on conferences and meetings attended on behalf of the District.

Director Nederhood advised that he attended the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Workshop and Regular Board meetings), several MET Committee meetings, the WACO and WACO planning meetings, the Urban Water Institute (UWI) Conference, and the OC Water Summit planning meeting.

Director Dick stated that he attended the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Workshop and Regular Board meetings), the regularly scheduled MET Board and Committee meetings, the ISDOC Executive Committee meeting, a meeting with Harvey De La Torre, the MWDOC MET Director meetings, the MET Caucus, the WACO meeting, the special MET meetings (including an ad hoc committee meeting), the OC LAFCO meeting, and the carbon sequestration meeting.

Director McVicker reported that he attended all of the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Workshop meeting and Regular Board meetings), the MET Executive Committee meeting, the MET Board and Committee meetings, the MET subcommittee on Long Term Planning, the ISDOC

Executive Committee meeting, the WACO and WACO planning meetings, and ACWA committee meetings.

Director Seckel advised that he attended the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Regular Board meeting), the regularly scheduled MET Board and Committee meetings, the WACO and WACO planning meetings, a meeting with Garry Brown and Harvey De La Torre, MET's Water Quality Lab dedication, and a meeting with representatives from EMWD, WMWD, SDCWA exploring opportunities to work together. He noted he would be hosting a State Water Project inspection trip on April 25-26 (and has been attending planning meetings for this trip), and he provided an overview of MET activities.

Director Crane reported that he attended all of the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Workshop and Regular Board meetings), the ACWA DC conference, the South Orange County Watershed Management meeting, a meeting with General Manager De La Torre, the MET One Water meeting, the MET Board meeting, the IRWD Board meeting, and the WACO meeting.

Director Thomas stated that he attended the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Workshop Board meeting), as well as the UWI conference, and the OC Water Summit planning meeting.

Director Yoo Schneider advised that she attended the regularly scheduled MWDOC meetings (Planning & Operations, Administration & Finance, and Executive Committee meetings, as well as the Workshop and Regular Board meetings), the SMWD Committee meeting, several CCEEB meetings, and the WACO meeting.

Vice President Thomas highlighted MWDOC's upcoming Water Policy dinner (March 20, 2025) and encouraged all to attend; he commended Tiffany Baca for her participation at the UWI conference (on a panel); and he announced he would be out of the country April 6-16.

b. REQUESTS FOR FUTURE AGENDA TOPICS

No future agenda topics were requested.

ADJOURNMENT

There being no further business to come before the Board, Vice President Thomas adjourned the meeting at 9:07 a.m., in memory of former IRWD Director Mary Aileen Matheis.

Respectfully submitted,

Maribeth Goldsby, Secretary

MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

Jointly with the

PLANNING & OPERATIONS COMMITTEE MEETING

March 3, 2025 – 8:30 a.m. to 9:22 a.m.

The meeting was in-person at the Municipal Water District of Orange County's office and included attendance via the Zoom Webinar application.

P&O Committee:

Director Seckel, Chair
Director Dick
Director Yoo Schneider

Staff: Harvey De La Torre, Melissa Baum-Haley, Vicki Osborn, Joe Berg, Hilary Chumpitazi, Charles Busslinger, Damon, Micalizzi, R. Waite-Harvey, Rachel Davis, Sarina Sriboonlue, Maribeth Goldsby, Tina Dubuque

Also Present:

MWDOC Director Nederhood
MWDOC Director McVicker
MWDOC Director Crane
MWDOC Director Thomas
MWDOC MET Director Ackerman
Dick Ackerman, Ackerman Consulting
Kay Havens, ETWD
Vu Chu, ETWD
Wyatt McClean, ETWD
Mike Gaskin, ETWD
Mark Monin, ETWD
Kathryn Freshley, ETWD
Mark Monin, ETWD
Dennis Cafferty, ETWD
Peer Swan, IRWD
Paul Weghorst, IRWD

Keith Van Der Maaten - LBCWD
Stacy Taylor, Mesa Water
Jim Atkinson, Mesa Water
Jim Fisler, Mesa Water
Diane Rifkin, MNWD
Alicia Harasty, OCWD
Jennifer Lopez, SCWD
Margaret Novak, SMWD
Saundra Jacobs, SMWD
Brad Reese, SWD
Jerry Vilander, SWD
Brett Barbre, YLWD
Arthur Perry, CMSD
Steven Kuo, LADWP
Chuck Gibson

Chairperson Seckel called the meeting to order at 8:30 a.m.

ROLL CALL

Secretary Goldsby conducted a roll call attendance of the Planning & Operations Committee members. Committee members, Directors Seckel and Dick and Yoo Schneider, were present. Directors Nederhood, McVicker, Thomas, and Crane were also present.

REMOTE/TELECONFERENCE SITES

Director McVicker and Director Yoo Schneider participated via teleconference locations (all agenda requirements pursuant to the Ralph M. Brown Act requirements were complied with).

Director Seckel shared that previous MWDOC Director Joan Finnigan's husband, Bob, passed away, and information about the service is forthcoming.

PUBLIC COMMENTS

There were no public comments.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS BEFORE MEETING

No items were distributed to the Board less than 72 hours before the meeting.

ACTION ITEM

ADMINISTRATION OF THE COUNTY OF ORANGE RAINSMART PILOT PROGRAM

Rachel Harvey-Waite, Water Use Efficiency Programs Supervisor, explained that over the last several years, MWDOC and County of Orange (County) staff have discussed how the Water Use Efficiency and County Stormwater Departments could collaborate on mutually beneficial efforts. Through a series of meetings and information-sharing sessions, landscape transformation has been identified as a key area of overlap and mutual benefit. MWDOC's Turf Replacement Program and the County RainSmart Rebates Pilot Program (RainSmart Program) both utilize the transformation of residential and commercial landscapes as the conduit for their goals (i.e., water savings and stormwater capture), respectively.

Discussion ensued about this program's benefits, funding, support, and the most common methodology regarding stormwater capture.

Upon MOTION by Director Yoo Schneider, seconded by Director Dick, and carried (3-0), the Committee recommended the Board of Directors authorize the general manager to enter into a contract with the County of Orange for MWDOC's administration of the County's RainSmart Rebates Pilot Program through MWDOC's existing Turf Replacement Program rebate processing infrastructure, with an administrative fee of up to \$265 for each RainSmart application processed.

A roll call vote was taken, with Directors Seckel, Dick, and Yoo Schneider voting in favor. This item will be presented to the Board at the March 19, 2025, Board Meeting.

ADOPTION OF THE 2025 ORANGE COUNTY WATER AND WASTEWATER MULTI-JURISDICTIONAL HAZARD MITIGATION PLAN

Discussion ensued around the plan's value, the effects that the Department of Government Efficiency (DOGE) may have on FEMA, additional California Office of Emergency Services (CalOES) input, the removal of the South County Interconnection project, and the fact that the plan would be reviewed every year, ensuring that projects could be removed and added annually.

Upon MOTION by Director Yoo Schneider, seconded by Director Dick, and carried (3-0), the Committee recommended the Board of Directors: adopt by resolution the 2025 Orange County Water and Wastewater Multi-Jurisdictional Hazard Mitigation Plan.

A roll call vote was taken, with Directors Seckel, Dick, and Yoo Schneider voting in favor. This item will be presented to the Board at the March 19, 2025, Board Meeting.

INFORMATION ITEMS

2025 CONSUMER CONFIDENCE REPORT UPDATE

The Committee received and filed this report.

ADVANCED METERING INFRASTRUCTURE WORKGROUP UPDATE

The Committee received and filed this report.

WATER POLICY FORUM & DINNER - MARCH 20, 2025

The Committee received and filed this report.

PUBLIC AFFAIRS HIGHLIGHTS

The Committee received and filed this report.

DEPARTMENT ACTIVITIES REPORTS

- a. Ongoing MWDOC Reliability and Engineering/Planning Projects
- b. WEROC
- c. Water Use Efficiency Projects
- d. Public and Government Affairs

The Committee received and filed these reports.

REVIEW OF ISSUES RELATED TO PLANNING OR ENGINEERING PROJECTS, WEROC, WATER USE EFFICIENCY, FACILITY AND EQUIPMENT MAINTENANCE, WATER STORAGE, WATER QUALITY, CONJUNCTIVE USE PROGRAMS, EDUCATION, PUBLIC AFFAIRS PROGRAMS AND EVENTS, PUBLIC INFORMATION PROJECTS, PUBLIC INFORMATION CONSULTANTS, DISTRICT FACILITIES, and MEMBER-AGENCY RELATIONS

Harvey De La Torre, General Manager, shared that on February 28, an email introducing a new water supply dashboard was sent out on behalf of the MWDOC Directors to the member agencies and cities. In response, Director Nederhood requested that a short refresher course regarding the dashboard be presented at a future Board Meeting.

ADJOURNMENT

As no further business was brought before the Committees, the meeting was adjourned at 9:22 a.m.

MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

Jointly with the

ADMINISTRATION & FINANCE COMMITTEE

March 12, 2025 – 8:30 a.m. to 9:49 a.m.

Director Crane called the meeting to order at 8:30 a.m. The meeting was held in-person at the District offices as well as including attendance via the Zoom webinar application.

A&F Committee:

Director Crane
Director Thomas
Director Nederhood (absent)

Staff:

Melissa Baum-Haley, Maribeth Goldsby,
Katie Davanaugh, Hilary Chumpitazi,
Cathy Harris, Damon Micalizzi,
Charles Busslinger, Tiffany Baca

Also Present:

Director Seckel
Director McVicker
Director Yoo Schneider
MWDOC Met Director Dennis Erdman
MWDOC Met Director Linda Ackerman
Dennis Cafferty, ETWD
Vu Chu, ETWD
Kay Havens, ETWD
Wyatt McClean, ETWD
Mark Monin, ETWD
Grant Herbert, FLO Analytics
Matt Collings, MNWD
Jonathan Cruz, MNWD
Diane Rifkin, MNWD

Jim Atkinson, Mesa Water
Stacey Taylor, Mesa Water
Paul Weghorst, IRWD
Peer Swan, IRWD
Keith Van Der Maaten, LBCWD
Chris Olsen, OCWD
Emily Novak, SDCWA
Brad Reese, SWD
Jerry Vilander, SWD
Margaret Novak, SMWD
Frank Ury, SMWD
Brett Barbre, YLWD
Christine McIlrevey, YLWD
Chuck Gibson

ROLL CALL

Secretary Goldsby conducted a roll call attendance of the Committee members with Directors Crane and Thomas acknowledging attendance for the Administration and Finance Committee, and Director Yoo Schneider, McVicker and Seckel were also present.

Director Seckel sat on the Committee in the absence of Director Nederhood.

TELECONFERENCE SITES

Directors Yoo Schneider and McVicker participated via teleconference locations. All agenda requirements pursuant to the Ralph M. Brown Act requirements were complied with.

PUBLIC COMMENTS

No comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

No items were presented.

PROPOSED BOARD CONSENT CALENDAR ITEMS**TREASURER'S REPORT**

- a. Revenue/Cash Receipt Report – February 2025
- b. Disbursement Approval Report for the month of March 2025
- c. Disbursement Ratification Report for the month of February 2025
- d. GM Approved Disbursement Report for the month of February 2025
- e. Consolidated Summary of Cash and Investment – January 2025
- f. OPEB and Pension Trust Fund statement

Upon MOTION by Director Thomas, seconded by Director Seckel and carried (3-0), the Committee recommended approval of the Treasurer's Report at the March 19, 2025 Board meeting. The vote was taken via roll call with Directors Crane, Thomas and Seckel all voting in favor.

FINANCIAL REPORT

- a. Combined Financial Statements and Budget Comparative for the Period Ending January 31, 2025

The Committee reviewed the Financial Report and upon MOTION by Director Thomas, seconded by Director Seckel and carried (3-0), the Committee recommended approval of the Financial Report at the March 19, 2025 Board meeting. The vote was taken via roll call with Directors Crane, Thomas and Seckel all voting in favor.

ACTION ITEMS**APPROVE CHANGES TO RECORDS RETENTION SCHEDULE**

Upon MOTION by Director Thomas, seconded by Director Seckel and carried (3-0), the Committee recommended approval of the Changes to the Records Retention Schedule at the March 19, 2025 Board meeting. The vote was taken via roll call with Directors Crane, Thomas and Seckel all voting in favor.

**AWARD CONTRACT FOR GEOGRAPHIC INFORMATION SYSTEMS (GIS)
NEEDS ASSESSMENT**

Charles Busslinger provided a review of the written staff report, noting that the proposed GIS Needs Assessment will review and consider the appropriate GIS services needed for the District's WEROC, Water Use Efficiency and Engineering departments. An RFP was released and 13 responses were received, reviewed and evaluated.

Discussion was held on the various GIS benefits in supporting Water Use Efficiency programs, specifically Water As a Way of Life and perhaps collaborating with some of the Metropolitan Water District conservation programs. This work is considered a first step in gathering information on how GIS can add value to the services that MWDOC offers to its member agencies and the region.

Upon MOTION by Director Thomas, seconded by Director Seckel and carried (3-0), the Committee recommended approval of the Award of Contract for Geographic Information Systems (GIS) Needs Assessment at the March 19, 2025 Board meeting. The vote was taken via roll call with Directors Crane, Thomas and Seckel all voting in favor.

RECOMMENDATION ON WHETHER TO LEAVE AN INCREASE IN DIRECTOR COMPENSATION AS A PLACEHOLDER IN THE DRAFT FY 2025-26 BUDGET

The Committee held discussion on including a placeholder in the upcoming 2025-26 budget, noting that an increase has not been granted to Director Compensation since 2020.

Upon MOTION by Director Thomas, seconded by Director Seckel and carried (3-0), the Committee referred this item to the March 19, 2025 for additional discussion and action, noting that Directors Nederhood and Dick were not present for this discussion.

DISCUSSION ITEMS

MWD OC FY 2025-26 2ND DRAFT BUDGET

https://zoom.us/recording/detail?meeting_id=5t9mYZddSmSPdxm3zdhFCA%3D%3D

INFORMATION ITEMS

WATER ENERGY EDUCATION ALLIANCE (WEEA) BUSINESS RATIONALE & BUDGET NARRATIVE

DEPARTMENT ACTIVITIES REPORT

- a. Administration
- b. Finance and Information Technology

MONTHLY WATER USAGE DATA AND WATER SUPPLY INFO

REVIEW ISSUES REGARDING DISTRICT ORGANIZATION, PERSONNEL MATTERS, EMPLOYEE BENEFITS FINANCE AND INSURANCE

ADJOURNMENT

There being no further business brought before the Administration & Finance Committee; the meeting was adjourned at 9:49 a.m.

MINUTES OF THE MEETING OF THE
BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
jointly with the
EXECUTIVE COMMITTEE
March 20, 2025, 8:30 a.m. to 9:30 a.m.
Conference Room 101

Committee:

Director McVicker, President
Director Thomas, Vice President
Director Yoo Schneider, Immediate Past President

Staff:

H. De La Torre, M. Goldsby,
M. Baum-Haley, D. Micalizzi,
H. Baez

Also Present

Director Nederhood (absent)
Director Dick
Director Seckel
Director Crane
Director Erdman, MWDOC/MET Dir.

Mark Monin, ETWD
Stacy Taylor, Mesa Water
Sherry Wanninger, MNWD
Laura Freese, SMWD
Lindsay Leahy, SMWD
Brad Reese, Serrano WD
Jerry Vilander, Serrano WD
Chuck Gibson

Vice President Thomas called the meeting to order at 8:30 a.m. The meeting was held in-person at the District offices as well as including attendance via the Zoom Webinar application. Secretary Goldsby called the roll, and Committee members McVicker, Thomas and Yoo Schneider were present. Directors Dick, Seckel and Crane were also present; Director Nederhood was absent.

TELECONFERENCE SITES

Director McVicker participated via teleconference location (all agenda requirements pursuant to the Ralph M. Brown Act requirements were complied with).

PUBLIC PARTICIPATION

No items were presented.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

Secretary Goldsby advised that the draft agendas for the upcoming month were distributed to the Board and made available to the public.

EXECUTIVE COMMITTEE REVIEW OF FUTURE AGENDAS

The Committee reviewed and discussed the draft agendas for each meeting and made revisions/additions as listed below.

a. Workshop Board Meeting

General Manager Harvey De La Torre advised that MET's Business Model discussions have been delayed (to allow more time for the MET Board to digest the Climate Adaptation Master Plan for Water (CAMP4W) implementation strategy and process before moving to the MET Business Model recommendations); the Committee suggested the presentation be deferred until May.

Discussion was held regarding the CAMP4W process and Mr. De La Torre suggested a panel discussion be held at the April meeting to address various questions the Board may have on the CAMP4W implementation strategy.

b. Administration & Finance Committee (A&F)

No new items were added to the agenda.

c. Special Board Meeting (Elected Officials Forum)

Considerable discussion ensued regarding the format and agenda topics for the Elected Officials Forum. It was suggested the meeting focus on MWDOC's services that provide value to the agencies (grant funding, WEROC, shared services, fire readiness, etc.), and that the meeting focus on different themes each year. The Committee asked that MWDOC's regional role as a MET member agency also be highlighted.

Director Dick then referenced WEROC and the status of the fuel contract for WEROC; he emphasized the importance of this and the need to provide WEROC with the assistance needed to secure such a contract.

a. Planning & Operations Committee Meeting

No new items were added to the agenda.

DISCUSSION REGARDING UPCOMING ACTIVITIES OF SIGNIFICANCE

Mr. De La Torre reported that the federal funding pause on WUE grant funding was lifted and all of MWDOC's grant funding sources are now active.

Assistant General Manager Melissa Baum Haley then provided a demonstration of the new WUE Moasure measurement tool which is required by MET in order for MWDOC agencies to receive MET conservation funding. She reviewed with the Committee how it works, how the data is developed, and the accuracy of the device. She advised that MWDOC's member agencies will have the ability, through a "lending library," to use the devices MWDOC purchased (one-time cost). Discussion ensued regarding the cost of the device and why MET is requiring it.

MEMBER AGENCY RELATIONS

Mr. De La Torre noted that the South County agencies meeting would be held March 27, 2025 at 12:00 pm and that topics would include general MWDOC activities/updates, MET updates, and an OC LAFCO MSR Focused Study update. He advised that because he would be on vacation, Dr. Baum Haley along with Charles Busslinger and Alex Heide would be attending this meeting.

GENERAL MANAGER'S REPORTS

Mr. De La Torre advised he would be presenting information at ISDOC's April 30th luncheon (as MWDOC is the spotlighted agency).

REVIEW AND DISCUSS DISTRICT AND BOARD ACTIVITIES

Mr. De La Torre then advised that recruitment efforts are under way to fill the many open positions at MWDOC, and he reminded all present that the Water Policy Dinner would be held later that evening.

ADJOURNMENT

There being no further business to be brought before the Committee, the meeting adjourned at 9:30 a.m.

**Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
March 2025**

Item No. 3a

WATER REVENUES

<u>Date</u>	<u>From</u>	<u>Description</u>	<u>Amount</u>
3/03/2025	City of Buena Park	January 2025 Water deliveries	\$ 26,146.49
3/03/2025	City of Newport Beach	January 2025 Water deliveries	335,553.32
3/03/2025	Trabuco Canyon Water District	January 2025 Water deliveries	46,870.57
3/04/2025	City of Seal Beach	January 2025 Water deliveries	15,568.91
3/06/2025	City of La Habra	January 2025 Water deliveries	21,820.47
3/07/2025	City of Garden Grove	January 2025 Water deliveries	79,420.13
3/07/2025	City of La Palma	January 2025 Water deliveries	892.01
3/07/2025	Irvine Ranch Water District	January 2025 Water deliveries	1,738,796.09
3/07/2025	Laguna Beach County Water District	January 2025 Water deliveries	400,710.32
3/12/2025	City of Orange	January 2025 Water deliveries	155,072.50
3/12/2025	East Orange Co Water District	January 2025 Water deliveries	445,046.93
3/12/2025	El Toro Water District	January 2025 Water deliveries	585,468.93
3/12/2025	Santa Margarita Water District	January 2025 Water deliveries	2,427,858.20
3/12/2025	Santa Margarita Water District (ID9)	January 2025 Water deliveries	655,152.59
3/13/2025	City of Westminster	January 2025 Water deliveries	8,648.65
3/13/2025	South Coast Water District	January 2025 Water deliveries	562,931.73
3/13/2025	Yorba Linda Water District	January 2025 Water deliveries	338,717.41
3/14/2025	City of San Clemente	January 2025 Water deliveries	814,212.80
3/14/2025	Golden State Water Company	January 2025 Water deliveries	581,445.26
3/14/2025	Moulton Niguel Water District	January 2025 Water deliveries	2,253,968.57
3/14/2025	Orange County Water District	January 2025 Water deliveries	125,055.27
3/24/2025	Mesa Water District	January 2025 Water deliveries	166.37
3/21/2025	City of Huntington Beach	February 2025 Water deliveries	219,572.79
3/24/2025	City of Fountain Valley	February 2025 Water deliveries	17,437.50
3/24/2025	Serrano Water District	February 2025 Water deliveries	11,365.84
3/27/2025	City of Westminster	February 2025 Water deliveries	8,648.65
3/28/2025	City of Brea	February 2025 Water deliveries	7,232.33
3/28/2025	City of Seal Beach	February 2025 Water deliveries	15,289.91
3/31/2025	City of Newport Beach	February 2025 Water deliveries	124,071.32
3/31/2025	Santa Margarita Water District	February 2025 Water deliveries	1,733,048.70
3/31/2025	Santa Margarita Water District (ID9)	February 2025 Water deliveries	466,882.84

TOTAL WATER REVENUES \$ 14,223,073.40

**Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
March 2025**

MISCELLANEOUS REVENUES

<u>Date</u>	<u>From</u>	<u>Description</u>	<u>Amount</u>
3/03/2025	Stripe	3/20/2025 Water Policy dinner registrations	\$ 10,529.50
3/10/2025	Moulton Niguel Water District	3/20/2025 Water Policy dinner registrations	1,250.00
3/10/2025	Mesa Water District	3/20/2025 Water Policy dinner registrations	1,250.00
3/13/2025	Laguna Beach County Water District	3/20/2025 Water Policy dinner registrations	1,250.00
3/19/2025	West Basin Municipal Water District	3/20/2025 Water Policy dinner registrations	800.00
3/20/2025	Western Municipal Water District	3/20/2025 Water Policy dinner registrations	1,250.00
3/31/2025	Metropolitan Water District	3/20/2025 Water Policy dinner registrations	2,500.00
3/10/2025	Steve Hedges	March 2025 Retiree Health insurance	54.20
3/10/2025	Judy Pfister	March 2025 Retiree Health insurance	36.88
3/03/2025	Keith Lyon	March 2025 Retiree Health insurance	227.65
3/27/2025	Keith Lyon	April 2025 Retiree Health insurance	227.65
3/31/2025	Karl Seckel	April 2025 Retiree Health insurance	227.65
3/07/2025	Stan Sprague	May 2025 Retiree Health insurance	227.65
3/24/2025	Stan Sprague	June 2025 Retiree Health insurance	227.65
3/03/2025	Stripe	Scouts BSA Clinic	268.96
3/03/2025	US Bank	CAL Card rebate check	780.73
3/13/2025	Igoe and Company Inc	Refund for FSA	460.00
3/17/2025	US Bank Custodial Account	Citibank Interest payment	1,250.19
3/21/2025	County of Orange	Dec 2024-Feb 2025 OCTP Interest less Admin fee	46,175.49
3/24/2025	US Bank Custodial Account	Toyota Financial Bank Interest payment	4,525.00
3/31/2025	US Bank Custodial Account	Leaders Credit Union Interest payment	821.92
3/31/2025	US Bank	Monthly Interest	100.92
3/24/2025	Mesa Water District	January 2025 Smartimer rebate program	69.49
3/24/2025	Laguna Beach County Water District	January 2025 Toilets rebate program	154.60
3/03/2025	Trabuco Canyon Water District	December 2024 Clothes Washers rebate program	290.00
3/12/2025	El Toro Water District	January 2025 Clothes Washers rebate program	115.00
3/06/2025	City of La Habra	January 2025 Turf Removal and Spray to Drip rebate program	416.00
3/07/2025	City of Brea	January 2025 Turf Removal and Spray to Drip rebate program	208.00
3/10/2025	City of Fountain Valley	January 2025 Turf Removal and Spray to Drip rebate program	791.40
3/19/2025	Golden State Water Company	January 2025 Turf Removal and Spray to Drip rebate program	208.00
3/19/2025	City of Orange	January 2025 Turf Removal and Spray to Drip rebate program	876.00
3/21/2025	City of Tustin	January 2025 Turf Removal and Spray to Drip rebate program	312.00
3/21/2025	Irvine Ranch Water District	January 2025 Smartimer, Turf Removal and Spray to Drip rebate program	22,788.00
3/10/2025	Moulton Niguel Water District	January 2025 Smartimer, Turf Removal, Spray to Drip, Rotating Nozzles and Clothes Washers rebate program	5,439.90
3/03/2025	City of Anaheim	Dedicated Irrigation Meters Program FY 2024-25	18,103.08
3/03/2025	Bureau of Reclamation	Oct 24- Jan 25 OC Sustainable Landscapes program	137,464.03
3/10/2025	City of Anaheim	Jul-Dec 2024 School Billing	19,384.68
3/12/2025	City of Garden Grove	Addition to the Choice School Program FY 2024-25	6,885.42
3/03/2025	City of Anaheim	Water Loss Control Shared Services FY 2024-25	60,390.00
3/28/2025	City of Brea	Water Loss Control Shared Services FY 2024-25	1,302.00
3/14/2025	City of Fullerton	Water Loss Control Technical Assistance - E Source CY 2024	27,150.00
3/19/2025	Inland Empire Utilities Agency	WEEA Sponsorship FY 2024-25 - Prorated	1,667.00
3/07/2025	Inland Empire Utilities Agency	WEEA Sponsorship FY 2025-26	5,000.00
3/24/2025	Mesa Water District	Hazard Mitigation Plan	11,800.00

TOTAL MISCELLANEOUS REVENUES	\$ 395,256.64
TOTAL REVENUES	\$ 14,618,330.04


Harvey De La Torre, General Manager


Hilary Chumplitazi, Treasurer

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2025**

Vendor/ Invoice	Description	Amount to Pay
Core Expenditures:		
ACCO Engineered Systems Inc		
20673070	02/28/25 Service for replacement of heat actuator in the kitchen	869.68
Total		<u>869.68</u>
Ackerman Consulting-Richard C Ackerman		
1437	March 2025 Legal and regulatory specialized consulting services	3,500.00
Total		<u>3,500.00</u>
Aleshire & Wynder LLP		
94338	February 2025 Legal services	487.50
Total		<u>487.50</u>
Alta FoodCraft		
12513848	March 2025 Coffee and tea supplies	119.00
12514063	March 2025 Coffee and tea supplies	10.66
Total		<u>129.66</u>
Best Best and Krieger LLP		
55401-FEB25	February 2025 Legal services	10,233.62
Total		<u>10,233.62</u>
CSU Fullerton ASC		
AR174975	Lunch and Learn workshop held on 02/20/25	3,000.00
Total		<u>3,000.00</u>
Green Thumb (Indoor Plant Care) LLC-Dedo Verde Interior		
20250305	April 2025 Indoor plant service	305.50
Total		<u>305.50</u>
Dopudja & Wells Consulting Inc		
2064	February 2025 Consulting services on MET Strategic Issues and Priorities	2,662.50
Total		<u>2,662.50</u>
Elevated Health		
April 2025	Pre-employment physical for new staff member	115.00
Total		<u>115.00</u>
E Source Companies LLC		
24661	February 2025 AMI Technical Assistance Workgroup Meeting #4	3,240.00
Total		<u>3,240.00</u>

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2025**

Vendor/ Invoice	Description	Amount to Pay
GovConnection Inc		
76286034	Four additional co-termed licenses for Microsoft authentication, email, and applications	827.44
76294907	Four additional co-termed Adobe Acrobat licenses	194.52
Total		<u>1,021.96</u>
Hashtag Pinpoint Corporation		
1950	March 2025 Social Media consultation and services	7,913.00
Total		<u>7,913.00</u>
Steve Hedges		
040125	January-March 2025 Retiree medical premium	555.00
Total		<u>555.00</u>
Lawnscape Systems Inc		
451523	March 2025 Landscape Maintenance for Atrium	495.00
Total		<u>495.00</u>
Phil Letrong		
31925	January-March 2025 Retiree medical premium	555.00
Total		<u>555.00</u>
Hyas Group		
11434725079	February-March 2025 Investment Advisor services for 401a and 457b plans	3,277.77
Total		<u>3,277.77</u>
Natural Resource Results LLC		
5325	March 2025 Federal Advocacy Agreement services	8,000.00
Total		<u>8,000.00</u>
NDS		
847765	03/07/25 Board packet delivery service	134.72
847901	03/14/25 Board packet delivery service	134.72
848295	03/28/25 Board packet delivery service	134.72
Total		<u>404.16</u>
ODP Business Solutions LLC		
412417763001	03/12/25 Office supplies	662.33
Total		<u>662.33</u>
Orange County Water District		
27279	February 2025 Postage, shared office & maintenance expense	11,019.95
Total		<u>11,019.95</u>

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2025**

Vendor/ Invoice	Description	Amount to Pay
Office Solutions		
I-02297685	03/12/25 Office supplies	96.09
I-02301236	Cabinet for Office 126	995.06
I-02302485	03/31/25 Office supplies	122.56
I-02303059	04/02/25 Supply order	24.27
Total		1,237.98
Packet Fusion Inc		
PB17091	Additional four Zoom cloud phone licenses for upcoming succession planning and new positions	452.90
Total		452.90
Karl Seckel		
30325	January-March 2025 Retiree medical premium	1,554.00
Total		1,554.00
SMS Datacenter-Groupo SMS USA LLC		
41748	Professional services to plan, configure, and install eight Cisco switches	16,195.00
42360	April 2025 IT support services	4,590.00
Total		20,785.00
Soto Resources-Joey C Soto		
GA-MAR-99	March 2025 Grant Research and Acquisition	3,250.00
Total		3,250.00
Syrus Devers Advocacy LLC		
1102	March 2025 State Legislative Advocacy services	8,000.00
Total		8,000.00
USAFact Inc		
5033329	March 2025 Background check for new hire	66.34
Total		66.34
Pauline D Wennerstrom		
22725	January-March 2025 Retiree medical premium	552.00
Total		552.00
Whittingham Public Affairs Advisors-WPAA		
2898	April 2025 Strategic guidance on local & regional issues	7,500.00
Total		7,500.00
Total Core Expenditures		101,845.85

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2025**

Vendor/ Invoice	Description	Amount to Pay
Choice Expenditures:		
Bryton Printing Inc		
18441	Water Use Efficiency NFT bill inserts and flyers for member agencies	2,290.53
Total		<u>2,290.53</u>
Building Block Entertainment Inc		
3861-4	March 2025 Choice Elementary School Program K-2	9,180.00
Total		<u>9,180.00</u>
Mission RCD		
3489	March Field inspection and verification for Water Use Efficiency rebate programs	2,795.50
Total		<u>2,795.50</u>
Office Solutions		
I-02300647	03/24/25 Supplies for Water Loss Control Shared Services	56.93
Total		<u>56.93</u>
Orange County Dept of Education		
94UI1672	February 2025 Choice School Program for grades 3-12	38,205.26
Total		<u>38,205.26</u>
Orange County Water District		
27279	February 2025 Postage for Water Use Efficiency rebate programs	36.79
Total		<u>36.79</u>
Westerly Meter Service Co.-Lane M Matsuno		
17804	February 2025 Meter Accuracy Testing for Mesa Water District	1,600.00
17814	March 2025 Meter Accuracy Testing for Mesa Water District	1,800.00
17826	March 2025 Meter Accuracy Testing for Mesa Water District	1,400.00
Total		<u>4,800.00</u>
Total Choice Expenditures		<u>57,365.01</u>
Other Funds Expenditures:		
E Source Companies LLC		
13207	February 2025 Retail Agency Technical Assistance services	23,720.00
Total		<u>23,720.00</u>

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2025**

Vendor/ Invoice	Description	Amount to Pay
Herndon Solutions Group LLC		
INV-0000010331	February-March 2025 services to assist with the Hazard Mitigation Plan and American Water Infrastructure Act	5,000.00
INV-0000010332	February-March 2025 services to assist with the Hazard Mitigation Plan and American Water Infrastructure Act	53,820.00
INV-0000010334	February-March 2025 services to assist with the Hazard Mitigation Plan and American Water Infrastructure Act	43,470.00
INV-0000010335	February-March 2025 services to assist with the Hazard Mitigation Plan and American Water Infrastructure Act	43,470.00
INV-0000010339	February-March 2025 services to assist with the Hazard Mitigation Plan and American Water Infrastructure Act	43,470.00
INV-0000010340	February-March 2025 services to assist with the Hazard Mitigation Plan and American Water Infrastructure Act	43,470.00
Total		232,700.00
Mission RCD		
3489	March Field inspection and verification for Water Use Efficiency rebate programs	11,373.60
Total		11,373.60
Total Other Funds Expenditures		267,793.60
Total Expenditures		427,004.46

**Municipal Water District of Orange County
Disbursement Ratification Report
For the Month of March 2025**

Name/ Date	Check/ EFT	Invoice	Description	Amount
Core Disbursements:				
Tiffany Baca				
3/31/2025	EFT	22625	February 2025 Business expense	411.33
Total				<u>411.33</u>
Heather Baez				
3/31/2025	EFT	13125	January 2025 Business expense	42.18
3/31/2025	EFT	22725	February 2025 Business expense	793.58
Total				<u>835.76</u>
Hilary Chumpitazi				
3/31/2025	EFT	22525	February 2025 Business expense	131.32
Total				<u>131.32</u>
Corodata Records Management Inc				
3/31/2025	EFT	RS7073201	February 2025 Records Storage Fees	110.98
Total				<u>110.98</u>
Larry Dick				
3/31/2025	EFT	21225	February 2025 Business expense	50.40
Total				<u>50.40</u>
Sam Fetter				
3/31/2025	EFT	121124	10/21/24-12/11/24 Education reimbursement	3,306.41
Total				<u>3,306.41</u>
Lisa Meszaros				
3/31/2025	143891	31025	Refund for overpayment of Pat Meszaros March 2025 Retiree Health	36.88
Total				<u>36.88</u>
Al Nederhood				
3/31/2025	EFT	22825	February 2025 Business expense	285.02
Total				<u>285.02</u>
Megan Schneider				
3/31/2025	EFT	21925	February 2025 Business expense	207.78
Total				<u>207.78</u>
Karl Seckel				
3/31/2025	EFT	22025	February 2025 Business expense	83.30
Total				<u>83.30</u>
Spectrum Business				
3/06/2025	143834	188955001022125	March 2025 Internet expense	1,034.00
Total				<u>1,034.00</u>
Verizon Wireless				
3/06/2025	143835	6106797748	February 2025 4G Mobile broadband unlimited service	106.27
Total				<u>106.27</u>
Katie Vincent				
3/31/2025	EFT	22225	February 2025 Business expense	25.76
Total				<u>25.76</u>

**Municipal Water District of Orange County
Disbursement Ratification Report
For the Month of March 2025**

Name/ Date	Check/ EFT	Invoice	Description	Amount
US Bank				
3/31/2025	143897	2978/4192/8910/1189-FEB25	01/23/25-02/24/25 Cal Card Charges	39,881.66
Total				39,881.66
Total Core Disbursements				46,506.87
 Choice Disbursements:				
US Bank Voyager Fleet Systems				
3/14/2025	EFT	8694349932509	01/25/25-02/24/25 Fuel for Water Loss Control Shared Services Vehicles	434.49
Total				434.49
Total Choice Disbursements				434.49
 Other Funds Disbursements:				
AT&T				
3/14/2025	143836	23093968	February 2025 Telephone expense for WEROC N. EOC	40.69
Total				40.69
Lantern Hill Community Association				
3/14/2025	143838	RTF5597	ORP Recycled Water Incentive for Lantern Hill Community Association	3,913.00
Total				3,913.00
Metropolitan Water District				
3/28/2025	EFT03282025	11745	January 2025 Water deliveries	11,334,796.70
Total				11,334,796.70
Santiago Aqueduct Commission				
3/31/2025	143894	12025	January 2025 SAC Pipeline Operation Surcharge	2,459.17
Total				2,459.17
Janine Schunk				
3/31/2025	143895	11525	January 2025 Business expense	608.46
Total				608.46
Santa Margarita Water District				
3/31/2025	EFT	12025	January 2025 SCP Operation Surcharge	23,237.27
Total				23,237.27
Spray to Drip Rebate				
3/19/2025	143883	S2D6-C-HB-44331-19453	Sea Harbour HOA Inc	2,650.00
3/19/2025	143860	S2D7-C-HB-44331-22275	Huntington Landmark Association	16,904.00
3/19/2025	143853	S2D7-C-O-54679-23593	Cowan Hills HOA	24,184.00
3/19/2025	143857	S2D7-R-GSWC-54429-23444	M. Fromkin	552.00
3/19/2025	143871	S2D7-R-HB-53137-22272	L. Maxson	152.50
3/19/2025	143884	S2D7-R-IRWD-54363-23414	D. Silvestre	871.00
3/19/2025	143875	S2D7-R-IRWD-54375-23404	B. Pollard	911.00
3/19/2025	143866	S2D7-R-IRWD-54554-23507-ADJ	C. Lin	2,500.00
3/19/2025	143859	S2D7-R-IRWD-54717-23621	S. Gulati	4,461.00

**Municipal Water District of Orange County
Disbursement Ratification Report
For the Month of March 2025**

Name/ Date	Check/ EFT	Invoice	Description	Amount
Spray to Drip Rebate (continued)				
3/19/2025	143867	S2D7-R-IRWD-54743-23664	J. Luu	868.00
3/19/2025	143876	S2D7-R-IRWD-54769-23681	A. Schiano	1,499.00
3/19/2025	143849	S2D7-R-LH-54468-23464	C. Capps	1,400.00
3/19/2025	143878	S2D7-R-MESA-50896-23467	K. Radcliff	1,212.00
3/19/2025	143845	S2D7-R-MESA-54685-23584	J. Alvanes	1,116.00
3/19/2025	143880	S2D7-R-NWPT-54465-23461	D. Reposa	799.00
3/19/2025	143886	S2D7-R-TUST-54559-23513	M. Woolfolk	2,800.00
3/19/2025	143862	S2D7-R-TUST-54567-23556	J. Klem	846.46
Total				63,725.96
Turf Rebate				
3/19/2025	143869	TR16-R-O-47003-49787	I. Makelin	5,570.26
3/19/2025	143848	TR17-C-BREA-42600-53312	Brea-Olinda Master Community Assoc	69,978.00
3/19/2025	143864	TR17-C-IRWD-38850-53129	Lake Forest II Master HOA	24,995.00
3/19/2025	143847	TR17-C-IRWD-54591-53186	Arborlake Maintenance Assoc	2,360.00
3/19/2025	143873	TR17-C-MNT-42600-53325-CNS	Ocean Ranch at Bear Brand	10,288.00
3/19/2025	143854	TR17-C-O-54679-53307	Cowan Hills HOA	59,241.00
3/19/2025	143872	TR17-R-FV-54653-53279	J. Moore	889.47
3/19/2025	143865	TR17-R-GG-54657-53285	P. Lebar	4,948.00
3/19/2025	143858	TR17-R-GSWC-54429-52967	M. Fromkin	11,329.00
3/19/2025	143885	TR17-R-IRWD-54363-52884	D. Silvestre	4,406.05
3/19/2025	143855	TR17-R-IRWD-54416-52952	J. Cruz	1,494.22
3/19/2025	143874	TR17-R-IRWD-54654-53280	T. Pan	5,315.00
3/19/2025	143861	TR17-R-IRWD-54670-53296	F. Khosravi	900.00
3/19/2025	143868	TR17-R-IRWD-54743-53399	J. Luu	3,239.00
3/19/2025	143877	TR17-R-IRWD-54769-53425	A. Schiano	4,483.00
3/19/2025	143850	TR17-R-LH-54468-53020	C. Capps	5,513.00
3/19/2025	143879	TR17-R-MESA-50896-53036	K. Radcliff	11,340.00
3/19/2025	143846	TR17-R-MESA-54685-53313	J. Alvanes	3,949.00
3/19/2025	143852	TR17-R-MNT-54492-53059-NS	J. Colombero	4,685.00
3/19/2025	143856	TR17-R-MNT-54514-53104	S. Echevarria	3,540.00
3/19/2025	143882	TR17-R-MNT-54737-53389	L. Schuller	3,312.00
3/19/2025	143870	TR17-R-NWPT-54364-52887	J. Martin	1,011.00
3/19/2025	143881	TR17-R-NWPT-54465-53016	D. Reposa	2,497.00
3/19/2025	143851	TR17-R-TUST-46968-53289	G. Chan	9,461.00
3/19/2025	143887	TR17-R-TUST-54559-53148	M. Woolfolk	6,540.00
3/19/2025	143863	TR17-R-TUST-54567-53160	J. Klem	2,983.00
Total				264,267.00
US Bank				
3/31/2025	143897	3115-FEB25	01/23/25-02/24/25 Cal Card Charges - WEROC	2,110.44
Total				2,110.44
Verizon Wireless				
3/06/2025	143835	6106797748	February 2025 4G Mobile broadband unlimited service	238.16
Total				238.16
Total Other Funds Disbursements				11,695,396.85
Total Disbursements				11,742,338.21

Municipal Water District of Orange County
Disbursement Ratification Report
For the Month of March 2025

Name/ Date	Check/ EFT	Invoice	Description	Amount
---------------	------------	---------	-------------	--------



Harvey De La Torre, General Manager



Hilary Chumpitazi, Treasurer

Cal Card Charges
Statement Date: February 24, 2025
Payment Date: March 31, 2025

Date	Description	Amount
General Manager Card:		
1/21/2025	CSDA Virtual Workshops - Registration for H. Chumpitazi	1,125.00
1/21/2025	CMUA 2025 Annual Capital Day in Sacramento, CA on 02/03/25 - Airfare for H. Baez	608.96
1/23/2025	Meals for H. De La Torre's meeting	135.83
1/24/2025	AWWA 2025 Individual Webinar Subscription - S. Sriboonlue	195.00
1/25/2025	PSHRA-SC Annual Training Conference in Long Beach, CA on 04/16/25 - Registration for C. Harris	155.00
1/27/2025	Lunch for Water Quality Workshop on 01/27/25	261.60
1/28/2025	AWWA CA-NV Water Conference of the West 2025 in Anaheim, CA 04/07/25-04/10/25 - Registration for R. Davis	575.00
1/29/2025	Meals for H. De La Torre's meetings	71.46
2/03/2025	Commercial Water Auditor Training 01/28/25-01/30/25 in Ontario, CA - Refund of accommodations for S. Fetter	(190.50)
2/04/2025	Urban Water Institute Spring Conference 2025 in Palm Springs, CA from 02/26/25-02/28/25 - Accommodations for D. Micalizzi, T. Baca, and H. De La Torre	1,813.50
2/04/2025	CMUA Capital Days & Strategic Policy Objective Working Group Meeting in Sacramento, CA from 02/03/25-02/04/25 - Accommodations for H. Baez	475.62
2/04/2025	CSDA Legislative Committee meeting in Sacramento, CA on 02/21/25 - Airfare for H. Baez	445.96
2/09/2025	ACWA DC 2025 Spring Conference in Monterey, CA from 05/13/25-05/15/25 - Registration for D. Micalizzi	949.00
2/11/2025	Staff meeting lunch on 02/18/25	517.94
2/11/2025	ACWA DC 2025 in Washington DC and Legislative Meetings in Washington, DC from 02/24/25-02/27/25 - Airfare change for M. Baum-Haley	31.00
2/14/2025	Orange County Business Council's 2025 Sacramento Advocacy Trip in Sacramento, CA from 03/24/25-03/25/25 - Registration for H. Baez	950.00
2/18/2025	ACWA DC 2025 in Washington DC and Legislative Meetings in Washington, DC from 02/24/25-02/27/25 - Accommodations for J. Berg, R. Crane, H. Baez, R. Davis, and M. Baum-Haley	11,959.37
2/18/2025	CSDA 2025 Annual Conference in Monterey, CA from 08/25/25-08/28/25 - Registration for H. De La Torre	1,215.00
2/19/2025	Meals for H. De La Torre's meetings and MET meeting dinner for 8 guests	1,278.87
2/19/2025	Asset Management at OC San: An OCWA Industry Insight in Irvine, CA on 02/19/25 - Registration for S. Sriboonlue	30.00
2/19/2025	Meet the Mayors in Laguna Niguel, CA on 03/07/25 - Registration for H. Baez and D. Erdman	100.00
2/19/2025	Urban Water Institute Spring Conference 2025 in Palm Springs, CA from 02/26/25-02/28/25 - Accommodations for A. Nederhood and J. Thomas	1,162.32
2/19/2025	ACWA DC 2025 in Washington DC and Legislative Meetings in Washington, DC from 02/24/25-02/27/25 - Accommodations for M. Baum-Haley	1,772.94
2/19/2025	ACWA DC 2025 Spring Conference in Monterey, CA from 05/13/25-05/15/25 - Registration for A. Nederhood, R. Crane, M. Yoo Schneider	2,847.00
2/23/2025	ACWA DC 2025 in Washington DC and Legislative Meetings in Washington, DC from 02/24/25-02/27/25 - Airport transportation for H. Baez, R. Davis & R. Crane	143.00
Total:		28,628.87

Assistant General Manager Card:

1/30/2025	01/30/25 Meal for M. Baum-Haley's WUE activities meeting	69.30
2/23/2025	02/04/25-02/23/25 Meals for M. Baum-Haley's meetings and ACWA DC 2025 accommodations	325.26
Total:		394.56

Cal Card Charges
Statement Date: February 24, 2025
Payment Date: March 31, 2025

Date	Description	Amount
WEROC Card:		
1/23/2025	Luncheon for CMAP/CERT training and exercise highlighting Emergency Water Distribution on 01/25/25	878.71
1/30/2025	Diesel fuel for the WEROC Mobile EOC	80.18
1/30/2025	Oil change, battery test, tire air pressure check, and multi-point inspection for the WEROC Mobile EOC	296.14
1/30/2025	Ultrasafe car battery jump starter and jump start cables for the WEROC Mobile EOC	391.40
1/30/2025	Ultrasafe car battery jump starter protection case for the WEROC Mobile EOC	38.01
2/01/2025	February 2025 Starlink unlimited roaming minutes for the WEROC Mobile EOC	165.00
2/21/2025	Breakfast for WEROC Member Agency Coordination meeting on 02/24/25	261.00
Total:		2,110.44

Public Affairs Card:

1/21/2025	Staff lunch meeting on 01/25/25	102.08
1/22/2025	Breakfast for Inspection Trip on 01/24/25	49.07
1/23/2025	Refund on inadvertent charge	(109.07)
1/25/2025	Grammarly annual subscription - Digital tool for writing and editing	540.00
1/28/2025	Meal for D. Micalizzi's lunch meeting	65.60
1/30/2025	February 2025 Open AI monthly subscription, language processing tool	20.00
2/03/2025	February 2025 Monthly Public Storage Unit for Public Affairs	706.00
2/07/2025	Career brochure printing for WEEA	60.60
2/18/2025	Supplies for the WEEA Education to Workforce Tour on 02/19/25	6.53
2/18/2025	Snacks for the WEEA Education to Workforce Tour on 02/19/25	78.29
2/18/2025	Lunch for the WEEA Education to Workforce Tour on 02/19/25	518.00
2/20/2025	Breakfast for the WEEA Education to Workforce Tour on 02/19/25	326.56
Total:		2,363.66

Administration Card:

1/24/2025	Four pack of 1" binders for IT	11.84
1/24/2025	Service charge for evaluation of Microsoft Dynamics ERP system	6.00
1/25/2025	12/25/24-1/24/25 Monthly web hosting and database charges	152.99
1/27/2025	AMI Workgroup #3 catering	1,302.71
1/28/2025	Heat and humidity monitor for server room	396.94
1/28/2025	Team building on 01/27/25	145.75
1/28/2025	UPS refund for scheduled pick up of Water Loss Control Shared Services equipment to be repaired on 01/15/25	(10.66)
1/28/2025	Lunch for HR meeting on 01/30/25	386.35
1/31/2025	Room Alert SMS texting capabilities when server room environment has exceeded thresholds	25.00
1/31/2025	Bi-annual preventative maintenance for the ice maker	334.75
1/31/2025	Door stop for kitchen	46.69
2/01/2025	UPS delivery fee for board packets	32.99
2/02/2025	UPS adjustment charge for Water Loss Control equipment repair and board packet delivery	3.14
2/03/2025	Lunch for Management staff team building on 02/03/25	285.56
2/05/2025	Network switch to consolidate A/V network with business network	1,791.58
2/05/2025	Repair service on listening equipment for Water Loss Control Shared Services	580.08
2/07/2025	Team building on 02/06/25	68.08

Cal Card Charges
Statement Date: February 24, 2025
Payment Date: March 31, 2025

Date	Description	Amount
Administration Card (continued)		
2/07/2025	Association of Legal Administrators job posting for Executive Assistant to the GM & District Secretary	529.00
2/07/2025	Lunch for WUE Data Collaborative Steering Committee meeting on 02/06/25	821.01
2/09/2025	January 2025 monthly service fee to transfer logs to the Security Information and Event Management (SIEM) tool	22.33
2/14/2025	Office supplies	53.33
2/17/2025	Office supplies	168.55
2/17/2025	February 2025 Wireless Internet Backup	45.00
2/17/2025	Monthly cloud storage fee to archive Laserfiche documents for compliance/immutability	39.13
2/18/2025	Employee 10-year anniversary gift card	100.00
2/18/2025	Lunch for Lunch & Learn on 02/20/25	819.25
2/19/2025	Server room rack shelf	32.41
2/19/2025	Three laptop replacement batteries for WEROC	240.51
2/19/2025	02/19/25-03/19/25 Monthly eFax service charge	10.00
2/21/2025	Office supplies	48.26
2/23/2025	Service charge for evaluation of Microsoft Dynamics ERP system	6.00
Total:		8,494.57

Municipal Water District of Orange County
GM Approved Disbursement Report ⁽¹⁾
For the Month of March 2025

Name/ Date	Check/ EFT	Invoice	Description	Amount
Core Disbursements:				
CSU Fullerton ASC				
3/31/2025	EFT	AR174916	2024 Update to the Retailers & Transmission Mains Map	827.16
3/31/2025	EFT	AR174917	Completion of 2020-2024 OC Retailer Services and Sub Area Population Estimates	2,164.71
Total				<u>2,991.87</u>
SMS Datacenter-Groupo SMS USA LLC				
3/31/2025	EFT	41992	Project to remove, replace, and organize network cables serving MWDOC servers and switches	8,029.73
Total				<u>8,029.73</u>
The Westin South Coast Plaza				
3/11/2025	EFT	22225	Estimate of charges for 03/20/25 Water Policy Dinner	38,788.07
Total				<u>38,788.07</u>
Water District Jobs				
3/31/2025	143898	1372502	03/06/25 Job postings for Public Affairs Manager and Accountant	290.00
Total				<u>290.00</u>
Total Core Disbursements				<u>50,099.67</u>
Total Disbursements				<u>50,099.67</u>


 Harvey De La Torre, General Manager


 Hilary Chumpitazi, Treasurer

⁽¹⁾ For disbursements that did not make the cut-off of previous month's Disbursement Approval report. Disbursements are approved by GM for payment and need A & F Committee ratification.



Municipal Water District of Orange County
Consolidated Summary of Cash and Investment
February 28, 2025

District investments and cash balances are held in various funds designated for certain purposes as follows:

Fund	Book Value	% of Portfolio
Restricted Reserves		
WEROC Operating Fund	\$ 294,987	1.84%
Pension 115 Trust	1,999,765	12.47%
Total Restricted Reserves	\$2,294,752	14.31%
Designated Reserves		
Operating Reserves	\$4,058,262	25.30%
Election Reserve	1,709,967	10.66%
OPEB Reserve	297,147	1.85%
Total Designated Reserves	\$6,065,376	37.81%
General Operations Fund	\$9,144,843	57.01%
Water Purchase Payments Fund	187,767	1.17%
Conservation Fund	(1,671,474)	(10.42%)
Trustee Activities - AMP	18,581	0.12%
Total Other Funds	\$7,679,717	47.88%
Total	\$16,039,845	100.00%

The funds are invested as follows:

Term of Investment	% of Portfolio	Book Value	Market Value
Cash	28.08%	\$ 4,504,733	\$ 4,504,733
Pension 115 Trust	12.47%	1,999,765	1,999,765
Short-term investment			
• LAIF	40.12%	6,435,371	6,435,371
Long-term investment			
• US Government Issues	1.56%	249,976	242,053
• Corporate Bond	7.48%	1,200,000	1,173,267
• Certificates of Deposit	10.29%	1,650,000	1,635,341
Total	100.00%	\$16,039,845	\$15,990,530

The average number of days to maturity/call as of February 28, 2025, equaled 224 and the average yield to maturity is 3.775%. During the month of February 2025, the District's average daily balance was \$40,652,658.85. Funds were invested in US Bank, Pension 115 Trust, Negotiable Certificate of Deposits, Corporate Bonds, US Government Issues and Local Agency Investment Funds (LAIF).

The (\$49,315) difference between the book value and the market value on February 28, 2025, represents the exchange difference if all investments had been liquidated on that date. Since it is the District's practice to "buy and hold" investments until maturity, the market values are a point of reference, not an indication of actual loss or gain. There are no current plans or cash flow requirements identified in the near future that would require the sale of these securities prior to maturity.


Harvey De La Torre
General Manager


Hilary Chumpitazi
Treasurer

Street Address:
18700 Ward Street
Fountain Valley, California 92708

Mailing Address:
P.O. Box 20895
Fountain Valley, CA 92728-0895

(714) 963-3058
Fax: (714) 964-9389
www.mwdoc.com

Bob McVicker, P.E., D.WRE
President

Jeffery M. Thomas
Vice President

Randall Crane, Ph.D.
Director

Larry D. Dick
Director

Al Nederhood
Director

Karl W. Seckel, P.E.
Director

Megan Yoo Schneider, P.E.
Director

Harvey F. De La Torre
General Manager

MEMBER AGENCIES

City of Brea
City of Buena Park
East Orange County Water District
El Toro Water District
Emerald Bay Service District
City of Fountain Valley
City of Garden Grove
Golden State Water Co.
City of Huntington Beach
Irvine Ranch Water District
Laguna Beach County Water District
City of La Habra
City of La Palma
Mesa Water District
Moulton Niguel Water District
City of Newport Beach
City of Orange
Orange County Water District
City of San Clemente
Santa Margarita Water District
City of Seal Beach
Serrano Water District
South Coast Water District
Trabuco Canyon Water District
City of Tustin
City of Westminster
Yorba Linda Water District



MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

Portfolio Management - Portfolio Summary

February 28, 2025

2/28/2025	Par Value	Market Value	Book Value	% of Portfolio	Days to Mat/Call	YTM @ Cost
Negotiable Certificate Of Deposit	1,650,000.00	1,635,341.00	1,650,000.00	17.30	1,181	3.679
Corporate Bond	1,200,000.00	1,173,267.00	1,200,000.00	12.58	132	1.518
US Government Issues	250,000.00	242,052.50	249,975.71	2.62	87	0.860
Local Agency Investment Funds	6,435,371.00	6,435,371.00	6,435,371.00	67.50	1	4.333
Total Investments	9,535,371.00	9,486,031.50	9,535,346.71	100.00	224	3.775
Cash						
Cash	4,504,733.28	4,504,733.28	4,504,733.28		1	0.00
Pension 115 Trust	1,999,764.90	1,999,764.90	1,999,764.90		1	0.00
Total Cash and Investments	16,039,869.18	15,990,529.68	16,039,844.89		224	3.775

Total Earnings	Month Ending February	Fiscal Year to Date
Current Year	123,069.51	751,481.73
Average Daily Balance	40,652,658.85	
Effective Rate of Return	3.775%	

We certify that this report reflects the cash and investments of the Municipal Water District of Orange County and is in conformity with the Government Code requirements and the District Investment Policy and Guidelines in effect at the time of investment. The Investment Program herein shown provides sufficient cash flow liquidity to meet the next six month's estimated expenditure. The source for the market values are from U.S. Bank. Per Resolution 2059 there are no compliance exceptions to report.



Harvey De La Torre, General Manager

04/03/2025

Date



Hilary Chumbitazi, Treasurer

04/03/2025

Date

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

Issuer	CUSIP/Ticker	Settlement Date	Par Value	Market Value	Book Value	Coupon Rate	YTM @ Cost	Days To Call/Maturity	Maturity Date
Negotiable Certificate Of Deposit									
American Express Bank	02589ADE9	7/20/2022	200,000.00	195,866.00	200,000.00	3.350	3.350	872	7/20/2027
Discover Bank	2546736R2	7/26/2023	250,000.00	251,772.50	250,000.00	4.500	4.500	1,242	7/24/2028
Leaders Credit Union	52171MAN5	8/30/2024	250,000.00	247,285.00	250,000.00	4.000	4.000	1,644	8/30/2029
Magyar Bank	55977RCD3	7/30/2024	250,000.00	248,267.50	250,000.00	4.100	4.100	1,613	7/30/2029
Sallie Mae Bank	7954507A7	7/14/2021	200,000.00	191,350.00	200,000.00	1.000	1.000	501	7/14/2026
State Bank of India	8562852Q3	8/10/2023	250,000.00	254,555.00	250,000.00	4.550	4.550	1,259	8/10/2028
Toyota Financial SGS Bank	89235MPD7	9/27/2022	250,000.00	246,265.00	250,000.00	3.650	3.650	936	9/22/2027
Sub Total			1,650,000.00	1,635,341.00	1,650,000.00	3.679	3.679	1,181	
US Government Issues									
FH-LB	3130ALGR9	3/1/2021	250,000.00	242,052.50	249,975.71	0.850	0.860	87	2/26/2026
Sub Total			250,000.00	242,052.50	249,975.71	0.850	0.860	87	
Corporate Bond									
Bank of America Corp	06048WK41	12/7/2020	250,000.00	242,365.00	250,000.00	1.000	0.800	270	11/25/2025
Citigroup Global Markets	17328WFZ6	9/16/2020	250,000.00	243,972.50	250,000.00	1.000	1.000	16	9/16/2025
JP Morgan Chase	48128GV56	8/18/2020	250,000.00	244,377.50	250,000.00	0.800	0.800	171	8/18/2025
Morgan Stanley Fin LLC	61766YKH3	6/29/2022	200,000.00	197,992.00	200,000.00	4.500	4.500	121	6/29/2027
Societe Generale	83369MD25	8/19/2020	250,000.00	244,560.00	250,000.00	1.300	1.088	80	8/19/2025
Sub Total			1,200,000.00	1,173,267.00	1,200,000.00	1.604	1.518	132	
Total Investments			3,100,000.00	3,050,660.50	3,099,975.71	2.648	2.615	687	
Total Earnings									
Current Year			Month Ending February		Fiscal Year To Date				
			6,262.16		53,821.24				

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
Portfolio Management
Short-Term Portfolio Details - Cash and Investments
February 28, 2025

Investments	CUSIP/Ticker	Settlement Date	Par Value	Market Value	Book Value	Coupon Rate	YTM @ Cost	Days To Call/Maturity	Maturity Date
Local Agency Investment Funds									
LAIF LGIP	LAIF	6/30/2010	6,435,371.00	6,435,371.00	6,435,371.00	4.333	4.333	1	N/A
Total Investments			6,435,371.00	6,435,371.00	6,435,371.00	4.333	4.333	1	
Cash									
Petty Cash Cash	CASH	7/1/2010	500.00	500.00	500.00	0.000	0.000	1	N/A
US Bank Cash	CASHUSBANK	7/25/2018	4,504,233.28	4,504,233.28	4,504,233.28	0.000	0.000	1	N/A
Pension 115 Trust	PENSION115TRUST	7/31/2018	1,999,764.90	1,999,764.90	1,999,764.90	0.000	0.000	1	N/A
Total Cash			6,504,498.18	6,504,498.18	6,504,498.18	0.000	0.000	1	
Total Cash and Investments			12,939,869.18	12,939,869.18	12,939,869.18	4.333	4.333	1	
Total Earnings									
Current Year			116,807.35		697,660.49				

Municipal Water District of Orange County **Cash and Investments at February 28, 2025**

ALLOCATION	AMOUNT	%
------------	--------	---

MWDOC

Restricted Reserves

WEROC Operating Fund	\$ 294,987	1.84%
Pension 115 Trust	1,999,765	12.47%
Total Restricted Reserves	\$ 2,294,752	14.31%

Designated Reserves

Operating Reserve	\$ 4,058,262	25.30%
Election Reserve	1,709,967	10.66%
OPEB Reserve	297,147	1.85%
Total Designated Reserves	\$ 6,065,376	37.81%

Total Designated Reserves

General Operations Fund	\$ 9,144,843	57.01%
Water Purchase Payments Fund	187,767	1.17%
Conservation Fund	(1,671,474)	-10.42%
Total Other Funds	\$ 7,661,136	47.76%

TOTAL MWDOC

	\$ 16,021,264	99.88%
--	---------------	--------

TRUSTEE ACTIVITIES

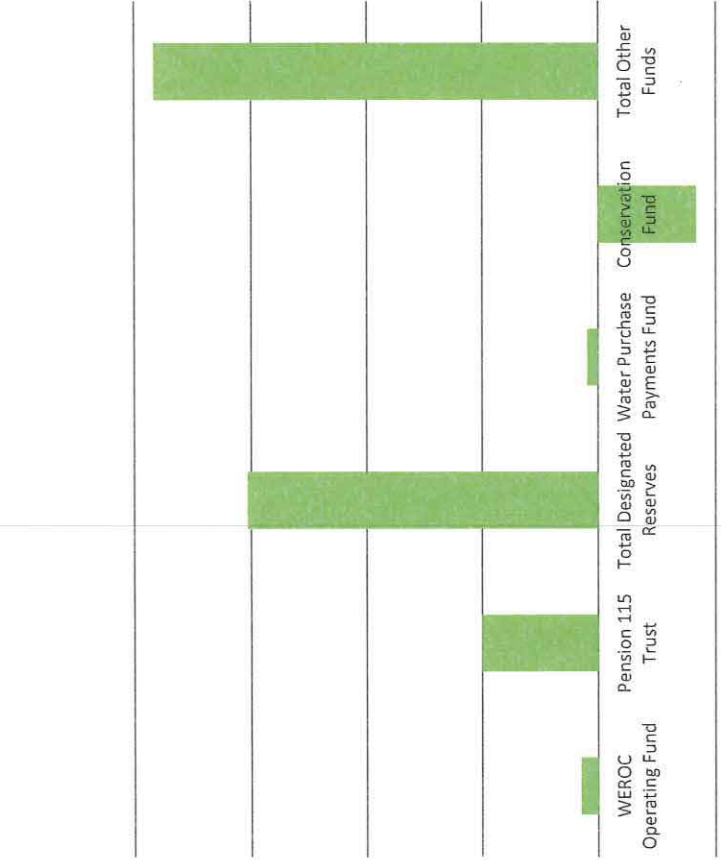
AMP Sales Admin	\$ 18,581	0.12%
-----------------	-----------	-------

TOTAL TRUSTEE ACTIVITIES

	\$ 18,581	0.12%
--	-----------	-------

TOTAL CASH & INVESTMENTS

	\$ 16,039,845	100.00%
--	----------------------	----------------



MUNICIPAL WATER DIST OF ORANGE COUNTY
PARS Post-Employment Benefits Trust

Account Report for the Period
2/1/2025 to 2/28/2025

Hilary Chumpitazi
Accounting Manager
Municipal Water Dist of Orange County
18700 Ward Street
Fountain Valley, CA 92708

Account Summary

Source	Balance as of 2/1/2025	Contributions	Earnings	Expenses	Distributions	Transfers	Balance as of 2/28/2025
OPEB	\$3,020,613.76	\$0.00	\$20,755.43	\$1,463.87	\$0.00	\$0.00	\$3,039,905.32
PENSION	\$2,318,130.27	\$0.00	\$15,928.48	\$1,123.42	\$0.00	\$0.00	\$2,332,935.33
Totals	\$5,338,744.03	\$0.00	\$36,683.91	\$2,587.29	\$0.00	\$0.00	\$5,372,840.65

Investment Selection

Source	
OPEB	Moderate - Strategic Blend
PENSION	Moderate - Strategic Blend

Investment Objective

Source	
OPEB	The dual goals of the Moderate Strategy are growth of principal and income. It is expected that dividend and interest income will comprise a significant portion of total return, although growth through capital appreciation is equally important. The portfolio will be allocated between equity and fixed income investments.
PENSION	The dual goals of the Moderate Strategy are growth of principal and income. It is expected that dividend and interest income will comprise a significant portion of total return, although growth through capital appreciation is equally important. The portfolio will be allocated between equity and fixed income investments.

Investment Return

Source	1-Month	3-Months	1-Year	Annualized Return			Plan's Inception Date
				3-Years	5-Years	10-Years	
OPEB	0.69%	0.01%	10.31%	4.75%	6.77%	5.99%	10/26/2011
PENSION	0.69%	0.01%	10.32%	4.78%	6.76%	-	7/31/2018

Information as provided by US Bank, Trustee for PARS: Not FDIC Insured; No Bank Guarantee; May Lose Value

Past performance does not guarantee future results. Performance returns may not reflect the deduction of applicable fees, which could reduce returns. Information is deemed reliable but may be subject to change.

Investment Return: Annualized rate of return is the return on an investment over a period other than one year multiplied or divided to give a comparable one-year return.

Account balances are inclusive of Trust Administration, Trustee and Investment Management fees



MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
COMBINED FINANCIAL STATEMENTS
AND
BUDGET COMPARATIVE
JULY 1, 2024 THRU FEBRUARY 28, 2025

**Municipal Water District of Orange County
Combined Balance Sheet
As of February 28, 2025**

	<u>Amount</u>
<u>ASSETS</u>	
Cash in Bank	4,504,733.28
Investments	11,535,111.61
Accounts Receivable	21,704,817.81
Accounts Receivable - Other	45,083.76
Accrued Interest Receivable	215,233.15
Water Inventory	622,976.00
Prepays/Deposits	327,090.62
Leasehold Improvements	7,010,782.88
Furniture, Fixtures & Equipment	724,085.38
Less: Accumulated Depreciation	<u>(4,146,758.74)</u>
TOTAL ASSETS	<u>42,543,155.75</u>
<u>LIABILITIES AND FUND BALANCES</u>	
<u>LIABILITIES</u>	
Accounts Payable	20,425,833.28
Accounts Payable - Other	7.00
Accrued Salaries and Benefits Payable	774,354.97
Other Liabilities	641,859.40
Unearned Revenue	<u>959,009.13</u>
TOTAL LIABILITIES	<u>22,801,063.78</u>
<u>FUND BALANCES</u>	
<u>Restricted Fund Balances</u>	
WEROC Reserve	396,676.84
Pension 115 Trust	<u>1,999,764.90</u>
Total Restricted Fund Balances	<u>2,396,441.74</u>
<u>Unrestricted Fund Balances</u>	
<u>Designated Reserves</u>	
General Operations	4,058,262.00
Election Expense	1,709,967.00
OPEB	<u>297,147.00</u>
Total Designated Reserves	<u>6,065,376.00</u>
General Fund	6,763,838.02
General Fund Capital	<u>246,408.19</u>
Total Unrestricted Fund Balances	<u>13,075,622.21</u>
<u>Excess Revenue over Expenditure</u>	
Operating Fund	4,845,151.91
Other Funds	<u>(575,123.89)</u>
TOTAL FUND BALANCES	<u>19,742,091.97</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>42,543,155.75</u>

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
General Fund
July 1, 2024 thru February 28, 2025

	<u>Month to Date</u>	<u>Year to Date</u>	<u>Annual Budget</u>	<u>% Used</u>	<u>Encumbrance</u>	<u>Budget Remaining</u>
<u>REVENUES</u>						
Retail Connection Charge	0.00	9,580,818.25	9,580,818.00	100.00%	0.00	(0.25)
Ground Water Customer Charge	0.00	405,463.00	405,463.00	100.00%	0.00	0.00
Water Rate Revenues	0.00	9,986,281.25	9,986,281.00	100.00%	0.00	(0.25)
Interest Revenue	127,988.40	788,962.84	738,960.00	106.77%	0.00	(50,002.84)
Subtotal	127,988.40	10,775,244.09	10,725,241.00	100.47%	0.00	(50,003.09)
Choice Programs	0.00	1,046,473.00	1,548,573.00	67.58%	0.00	502,100.00
MWD Revenue - Shared Services	5,100.00	54,400.00	0.00	0.00%	0.00	(54,400.00)
Miscellaneous Income	0.00	814.67	3,000.00	27.16%	0.00	2,185.33
Revenue - Other	0.00	1,191.95	0.00	0.00%	0.00	(1,191.95)
School Contracts	28,023.46	453,439.78	496,062.00	91.41%	0.00	42,622.22
Delinquent Payment Penalty	0.00	54.89	0.00	0.00%	0.00	(54.89)
Transfer-In from Reserve	0.00	0.00	129,169.00	0.00%	0.00	129,169.00
Subtotal	33,123.46	1,556,374.29	2,176,804.00	71.50%	0.00	620,429.71
TOTAL REVENUES	161,111.86	12,331,618.38	12,902,045.00	95.58%	0.00	570,426.62

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
General Fund
July 1, 2024 thru February 28, 2025

	<u>Month to Date</u>	<u>Year to Date</u>	<u>Annual Budget</u>	<u>% Used</u>	<u>Encumbrance</u>	<u>Budget Remaining</u>
<u>EXPENSES</u>						
Salaries & Wages	401,497.23	3,484,549.52	5,422,706.00	64.26%	0.00	1,938,156.48
Salaries & Wages - Grant Recovery	0.00	(65,088.03)	(65,000.00)	(100.14)%	0.00	88.03
Director's Compensation	20,300.66	163,387.57	275,041.00	59.40%	0.00	111,653.43
MWD Representation	11,132.62	84,804.37	157,166.00	53.96%	0.00	72,361.63
Employee Benefits	126,580.98	1,055,584.31	1,578,059.00	66.89%	0.00	522,474.69
Employee Benefits - Grant Recovery	0.00	(11,444.83)	0.00	0.00%	0.00	11,444.83
CalPers Unfunded Liability Contribution	0.00	207,000.00	207,000.00	100.00%	0.00	0.00
Director's Benefits	9,860.94	75,825.81	149,557.00	50.70%	0.00	73,731.19
Health Insurance for Retirees	4,391.10	47,793.27	81,349.00	58.75%	0.00	33,555.73
Training Expense	4,925.00	38,417.97	41,200.00	93.25%	0.00	2,782.03
Tuition Reimbursement	3,306.41	9,351.00	6,000.00	155.85%	0.00	(3,351.00)
Temporary Help Expense	0.00	0.00	5,000.00	0.00%	0.00	5,000.00
Personnel Expenses	581,994.94	5,090,180.96	7,858,078.00	64.78%	0.00	2,767,897.04
Engineering Expense	17,662.50	65,611.03	293,000.00	22.39%	92,536.41	134,852.56
Legal Expense	10,721.12	130,229.93	260,000.00	50.09%	129,770.07	0.00
Audit Expense	0.00	27,000.00	36,500.00	73.97%	4,500.00	5,000.00
Professional Services	156,985.26	846,584.36	1,765,464.00	47.95%	918,365.15	514.49
Professional Fees	185,368.88	1,069,425.32	2,354,964.00	45.41%	1,145,171.63	140,367.05
Conference - Staff	2,709.00	20,588.99	40,002.00	51.47%	0.00	19,413.01
Conference - Directors	2,897.00	7,841.54	16,955.00	46.25%	0.00	9,113.46
Travel & Accom. - Staff	15,587.33	37,609.32	89,580.00	41.98%	0.00	51,970.68
Travel & Accom. - Directors	3,934.56	12,885.55	39,925.00	32.27%	0.00	27,039.45
Travel & Conference	25,127.89	78,925.40	186,462.00	42.33%	0.00	107,536.60
Membership/Sponsorship	0.00	190,645.20	243,688.00	78.23%	0.00	53,042.80
CDR Support	0.00	50,842.08	67,789.00	75.00%	16,947.35	(0.43)
Dues & Memberships	0.00	241,487.28	311,477.00	77.53%	16,947.35	53,042.37
Business Expense	1,157.22	3,990.86	5,000.00	79.82%	0.00	1,009.14
Office Maintenance	12,628.31	104,431.71	348,680.00	29.95%	64,040.05	180,208.24
Building Repair & Maintenance	600.57	26,473.62	30,200.00	87.66%	15,903.83	(12,177.45)
Storage Rental & Equipment Lease	110.98	739.54	1,200.00	61.63%	308.81	151.65
Office Supplies	1,987.47	15,339.97	30,000.00	51.13%	1,799.99	12,860.04
Supplies - Water Loss Control	38.95	1,209.76	4,800.00	25.20%	0.00	3,590.24
Postage/Mail Delivery	596.45	4,130.53	10,100.00	40.90%	416.54	5,552.93
Subscriptions & Books	195.00	6,258.81	10,000.00	62.59%	0.00	3,741.19
Reproduction Expense	(0.79)	43,622.80	109,000.00	40.02%	4,958.48	60,418.72
Maintenance - Computers	0.00	4,586.82	17,500.00	26.21%	0.00	12,913.18
Software Purchase	4,104.13	76,864.01	84,540.00	90.92%	1,700.28	5,975.71
Software Support	0.00	5,466.39	4,648.00	117.61%	0.00	(818.39)
Computers and Equipment	396.94	17,660.45	29,250.00	60.38%	0.00	11,589.55
Automotive Expense	739.90	5,548.44	11,900.00	46.63%	0.00	6,351.56
Vehicle Expense	434.49	5,559.50	12,000.00	46.33%	0.00	6,440.50
Toll Road Charges	48.81	487.50	800.00	60.94%	0.00	312.50
Insurance Expense	18,507.66	143,797.05	198,000.00	72.62%	0.00	54,202.95
Utilities - Telephone	3,508.02	30,475.96	45,526.00	66.94%	235.49	14,814.55
Bank Fees	0.00	0.00	2,400.00	0.00%	0.00	2,400.00
Miscellaneous Expense	8,442.31	81,122.73	157,070.00	51.65%	2,974.00	72,973.27
MWDOC's Contrb. to WEROC	25,067.33	200,538.68	300,808.00	66.67%	0.00	100,269.32
Depreciation Expense	6,474.48	51,796.30	0.00	0.00%	0.00	(51,796.30)
Other Expenses	85,038.23	830,101.43	1,413,422.00	58.73%	92,337.47	490,983.10
Election Expense	0.00	0.00	725,642.00	0.00%	0.00	725,642.00
Capital Acquisition	17,986.58	62,206.94	52,000.00	119.63%	0.00	(10,206.94)
Building Expense	0.00	114,139.14	0.00	0.00%	13,118.53	(127,257.67)
TOTAL EXPENSES	895,516.52	7,486,466.47	12,902,045.00	58.03%	1,267,574.98	4,148,003.55
NET INCOME (LOSS)	(734,404.66)	4,845,151.91	0.00	0.00%	(1,267,574.98)	(3,577,576.93)

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
Water Fund
July 1, 2024 thru February 28, 2025

	<u>Month to Date</u>	<u>Year to Date</u>	<u>Annual Budget</u>	<u>% Used</u>	<u>Budget Remaining</u>
<u>WATER REVENUES</u>					
Water Sales	6,881,142.90	129,283,470.00	187,429,409.00	68.98%	58,145,939.00
Readiness to Serve Charge	1,442,245.00	10,548,545.61	16,263,519.00	64.86%	5,714,973.39
Capacity Charge CCF	364,325.00	2,611,930.00	4,069,230.00	64.19%	1,457,300.00
SCP/SAC Pipeline Surcharge	21,860.26	269,292.34	459,000.00	58.67%	189,707.66
TOTAL WATER REVENUES	8,709,573.16	142,713,237.95	208,221,158.00	68.54%	65,507,920.05
<u>WATER PURCHASES</u>					
Water Sales	6,881,142.90	129,283,470.00	187,429,409.00	68.98%	58,145,939.00
Readiness to Serve Charge	1,442,245.00	10,548,545.61	16,263,519.00	64.86%	5,714,973.39
Capacity Charge CCF	364,325.00	2,611,930.00	4,069,230.00	64.19%	1,457,300.00
SCP/SAC Pipeline Surcharge	21,860.26	269,292.34	459,000.00	58.67%	189,707.66
TOTAL WATER PURCHASES	8,709,573.16	142,713,237.95	208,221,158.00	68.54%	65,507,920.05
EXCESS OF REVENUE OVER EXPENDITURE	0.00	0.00	0.00	0.00%	0.00

**Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
Water Use Efficiency
July 1, 2024 thru February 28, 2025**

	<u>Year to Date Actual</u>	<u>Annual Budget</u>	<u>% Used</u>
Spray To Drip Conversion(3423)			
Revenues	366,185.95	1,585,000.00	23.10%
Expenses	561,579.08	1,585,000.00	35.43%
Excess of Revenues over Expenditures	(195,393.13)	0.00	
Member Agency Administered Pass-Thru (3425)			
Revenues	(300.00)	25,000.00	(1.20)%
Expenses	(300.00)	25,000.00	(1.20)%
Excess of Revenues over Expenditures	0.00	0.00	
ULFT Rebate Program(3410)			
Revenues	154.60	1,500.00	10.31%
Expenses	154.60	1,500.00	10.31%
Excess of Revenues over Expenditures	0.00	0.00	
HECW Rebate Program(3411)			
Revenues	36,790.13	50,000.00	73.58%
Expenses	31,804.25	50,000.00	63.61%
Excess of Revenues over Expenditures	4,985.88	0.00	
CII Rebate Program(3416)			
Revenues	0.00	1,000.00	0.00%
Expenses	0.00	1,000.00	0.00%
Excess of Revenues over Expenditures	0.00	0.00	
Turf Removal Program(3418)			
Revenues	2,617,756.90	8,143,000.00	32.15%
Expenses	2,663,632.70	8,143,000.00	32.71%
Excess of Revenues over Expenditures	(45,875.80)	0.00	
Comprehensive Landscape (CLWUE)(3427)			
Revenues	147,785.86	382,900.00	38.60%
Expenses	197,621.97	382,900.00	51.61%
Excess of Revenues over Expenditures	(49,836.11)	0.00	
Recycled Water Program(3433)			
Revenues	269.75	40,000.00	0.67%
Expenses	4,182.75	40,000.00	10.46%
Excess of Revenues over Expenditures	(3,913.00)	0.00	
WSIP - Industrial Program(3432)			
Revenues	10,200.00	22,000.00	46.36%
Expenses	21,669.85	22,000.00	98.50%
Excess of Revenues over Expenditures	(11,469.85)	0.00	
Land Design Program(3431)			
Revenues	13,199.00	120,000.00	11.00%
Expenses	13,199.00	120,000.00	11.00%
Excess of Revenues over Expenditures	0.00	0.00	

**Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
Water Use Efficiency
July 1, 2024 thru February 28, 2025**

	<u>Year to Date Actual</u>	<u>Annual Budget</u>	<u>% Used</u>
Dedicated Irrigation Meters Measurement Project (DIMM)(3439)			
Revenues	18,241.35	448,000.00	4.07%
Expenses	<u>44,174.43</u>	<u>448,000.00</u>	<u>9.86%</u>
Excess of Revenues over Expenditures	(25,933.08)	0.00	
 Total WUE Projects			
Revenues	3,210,283.54	10,818,400.00	29.67%
Expenses	<u>3,537,718.63</u>	<u>10,818,400.00</u>	<u>32.70%</u>
Excess of Revenues over Expenditures	(327,435.09)	0.00	
 WEROC			
Revenues	501,346.43	601,616.00	83.33%
Expenses	<u>757,350.07</u>	<u>601,616.00</u>	<u>125.89%</u>
Excess of Revenues over Expenditures	(256,003.64)	0.00	



**PUBLIC HEARING AND
ACTION ITEM**

April 16, 2025

TO: Board of Directors

FROM: **Administration & Finance Committee**
(Directors Crane, Thomas, Nederhood)

Joe Byrne, Legal Counsel

Staff Contact: Maribeth Goldsby, District Secretary

**SUBJECT: HOLD PUBLIC HEARING TO CONSIDER AN ORDINANCE TO
ADJUST COMPENSATION FOR DIRECTORS**

STAFF RECOMMENDATION

It is recommended that the Board: (1) Open the Public Hearing (as noticed) regarding the Proposed Ordinance to receive input from the public; (2) consider said input on the Ordinance; and (3) consider adopting an Ordinance to adjust Director compensation in the general form presented.

COMMITTEE RECOMMENDATION

The Administration & Finance Committee recommended the Board consider an increase in compensation in the range of 0% to 5%; but no more than 5%.

SUMMARY

MWDOC Directors' (and MET Directors') compensation is established by Ordinance pursuant to Water Code Section 20200 *et seq.*, and requires a public hearing before any increase in compensation may be granted. Pursuant to Water Code Section 20202, Director compensation may be increased by a maximum of 5% for each year since the last approved compensation adjustment. The last approved compensation adjustment was in 2020.

The existing procedure set forth in Ordinance No. 54 (adopted in January 2020), reflects the Board's desire to limit any increases in Board compensation to no more than the amount set for staff in the annual budget, and within what is allowable under California State law. The draft FY 2025/26 budget includes a staff merit pool of 6.11%. The Board however is not bound by the intent language in Ordinance No. 54.

Budgeted: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Budgeted amount:	Core: <input checked="" type="checkbox"/>	Choice: <input type="checkbox"/>
Action item amount:		Movement between funds: <input type="checkbox"/> Yes <input type="checkbox"/> No	

The Board and Administration & Finance Committee held several discussions regarding this item and the Committee recommends that any increases be limited to no more than 5%. The Directors' (and MET Directors') current compensation is \$327.43 per day, with a limit of 10 compensable days per month. If the Board votes to limit the increase to 5% (equal to \$16.37) in the 2025/26 fiscal year, the compensation would be increased to approximately \$343.80. It should be noted that by law, compensation increases take effect at least 60 days after the adoption of the Ordinance. Pursuant to the draft Ordinance, any increase would take effect July 1, 2025.

Pursuant to legal requirements, the notices of the public hearing were published in the OC Register on April 2 and April 9.

Attached is a copy of the proposed Ordinance.

ALIGNMENT WITH BOARD STRATEGIC PRIORITIES

- | | |
|----------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> Clarifying MWDOC's mission and role; defining functions and actions. | <input type="checkbox"/> Work with member agencies to develop water supply and demand objectives. |
| <input type="checkbox"/> Balance support for Metropolitan's regional mission and Orange County values and interests. | <input type="checkbox"/> Solicit input and feedback from member agencies. |
| <input type="checkbox"/> Strengthen communications and coordination of messaging. | <input type="checkbox"/> Invest in workforce development and succession planning. |

BOARD OPTIONS

Option #1: (1) Open the Public Hearing (as noticed) regarding the Proposed Ordinance to receive input from the public; (2) consider said input on the Ordinance; and (3) consider adopting an Ordinance to adjust Director compensation in the general form presented.

Fiscal Impact: The fiscal impact varies depending on how the Board wishes to proceed. For example, if the Board opts to raise its compensation 5% (to \$343.80 per meeting) for this fiscal year, the impact to the budget would be an increase of approximately \$21,610.*

The Administration & Finance Committee recommended that any increase in compensation be limited to no more than 5%.

Option #2: Following review, recommend that the Board not adopt the draft Ordinance and keep its per day compensation the same.

Fiscal Impact: None

List of Attachments/Links:

Attachment 1: Proposed Draft Ordinance

ORDINANCE NO. __ (56)

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

COMPENSATION OF DIRECTORS

WHEREAS, the Board of Directors previously adopted Ordinance No. 54 governing the compensation to be paid to members of the Board of Directors of the Municipal Water District of Orange County, and to those members of the Board of Directors of the Metropolitan Water District of Southern California representing the Municipal Water District of Orange County (collectively referred to as the “MWDOC Board of Directors”), in accordance with Chapter 2 of Division 10 of the Water Code of the State of California (Water Code § 20200 et seq.); and

WHEREAS, by law, the compensation to be paid to the MWDOC Board of Directors may be increased annually by ordinance, with an increase that may not exceed five percent (5%) per year since the last increase; and

WHEREAS, the MWDOC Board of Directors believe that the duties carried out by MWDOC’s officers and employees (collectively referred to as “MWDOC staff”) are critical to the high functioning of the agency, and that the MWDOC Board of Directors should not be entitled to any compensation increase that exceeds that of MWDOC staff in any given budgetary year; and

WHEREAS, it is the intent of the MWDOC Board of Directors that any annual compensation increase to the MWDOC Board of Directors permitted under State law not exceed the compensation increase awarded to MWDOC staff for any given year, as described in MWDOC’s annual budget; and

WHEREAS, the MWDOC draft annual budget for fiscal year 2025-2026 includes an increase for staff of 6.11%.

WHEREAS, the last compensation increase for the Board occurred in January 2020 and the current Director compensation is \$327.43. As a result, the Board has the discretion to increase Director compensation up to \$16.37 (5%) for each year since the last increase, to a maximum amount of \$409.28; and

NOW, THEREFORE, BE IT ORDAINED by the Board of Directors of Municipal Water District of Orange County as follows:

Section 1. That Ordinance No. 54 is hereby superseded and repealed effective upon the effective date of this Ordinance.

Section 2. The MWDOC Board of Directors shall increase the Director per diem compensation by ____% above its existing compensation (from \$327.43 to \$_____).

Section 3. Any future MWDOC Board of Directors compensation increase will be enacted only by ordinance and following a public hearing.

Section 4. Severability. If any section, subsection, subdivision, sentence, clause, or phrase of this Ordinance, or any part thereof is for any reason held to be unconstitutional, such decisions shall not affect the validity of the remaining portion of this Ordinance or any part thereof. The MWDOC Board of Directors hereby declares that it would have passed each section, subsection, subdivision, paragraph, sentence, clause, or phrase thereof, irrespective of the fact that any one or more section, subsection, subdivision, paragraph, sentence, clause, or phrase be declared unconstitutional.

Section 5. CEQA Exemption. The MWDOC Board of Directors finds that adoption of this Ordinance is exempt from the California Environmental Quality Act (“CEQA”) pursuant to Section 15358 (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) of the CEQA Guidelines, because it has no potential for resulting in physical change to the environment, directly or indirectly. Moreover, the MWDOC Board of Directors finds that this Ordinance is also exempt under CEQA pursuant to Guidelines Section 15061(b)(3) (there exists no possibility that the activity will have a significant adverse effect on the environment) because this Ordinance will not cause a change in any of the physical conditions within the area affected by the Ordinance.

Section 6. Effective Date. Any MWDOC Board of Directors compensation increase contemplated by this Ordinance will take effect **July 1, 2025.**

Said Ordinance was adopted, on roll call, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

I hereby certify that the foregoing is a true and correct copy of Ordinance No. 56 adopted by the Board of Directors of Municipal Water District of Orange County at its meeting held on April 16, 2025.

MARIBETH GOLDSBY, Secretary
Municipal Water District of Orange County



ACTION ITEM

April 16, 2025

TO: Board of Directors

FROM: **Planning & Operations Committee**
(Directors Seckel, Yoo-Schneider, Dick)

Harvey De La Torre, General Manager

Staff Contact: Joe Berg, Director of Water Use Efficiency
Rachel Waite-Harvey, WUE Programs Supervisor
Beth Fahl, Senior WUE Programs Analyst

**SUBJECT: AMENDMENTS TO METROPOLITAN WATER CONSERVATION
FUNDING AGREEMENTS AND MWD OC WATER CONSERVATION
PARTICIPATION AGREEMENT**

STAFF RECOMMENDATION

It is recommended that the Board of Directors authorize the General Manager to sign:

1. Amendments to Metropolitan's Water Conservation Funding Agreements extending the term an additional ten years to June 30, 2035; and
2. An Amendment to MWD OC's Water Conservation Participation Agreement with each Member Agency extending the term an additional ten years to June 30, 2035.

COMMITTEE RECOMMENDATION

The Planning & Operations Committee will review this item on April 14, 2025 and will make a recommendation to the Board.

SUMMARY

The Metropolitan Water District of Southern California's (Metropolitan) Conservation Credit Program is the foundational source of funding for MWD OC's water use efficiency incentive

Budgeted: <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A	Budgeted amount: N/A	Core: <input type="checkbox"/>	Choice: <input checked="" type="checkbox"/>
Action item amount: N/A		Movement between funds: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

programs. MWDOC accesses this funding pursuant to the terms of the Water Conservation Funding Agreements between Metropolitan and MWDOC. The two Agreements, one for Residential Programs and the other for Commercial, Industrial, and Institutional (CII) Programs (Metropolitan Agreements), are scheduled to term out on June 30, 2025. As a result, an extension to the terms of the Metropolitan Agreements is being sought for another ten years to June 30, 2035.

In conjunction with the term expirations for the Metropolitan Agreements, MWDOC's own Water Conservation Participation Agreement (MWDOC Agreement), which enables the MWDOC Member Agencies to access our programs and funding, is also set to expire on June 30, 2025, and likewise requires its own ten-year extension until June 30, 2035.

DETAILED REPORT

Metropolitan's Water Conservation Funding Agreement

In June 2006, Metropolitan and MWDOC entered into two Agreements, one residential and one CII, to allow access to Metropolitan's Conservation Credits Program funding for water use efficiency residential and CII program implementation. The terms of these Agreements expire June 30, 2025, and Metropolitan is requesting the terms be extended for ten additional years to June 30, 2035. Amendments to both Agreements are provided as Attachment 1.

These Agreements combine all Metropolitan conservation programs into the two agreements and provide funding to Metropolitan's Member Agencies for water use efficiency program implementation. Metropolitan Member agencies also have the ability, through these Agreements, to provide their own co-funding to enhance the incentive amounts. Addenda to these Agreements are periodically issued for changes involving Board-approved items (e.g., addition of rebate devices), the addition of grant funding, and/or changes to incentive programs, including funding and incentive levels.

MWDOC's Water Conservation Participation Agreement

In June 2015, MWDOC entered into individual agreements with each MWDOC Member Agency as a means for providing access to the funding and programs that MWDOC offers. The MWDOC Agreement passes through the terms and conditions of the Metropolitan Agreements to the MWDOC Member Agencies, while also incorporating MWDOC-specific terms and conditions, access to MWDOC Shared Service Programs, and the mechanism for MWDOC Member Agencies to provide co-funding. Similarly to the expiration of the Metropolitan Agreements, the MWDOC Agreement also expires on June 30, 2025, and requires a ten-year extension. The Amendment to the MWDOC Agreement is provided as Attachment 2.

Addenda to the MWDOC Agreement are periodically issued for changes involving Metropolitan and/or MWDOC Board-approved items, the addition of grant funding, and/or changes to incentive programs, including funding and incentive levels.

It is recommended that the Board of Directors authorize the General Manager to sign:

1. Amendments to Metropolitan's Water Conservation Funding Agreements extending the terms an additional ten years to June 30, 2035; and

2. An Amendment to MWDOC's Water Conservation Participation Agreement with each Member Agency extending the term an additional ten years to June 30, 2035.

ALIGNMENT WITH BOARD STRATEGIC PRIORITIES

- | | |
|----------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> <i>Clarifying MWDOC's mission and role; defining functions and actions.</i> | <input checked="" type="checkbox"/> <i>Work with member agencies to develop water supply and demand objectives.</i> |
| <input checked="" type="checkbox"/> <i>Balance support for Metropolitan's regional mission and Orange County values and interests.</i> | <input type="checkbox"/> <i>Solicit input and feedback from member agencies.</i> |
| <input checked="" type="checkbox"/> <i>Strengthen communications and coordination of messaging.</i> | <input type="checkbox"/> <i>Invest in workforce development and succession planning.</i> |

BOARD OPTIONS

Option #1: It is recommended that the Board of Directors authorize the General Manager to sign:

1. Amendments to Metropolitan's Water Conservation Funding Agreements extending the terms an additional ten years to June 30, 2035; and
2. An Amendment to MWDOC's Water Conservation Participation Agreement with each Member Agency extending the term an additional ten years to June 30, 2035.

Fiscal Impact: MWDOC may access programs and funding from Metropolitan on behalf of MWDOC Member Agencies; the funding provided through these agreements is pass-through funding.

Option #2: Take no action.

Fiscal Impact: MWDOC would lose access to Metropolitan funding, and the Member Agencies would no longer have access to the MWDOC water use efficiency programs and funding.

List of Attachments/Links:

Attachment 1: Amendments to Metropolitan Water District of Southern California Residential and Commercial, Industrial, and Institutional Water Conservation Funding Agreements

Attachment 2: Amendment to Municipal Water District of Orange County Water Conservation Participation Agreement

ATTACHMENT 1
THIRD AMENDMENT
FY 2025-2035
WATER CONSERVATION FUNDING AGREEMENT NO. 70038
BETWEEN
THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
AND
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

This amendment to Agreement No. 70038, hereinafter referred to as Third Amendment, is between The Metropolitan Water District of Southern California, a public agency of the State of California, organized and existing under The Metropolitan Water District Act of the State of California, hereinafter referred to as Metropolitan, and Municipal Water District of Orange County, a member agency of Metropolitan, hereinafter referred to as Municipal Water District of Orange County. Metropolitan and Municipal Water District of Orange County may be collectively referred to as “Parties” and individually as “Party.”

Recitals

A. There is now in effect between the Parties a Water Conservation Funding Agreement dated July 3, 2006, as amended by the First Amendment, and as amended by the Second Amendment, hereinafter referred to as Agreement.

B. The Parties desire to amend the Agreement with this Third Amendment to extend the term of the Agreement from June 30, 2025, to June 30, 2035, subject to annual budget approval by Metropolitan’s Board of Directors.

C. The Parties also desire to update the project description, agreement administrators, and notice requirements.

NOW, THEREFORE, in consideration of the mutual covenants contained in the Agreement, including all previous amendments to the Agreement and this Third Amendment, the Parties agree as follows:

Terms of Agreement

1. The following sections in the Agreement are hereby amended and shall now read as follows:

a. “Section 1: Project Description

This Agreement encompasses multiple conservation programs which provide incentives to consumers and may subsidize Municipal Water District of Orange County 's non-regional programs. Addenda to this Agreement will be issued for changes involving Board approved items, grant funding, and changes to incentive programs including funding and incentive levels.”

- b. “2.1 This Agreement will be effective on July 3, 2006, or upon execution of this Agreement by all Parties, whichever is later, and shall terminate on June 30, 2035 (Term). Continuance of this Agreement will be subject to annual budget approval by Metropolitan’s Board, in its sole discretion. This Agreement will immediately terminate if Metropolitan’s Board does not fund the Program.”
- c. “3.1 Mr. Marcelo Alvarez is appointed Agreement Administrator for Metropolitan for the purpose of administering this Agreement and making any decisions in connection therewith on behalf of Metropolitan. Havey De La Torre is appointed Agreement Administrator for Municipal Water District of Orange County for the purpose of administering this Agreement and making any decisions in connection therewith on behalf of Municipal Water District of Orange County. The designated Agreement Administrators may be changed by providing written notice to the other Party as outlined in Section 4.”
- d. “4.1 Any communication required to administer this Agreement shall be in writing and will be deemed received upon personal delivery or 48 hours after deposit in any United States mail depository, first class postage prepaid, and addressed to the Party for whom intended, as follows:

If to Metropolitan: The Metropolitan Water District of Southern California
Post Office Box 54153
Los Angeles, CA 90054-0153
Attention: Mr. Marcelo Alvarez

If to Member Agency: Municipal Water District of Orange County
18700 Ward Street
Post Office Box 20895
Fountain Valley, CA 92728
Attention: Harvey De La Torre

With Copy to: Municipal Water District of Orange County
18700 Ward Street
Post Office Box 20895
Fountain Valley, CA 92728
Attention: Beth Fahl

Either Party may change such address by giving notice to the other Party as provided herein.”

- e. “6.1 Incentives are generally limited by Board policy to \$195 per acre-foot of water saved, up to the full cost of the device. If at any time during this Agreement Metropolitan determines that the cost of any particular device falls below the incentive level, Metropolitan shall adjust the incentive accordingly per Board policy. Metropolitan Board approval is required for any specified incentives at a rate higher than \$195 per acre-foot of water saved.”
 - f. “6.4 If Metropolitan secures additional funding from outside sources for one or more items, an addendum will be issued from Metropolitan. Metropolitan will notify Municipal Water District of Orange County of outside funding status and should outside funding run out, Metropolitan’s funding commitment will revert to the current Board approved amount. Metropolitan may issue allocations or deploy other administrative actions to ensure that grant limits are not overspent. The funding amounts listed on Exhibit A are subject to being modified from time to time via addenda. Municipal Water District of Orange County shall be responsible for all costs in excess of those listed on Exhibit A of the Addenda.”
 - g. “8.1 Municipal Water District of Orange County shall provide Metropolitan invoices for all items installed, distributed, vouchered and/or rebated by Municipal Water District of Orange County or its agent as required and outlined in the applicable addendum.”
 - h. “9.2 Metropolitan and Municipal Water District of Orange County agree to provide access to their and their authorized representatives’ books, documents, papers, computer files and records that are directly pertinent to this Agreement for the purpose of making Program evaluation, audit, examination, excerpts, and transcriptions. Metropolitan and Municipal Water District of Orange County will retain all required records for applications or work performed by the Municipal Water District of Orange County for a period beginning on the date the incentive is first awarded for a given application and respective project and ending seven years later.”
2. The following Sections in the Agreement are hereby deleted in their entirety: 5.7, 6.2, 7.1, 7.2, 7.3, 10.1, 10.2, 10.3, 10.4, 10.5, and 10.6.
3. The word “addendums” is hereby replaced by the word “addenda” throughout the entire Agreement.

4. This Third Amendment modifies the Agreement only as expressly set forth above. This Third Amendment does not further modify, alter, or amend the Agreement in any other way whatsoever. All other Agreement terms and conditions not expressly set forth above remain unchanged.

5. The Parties hereto irrevocably stipulate and agree that they have each received adequate and independent consideration for the performance of the obligations they have undertaken pursuant to this Third Amendment.

6. The persons executing this Third Amendment on behalf of the Parties here warrant that (i) such Party is duly organized and existing, (ii) they are duly authorized to execute and deliver this Third Amendment on behalf of said Party, (iii) by so executing this Third Amendment such Party is formally bound to the provisions of this Third Amendment, and (iv) the entering into this Third Amendment does not violate any provision of any other Agreement to which said Party is bound.

[SIGNATURES ON FOLLOWING PAGE]

IN WITNESS WHEREOF, the Parties hereto have executed this Third Amendment on the date and year last written below (Effective Date).

MUNICIPAL WATER DISTRICT OF
ORANGE COUNTY

THE METROPOLITAN WATER DISTRICT
OF SOUTHERN CALIFORNIA

Deven N. Upadhyay
General Manager

By _____

Harvey De La Torre

General Manager

Date _____

By _____

Deven N. Upadhyay

General Manager

Date _____

APPROVED AS TO FORM:

APPROVED AS TO FORM:
Marcia L. Scully
General Counsel

By _____

Joseph P. Byrne

General Counsel

Date _____

By _____

Alondra Espinosa

Deputy General Counsel

Date _____

THIRD AMENDMENT

FY 2025-2035

COMMERCIAL/INDUSTRIAL/INSTITUTIONAL

WATER CONSERVATION FUNDING AGREEMENT NO. 66652

BETWEEN

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

AND

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

This amendment to Agreement No. 66652, hereinafter referred to as Third Amendment, is between The Metropolitan Water District of Southern California, a public agency of the State of California, organized and existing under The Metropolitan Water District Act of the State of California, hereinafter referred to as Metropolitan, and Member Agency, a member agency of Metropolitan, hereinafter referred to as Member Agency. Metropolitan and Member Agency may be collectively referred to as "Parties" and individually as "Party."

Recitals

A. There is now in effect between the Parties a Water Conservation Funding Agreement dated March 15, 2005, as amended by the First Amendment, and as amended by the Second Amendment, hereinafter referred to as Agreement.

B. The Parties desire to amend the Agreement with this Third Amendment to extend the term of the Agreement from June 30, 2025, to June 30, 2035, subject to annual budget approval by Metropolitan's Board of Directors.

C. The Parties also desire to update the agreement administrators and notice requirements and clarify the inclusion of all incentive programs.

NOW, THEREFORE, in consideration of the mutual covenants contained in the Agreement, including all previous amendments to the Agreement and this Third Amendment, the Parties agree as follows:

Terms of Agreement

1. The following Sections in the Agreement are hereby amended and shall now read as follows:

- a. "1.1 This Agreement will be effective on March 15, 2005, and shall terminate on June 30, 2035 (Term). Continuance of this Agreement will be subject to annual

budget approval by Metropolitan's Board, in its sole discretion. This Agreement will immediately terminate if Metropolitan's Board does not fund the Program."

- b. "2.1 Mr. Marcelo Alvarez is appointed Agreement Administrator for Metropolitan for the purpose of administering this Agreement and making any decisions in connection therewith on behalf of Metropolitan. Concerns regarding the Program should be addressed to Mr. Alvarez."
- c. "2.2 Harvey De La Torre is appointed Agreement Administrator for Member Agency for the purpose of administering this Agreement and making any decisions in connection therewith on behalf of Member Agency."
- d. "6.1 Member Agency elects to participate in Metropolitan's Program to provide financial incentives for water-efficient devices and other incentive programs within its service area. This Agreement and/or successive Agreement Addendums identify the specific incentive amounts that are in effect in the individual Member Agency's service territory."
- e. "Section 8: Notice

8.1 Any communication required to administer this Agreement shall be in writing and will be deemed received upon personal delivery or 48 hours after deposit in any United States mail depository, first class postage prepaid, and addressed to the Party for whom intended, as follows:

If to Metropolitan: The Metropolitan Water District of Southern California
Post Office Box 54153
Los Angeles, CA 90054-0153
Attention: Mr. Marcelo Alvarez

If to Member Agency: Municipal Water District of Orange County
18700 Ward Street
Post Office Box 20895
Fountain Valley, CA 92728
Attention: Harvey De La Torre

With Copy to: Municipal Water District of Orange County
18700 Ward Street
Post Office Box 20895
Fountain Valley, CA 92728
Attention: Beth Fahl

Either Party may change such address or Agreement Administrators by giving notice to the other Party as provided herein.”

f. “Section 10: Evaluation, Audit, and Record Retention

10.1 Metropolitan and Member Agency agree to provide access to their and their authorized representatives’ books, documents, papers, computer files and records that are directly pertinent to this Agreement for the purpose of making Program evaluation, audit, examination, excerpts, and transcriptions. Metropolitan and Member Agency will retain all required records for applications or work performed by the Member Agency for a period beginning on the date the incentive is first awarded for a given application and respective project and ending seven years later.”

2. The following Sections are hereby added to the Agreement:

- a. “1.4 This Agreement encompasses multiple conservation programs which provide incentives to consumers and may subsidize Member Agency’s non-regional programs. Addenda to this Agreement will be issued for changes involving Board approved items, grant funding, and changes to incentive programs including funding and incentive levels.”
- b. “5.6 Incentives are generally limited by Board policy to \$195 per acre-foot of water saved, up to the full cost of the device. If at any time during this Agreement Metropolitan determines that the cost of any particular device falls below the incentive level, Metropolitan shall adjust the incentive accordingly per Board policy. Metropolitan Board approval is required for any specified incentives at a rate higher than \$195 per acre-foot of water saved.”
- c. “5.7 Member Agency shall provide Metropolitan invoices for all items installed, distributed, vouchered and/or rebated by Member Agency or its agent as required and outlined in the applicable addendum.”
- d. “5.8 “If Metropolitan secures additional funding from outside sources for one or more items, an addendum will be issued from Metropolitan. Metropolitan will notify Member Agency of outside funding status and should outside funding run out, Metropolitan’s funding commitment will revert to the current Board approved amount. Metropolitan may issue allocations or deploy other administrative actions to ensure that grant limits are not overspent. The funding amounts listed on Exhibit A

are subject to being modified from time to time via addenda. Member Agency shall be responsible for all costs in excess of those listed on Exhibit A of the Addenda.”

3. The following Sections in the Agreement are hereby deleted in their entirety: 4.1, 7.1, 7.2, 7.3, 7.4, 7.5, 7.6, and 7.7.

4. This Third Amendment modifies the Agreement only as expressly set forth above. This Third Amendment does not modify, alter, or amend the Agreement in any other way whatsoever. All other Agreement terms and conditions not expressly set forth above remain unchanged.

5. The Parties hereto irrevocably stipulate and agree that they have each received adequate and independent consideration for the performance of the obligations they have undertaken pursuant to this Third Amendment.

6. The persons executing this Third Amendment on behalf of the Parties here warrant that (i) such Party is duly organized and existing, (ii) they are duly authorized to execute and deliver this Third Amendment on behalf of said Party, (iii) by so executing this Third Amendment such Party is formally bound to the provisions of this Third Amendment, and (iv) the entering into this Third Amendment does not violate any provision of any other Agreement to which said Party is bound.

[SIGNATURES ON FOLLOWING PAGE]

IN WITNESS WHEREOF, the Parties hereto have executed this Third Amendment on the date and year last written below (Effective Date).

MUNICIPAL WATER DISTRICT
OF ORANGE COUNTY

THE METROPOLITAN WATER DISTRICT
OF SOUTHERN CALIFORNIA

Deven N. Upadhyay
General Manager

By _____

Harvey De La Torre

General Manager

Date _____

By _____

Deven N. Upadhyay

General Manager

Date _____

APPROVED AS TO FORM:

APPROVED AS TO FORM:
Marcia L. Scully
General Counsel

By _____

Joseph P. Byrne

General Counsel

Date _____

By _____

Alondra Espinosa

Deputy General Counsel

Date _____

ATTACHMENT 2

SECOND AMENDMENT

TO

WATER CONSERVATION PARTICIPATION AGREEMENT

This Second Amendment to Water Conservation Participation Agreement (“Second Amendment”) is effective on July 1, 2025 (“Effective Date”), by and between the Municipal Water District of Orange County (“MWDOC”) and _____ (“Participant Agency”). MWDOC and Participant Agency may be collectively referred to as “Parties” and individually as “Party.”

RECITALS

- A. There is now in effect between the parties a Water Conservation Participation Agreement dated July 1, 2015, as amended by the First Amendment, regarding the Participant Agency’s participation in certain water conservation programs (“Agreement”).
- B. The Parties desire to amend the Agreement with this Second Amendment to extend the term of the Agreement from June 30, 2025, to June 30, 2035.
- C. The Parties also desire to update the project description, agreement administrators, and notice requirements, and to clarify the inclusion of all incentive programs.

NOW, THEREFORE, in consideration of the mutual covenants contained in the Agreement, including all previous amendments to the Agreement and this Second Amendment, the Parties agree as follows:

TERMS OF AGREEMENT

- 1. The following Sections of the Agreement are hereby amended and shall now read as follows:
 - a. “1.1 This Agreement will be effective on July 1, 2015, and shall terminate on June 30, 2035 (“Term”). Continuance of this Agreement will be subject to annual budget approval by MWDOC’s Board of Directors.”
 - b. “1.4 This Agreement encompasses multiple conservation programs that provide incentives to consumers. Addenda to this Agreement will be issued for changes involving Metropolitan and/or MWDOC Board approved items, grant funding, and changes to incentive programs, including funding and incentive levels. All Addenda are enforced for the duration of this Agreement unless the Addenda are amended or terminated by either Party.”
 - c. “2.2.2 Participant Agency may elect to take advantage of the MWDOC Administered Programs by having its authorized representative complete and sign

Addenda 3A through 3E in the spaces provided. If Participant Agency completes and signs Addenda 3A through 3E, Participant Agency agrees to be bound by the provisions of this Section 2.2, Sections 3, 5, 6, 7, and 8 of this Agreement, and Addenda 3A through 3E. If the Participant Agency does not complete, sign, and return Addenda 3A through 3E, notwithstanding any other provision of this Agreement, the Participant Agency will not be bound by this Section or the provisions in Addenda 3A through 3E.”

- d. “7.3 Participant Agency shall maintain all Participant Agency Administered Program information, including Participant Agency applications, water bills, and purchase receipts, for a period beginning on the date the incentive is first awarded for a given application and respective project and ending seven years later.”
2. The word “Addendums” is hereby replaced by the word “Addenda” throughout the entire Agreement.
3. Authority to enter into Second Amendment. Each Party represents that the person executing this Second Amendment has the requisite power and authority to execute the Second Amendment and to bind each respective Party.
4. Continuing Effect of Agreement. Except as amended by this Second Amendment, all other provisions of the Agreement remain in full force and effect. From and after the date of this Second Amendment, whenever the term “Agreement” appears in the Agreement, it shall mean the Agreement as amended by this Second Amendment.
5. Execution in Counterparts. This Second Amendment may be executed in duplicate counterparts, each of which shall be deemed an original.

MWDOC and Participant Agency have each caused this Second Amendment to be executed by its duly authorized representative as of the date set forth below the authorized signature.

IN WITNESS WHEREOF, the Parties hereto have executed this Second Amendment.

MUNICIPAL WATER DISTRICT
OF ORANGE COUNTY

By: _____
Harvey De La Torre
General Manager

Date: _____

Approved as to Form:

By: _____
Joseph Byrne
General Counsel

Date: _____

PARTICIPANT AGENCY

Agency: _____

By: _____
Name

Title: _____

Date: _____

Approved as to Form:

Agency: _____

By: _____
Name

Title: _____

Date: _____



ACTION ITEM

April 16, 2025

TO: Administration & Finance Committee
(Directors Crane, Thomas, Nederhood)

FROM: Harvey De La Torre, General Manager

Staff Contact: Hilary Chumpitazi

SUBJECT: ADOPTION OF THE THIRD AND FINAL DRAFT BUDGET FOR FISCAL YEAR 2025-26

STAFF RECOMMENDATION

It is recommended that the Board of Directors review and discuss the MWD OC FY 2025-26 3rd Draft Budget.

COMMITTEE RECOMMENDATION

Committee recommended the Board adopt a Resolution establishing the Fiscal Year 2025/26 budget substantially in the form presented.

SUMMARY

MWD OC's Budget schedule was set up to facilitate the Budget and rate schedules of our Member Agencies. On February 12, staff presented the 1st Draft Budget to the A&F Committee. The 2nd Draft Budget, incorporating comments from the February A&F Committee discussion as well as any comments from our Member Agencies. The 3rd (Final) Draft Budget presentation is scheduled for the April A&F Committee meeting, with anticipated adoption of the Final Fiscal Year (FY) 2025-26 Budget at the April 16 Board meeting.

This 3rd Draft Budget maintains a modest rate increase to recover MWD OC's costs and maintain existing service levels. Included is a Budget Narrative list of proposed key financial changes, adjustments, and annotations, along with the reserve policy targets and the proposed employee merit pool percentage. The Budget Narrative also includes a detailed description of each department's key priorities and initiatives for FY 2025-26.

Budgeted: <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A	Budgeted amount: N/A	Core: <input type="checkbox"/>	Choice: <input type="checkbox"/>
Action item amount:		Movement between funds: <input type="checkbox"/> Yes <input type="checkbox"/> No	

BUDGET HIGHLIGHTS

Pertinent aspects of MWDOC's 3rd Draft Budget for FY 2025-26 include:

Proposed Rates and Charges

- Charges are calculated under the rate structure methodology adopted by the MWDOC Board:
 - A proposed retail service rate of \$15.25 per retail meter for FY 2025-26, an increase of \$0.50 (3.4%). This is consistent with last year's Budget-projected rate increase for FY 2025-26, adhering to the notion of modest and gradual rate increases; and
 - A proposed groundwater customer charge of \$414,371 to OCWD, representing an increase of \$8,908 (2.2%).

Revenue Highlights

- The Budget total of \$219,937,662 (revenue) includes Core, Choice, water sales, outside funding, and WEROC. This represents an overall decrease of \$12,311,127 (-5.30%), primarily due to the water sales projections for FY 2025-26.
- The Consolidated (Core and Choice) Budget is \$13,740,347 (revenue). This is an increase of \$887,471 (6.9%), mainly due to an increase in Choice Program activity. This does not include Outside funding.
- Choice revenue and expenses are balanced at \$2,343,088, an increase of \$298,454 (14.6%) over the current year's Budget.
- The total revenue for the Core Budget is \$11,397,259, an increase of \$589,017 (5.4%) over the current year's Budget. The largest driver of increased Core revenue is anticipated interest revenues. Interest revenues are budgeted at \$916,000, a \$177,040 increase (24.0%) to reflect current market earnings.
- Outside funding used for Water Use Efficiency (WUE) from rebates and grants is budgeted at \$8,349,498 a decrease of -\$2,522,544 (-23.2%) in funding over this year's Budget. This is mainly due to decreased anticipated activity in the Metropolitan regional rebate program.

Expense Highlights

- The total expenses for the Core Budget are \$11,410,517, an increase of \$553,107 (5.1%) over the current year's Budget. The most significant drivers of increased Core expenses are Consulting Services and Employee Salaries/Benefits.
- The increase in Consulting Services expenses is due to several Engineering efforts, including the 2025 Urban Water Management Plan and Water Quality initiatives.
- The Software Support/Expenses for FY 2025-26 are recategorized from Professional Fees.
- The decrease in Maintenance Expenses results from the project completion of upgrades to the Joint Board Room audio-video equipment with OCWD.

Impacts on Reserves

- The proposed 3rd Draft Budget estimates a net draw of -\$13,259 from reserves.

Other Highlights

- The proposed Total Water Fund Budget includes Water Purchases of 120,747 Acre-Feet (AF), a decrease of -21,494 AF (-15.1%) from the FY 2024-25 Budget, and anticipated Local Resource Program incentives of \$3,840,576, a decrease of -\$821,382 (-17.6%).
- The proposed salary contribution pool is at 6.11% of salaries and wages and reflects the inflation rate (2024 CPI annual average = 3.3%) along with merit considerations. No COLA (Cost of Living Adjustment) is being proposed.
- The Core-funded staffing level increase by 1.65 FTE and Choice-funded staffing levels increase 0.60 FTE. These staff levels reflect the increase in organizational needs assessment modifications in the areas of full-time, part-time, and intern employee staffing levels.

New Items Included for FY 2025-26

The following “new key items” were incorporated in the FY 2025-26 Budget, per the January 8 Conceptual Budget and February and March discussions of the 1st and 2nd Draft Budgets presented to the A&F Committee:

Technology Infrastructure

- Implementation of a new Enterprise Resource Planning (ERP) system (\$120,000) to enhance financial operations, including payroll, accounts payable, billing, and personnel records management.

Program Enhancements

- Transition of Water Energy Education Alliance (WEEA) support to a shared service model (\$33,000), replacing current in-kind contributions based on A&F Committee input. (Additionally, per the Committee’s suggestion, a business rationale/plan to describe and support the proposed funding level will be forthcoming for Committee review).
- Funds allocated for MWDOC's 75th Anniversary celebration in 2026.
- Develop updated Urban Water Management Plans, including consultant support for MWDOC (Core-funded) and Member Agencies (Choice-funded).
- Grants Training (\$15,000) led by an experienced and successful grant consultant; MWDOC and Member Agency participants will learn strategies for crafting proposals, understanding funding agency priorities, and developing program Budgets.
- Form 700 Training (\$2,500) basic training for Form 700 filers on understanding the conflict-of-interest code, disclosure obligations, guide to reporting each schedule, and purpose of disclosure. Open for Elected Officials in Orange County, to be held

in January 2026.

Director Compensation

- Pursuant to Water Code Section 20202, Director compensation may be increased by a maximum of 5% for each consecutive year since the last approved compensation adjustment in January 2020.

New Item Included in the 3rd Draft Budget

The following “new key item” is now incorporated into the 3rd Draft FY 2025-26 Budget for Board consideration:

Technology Infrastructure

- The addition of GIS support resources will strengthen MWDOC Core and Choice services. Included in the 3rd Draft Budget is a staff and consultant-developed budget placeholder (\$130,000). Note that the GIS placeholder is not an entirely new expense; there were previously allocated budgetary expenditures for external GIS services. Pending refinement following the completion of the GIS Scoping Assessment, the estimated initial resource needs for the development of the budget placeholder of \$130,000 are comprised of: \$10,000 for software licensing, approximately \$50,000 for Water Use Efficiency and Water Loss Control uses, and approximately \$70,000 for Engineering and Emergency Response uses.

ALIGNMENT WITH BOARD STRATEGIC PRIORITIES

- | | |
|-----------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> <i>Clarifying MWDOC’s mission and role; defining functions and actions.</i> | <input type="checkbox"/> <i>Work with member agencies to develop water supply and demand objectives.</i> |
| <input type="checkbox"/> <i>Balance support for Metropolitan’s regional mission and Orange County values and interests.</i> | <input checked="" type="checkbox"/> <i>Solicit input and feedback from member agencies.</i> |
| <input type="checkbox"/> <i>Strengthen communications and coordination of messaging.</i> | <input checked="" type="checkbox"/> <i>Invest in workforce development and succession planning.</i> |

List of Attachments/Links:

Attachments: (1) FY 2025-26 3rd Draft Budget Narrative
(2) FY 2025-26 3rd Draft Budget



Municipal Water District of Orange County

April 2025

3rd Draft Budget for Fiscal Year 2025-26



Page Intentionally Left Blank

KEY TOPICS

EXECUTIVE SUMMARY	5
GENERAL MANAGER’S TRANSMITTAL LETTER	8
DISTRICT OVERVIEW	9
1. MWDOC BUDGET PROCESS & SCHEDULE	11
2. MWDOC BUDGET PRINCIPLES.....	13
3. DISTRICT RESERVES	14
4. COMPENSATION POOL GUIDELINES.....	16
5. BUDGET INPUT FROM MEMBER AGENCIES	19
6. KEY DEPARTMENTAL PRIORITIES & INITIATIVES	20
BOARD RELATIONS	22
ADMINISTRATION	23
FINANCE & INFORMATION TECHNOLOGY	25
COMMUNICATIONS/PUBLIC AFFAIRS.....	27
RELIABILITY PLANNING AND ENGINEERING	30
WATER EMERGENCY RESPONSE (WEROC).....	32
WATER USE EFFICIENCY (WUE)	34
METROPOLITAN (MET) ISSUES AND WATER POLICY	37
GOVERNMENTAL AFFAIRS	39
7. CHOICE & SHARED SERVICES PROGRAMS FOR FY 2025-26.....	42
PERMANENT CHOICE PROGRAMS	42
LIMITED-TERM SHARED-SERVICES PROGRAMS	43
8. WATER RATES AND CHARGES	45

Page Intentionally Left Blank

EXECUTIVE SUMMARY

MWDOC's Budget schedule was set up to facilitate the Budget and rate schedules of our Member Agencies. On February 12, staff presented the 1st Draft Budget to the A&F Committee. The 2nd Draft Budget, incorporating comments from the February A&F Committee discussion as well as any comments from our Member Agencies. The 3rd (Final) Draft Budget presentation is scheduled for the April A&F Committee meeting, with anticipated adoption of the Final Fiscal Year (FY) 2025-26 Budget at the April 16 Board meeting.

This 3rd Draft Budget maintains a modest rate increase to recover MWDOC's costs and maintain existing service levels. Included is a Budget Narrative list of proposed key financial changes, adjustments, and annotations, along with the reserve policy targets and the proposed employee merit pool percentage. The Budget Narrative also includes a detailed description of each department's key priorities and initiatives for FY 2025-26.

BUDGET HIGHLIGHTS

Pertinent aspects of MWDOC's 3rd Draft Budget for FY 2025-26 include:

PROPOSED RATES AND CHARGES

- Charges are calculated under the rate structure methodology adopted by the MWDOC Board:
 - A proposed retail service rate of \$15.25 per retail meter for FY 2025-26, an increase of \$0.50 (3.4%). This is consistent with last year's Budget-projected rate increase for FY 2025-26, adhering to the notion of modest and gradual rate increases; and
 - A proposed groundwater customer charge of \$414,371 to OCWD, an increase of \$8,908 (2.2%).

REVENUE HIGHLIGHTS

- The Budget total of \$219,937,662 (revenue) includes Core, Choice, water sales, outside funding, and WEROC. This is an overall decrease of -\$12,311,127 (-5.30%), mainly due to the water sales projections for FY 2025-26.
- The Consolidated (Core and Choice) Budget is \$13,740,347 (revenue). This is an increase of \$887,471 (6.9%), mainly due to an increase in Choice Program activity. This does not include Outside funding.
- Choice revenue and expenses are balanced at \$2,343,088, an increase of \$298,454 (14.6%) over the current year's Budget.
- The total revenue for the Core Budget is \$11,397,259, an increase of \$589,017 (5.4%) over the current year's Budget. The largest driver of increased Core revenue is anticipated interest revenues. Interest revenues are budgeted at \$916,000, a \$177,040 increase (24.0%) to reflect current market earnings.
- Outside funding used for Water Use Efficiency (WUE) from rebates and grants is budgeted at \$8,349,498 a decrease of -\$2,522,544 (-23.2%) in funding over this year's Budget. This is mainly due to decreased anticipated activity in the Metropolitan regional rebate program.

EXPENSE HIGHLIGHTS

- The total expenses for the Core Budget are \$11,410,517, an increase of \$553,107 (5.1%) over the current year's Budget. The most significant drivers of increased Core expenses are Consulting Services and Employee Salaries/Benefits.
- The increase in Consulting Services expenses is due to several Engineering efforts, including the 2025 Urban Water Management Plan and Water Quality initiatives.
- The Software Support/Expenses for FY 2025-26 are recategorized from Professional Fees.
- The decrease in Maintenance Expenses results from the project completion of upgrades to the Joint Board Room audio-video equipment with OCWD.

IMPACTS ON RESERVES

- The proposed 3rd Draft Budget estimates a net draw of -\$13,259 from reserves.

OTHER HIGHLIGHTS

- The proposed Total Water Fund Budget includes Water Purchases of 120,747 Acre-Feet (AF), a decrease of -21,494 AF (-15.1%) from the FY 2024-25 Budget, and anticipated Local Resource Program incentives of \$3,840,576, a decrease of -\$821,382 (-17.6%).
- The proposed salary contribution pool is at 6.11% of salaries and wages and reflects the inflation rate (2024 CPI annual average = 3.3%) along with merit considerations. No COLA (Cost of Living Adjustment) is being proposed.
- The Core-funded staffing level increase by 1.65 FTE and Choice-funded staffing levels increase 0.60 FTE. These staff levels reflect the increase in organizational needs assessment modifications in the areas of full-time, part-time, and intern employee staffing levels.

NEW ITEMS INCLUDED FOR FY 2025-26

The following "new key items" were incorporated in the FY 2025-26 Budget, per the January 8 Conceptual Budget and February and March discussions of the 1st and 2nd Draft Budgets presented to the A&F Committee:

TECHNOLOGY INFRASTRUCTURE

- Implementation of a new Enterprise Resource Planning (ERP) system (\$120,000) to enhance financial operations, including payroll, accounts payable, billing, and personnel records management.

PROGRAM ENHANCEMENTS

- Transition of Water Energy Education Alliance (WEEA) support to a shared service model (\$33,000), replacing current in-kind contributions based on A&F Committee input. (Additionally, per the Committee's suggestion, a business rationale/plan to describe and support the proposed funding level will be forthcoming for Committee review).
- Funds allocated for MWDOC's 75th Anniversary celebration in 2026.
- Develop updated Urban Water Management Plans, including consultant support for MWDOC

(Core-funded) and Member Agencies (Choice-funded).

- Grants Training (\$15,000) led by an experienced and successful grant consultant; MWDOC and Member Agency participants will learn strategies for crafting proposals, understanding funding agency priorities, and developing program Budgets.
- Form 700 Training (\$2,500) basic training for Form 700 filers on understanding the conflict-of-interest code, disclosure obligations, guide to reporting each schedule, and purpose of disclosure. Open for Elected Officials in Orange County, to be held in January 2026.

DIRECTOR COMPENSATION

- Pursuant to Water Code Section 20202, Director compensation may be increased by a maximum of 5% for each consecutive year since the last approved compensation adjustment in January 2020.

NEW ITEM INCLUDED IN THE 3RD DRAFT BUDGET

The following “new key item” is now incorporated into the 3rd Draft FY 2025-26 Budget for Board consideration:

TECHNOLOGY INFRASTRUCTURE

- The addition of GIS support resources will strengthen MWDOC Core and Choice services. Included in the 3rd Draft Budget is a staff and consultant-developed budget placeholder (\$130,000). Note that the GIS placeholder is not an entirely new expense; there were previously allocated budgetary expenditures for external GIS services. Pending refinement following the completion of the GIS Scoping Assessment, the estimated initial resource needs for the development of the budget placeholder of \$130,000 are comprised of: \$10,000 for software licensing, approximately \$50,000 for Water Use Efficiency and Water Loss Control uses, and approximately \$70,000 for Engineering and Emergency Response uses.

GENERAL MANAGER'S TRANSMITTAL LETTER

MWDOC ANNUAL BUDGET FOR FISCAL YEAR 2025-2026

As we start the Fiscal Year (FY) 2025-26 Budget process, I want to convey that staff have taken all necessary steps to ensure the proposed expenditures align with the District's mission and promote the Board Strategic Priorities. Moreover, the proposed rate increases are modest, predictable, and support the essential functions of the District along with the multiple shared services and Choice Programs we provide to the retail agencies in Orange County.

MWDOC seeks to adopt its Final Budget in April in an effort to facilitate the Budget and Prop 218 processes of our Member Agencies. Please note that the Draft Budget will also be reviewed at the Elected Officials Forum, which will be scheduled for early April 2025, with final Board adoption tentatively scheduled for later that month.

As always, we invite and welcome formal participation in developing our FY 2025-26 Draft Budget through suggestions of activities and subsequent comments. This input is vital to ensure that the services and resources we provide meet the needs of our service area.

I look forward to our Budget discussions.

Sincerely,



Harvey F. De La Torre
General Manager
Municipal Water District of Orange County

"I believe MWDOC plays an essential role in ensuring the County has a sustainable and reliable supply of water. With our partnering agencies we strive to identify and implement the most cost-effective programs, projects and activities for benefit of our service area."



DISTRICT OVERVIEW

The Municipal Water District of Orange County (MWDOC) was formed in 1951 to serve the majority of Orange County as its Metropolitan Member Agency representative and to make imported water available within Orange County. This remains MWDOC's primary purpose. Although this purpose has taken various forms and has evolved over the decades, the emphasis continues to be on Metropolitan representation and advocacy on behalf of the water agencies to provide water reliability and to provide value to the residents and ratepayers in Orange County. All functions included in the annual Budget address components of MWDOC's mission.

MWDOC's Mission

To provide reliable, high-quality supplies from MWD and other sources to meet present and future needs, at an equitable and economical cost and to promote water use efficiency for all of Orange County.

In June 2023, the MWDOC Board identified seven (7) Strategic Priorities via a public, multi-session process that incorporated feedback and input from various stakeholders, including Member Agency representatives. This effort was intentionally built upon the foundational work completed through the Member Agency Facilitated Discussions Project to ensure MWDOC's Strategic Priorities aligned with the needs of the community and MWDOC Member Agencies. These key priorities were developed through a facilitated process to be consistent with MWDOC's authority, mission, and roles.

Topic Area	Board Strategic Priorities
<i>MWDOC's Mission</i>	Clarify MWDOC's mission and roles by defining those functions and actions that help provide cost-effective, long-term water reliability and security for its Member Agencies and Orange County constituents.
<i>Metropolitan Policy Positions</i>	Balance support for Metropolitan's regional mission and Orange County values and interests, with an emphasis on completing the IRP and shaping a sustainable business model.
<i>Metropolitan Director Consultation</i>	Ensure that Metropolitan Directors regularly reach out to and collaborate with MWDOC's Member Agencies to represent their interests and needs at Metropolitan.
<i>Reliability Planning</i>	Work with Member Agencies to develop water supply and demand objectives that take a broad view of cost-effective options to increase supply and manage demands.
<i>Member Agency Collaboration</i>	Solicit input and feedback from Member Agencies to support their needs and create opportunities that benefit Orange County's water future.
<i>Communications</i>	Strengthen communications and coordination of messaging with Member Agencies, tailored to large and small agency needs.
<i>Staff Development</i>	Invest in workforce development and succession planning to continuously strengthen and renew MWDOC's staff capabilities.

In September 2023, the Board adopted the Staff Implementation Plan¹, which outlines the “means” (actions/programs) staff has developed to help achieve these overarching Board Priorities. The Implementation Plan is a cornerstone for the General Manager's annual goal-setting process. Integrating the strategic priorities into the General Manager's goals ensures that the top leadership of MWDOC is fully committed to and accountable for driving these priorities forward. It also provides clear directions as to what is expected by the Board.

The Implementation Plan also identifies resource needs, which will be integrated into the annual budgeting process. It ensures that financial, personnel, or technological resources are allocated efficiently to support strategic priorities. Information has been utilized to identify whether a resource gap exists that could hinder progress and, if necessary, gives guidance on whether additional resources should be recommended during the Budget-setting process.

To utilize the lessons learned through the 2022 Member Agency Facilitated Discussions², several Member Agencies’ comments and suggestions were woven into the Implementation Plan. This included the core objective: for MWDOC and its Member Agencies to partner more collaboratively. Through this process, there was consensus in feedback from the Member Agencies that MWDOC should avoid setting up a process that is perceived as “telling agencies what is needed” but rather seek out what the agencies want and need MWDOC to provide for them. This has been reflected in the improved methods of communication and how MWDOC developed the programs, studies, and shared services in the Choice Programs.



¹ Staff Implementation Plan: https://www.mwdoc.com/wp-content/uploads/2023/06/Strategic-Goals-Implementation-Plan_September-2023-3.pdf

² Facilitated Discussions with MWDOC Member Agencies, Phase 1 (February 2022) <https://tinyurl.com/FDMMAP1>;
Facilitated Discussions, with MWDOC Member Agencies, Phase 2 (December 2022) <https://tinyurl.com/FDMMAP2>

1. MWDOC BUDGET PROCESS & SCHEDULE

MWDOC's Budget schedule seeks to adopt the FY 2025-26 Budget at the April 16 Board meeting. This timeline was implemented to facilitate the budget and rate schedules of our Member Agencies. The Draft Budgets are presented to the A&F Committee. The 1st, 2nd, and 3rd Draft Budgets are scheduled for the February, March, and April A&F Committee meetings.

The Budget will include a list of proposed key financial changes, adjustments, and annotations, along with updates to the reserve targets and the proposed merit pool percentage (based on the final 12-month CPI-U average).

Furthermore, there will be a detailed description of each department's key priorities and initiatives for FY 2025-26. As part of the Budget process, the General Manager is currently meeting with each department head to review their current and projected department Budgets, including anticipated Choice Budget activity. The goal of these discussions is to identify what funds are needed and/or not needed for the coming year to help achieve the Board's strategic priorities and District mission.

Similar to last year, the Choice Budget elections and commitments will lag behind this proposed schedule, and staff will bring back to the Board a revised Final Choice Budget in September or October 2025 to reflect the reconciliations and final program commitments of our Member Agencies. It should be noted that changes in Choice programs do not have an impact on the rates and charges passed in April for Core activities.

FY 2025-26 BUDGET SCHEDULE

NOVEMBER 2024

- Notification to Member Agencies of start of Budget process and solicitation of input

DECEMBER 2024

- MWDOC staff begins preparation of Budget hours and costs on a program and line-item basis
- Review of four-month actuals and fiscal year-end projections
- Review Budget adjustments for current fiscal year
- Preparation of internal, Draft Conceptual Budget (review changes for upcoming fiscal year)

JANUARY 2025

- Initial review of Budget issues with A&F Committee for feedback (1-8-25)
- Initial discussion of Budget issues with Member Agencies for feedback
- Request for Member Agencies' preliminary indication of participation in Choice

FEBRUARY 2025

- Publish and post the 1st Draft Budget in the packet for the A&F Committee (2-7-25)
- Review 1st Draft Budget with A&F Committee (2-12-25)
- Formally request comments from all Member Agencies
- Draft information completed on prior year Choice WUE program benefits to Member Agencies to serve as basis for charging agencies for the upcoming year for Choice activities
- Member Agencies' Initial Confirmation of participation in Choice Services (2-18-25), with updated Agreement by the end of March or after the Elected Officials Meeting
- Discuss 1st Draft Budget at Member Agency Managers' Meeting (2-20-25)
- Meet with Member Agencies as requested or scheduled

MARCH 2025

- Revised information completed on prior year Choice benefits to Member Agencies to serve as basis for charging agencies for the upcoming year for Choice activities
- Discuss 2nd Draft Budget in A&F Committee (3-12-25)
- Review 2nd Draft Budget at Member Agency Managers' Meeting (3-20-25)
- Update Choice Participation
- Member Agencies submit Formal Comments on the Budget (3-28-25)

APRIL 2025

- Conduct meeting with Elected Officials from Member Agencies to discuss Budget and other topics (4-9-25)
- 3rd Draft Budget and Rates presented to A&F Committee (4-9-25)
- Member Agencies' Formal Comments presented to A&F Committee (4-9-25)
- Board approval of FY2023-24 Final Budget and Rates (4-16-25)

JUNE 2025

- Member agencies confirm Final Choice Participation (6-13-25)

AUGUST 2025

- Reconciliation of FY 2024-25 (previous) Choice Programs

OCTOBER 2025

- Revised Final Choice Budget presented to A&F Committee, if needed (10-8-25)
- Board approval of FY2025-26 Revised Final Choice Budget, if needed (10-15-25)

2. MWDOC BUDGET PRINCIPLES

Staff continue to utilize the following Budget Principles to develop the Draft Budget:

- **Principle #1: Budget Investments Align with MWDOC's Priorities & Values**
 - The Budget should reflect the mission and goals of MWDOC and align proposed activities with the valued benefits of the Board and our stakeholders. The Budget process should be transparent and readily facilitate public review and input.
- **Principle #2: Activities Based on a County-wide Perspective**
 - MWDOC's service area extends to Orange County's borders, and the budgeted activities must comprehensively address issues, needs, and benefits for both the entire service area and our regional involvement with the Metropolitan Water District of Southern California (MET).
- **Principle #3: Efficient Program Design & Performance**
 - Budgeted programs must consider complementary and cooperative designs to maximize benefits from other regional and local water resource programs and value.
- **Principle #4: Full Cost Recovery**
 - The Budget will be developed to support full cost recovery of all expenses via the rates and charges without the unplanned use of reserves.
- **Principle #5: Compliance with Administrative Code**
 - The proposed Budget and Budget process should fully comply with applicable sections of the MWDOC Administrative Code.



3. DISTRICT RESERVES

One goal of the budget process is the early identification of the impact to Reserve Funds. The stated goals of the Board of Directors are to have reserves fully funded, and the Budget should be balanced relative to meeting those reserve targets. In essence, if the combination of the previous Fiscal Year's audited reserve balances and the current Fiscal Year's Year-End estimates indicates that the reserve target will be exceeded, then the proposed Budget should include a draw from the reserve balance down to the target. Conversely, if the projected total reserve balance drops below the target, the proposed Budget should increase the budgeted contribution to bring the reserves back up to the target.

In FY 2022-2023, the Board undertook a comprehensive review of its Reserve Policy, which involved several work group meetings and committee discussions. The goal was to better align the Reserve Funds and their targets with the District's needs and priorities. The result clarified the use and function of each reserve account. Additionally, the Board consolidated and revised MWDOC's Designated Reserves into the following three funds, each serving a specific purpose and described as follows:

Operating Reserve - The Operating Reserve has been established to fund emergency expenditures, cover unbudgeted and unanticipated costs, and provide working capital if needed. MWDOC has established a target for the Operating Reserve to equal 120 days of cash on hand.

Election Reserve - The Election Reserve funds seven elections every four years. The estimated cost of elections and needed reserve levels shall be updated annually as part of the Budget process. If the amounts in the Election Reserve exceed the estimated costs, the Board may consider other uses that would lower the long-term costs of the District.

OPEB Reserve - The Board requested staff to fully fund the OPEB liability in 2016. The Actuarial recommendation is to fund between 85% to 95% of the liability and put the remaining amount in an OPEB reserve fund so as not to overfund the OPEB trust. This recommendation was implemented in September 2016 with an OPEB reserve balance of \$209,000 to equal MWDOC's Unfunded Liability at that time. The OPEB reserve will be re-evaluated every two years beginning in 2018 after each actuarial study, and funds may be transferred to the OPEB trust to stay within the funding range.

Additional reserve funds are as follows:

- **General Operations Fund** - Funds used to pay for District annual operating expenses. Revenue generated from this fund includes annual meter and groundwater charges.
- **Water Purchase Payments Fund** - Fund that holds amounts paid by Member Agencies for water purchases in advance of the Metropolitan payment date.
- **Conservation Fund** - Includes grants and Metropolitan and Member Agency payments for Water Use Efficiency. These funds may have a negative balance as MWDOC pays upfront for rebates and invoices.
- **Trustee Activities** - Hold funds for specific trustee activities, such as the AMP.

Municipal Water District of Orange County
Consolidated Summary of Cash and Investment
November 30, 2024

District investments and cash balances are held in various funds designated for certain purposes as follows:

Fund	Book Value	% of Portfolio
Restricted Reserves		
WEROG Operating Fund	\$ 814,696	4.06%
Pension 115 Trust	1,999,765	9.97%
Total Restricted Reserves	<u>\$2,814,461</u>	<u>14.03%</u>
Designated Reserves		
Operating Reserves	\$3,819,350	19.04%
Election Reserve	1,146,947	5.72%
OPEB Reserve	297,147	1.48%
Total Designated Reserves	<u>\$5,263,444</u>	<u>26.24%</u>
General Operations Fund	\$12,308,311	61.35%
Water Purchase Payments Fund	414,507	2.06%
Conservation Fund	(755,770)	(3.77%)
Trustee Activities - AMP	18,360	0.09%
Total Other Funds	<u>\$11,985,408</u>	<u>59.73%</u>
Total	\$20,063,313	100.00%

4. COMPENSATION POOL GUIDELINES

MWDOC's compensation system includes both job classification-specific salary ranges and person-specific salaries. Annual modifications to both are implemented under different but interrelated practices. A common goal of both practices is to maintain competitive and appropriate salaries and benefits within the Southern California market.

JOB CLASSIFICATION SALARY RANGES.

MWDOC annually adjusts our salary ranges by the local Consumer Price Index (CPI) for the previous calendar year. The 2024 CPI average for the LA/Long Beach/Anaheim area was 3.30%. This is lower than the 2023 number of 3.5%. The CPI of 3.30% falls into MWDOC's moderate inflation range.

Every three years, MWDOC contracts for a Comprehensive Benchmark Survey that compares our job classifications with similar agencies and job functions. During the 2023-24 Comprehensive Benchmark Survey, MWDOC found limited salary range corrections to be necessary, which supported the CPI adjustment process.

EMPLOYEE-SPECIFIC SALARIES

MWDOC utilizes a system of CPI-based formulas to calculate the proposed Compensation Pool. An analysis of 10-year compensation increases and CPI data was conducted to quantify the past practices that had successfully maintained MWDOC's salaries as both competitive and within job classification ranges. The formula uses current inflation percentages but is also applied as a merit component to properly align with current market conditions. For example, 0% CPI would calculate as a 0% compensation pool increase and would obviously not reward merit as intended. At the other end of the range, other problems can arise. To minimize the impact of extremes, a system of four CPI ranges with associated Compensation Pool formulas are summarized below.

The 2024 annual CPI was 3.30% for the region, which is in the *Moderate* inflation effective range (2.4% to 4.7%). Applying the *Moderate* inflation range formula ($\text{CPI} \times 1.85$) to the 3.30% CPI yields a compensation pool of 6.11%, which was used to calculate the employee salary expense increase.

COMPENSATION POOL CPI RANGES & FORMULAS		
Category	CPI Range	Formula
Negative	< 0%	2% + (CPI x 0.5)
Low	0% to 2.4%	2% + CPI
Moderate	2.4% to 4.7%	CPI x 1.85
High	> 4.7%	4% + CPI

MWDOC does not have a Cost-of-Living Adjustment (COLA), which is not included or proposed in this Budget. As part of the Budget process, MWDOC establishes a Compensation Pool that facilitates employee

salary increases allocated solely on merit. MWDOC conducts an annual direct labor market survey as part of the Budget process. Most water agencies surveyed have defined merit and COLA components to their annual salary increases (see FY 2025-26 survey below). The functional difference is that while both approaches cover merit and inflation, other agencies will guarantee a COLA pay increase to all employees. In contrast, MWDOC employees are at risk of no salary increase depending upon their performance.

The MWDOC annual survey of approximately 20 water utilities is utilized as a comparison of proposed salary increases. This comparative information from the other utilities can be found below. There is an objective comparison as to how well MWDOC's salary system has been performing relative to the market. As noted above, MWDOC's salary ranges have been generally tracking the labor market conditions. In addition, MWDOC salaries have largely maintained a mid-range position with predominately only long-tenured employees bumping up against the range ceiling for their position.

MERIT/COLA 2025-26 Survey				
Agency Name	COLA (%)	Merit Max (%)	Avg. Merit Increase Granted (%)	Total (%) COLA + Avg. Merit
Calleguas MWD	3.20%	3.00%	2.50%	5.70%
Eastern MWD	3.30%	5.00%	3.63%	6.93%
El Toro WD	NR			
Inland Empire Utilities Agency	NR			
Irvine Ranch WD	TBD	7.50%	3.00%	3.00%
Laguna Beach County WD	NR			
Las Virgenes MWD	3.00%	8.00%	5.00%	8.00%
Mesa Water District	3.00%	5.00%	2.50%	5.50%
Moulton Niguel WD	5.00%	5.00%	2.50%	7.50%
Orange County Sanitation District	TBD	5.00%	5.00%	5.00%
Orange County WD	4.50%	6.00%	3.00%	7.50%
San Diego County Water Authority	NR			
Santa Margarita WD	4.00%	2.50%	2.50%	5.00%
South Coast Water District	5.00%	5.00%	3.50%	8.50%
Three Valleys Municipal WD	3.06%	5.00%	2.50%	5.56%
Walnut Valley WD	2.00%	5.00%	5.00%	7.00%
West Basin MWD	NR			
Western Municipal Water District	2.90%	5.00%	2.50%	5.40%
Yorba Linda Water District	TBD	5.00%	2.50%	2.50%
Average				5.94%
MWDOC	NA			6.11%

DIRECTOR COMPENSATION

The Director compensation adjustment is determined by the lesser of the employee increase or 5.0%. Pursuant to Water Code Section 20202, Director compensation may be increased by a maximum of 5% for each year since the last approved compensation adjustment in January 2020.

5. BUDGET INPUT FROM MEMBER AGENCIES

MWDOC staff initiated the Budget process for FY 2025-26 in November with an Administration & Finance Committee posting of the Budget schedule and informed Member Agencies of the start of the Budget process and solicitation of input at the November MWDOC Member Agency General Managers Meeting.

The FY 2024-25 Budget year-end projections and the conceptual FY 2025-26 Budget were discussed at the January 2025 Administration & Finance Committee meetings, with the 1st Draft Budget presented on February 12 and the 2nd Draft Budget on March 12.

According to the attached schedule, MWDOC aims to finalize its Budget in April, ensuring that our Member Agencies have the necessary support for their own budget and Proposition 218 processes. The Draft Budget will also be presented at the Elected Officials Forum in early April 2025, with the final adoption by the Board anticipated on April 16, 2025.

Member Agency participation is vital in shaping our FY 2025-26 Budget. We encourage Member Agencies to share initial suggestions and subsequent comments. These insights are essential for us to deliver services and resources to meet the needs of each agency's service area.

6. KEY DEPARTMENTAL PRIORITIES & INITIATIVES

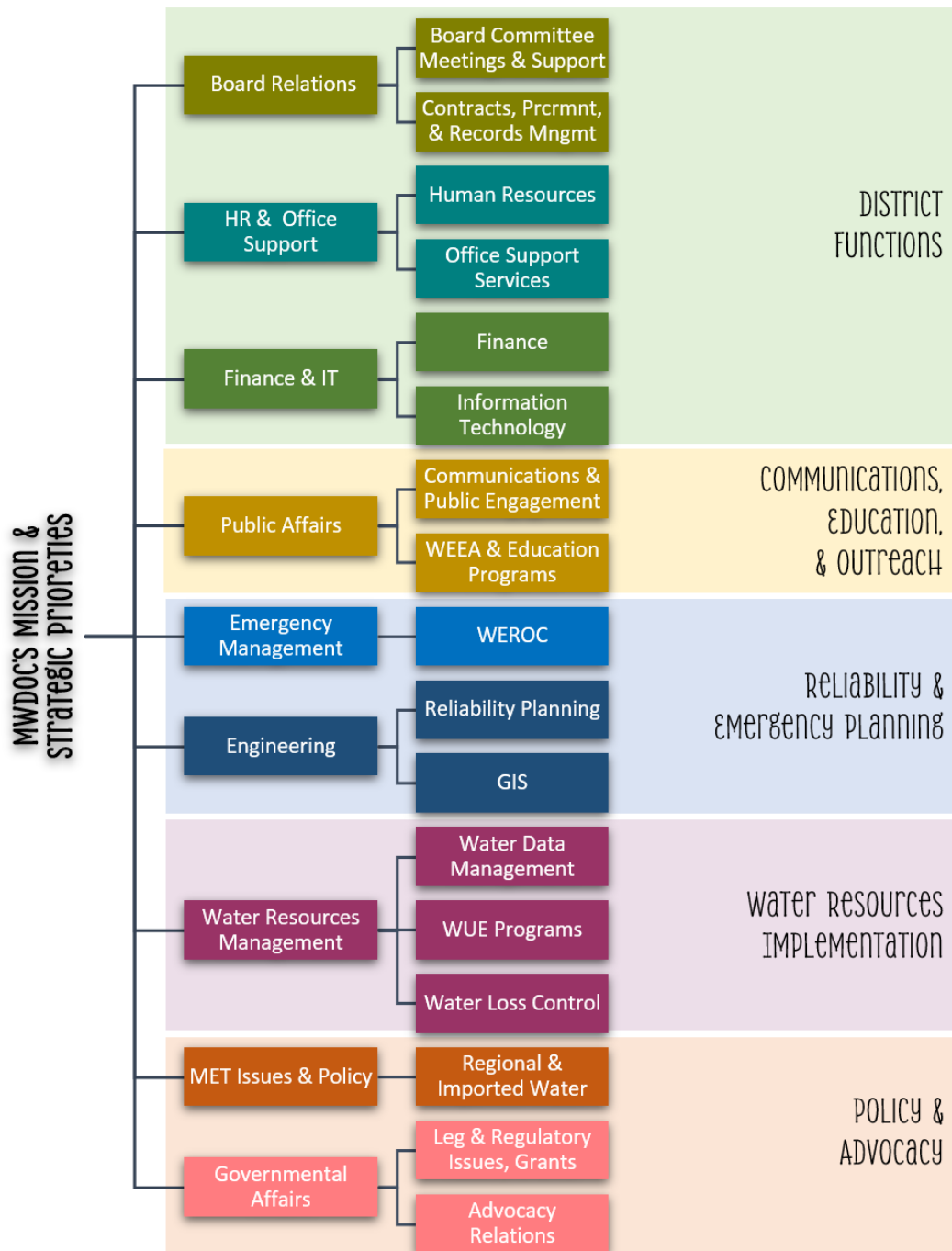
MWDOC recently completed a comprehensive Needs Assessment to evaluate our organizational effectiveness, current and needed resources, and processes. The Needs Assessment was designed to serve multiple strategic purposes within the organization. At its core, the Assessment aimed to provide a solid foundation for organizational improvement by collecting critical information to help refine existing processes and programs. The Assessment sought to ensure proper alignment with the Board's strategic priorities by carefully examining the resources required to achieve MWDOC's mission and services. Furthermore, this comprehensive evaluation was structured to uncover valuable opportunities for strengthening collaboration, supporting staff development, and implementing meaningful service improvements across the organization.

The organizational structure has been refined to align with our strategic priorities and improve operational efficiency. The structure maintains our core services while positioning MWDOC to better meet future challenges and opportunities in outreach and advocacy, Board services, water resource management, and Member Agency support.

The organizational structure features five focus areas:

- District Functions
 - Board Relations Cost Center 11
 - Administration / Human Resources Cost Centers 12, 13, 19
 - Finance & Information Technology Cost Centers 41, 45
- Communications & Outreach Cost Centers 32, 63
- Reliability & Emergency Planning
 - Reliability Planning & Engineering Cost Center 21
 - Water Emergency Response (WEROC) Cost Center 25
- Water Resources Implementation Cost Centers 35, 62, 70
- Policy & Advocacy
 - Metropolitan Issues & Water Policy Cost Center 23
 - Government Affairs Department Cost Center 31

This organizational structure will achieve several interconnected objectives. By streamlining reporting relationships, we aim to create more efficient communication channels while enhancing collaboration between related functional areas within the organization. The organizational structure establishes clear lines of accountability for strategic priorities, ensuring that responsibilities are well-defined and trackable. Additionally, the organization structure helps better align resources with organizational objectives, ensuring that personnel, Budget, and other assets are optimally distributed to support the District's core mission and goals.



BOARD RELATIONS

COST CENTER 11

The Board Relations Department provides support to the entire District to ensure operations run smoothly and efficiently.

Fundamental activities include:

- Staff attendance, preparation, and compilation of Board and Committee Agendas and minutes.
- Assists in the review and development of District policies and ensures compliance with the District Administrative Code and Contracts Manual, publishes required legal notices, and coordinates all public records requests.
- Provides the oversight and maintenance of the Electronic Records Management System for the District, ensuring that all required documents are retained in accordance with the retention schedule and legal requirements, and trains staff on policies related to accessing, storing, and transmitting electronic records.
- Ensures compliance with respect to State, County, and Fair Political Practices Commission filings and deadlines, as well as various laws and legal requirements (Brown Act, AB 2449, AB 1234, etc.)

KEY INITIATIVES FOR FY 2025-26

As a result of the recently completed Needs Assessment, a portion of the Administration Department was bifurcated to include a new “Board Relations” Department. As a result, much of FY 2025-26 will focus on the organization and implementation of new processes and work assignments, which will help create a more seamless and efficient procedural process.

MWDOC staff actions include:

- **Developing a New Position:** A full-time Assistant District Secretary will be hired to assist the District Secretary with contract management, meeting attendance, travel, and all board and executive management support.
- **Records Management:** Evaluation of current processes and procedures and, if necessary, the possible combining of efforts and/or job duties in certain areas.
- **Contracts:** Board Relations will assume the function of Contracts Management (coordination and compliance), working with Program Managers after agreement negotiation and scope of work development.

BOARD STRATEGIC PRIORITY: MWDOC MISSION, STAFF DEVELOPMENT (AND RETENTION)

ADMINISTRATION

COST CENTERS 12, 13, 19

The Administrative Department comprises General Administration, Human Resources, and Overhead. The Administration Department provides support to the entire District to ensure operations run smoothly and efficiently.

Fundamental activities include:

- Oversight and maintenance of District email and mailing lists to provide a centralized database for staff in improving efficiencies
- Personnel activities include recruitment, screening, selection, employee orientation, benefits and compensation administration, employee documentation, performance management, research and surveys, employee training and development
- Implementation of personnel and mandated policies.
- Oversight of the Safety and Risk Management and the District's Workers Compensation, Liability and Property Insurance Programs
- Oversight of purchasing of office supplies, furniture, and equipment
- Coordination of District Travel and Accommodations for Staff ³
- Oversight of all items related to building facilities maintenance and management
- Provide support to departments

KEY INITIATIVES FOR FY 2025-26

Building Maintenance and Upgrades

The building's regular maintenance and repair work will remain under close supervision, with all necessary upkeep being performed as needed. Additionally, coordination efforts will continue with OCWD regarding the replacement of the audio-visual equipment in the MWDOC/OCWD Joint Boardroom.

Training, Coaching, and Development

We will continue to implement a comprehensive training and development strategy that begins with work

³ A reminder that memberships outlined in the Budget's Exhibit D are approved by the Board with the adoption of the Budget. Therefore, such memberships will not be brought to the Board for individual approval. However, any new memberships not included in Exhibit D will need to be brought to the Board for consideration and approval.

Similar to memberships, standard conferences for Board and staff (as those listed in Exhibits E & F) are approved by the Board with adoption of the Budget. This approval includes staff travel/attendance for any out-of-state conferences listed on Exhibits E & F. After the Budget adoption, any new out-of-state conferences will be brought to the Board for consideration and approval.

performance assessments for new hires. Our approach includes one-on-one coaching for leadership, ongoing staff development and succession planning, and organization-wide training initiatives. Regular all-staff sessions and Lunch and Learns provide continuous learning opportunities, while mandatory trainings like Harassment Prevention and Workplace Violence Prevention ensure compliance and workplace safety.

401 and 457 Plans

Work with the new Financial Advisor to review the District's 401 and 457 Plan investment funds and implement any necessary plan improvements.

<i>BOARD STRATEGIC PRIORITY: STAFF DEVELOPMENT (AND RETENTION)</i>

FINANCE & INFORMATION TECHNOLOGY

COST CENTERS 41, 45

The Finance Department includes Accounting and Information Technology (IT) and serves as a backbone to the District. Finance and IT staff provide essential support to not only the District but also to WEROC for disaster recovery at both the District office and the Emergency Operations Center. We prioritize cyber security to protect our systems and data, and we also focus on financial stewardship and ensure adherence to prevailing audit standards.

FINANCE

The Finance Department provides support to MWDOC through payroll, accounts payable/receivable, fixed assets, investments, grant funding, reconciliations, and technology. Finance also provides monthly accounting to our Member Agencies through monthly billing of water deliveries, in-lieu credits, LRP payments, conservation rebates, shared services programs, and other Choice programs.

KEY INITIATIVES FOR FINANCE IN FY 2025-26

Upgrade to a new Enterprise Resource Planning (ERP) system (*new initiative*)

We have outgrown our current ERP system, which no longer meets our needs. We have experienced some limitations, which have caused time-consuming workarounds and delays. To support our growth, we seek a modern solution that enhances efficiency, streamlines processes, and facilitates data-driven decision-making.

BOARD STRATEGIC PRIORITY: MWDOC'S MISSION

INFORMATION TECHNOLOGY

The Information Technology (IT) Department administers computers, software, networks, and other electronic devices to enable staff to leverage information. It encompasses a wide range of technologies and applications that reside in the cloud, on-premises, and hybrid environments. Paramount to the success of the IT Department is having cybersecurity at the forefront to protect assets, maintain trust, and ensure business continuity.

KEY INITIATIVES FOR IT IN FY 2025-26

Infrastructure Modernization/Optimization

As IT equipment approaches end-of-life, it is necessary to replace infrastructure with new equipment to strengthen cybersecurity defenses, ensure high availability, and improve efficiencies.

MWDOC staff goals include:

- Replacement, consolidation, and modernization of servers
- Replacement of dated desktop and laptop computers
- Replacement of Network Attached Storage (NAS) used for centralized storage, backup, and recovery
- Support replacement/implementation of key business systems (e.g. Enterprise Resource Planning, GIS, etc.)

Cybersecurity

By prioritizing cybersecurity, the IT Department actively mitigates the risk of data breaches, financial loss, and reputation damage.

MWDOC staff goals include:

- Conduct Cyber Hygiene scans in coordination with the Department of Homeland Security (DHS)
- Conduct cyber vulnerability scans and analysis with our Managed Service Provider (MSP)
- Test the reliability and effectiveness of backup systems (integrity testing)
- Refine configuration and utilization of Security Information and Event Management (SIEM) software
- Monitor intelligent end-point detection and response systems for real-time and historical visibility
- Conduct periodic security awareness training and phishing testing

BOARD STRATEGIC PRIORITY: MWDOC MISSION

COMMUNICATIONS/PUBLIC AFFAIRS

COST CENTERS 32, 63

The Public Affairs (PA) Department is dedicated to promoting and providing resources focused on water conservation and efficiency that impact the region. The PA Department highlights the District's activities and priorities, enhancing public awareness of critical water issues through various events, materials, presentations, programs, and activities. PA works closely with MWD OC Member Agencies and the cities of Santa Ana, Anaheim, and Fullerton to ensure that valuable programs, initiatives, and incentives reach every part of the county.

- **Regional Communications Collaboration and Support:** MWD OC hosts meetings of the Public Affairs Workgroup for MWD OC's 27-Member Agency Public Information Officers (PIOs), other industry PIOs, and partners throughout Southern California. These meetings provide critical updates to programs and activities, facilitate unified regional messaging, and provide professional communications support and training.
- **Community Engagement and Social Media:** MWD OC further engages the public by actively seeking out and participating in highly visible community events – with and without MWD OC's Ricky the Rambunctious Raindrop (Ricky) mascot – having an active speaker's bureau, and engaging the public through a robust, award-winning social media presence that focuses on social targeting, listening, and EDvocracy™.
- **Digital Outreach and Publications:** MWD OC produces public service announcements and educational collateral that include videos, media and tool kits, flyers, news articles, presentations, and briefing papers to ensure our stakeholders are adequately equipped with sharable information and well-versed on significant issues facing the water industry.
- **Special Events:** Every year, MWD OC coordinates and presents its signature Policy Forum & Dinner events and co-hosts an annual O.C. Water Summit with the Orange County Water District to engage and educate elected officials, community and business leaders, water industry professionals, and the public about water issues affecting Orange County and the rest of the state.

KEY INITIATIVES FOR FY 2025-26

For the upcoming fiscal year, the Public Affairs Department will focus on strategic initiatives to enhance communication, promote regional collaboration, and celebrate key milestones. Guided by the District's mission to support water efficiency, stewardship, and long-term reliability, PA has identified the following priorities for FY 2025-26:

Expanded Video Content Strategy

To strengthen visibility, public engagement, and conversion rates, MWD OC will expand its video content strategy during FY 2025-26, focusing on highlighting the District's key initiatives.

- Member Agency Spotlights: Showcase the unique contributions of MWDOC Member Agencies from north to south, emphasizing collaborative efforts and regional success stories that ensure clean, safe, reliable water for Orange County customers.
- MWDOC Year in Review: A comprehensive, annual video summary showcasing achievements, initiatives, and progress toward long-term water reliability.
- Informational Videos: Highlight MWDOC's critical work in leak detection and Emergency Management (WEROC), showcasing efforts to maintain water infrastructure and ensure preparedness for emergencies.
- Social Media Integration: Leverage marketing studies showing that video messages have a 95% retention rate, compared to 10% for text. Short-form video content tailored for platforms like Instagram and YouTube will play a central role in social media efforts.

Commemorating MWDOC's 75th Anniversary

MWDOC's 75th anniversary represents a significant milestone, and FY 2025-26 will be dedicated to celebrating the District's legacy and vision for the future.

- Anniversary Campaign: A year-long celebration featuring events, storytelling, and educational initiatives to honor MWDOC's history and future goals.
- Special Events: Host a commemorative gala Water Policy Dinner and a Speaker Series (*Speakers Bureau*) with water industry leaders and policymakers.
- Legacy Publications: Develop a retrospective report and multimedia features chronicling MWDOC's contributions to Orange County's water reliability and stewardship, including an OC Register insert.
- Community Partnerships: Collaborate with local organizations, schools, and businesses to expand the reach and impact of anniversary initiatives.

MWDOC INVESTMENT INTO WATER ENERGY EDUCATION ALLIANCE (WEEA)

MWDOC has played a pivotal role in its leadership of the Water Energy Education Alliance (WEEA), a dynamic statewide workforce collaborative that has seen extraordinary growth in the past four years. WEEA leverages its members' collective resources, expertise, and relationships to bridge the gap between education and industry, creating sustainable career pathways for California students into high-quality, living-wage jobs in the water and energy sectors. Through its leadership, MWDOC is helping to shape the next generation of skilled workers by ensuring that early education and training institutions are equipped with the information, understanding, and tools needed to address California's future water and energy demands. This initiative also bolsters the region's economy, enhances resilience to environmental challenges, and addresses workforce shortages in critical sectors. MWDOC's leadership fosters stronger partnerships between educational institutions and industry stakeholders, paving the way for a diverse, well-trained, and work-ready labor force prepared to tackle the state's most urgent supply, infrastructure, and environmental challenges. Moreover, MWDOC's role positions the District as a key influencer in the development of policies and programs that align with California's long-term sustainability goals, making a meaningful impact on both local communities and the broader state economy.

STRENGTHENING PUBLIC AWARENESS AND ENGAGEMENT

Recognizing the challenges posed by "news deserts" with limited local media coverage, MWDOC will enhance its digital storytelling efforts through social media and newsletters, collaborate with influencers and regional outlets, and engage on diverse platforms. Key approaches include:

- Localized Content Marketing: Employ targeted Search Engine Optimization strategies, community events, and storytelling to ensure messages effectively reach and resonate with audiences.
- Innovative Partnerships: Partner with influencers, local businesses, civic and community groups, the OC Grand Jury, and schools to amplify outreach efforts, including MWDOC's Speakers Bureau, and build stronger community connections.

The newly refreshed MWDOC website will be an instrumental tool in accomplishing all of the above initiatives. With its intuitive design, comprehensive resources, enhanced ADA compliance, and improved search engine optimization, the website will support the District's efforts to expand visibility, engage with the public, and ensure long-term water reliability for Orange County. By leveraging this modernized platform alongside innovative strategies, MWDOC's Public Affairs Department will strengthen connections with communities and reinforce the District's leadership in water stewardship and efficiency.

BOARD STRATEGIC PRIORITIES: MWDOC'S MISSION, METROPOLITAN POLICY POSITIONS, MEMBER AGENCY COLLABORATION, COMMUNICATIONS

RELIABILITY PLANNING AND ENGINEERING

COST CENTER 21

The Reliability Planning and Engineering (Engineering) Department efforts are varied and aimed at helping MWDOC Member Agencies navigate and understand the implications of long-term supply and emergency planning as well as the numerous intricacies involved in coordinating with Metropolitan to provide imported water (e.g., service connections, metering of water, pipeline operations, water quality, etc.). Engineering Department activities tie directly back to MWDOC's Mission Statement and strategic priorities.

KEY INITIATIVES FOR FY 2025-26

2025 URBAN WATER MANAGEMENT PLAN (UWMP) (*new initiative*)

This Shared Services Program focuses on compliance with the State Water Code §10610-10656 (Urban Water Management Planning Act), which requires water suppliers to submit a UWMP to the Department of Water Resources every five years. This effort is divided into two sub-efforts:

- Demand forecasts for all water agencies in Orange County for the time horizon of 2025-2050. This collaborative effort with Orange County Water District will provide regional consistency across water demand forecasts for Orange County, and
- Completion of UWMPs for MWDOC and each participating agency in the 2025 UWMP Shared Services Program for submission prior to the July 1, 2026, deadline.

MWDOC staff actions include:

- Project management and agency coordination

GIS SUPPORT RESOURCES (*new initiative*)

Geographic Information Systems (GIS) represent a critical resource for MWDOC's operations, enabling enhanced visualization and analysis of location-based (spatial) and time-based (temporal) data. MWDOC's 2024 Resources Needs Assessment identified GIS system and analyst support as one of the most significant resources needed to accomplish the Board's Strategic Priorities.

- Through a GIS Scoping Assessment, MWDOC will establish an overall strategy for implementing an integrated GIS system, create a detailed implementation roadmap, and develop a prioritized list of action items, including timeframes and cost estimates.
- Develop a cohesive and integrated system that supports MWDOC's overall organizational objectives, as well as department-specific needs. This work will be cooperative among Water Use Efficiency, Water Loss Control, Engineering, and Emergency Response uses.

MWDOC staff actions include:

- Project management and agency coordination

WATER QUALITY COMMUNICATIONS *(new initiative)*

A key finding of the water quality workshops created and hosted by MWDOC in 2024 was unanimous support for improved communications between Metropolitan, MWDOC, and MWDOC Member Agencies in the area of water quality.

MWDOC staff goals include:

- Hosting MWDOC Member Agency quarterly Water Quality Workgroup meetings to identify and implement improvements in water quality communications between Metropolitan, MWDOC, and MWDOC Member Agencies, and
- Exploration of technology advances to improve the timeliness of reporting of water quality conditions in the imported water system.

CONSUMER CONFIDENCE REPORTS

For decades, MWDOC has provided coordination and professional consulting services to MWDOC's Member Agencies and the cities of Anaheim, Fullerton, and Santa Ana to prepare mandated water quality Consumer Confidence Reports (CCR). This effort saves participating agencies time and money and provides a consistent regional water quality message throughout Orange County.

This effort was transferred from the Public Affairs Cost Center 32 to the Reliability Planning and Engineering Cost Center 21. In accordance with California Code of Regulations Title 22 Chapter 15 Article 20 and Health and Safety Code Section 116470, "wholesale systems are responsible for providing the consecutive steps with relevant information and monitoring and compliance data so that the consecutive system can include this information in their CCR."

BOARD STRATEGIC PRIORITIES: MEMBER AGENCY COLLABORATION, COMMUNICATIONS

WATER EMERGENCY RESPONSE (WEROC)

COST CENTER 25

MWDOC provides the administrative umbrella for the Water Emergency Response Organization of Orange County (WEROC). The services and support provided by WEROC are intended to be an extension of Member Agency staffing in their preparedness efforts and a resource during emergencies and recovery. WEROC staff works with Member Agencies on emergency plans and standard operating procedure development and review; state and federal required training for grant eligibility and disaster readiness; disaster exercise development; grant identification and application; and response and recovery coordination.

KEY INITIATIVES FOR FY 2025-26

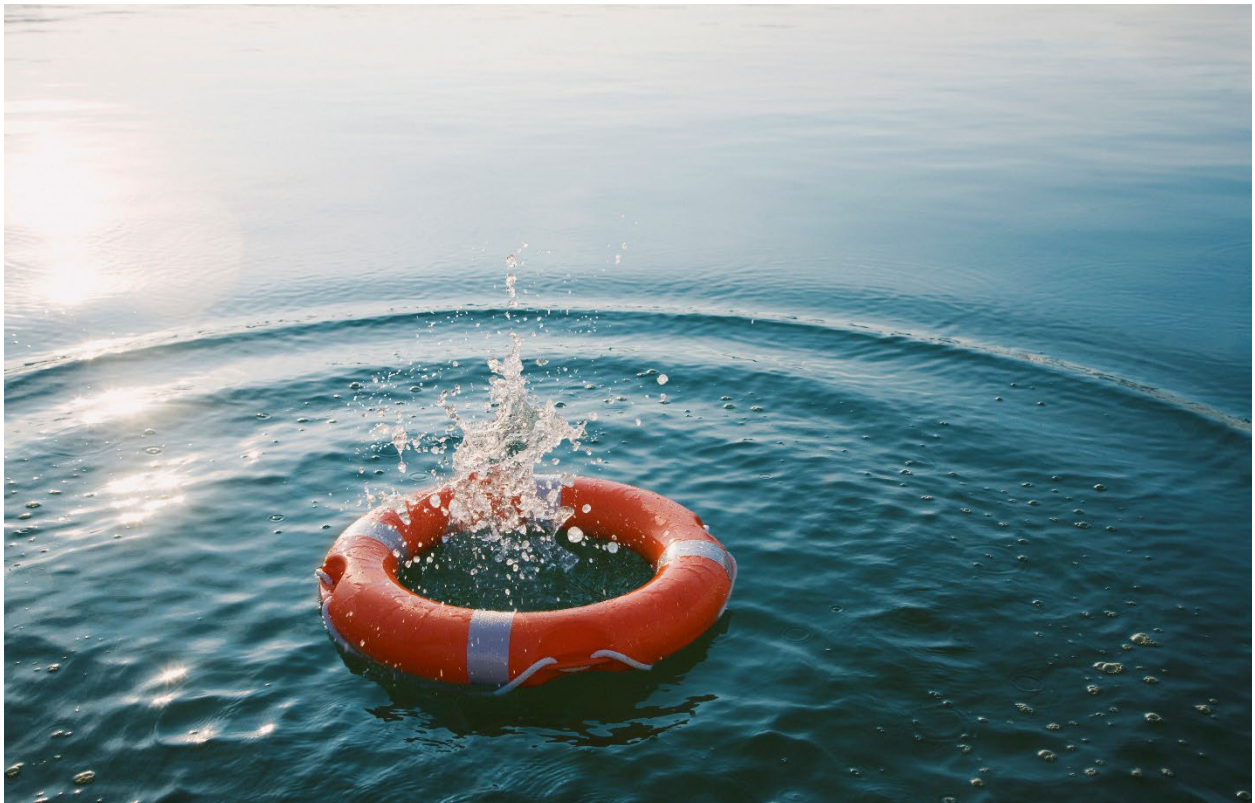
WEROC's strategic priorities for fiscal year 2025-2026 are anchored in the 2020 WEROC Assessment Report and lessons learned from training, exercises, and real events over the course of the past five years. Key goals include:

- Ensuring readiness across WEROC and Orange County water and wastewater agencies through training, exercises, and continuous updates to plans and procedures.
- Implementing the Logistics Plan, incorporating insights from the Regional Tabletop Exercise to enhance resource coordination within WEROC.
- Expanding GIS capabilities with a user-friendly dashboard and updating damage assessment tools tested during the 2023 May Exercise.
- Finalizing and implementing the WEROC Emergency Water Distribution Plan in collaboration with regional stakeholders.
- Updating and expanding the WEROC Map Atlas to include critical GIS layers and reflect current infrastructure.
- Developing a comprehensive Regional Water and Wastewater Fuel Plan based on agency-provided data.
- Regional Water Distribution Plan Development: Advanced efforts to finalize a comprehensive water distribution plan, including collaboration with local water bottling companies and training Community Emergency Response Team (CERT) volunteers.
- Continuing to manage the contract for the AWIA agencies. This is a Choice contract valued at over \$2.7 million total. There are 30 agencies total participating in this effort.

MWDOC staff goals include:

- Daily administration, including the WEROC staff's work area, day-to-day management, technical support, and accounting services.
- MWDOC's Engineering Department staff will continue to support technical projects and planning as it relates to WEROC and emergency planning.
- MWDOC Member Agencies contribute to the program by providing technical support throughout the year for items such as generator maintenance, technical expertise for a request for proposals development, exercise staffing assistance, and more.

WEROC's budget was approved by the seven (7) WEROC funding agencies (City of Anaheim, City of Fullerton, City of Santa Ana, Municipal Water District of Orange County, OC Sanitation District, Orange County Water District, and South Orange County Wastewater Authority) on January 23, 2025.



WATER USE EFFICIENCY (WUE)

COST CENTERS 35, 62, 70

The Water Use Efficiency Department offers Core and Choice programs that include Water Use Efficiency and Water Loss Control Programs. Both are designed to assist Member Agencies in complying with the Conservation as a California Way of Life Framework (Framework) promulgated through Senate Bill 606 and Assembly Bill 1668. In addition to these efforts, MWDOC is also helping Member Agencies prepare for compliance with the Framework by assisting with basic Framework understanding, dedicated landscape irrigation meters and residential landscape area measurements, Commercial, Industrial, and Institutional (CII) Best Management Practice Implementation Plans, CII Customer Classifications, and acquisition of new aerial imagery.

WATER USE EFFICIENCY PROGRAM IMPLEMENTATION

MWDOC collaborates with local water agencies, cities, and stakeholders to promote water use efficiency and sustainable water practices. MWDOC advocates for water-related policies at the state level, advocating for regulations and legislation that promote responsible water use. Conservation and efficient water use have been the underpinning of California's comprehensive long-term water supply reliability strategy.

MWDOC and Metropolitan offer a broad menu of incentives, education, pay-for-performance, and technical assistance programs to all customer classes. Metropolitan's Conservation Credits Program provides foundational funding for these programs, and MWDOC supplements Metropolitan's incentives with additional local, state, and federal funding. Together, these funding contributions greatly minimize or eliminate funding requirements from Member Agencies. Member agencies can, however, provide additional funding for their customers, if desired. With approximately 60% of Orange County's total water use applied to irrigating landscapes, most of our program implementation efforts focus on landscape water efficiency.

KEY INITIATIVES FOR FY 2025-26

LANDSCAPE PROGRAMS IMPLEMENTATION

Collaborate with Member Agencies to emphasize the importance of and promote all landscape water use efficiency programs and resources to consumers. This includes Turf Replacement, Smart Irrigation Timers, Spray-to-Drip Irrigation Conversions, Low-volume Sprinkler Nozzles, Residential Landscape Design, OC Friendly tree and plant lists, and Landscape Management trainings.

MWDOC staff goals include:

- Maximizing access to grant funding for program implementation

COMPLIANCE WITH THE CONSERVATION AS A CALIFORNIA WAY OF LIFE FRAMEWORK

With the Conservation as a California Way of Life framework (Way of Life Framework) adopted by the State Water Board in July 2024, a key initiative MWDOC will be focusing on is assisting Member Agencies to prepare for and achieve compliance by 2027. Staff is working towards offering programs related to all components of the Way of Life Framework. MWDOC has consultant NV5 under contract to assist with obtaining and finalizing landscape area measurements. In December 2024, the MWDOC Board authorized a new consultant, Environmental Incentives, Inc. (with subconsultants Maureen Erbeznik and Associates and M.Cubed), to provide Way of Life Framework technical assistance that includes Readiness Assessments, Compliance Plans, CII BMP Implementation Plans, CII Customer Classification Systems, and Annual Reporting support and data management. These programs will be the primary focus over the next three years.

These consultant services are offered to Member Agencies using the Choice-based structure. Staff are also proposing to utilize the Environmental Incentives consultant team for Water Use Efficiency Workgroup Framework Support at our monthly WUE Workgroup meetings to build awareness and knowledge of the Way of Life Framework. Increased awareness will be achieved through deep dives into focused components of the Way of Life Framework, opportunities for sharing information among agencies, and detailed question and answer opportunities.

MWDOC staff goals include:

- Initiating new Way of Life Framework Choice-based services for Member Agencies to include Readiness Assessments, developing Framework Compliance Plans, developing CII BMP Implementation Plans, classifying CII customer accounts, and facilitating WUE Workgroup Way of Life Framework support will be the primary focus. **(new choice initiative)**
- Completing Dedicated Irrigation Meter Area Measurements in partnership with Member Agencies and NV5.
- In partnership with the OC Data Acquisition Partnership, acquiring new Aerial imagery to assist with landscape area measurements, evaluating changes in landscaped area over time, performing water use efficiency program quality control, and sharing imagery with Member Agencies.

BOARD STRATEGIC PRIORITIES: MWDOC'S MISSION STATEMENT AND MEMBER AGENCY COLLABORATION

WATER LOSS CONTROL PROGRAMS

DISTRIBUTION SYSTEM WATER LOSS SHARED SERVICES

MWDOC offers a variety of Water Loss Shared Services designed to assist agencies in obtaining compliance with the water loss mandate adopted by the legislature through Senate Bill 555 in 2015, including one-on-one Technical Assistance from a consultant specializing in water loss reduction and MWDOC-provided Shared Services. These services have been refined from year-to-year to meet Member Agency needs; adding new services, as needed, and removing services that are no longer accessed. Notably, Distribution

System Leak Detection has seen year-over-year growth, increasing from 500 miles per year initially to now more than 1,600 miles per year.

KEY INITIATIVES FOR FY 2025-26

ONE-ON-ONE TECHNICAL ASSISTANCE

The Water Loss Control Technical Assistance Program will provide a variety of one-on-one technical assistance tasks for FY 2025-26. Annually, Member Agencies select the services they plan to access. Please note, this list below is not exhaustive of all department routine activities but includes significant projects or initiatives.

MWDOC staff goals include:

- State Water Resources Control Board Water Loss Standard Assistance
- Water Audit Compilation and Annual Water Balance Validations
- Source or Production Meter Volumetric Accuracy Testing
- Water Loss Compliance Plan Development
- Distribution System Leak Detection and Suspected Leak Detection
- Leak Simulation Model
- Billing Data Chain Assessment

BOARD STRATEGIC PRIORITIES: MWDOC'S MISSION STATEMENT AND MEMBER AGENCY COLLABORATION

METROPOLITAN (MET) ISSUES AND WATER POLICY

COST CENTER 23

The Metropolitan (MET) Issues and Water Policy Department provides analysis on regional issues and policy as well as water supply and demand coordination and analysis. Over the years, this Department has also become the primary clearinghouse on local, regional, state, and federal water policy issues. It ensures all key policy issues are analyzed and thoroughly evaluated for the MWD OC Board of Directors, our MWD OC-MET Delegation, and MWD OC's Member Agencies. As it relates to Metropolitan issues, the Department represents and advocates for Orange County on local resource projects and programs, water costs and rates, regional storage, water supply reliability management, demand management programs, water use efficiency programs, and water policy implementation.

KEY INITIATIVES FOR FY 2025-26

METROPOLITAN'S LONG-TERM FINANCIAL PLAN AND BUSINESS MODEL

Metropolitan will engage in reviewing its Business Model and its Long-Term Financial Plan. This analysis will include its impacts on Metropolitan's future Rates and Charges as well as assess whether modifications to Metropolitan's rate structure are needed. In addition, there may be a Cost-of-Service Assessment on Metropolitan's Pure Water Southern California full-scale operation and financial configuration.

MWD OC staff goals include:

- Fully engage in this process and evaluate the Business Model or adjustments to future rates and charges that may impact MWD OC and our Member Agencies.
- Ensure Metropolitan considers the predictability of rate requirements, strategies to ensure cost-effectiveness, and how Member Agencies rely upon Metropolitan financial forecasts to inform their own resources and financial planning.

METROPOLITAN CAMP4W

Metropolitan is analyzing additional long-term improvements that will be presented through the Climate Adaptation Master Plan for Water (CAMP4W) process. The goal is to create a drought-resilient network of facilities that strengthens the region's water supply reliability.

MWD OC staff actions include:

- Fully engage in this process and evaluate the Time-Bound Targets, Framework for Climate Decision-Making, new policies/initiatives, and alignment with the Metropolitan Business Model.
- Continue the dialogue and develop meaningful long-term objectives.
- Reinforce our collective dedication to the pursuit of advancing the objectives outlined in the Metropolitan mission statement.

BROADER WATER POLICY ISSUES

The Department provides analysis and advocacy for Orange County on water policy issues that extend beyond the scope of Metropolitan. Broader water policy issues covered include the state-wide water conservation regulations, Urban Water Management Plans, Water Shortage Contingency Plans, progress and development of the Delta Conveyance Project, Colorado River issues, and the development of additional regional and local resource projects, such as Pure Water Southern California.

MWDOC staff actions include:

- Financially analyze the cost/benefit of Metropolitan’s participation in the Delta Conveyance Plan and its cost impact to MWDOC and the Member Agencies.
- Encourage Metropolitan’s engagement and investment in further access to storage, particularly its involvement with Sites Reservoir.
- Advocate for Metropolitan staff to renegotiate its storage and banking programs along the State Water Project to improve its “take” capacity.
- Support the prioritization of improving the operational flexibility of the State Water Project-dependent areas of the Metropolitan system to ensure a balance of reliability for all Member Agencies.
- Monitor and attend key meetings and discussions on the Colorado River issues.
- Advocate for suitable Colorado River salinity control measures and actions.
- Evaluate and analyze Pure Water Southern California’s full-scale operational and financial configuration once it is presented to the Metropolitan Board for consideration.

BOARD STRATEGIC PRIORITIES: MWDOC’S MISSION, METROPOLITAN POLICY POSITION, METROPOLITAN DIRECTOR CONSULTATION, MEMBER AGENCY COLLABORATION

GOVERNMENTAL AFFAIRS

COST CENTER 31

Governmental Affairs (GA) continues to work at the local, state, and national levels with our Member Agencies, regional partners (the cities of Anaheim, Fullerton, and Santa Ana, Metropolitan, Metropolitan Member Agencies), organizations, delegations, regulatory agencies, and bureaus to advance Orange County's agenda. Central to this effort are policy, legislative, and regulatory developments and opportunities.

The GA Department will rely on our local, state, and federal advocates to track, monitor, and assist in educational outreach. In addition, our Grants Program continues to be an asset for our Member Agencies and provides helpful information and tools for them, along with MWDOC, to obtain funding for various programs and infrastructure.

Outreach to new members of the Orange County delegation as well as returning members will remain a high priority.

KEY INITIATIVES FOR FY 2025-26

GRANTS TRAINING (*new initiative*)

Grants Training led by an experienced and successful grant consultant; MWDOC and Member Agency participants will learn strategies for crafting proposals, understanding funding agency priorities, and developing program Budgets.

COLORADO RIVER – POST 2026 OPERATIONS

Several reservoir and water management documents and agreements that govern the operation of the Colorado River facilities and management of the Colorado River are set to expire at the end of 2026. These include interim guidelines and drought contingency plans, among others. In an effort to support Metropolitan, the water rights holder for MWDOC's imported water from the Colorado River, it is critical that MWDOC staff remain engaged.

MWDOC staff actions include:

- Continue to monitor activities and processes relating to the management of the Colorado River, including monitoring discussions around post 2026 guidelines.
- Work with California water agencies to present the best arguments and messaging for California's role and leadership in the Colorado River Basin.
- Identify opportunities for engagement with the CA congressional delegation to support any related legislation that helps California and/or the Basin. Continue to ensure that dedicated federal dollars help California.
- Continue to coordinate with Metropolitan DC staff on all things related to the Colorado River.

WATER LOSS CONTROL

Government Affairs will be working collaboratively with Water Use Efficiency to enhance MWDOC's Water Loss Control (WLC) Program by highlighting its success while actively working to increase federal funding opportunities. Currently the Bureau of Reclamation's (Bureau) WaterSMART grant program does not include grants for distribution system leak detection, only residential leak detection. This will be an ongoing effort.

MWDOC staff goals include:

- Meet with members of the Orange County delegation to highlight the WLC Program's success and request help with the Bureau.
- Meet with the WaterSMART program staff and others at the Bureau about the WLC Program to request funding.
- Work with Bureau staff or Congress to change funding criteria.

LOW INCOME RATE ASSISTANCE (LIRA)

For the last several years, state legislators have proposed various low-income rate assistance (LIRA) program proposals. While the water community supports a LIRA program, it must be a workable solution. Past proposals have either lacked a funding source, proposed a statewide water tax, or have been “one size fits all” programs that do not recognize that many water providers already have successful LIRA programs in place. This year, the water community is working together on its proposal sponsored by the California Municipal Utilities Association (CMUA), working closely with the Association of California Water Agencies (ACWA).

MWDOC staff goals include:

- Support CMUA and ACWA's water-industry-led proposal by participating in working groups and taskforce meetings.
- Meet with members of the Orange County delegation to request support for the CMUA-sponsored LIRA proposal.
- Engage and participate in outreach efforts that highlight the need for flexibility in a LIRA program as different water providers serve different populations and have varying administrative infrastructure and funding in place to implement upfront costs

CALIFORNIA WATER FOR ALL

After the veto of SB 366 (Caballero) due to implementation cost concerns from the Newsom Administration, this measure was reintroduced as SB 72 (Caballero) with some cost-saving amendments. This measure will set long-term water supply targets and update the California Water Plan to include new supply sources and expand water storage. The goal remains to move past defensive actions and identify a path to expanding California's water supply.

MWDOC staff actions include:

- Support CMUA and CCEEB (co-sponsors of SB 72) by attending member meetings with policy committee members and staff.

- Meet with members of the Orange County Delegation and ask for support for SB 72.
- Engage and participate in related working groups and outreach efforts.

BOARD STRATEGIC PRIORITIES: MWDOC'S MISSION, METROPOLITAN POLICY POSITION, METROPOLITAN DIRECTOR CONSULTATION, MEMBER AGENCY COLLABORATION

7. CHOICE & SHARED SERVICES PROGRAMS FOR FY 2025-26

MWDOC also offers several programs through a Shared Services structure via the Choice Program format.⁴ This provides MWDOC's Member Agencies with the framework to pool resources together to get a high-quality program with an economies-of-scale approach. Many of these program offerings provide Member Agencies with a pathway to meet regulatory requirements, best management practices, and other common water utility functions at a fraction of the cost or administrative burden compared to administering the program on an individual level. Additionally, by participating in these programs, MWDOC's Member Agencies can customize these programs to suit their individual needs while ensuring a level of consistency and integration across MWDOC's service area.

PERMANENT CHOICE PROGRAMS

WATER USE EFFICIENCY

MWDOC's Water Use Efficiency Program is implemented as a hybrid program with policy, workgroup, and grant acquisition-related tasks funded as Core activities through the MWDOC General Fund and all other activities as Choice activities funded by participating retail agencies. All Orange County retail agencies actively participate in MWDOC's Choice-based Water Use Efficiency Programs.

MWDOC is continuing to develop, implement, and evaluate a broad menu of water use efficiency programs on behalf of its Member Agencies. These programs focus on all customer classes and types of water use, with an emphasis on landscape water-saving opportunities; approximately 60% (and sometimes up to 80%) of total water use in Orange County is applied to landscaping. Staff will continue to maximize grant funding to minimize local funding needs.

WATER LOSS CONTROL SHARED SERVICES

Distribution System Leak Detection services have expanded significantly since 2020. There has been more than a 220% increase in miles of distribution system surveyed from FY 2019-20 to FY 2025-26, resulting in a total of 6,717 miles. Additionally, the number of agencies accessing these services each year has also been increasing over time. As of FY 2024-25, 25 out of 29 retail water agencies (86%) in Orange County have accessed these services.

⁴ The schedule for the Budget process impacts the timing of Choice Budget elections by Member Agencies. Therefore, the Choice Budget estimates in the Draft Budget should be considered preliminary.

To date, 2,434 hidden leaks (leaks that have not surfaced) have been found through this program. Water savings are estimated at more than 746 acre-feet per year with a value of \$609,935 annually (based on variable production cost). Additionally, MWDOC has secured funding from Metropolitan to offset costs to participating retail agencies. In addition to the variable costs, MWDOC's Water Loss Control Program has saved MWDOC's Member Agencies significant capital costs by detecting and repairing system leaks before they result in potentially catastrophic damage to facilities, assets, or private property.



K-12 WATER EDUCATION PROGRAM

Through interactive assemblies and inquiry-based activities that align with academic standards, Orange County's youngest water users develop a strong foundation of water knowledge. This prepares them to make informed decisions about water usage and how to protect its long-term quality and availability. The MWDOC Choice School Programs save Orange County water providers significant time and money while providing consistent, vetted, water-focused educational programming for all students participating in the programs and encouraging the next generation to consider careers in water.

LIMITED-TERM SHARED-SERVICES PROGRAMS

AMERICA'S WATER INFRASTRUCTURE ACT (AWIA) & MULTI-JURISDICTIONAL HAZARD MITIGATION PLAN (MJHMP) PROJECT

Approval of the American Water Infrastructure Act of 2018 (AWIA) and Multi-Jurisdictional Hazard Mitigation Plan (MJHMP) Scope of Work: Secured Board approval for a \$2.8 million budget to support Member Agencies with all Tier Levels to remain in compliance with the America's Water Infrastructure Act (AWIA) and US Environmental Protection Agency (EPA) requirements. Per Section 2013 of Title II, the AWIA requires utilities to conduct a Risk and Resilience Assessment of their community water systems and develop a corresponding Emergency Response Plan.

The MJHMP was completed and submitted to the California Governor’s Office of Emergency Services (CalOES) on December 3, 2024. Participating agencies are waiting for the review from CalOES, and then the Plan will be sent to Federal Emergency Management Agency (FEMA) for approval.

- 25 out of 29 AWIA agencies are required to participate in the AWIA Choice contract to be administered by MWDOC/WEROC.
- 15 of 18 special district agencies are participating in the MWDOC/WEROC MJHMP.
- Note – city water departments were not eligible to participate in this project based on a ruling by FEMA in 2020.

All agencies participating will self-certify both their Risk and Resilience Assessment and Emergency Response Plans with the EPA by the regulatory due date.

2025 URBAN WATER MANAGEMENT PLANS (UWMP) FOR OC RETAIL AGENCIES

Since 2010, MWDOC has led the selection and administration of consultant services to assist over 21 Orange County agencies in complying with state-mandated Urban Water Management Plan (UWMP) requirements. This cooperative provides tremendous cost savings to participating agencies through economies of scale. Previous savings on a per-agency basis range between \$20,000 and \$40,000. Moreover, these Shared Services provide both efficiency and water planning consistently among all participating agencies. In the Summer of 2025, MWDOC will begin the process of selecting a consultant to update both the MWDOC and the Member Agencies’ UWMPs.

As an early step in this process, MWDOC collaborates with Orange County Water District in the development of Orange County’s retail and regional water demands. Population and demand projections will commence at the tail end of FY 2024-25 using a time horizon of 2025-2050 in preparation for the 2025 UWMP.

8. WATER RATES AND CHARGES

MWDOC's rates and fees generally fall into three categories: (1) the pass-through of costs from Metropolitan for imported water rates and charges; (2) specific charges for services contracted by our Member Agencies (Choice Budget); and (3) charges for MWDOC services that apply to all our Member Agencies (Core Budget).

MWDOC's revenue funding for its Core Budget derives from the Retail Meter Service Charge and the Groundwater Customer Charge. The rate structure was initially developed as part of the 2016 rate study and was implemented by the MWDOC Board of Directors for FY 2016-17. The rate structure was reevaluated in 2021, with modifications to the groundwater customer charge's methodology. This 2021 rate structure is used for the FY 2025-26 Budget and rates.

PROPOSED NEW RATES

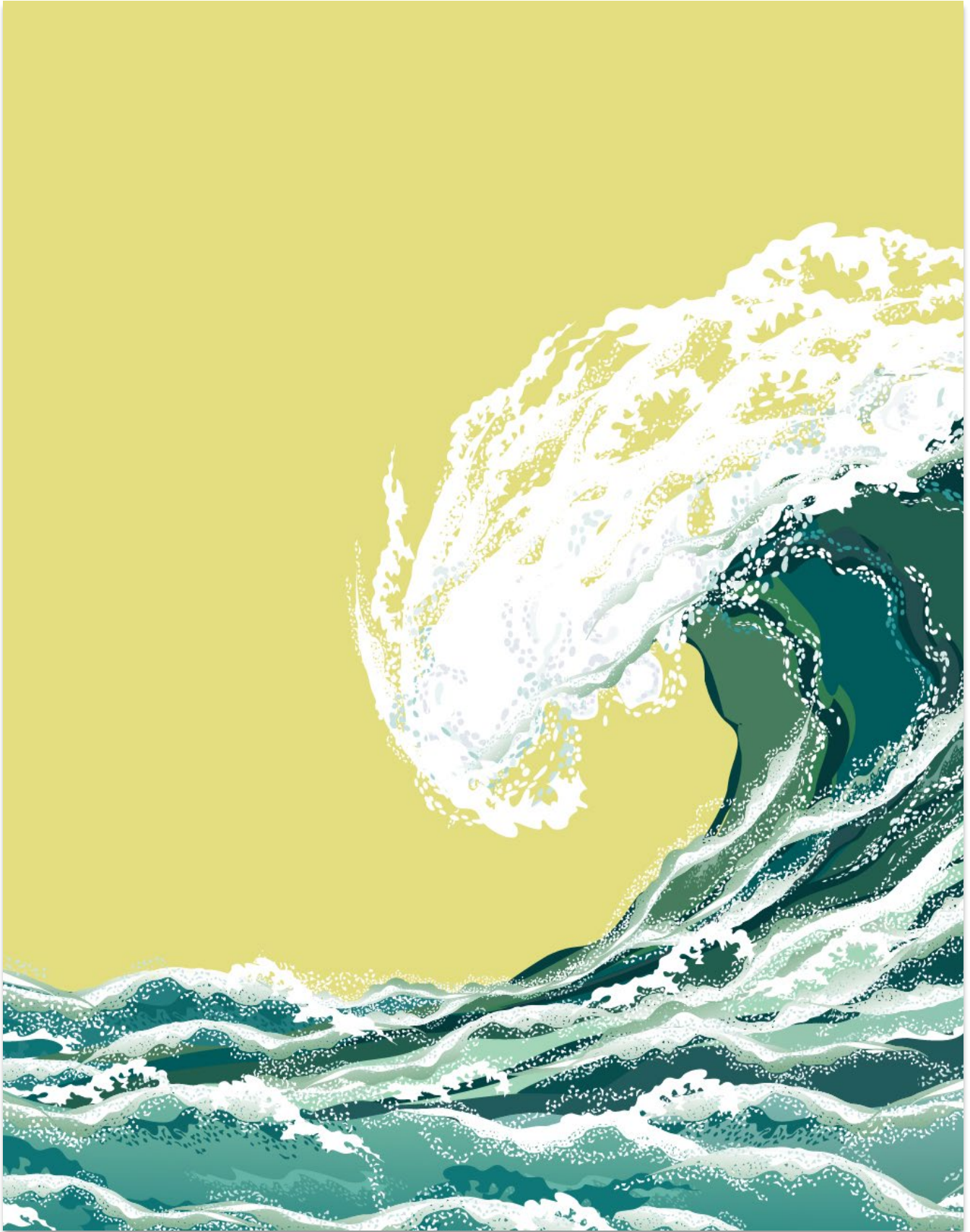
Based on the Proposed Budget and the current rate structure:

- **For FY 2025-26 the proposed Retail Meter Service Charge is \$15.25 per meter**
- **For FY 2025-26 the proposed Groundwater Customer Charge is \$414,371**

All other charges cover the cost of water supply, including Metropolitan water purchases and Metropolitan associated charges (i.e., Readiness-to-Serve (RTS) and Capacity Charge).

The proposed Total Water Budget for FY 2025-26 includes Water Purchases of 120,747 Acre-Feet (AF), a decrease of -21,494 AF (-15.1%) from the FY 2024-25 Budget, as well as anticipated Local Resource Program incentives of \$3,840,576, a decrease of -\$821,382 (-17.6%), RTS and Capacity Charges, and the South County Pipeline (SCP) / Santiago Aqueduct Commission (SAC) Surcharge⁵.

⁵ Summary of Water Fund revenues and expenses can be found in Exhibit A5.



**RESOLUTION NO.
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY**

**APPROVING AND ESTABLISHING THE MWDOC BUDGET FOR
FISCAL YEAR 2025-2026 INCLUDING THE GENERAL FUND, RESERVE FUND,
WATER FUND, WATER USE EFFICIENCY FUND, WEROC FUND AND AMP FUND**

BE IT RESOLVED by the Board of Directors of Municipal Water District of Orange County that the Budget for financing the District's operations for Fiscal Year 2025-2026, as recommended, be and the same is hereby adopted as follows:

General Fund Budget (Inclusive of Expenses funded by Reserves).....	\$13,400,457
Water Purchases Budget.....	197,493,724
Water Use Efficiency Budget.....	8,349,498
WEROC Budget.....	706,297
AMP Budget.....	944
 Total Budget Resolution	 \$219,950,920

Upon Board approval and the adoption of the Budget and rate resolutions, the General Manager will expend, under District policy, such budgeted amounts as necessary for the purposes identified in the Budget for the Municipal Water District of Orange County.

Said Resolution was adopted, on roll call, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

I hereby certify the foregoing is a full, true and correct copy of Resolution No. , adopted by the Board of Directors of Municipal Water District of Orange County at its meeting held on _____.

Maribeth Goldsby, Secretary
Municipal Water District of Orange County



Annual Budget for Fiscal Year 2025-26

Final Draft

MWDOC's mission is:

To provide reliable, high-quality supplies from MWD and other sources to meet present and future needs, at an equitable and economical cost, and to promote water use efficiency for all of Orange County

Exhibit A2
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CORE FUND

	FY24/25 ADOPTED BUDGET	FY24/25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY25/26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
OPERATING EXPENSES:						
Salaries & Wages	\$ 4,674,242	\$ 4,398,133	\$ (276,109)	\$ 4,952,736	\$ 554,603	\$ 278,494
less for Sal & Benefits - Reimb	-	-	-	(33,000)	(33,000)	(33,000)
Employee Benefits	1,359,165	1,391,469	32,304	1,525,518	134,049	166,353
Director Compensation	275,041	264,236	(10,805)	288,793	24,557	13,752
Director Benefits	149,557	137,665	(11,893)	159,472	21,807	9,915
MWD Representation	157,166	152,670	(4,496)	165,025	12,355	7,858
CALPERS Unfunded Liability Contribution	207,000	207,000	-	207,000	-	-
Overhead Reimbursement	(430,173)	(411,586)	18,587	(504,105)	(92,518)	(73,931)
Health Insurance Coverage for Retirees*	81,349	78,000	(3,349)	122,517	44,517	41,168
Audit Expense	36,500	27,000	(9,500)	37,445	10,445	945
Automotive & Toll Road Expenses	12,100	8,755	(3,345)	12,050	3,295	(50)
Conference Expense - Staff	40,002	32,172	(7,830)	42,497	10,325	2,495
Conference Expense - Directors	16,955	14,945	(2,010)	17,155	2,210	200
Outside Consulting Expense	293,000	335,100	42,100	570,000	234,900	277,000
Insurance Expense	198,000	197,500	(500)	233,950	36,450	35,950
Legal Expense - General	260,000	211,354	(48,646)	260,000	48,646	-
Maintenance Expense	348,680	348,680	-	156,000	(192,680)	(192,680)
Membership / Sponsorship	243,688	225,908	(17,780)	221,386	(4,522)	(22,302)
CDR Participation	67,789	67,789	-	72,650	4,861	4,861
Miscellaneous Expense	150,700	139,207	(11,493)	172,600	33,393	21,900
Postage / Mail Delivery	9,600	7,925	(1,675)	8,800	875	(800)
Professional Fees	1,101,750	906,535	(195,215)	914,200	7,665	(187,550)
Rents & Leases	1,200	1,072	(128)	1,125	53	(75)
Outside Printing, Subscription & Books	119,000	117,300	(1,700)	118,500	1,200	(500)
Office Supplies	30,000	26,000	(4,000)	28,000	2,000	(2,000)
Building Repair & Maintenance	30,200	45,000	14,800	57,200	12,200	27,000
Computer Maintenance	17,500	5,000	(12,500)	15,850	10,850	(1,650)
Business Expense	5,000	4,932	(68)	5,500	568	500
Software Support & Expense	86,188	154,483	68,295	289,311	134,828	203,123
Computers and Equipment	29,250	43,000	13,750	45,250	2,250	16,000

Exhibit A2
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CORE FUND

	FY24/25 ADOPTED BUDGET	FY24/25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY25/26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
Telecommunications Expense	43,006	48,991	5,985	47,474	(1,517)	4,468
Temporary Help Expense	5,000	-	(5,000)	5,000	5,000	-
Training Expense	40,000	38,000	(2,000)	82,445	44,445	42,445
Tuition Reimbursement	6,000	7,500	1,500	6,500	(1,000)	500
Travel & Accommodations - Staff	89,580	72,000	(17,580)	85,900	13,900	(3,680)
Travel & Accommodations - Directors	39,925	24,411	(15,514)	36,625	12,214	(3,300)
Depreciation Expense	-	62,568	62,568	-	(62,568)	-
MWDOC's Contribution to WEROC: Operations	300,808	296,290	(4,518)	353,149	56,859	52,341
Election Expense	-	140,815	140,815	-	(140,815)	-
Capital Acquisition (excluding building)	37,000	235,686	198,686	25,000	(210,686)	(12,000)
OPERATING EXPENSES	\$ 10,131,768	\$ 10,063,504	\$ (68,264)	\$ 10,805,517	\$ 742,013	\$ 673,749
MWDOC's Building Expense	\$ 366,376	\$ 222,686	\$ (143,690)	\$ 350,000	\$ 127,314	\$ (16,376)
Building Expense Prior Year Carryover Dr/(Cr)	\$ (366,376)	\$ (350,000)	\$ 16,376	\$ (350,000)	\$ -	\$ 16,376
Contribution to Election Reserve	\$ 725,642	\$ 725,642	\$ -	\$ 605,000	\$ (120,642)	\$ (120,642)
TOTAL EXPENSES	\$ 10,857,410	\$ 10,661,832	\$ (195,578)	\$ 11,410,517	\$ 748,685	\$ 553,107

REVENUES:						
Retail Meter Charge	\$ 9,580,818	\$ 9,580,818	\$ -	\$ 9,939,371	\$ 358,552	\$ 358,552
Ground Water Customer Charge	405,463	405,463	-	414,371	8,908	8,908
Reimb for OPEB Reserve Reimbursement	80,000	80,000	-	122,517	42,517	42,517
Interest Revenue	738,960	900,500	161,540	916,000	15,500	177,040
Miscellaneous Income	3,000	3,000	-	5,000	2,000	2,000
TOTAL REVENUES	\$ 10,808,241	\$ 10,969,781	\$ 161,540	\$ 11,397,259	\$ 427,477	\$ 589,017

EFFECT ON RESERVES:						
TOTAL CONTRIBUTION (DRAW) FROM RESERVES	\$ (49,169)	\$ 307,949	\$ 357,118	\$ (13,259)	\$ (321,208)	\$ 35,910

*MWDOC will be using OPEB Designated reserves to pay for retiree healthcare benefit

Exhibit A3
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CHOICE FUNDS

	FY24/25 ADOPTED BUDGET	FY24/25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY25/26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
OPERATING EXPENSES:						
Salaries & Wages	\$ 748,464	\$ 734,356	\$ (14,108)	\$ 888,755	\$ 154,399	\$ 140,291
less for Sal & Benefits - Reimb	(65,000)	(40,000)	25,000	(15,000)	25,000	50,000
Employee Benefits	218,894	191,202	(27,692)	248,757	57,555	29,863
Director Compensation	-	-	-	-	-	-
Director Benefits	-	-	-	-	-	-
MWD Representation	-	-	-	-	-	-
Overhead Reimbursement	430,173	411,586	(18,587)	504,105	92,518	73,931
Health Insurance Coverage for Retirees	-	-	-	-	-	-
Audit Expense	-	-	-	-	-	-
Automotive & Toll Road Expenses	600	462	(138)	500	38	(100)
Vehicle Expense	12,000	9,718	(2,282)	10,000	282	(2,000)
Conference Expense - Staff	-	-	-	-	-	-
Conference Expense - Directors	-	-	-	-	-	-
Outside Consulting Expense	-	-	-	-	-	-
Insurance Expense	-	200	200	200	-	200
Legal Expense - General	-	-	-	-	-	-
Maintenance Expense	-	-	-	-	-	-
Membership / Sponsorship	-	-	-	-	-	-
Miscellaneous Expense	8,770	9,477	707	11,000	1,523	2,230
Postage / Mail Delivery	500	450	(50)	650	200	150
Professional Fees	663,714	491,362	(172,352)	683,590	192,228	19,876
Rents & Leases	-	-	-	-	-	-
Outside Printing, Subscription & Books	-	-	-	-	-	-
Office Supplies	-	-	-	-	-	-
Supplies - Water Loss Control	4,800	4,000	(800)	4,000	-	(800)
Computer Maintenance	-	-	-	-	-	-
Software Support & Expense	3,000	2,112	(888)	2,420	308	(580)
Telecommunications Expense	2,520	1,632	(888)	2,112	480	(408)
Computers and Equipment	-	-	-	-	-	-
Temporary Help Expense	-	-	-	-	-	-
Training Expense	1,200	500	(700)	2,000	1,500	800
Tuition Reimbursement	-	-	-	-	-	-

Exhibit A3
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CHOICE FUNDS

	FY24/25 ADOPTED BUDGET	FY24/25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY25/26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
Depreciation Expense	-	15,126	15,126	-	(15,126)	-
Capital Acquisition	15,000	15,000	-	-	(15,000)	(15,000)
Subtotal Expenses	\$ 2,044,635	\$ 1,847,183	\$ (197,452)	\$ 2,343,088	\$ 495,906	\$ 298,454
TOTAL EXPENSES	\$ 2,044,635	\$ 1,847,183	\$ (197,452)	\$ 2,343,088	\$ 495,906	\$ 298,454

REVENUES:						
Choice Revenue	\$ 2,044,635	\$ 1,847,183	\$ (197,452)	\$ 2,343,088	\$ 495,906	\$ 298,454
TOTAL REVENUES	\$ 2,044,635	\$ 1,847,183	\$ (197,452)	\$ 2,343,088	\$ 495,906	\$ 298,454

Exhibit A4
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CONSOLIDATED

	FY24/25 ADOPTED BUDGET	FY24/25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY25/26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
OPERATING EXPENSES:						
Salaries & Wages	\$ 5,422,706	\$ 5,132,489	\$ (290,217)	\$ 5,841,491	\$ 709,002	\$ 418,785
less for Sal & Benefits - Reimb	(65,000)	(40,000)	25,000	(48,000)	(8,000)	17,000
Employee Benefits	1,578,059	1,582,671	4,612	1,774,275	191,604	196,216
Director Compensation	275,041	264,236	(10,805)	288,793	24,557	13,752
Director Benefits	149,557	137,665	(11,893)	159,472	21,807	9,915
MWD Representation	157,166	152,670	(4,496)	165,025	12,355	7,858
CALPERS Unfunded Liability Contribution	207,000	207,000	-	207,000	-	-
Overhead Reimbursement	-	-	-	-	-	-
Health Insurance Coverage for Retirees*	81,349	78,000	(3,349)	122,517	44,517	41,168
Audit Expense	36,500	27,000	(9,500)	37,445	10,445	945
Automotive & Toll Road Expenses	12,700	9,217	(3,483)	12,550	3,333	(150)
Vehicle Expense - Water Loss Control	12,000	9,718	(2,282)	10,000	282	(2,000)
Conference Expense - Staff	40,002	32,172	(7,830)	42,497	10,325	2,495
Conference Expense - Directors	16,955	14,945	(2,010)	17,155	2,210	200
Outside Consulting Expense	293,000	335,100	42,100	570,000	234,900	277,000
Insurance Expense	198,000	197,700	(300)	234,150	36,450	36,150
Legal Expense - General	260,000	211,354	(48,646)	260,000	48,646	-
Maintenance Expense	348,680	348,680	-	156,000	(192,680)	(192,680)
Membership / Sponsorship	243,688	225,908	(17,780)	221,386	(4,522)	(22,302)
CDR Participation	67,789	67,789	-	72,650	4,861	4,861
Miscellaneous Expense	159,470	148,684	(10,786)	183,600	34,916	24,130
Postage / Mail Delivery	10,100	8,375	(1,725)	9,450	1,075	(650)
Professional Fees	1,765,464	1,397,897	(367,567)	1,597,790	199,893	(167,674)
Rents & Leases	1,200	1,072	(128)	1,125	53	(75)
Outside Printing, Subscription & Books	119,000	117,300	(1,700)	118,500	1,200	(500)
Office Supplies	30,000	26,000	(4,000)	28,000	2,000	(2,000)
Supplies - Water Loss Control	4,800	4,000	(800)	4,000	-	(800)
Building Repair & Maintenance	30,200	45,000	14,800	57,200	12,200	27,000
Computer Maintenance	17,500	5,000	(12,500)	15,850	10,850	(1,650)
Business Expense	5,000	4,932	(68)	5,500	568	500
Software Support & Expense	89,188	156,595	67,407	291,731	135,136	202,543
Computers and Equipment	29,250	43,000	13,750	45,250	2,250	16,000
Telecommunications Expense	45,526	50,623	5,097	49,586	(1,037)	4,060

Exhibit A4
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CONSOLIDATED

	FY24/25 ADOPTED BUDGET	FY24/25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY25/26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
Temporary Help Expense	5,000	-	(5,000)	5,000	5,000	-
Training Expense	41,200	38,500	(2,700)	84,445	45,945	43,245
Tuition Reimbursement	6,000	7,500	1,500	6,500	(1,000)	500
Travel & Accommodations - Staff	89,580	72,000	(17,580)	85,900	13,900	(3,680)
Travel & Accommodations - Directors	39,925	24,411	(15,514)	36,625	12,214	(3,300)
Depreciation Expense	-	77,694	77,694	-	(77,694)	-
MWDOC's Contribution to WEROC: Operations	300,808	296,290	(4,518)	353,149	56,859	52,341
Election Expense	-	140,815	140,815	-	(140,815)	-
Capital Acquisition (excluding building)	52,000	250,686	198,686	25,000	(225,686)	(27,000)
OPERATING EXPENSES	\$ 12,176,403	\$ 11,910,687	\$ (265,716)	\$ 13,148,606	\$ 1,237,919	\$ 972,203
MWDOC's Building Expense	\$ 366,376	\$ 222,686	\$ (143,690)	\$ 350,000	\$ 127,314	\$ (16,376)
Building Expense Prior Year Carryover Dr/(Cr)	\$ (366,376)	\$ (350,000)	\$ 16,376	\$ (350,000)	\$ -	\$ 16,376
Contribution to Election Reserve	\$ 725,642	\$ 725,642	\$ -	\$ 605,000	\$ (120,642)	\$ (120,642)
TOTAL EXPENSES	\$ 12,902,045	\$ 12,509,015	\$ (393,030)	\$ 13,753,606	\$ 1,244,591	\$ 851,561

REVENUES:						
Retail Meter Charge	\$ 9,580,818	\$ 9,580,818	\$ -	\$ 9,939,371	\$ 358,552	\$ 358,552
Ground Water Customer Charge	405,463	405,463	-	414,371	8,908	8,908
Reimb for OPEB Reserve Reimbursement	80,000	80,000	-	122,517	42,517	42,517
Interest Revenue	738,960	900,500	161,540	916,000	15,500	177,040
Miscellaneous Income	3,000	3,000	-	5,000	2,000	2,000
Choice Revenue	2,044,635	1,847,183	(197,452)	2,343,088	495,906	298,454
TOTAL REVENUES	\$ 12,852,876	\$ 12,816,964	\$ (35,912)	\$ 13,740,347	\$ 923,383	\$ 887,471

EFFECT ON RESERVES:						
TOTAL CONTRIBUTION (DRAW) FROM RESERVES	\$ (49,169)	\$ 307,949	\$ 357,118	\$ (13,259)	\$ (321,208)	\$ 35,910

*MWDOC will be using OPEB Designated reserves to pay for retiree healthcare benefit

Exhibit A5
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
WATER FUND

	FY 24-25 ADOPTED BUDGET	FY 24-25 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 25-26 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO FY 24-25 BUDGET
Water Revenues						
Water Sales	\$ 192,091,367	\$ 132,908,631	\$ (59,182,736)	\$179,332,825(a)	\$ 46,424,194	\$ (12,758,542)
Local Resource Program Incentives	(4,661,958)	(3,491,433)	1,170,525	(3,840,576)	(349,143)	821,382
Readiness-To-Serve Charge	16,263,519	12,940,558	(3,322,961)	16,934,350	3,993,793	670,831
Capacity Charge	4,069,230	4,457,310	388,080	4,624,125	166,815	554,895
SCP/SAC Pipeline Surcharge	459,000	328,000	(131,000)	443,000	115,000	(16,000)
TOTAL WATER REVENUES	\$ 208,221,158	\$ 147,143,065	\$ (61,078,092)	\$ 197,493,724	\$ 50,350,659	\$ (10,727,433)
Water Expenses						
Water Purchases	\$ 192,091,367	\$ 132,908,631	\$ (59,182,736)	\$179,332,825(a)	\$ 46,424,194	\$ (12,758,542)
Local Resource Program Incentives	(4,661,958)	(3,491,433)	1,170,525	(3,840,576)	(349,143)	821,382
Readiness-To-Serve Charge	16,263,519	12,940,558	(3,322,961)	16,934,350	3,993,793	670,831
Capacity Charge	4,069,230	4,457,310	388,080	4,624,125	166,815	554,895
SCP/SAC Pipeline Surcharge	459,000	328,000	(131,000)	443,000	115,000	(16,000)
TOTAL WATER EXPENSES	\$ 208,221,158	\$ 147,143,065	\$ (61,078,092)	\$ 197,493,724	\$ 50,350,659	\$ (10,727,433)
Changes to Fund Balance:						
Tier 2 Contingency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(a)=FY 25-26 Proposed Budget amount is based on an estimated 120,747 AF

Exhibit A6
SUMMARY OF FUNDING AND EXPENSES
For All Water Use Efficiency Programs

	FY 2024-2025 ADOPTED BUDGET	FY 2024-2025 PROJECTED ACTUALS	VARIANCE ACTUALS TO BUDGET	FY 2025-2026 PROPOSED BUDGET	VARIANCE TO PROJECTED ACTUALS	VARIANCE TO ADOPTED BUDGET
Funding						
Metropolitan Water District	\$ 7,743,000	\$ 4,041,400	\$ (3,701,600)	\$ 5,861,960	\$ 1,820,560	\$ (1,881,040)
USBR	880,902	708,195	(172,706)	519,051	(189,144)	(361,850)
DWR	749,855	383,984	(365,871)	395,962	11,977	(353,893)
Member Agencies	1,498,286	1,171,873	(326,412)	1,572,525	400,652	74,239
TOTAL OUTSIDE FUNDING	\$ 10,872,042	\$ 6,305,453	\$ (4,566,590)	\$ 8,349,498	\$ 2,044,045	\$ (2,522,545)
Program Expenses Funded from Outside Sources						
Project Administration - Staff Time	\$ 53,642	\$ 15,361	\$ (38,281)	\$ -	\$ (15,361)	\$ (53,642)
Consultant Administration	-	-	-	\$ 1,222,638	\$ 1,222,638	1,222,638
Installation Verification	91,000	131,417	40,417	121,353	(10,065)	30,353
Rebate Incentives	10,159,400	5,680,081	(4,479,319)	6,935,507	1,255,426	(3,223,893)
Surveys and Audits	568,000	65,000	(503,000)	70,000	5,000	(498,000)
TOTAL PROGRAMS EXPENSES	\$ 10,872,042	\$ 5,891,859	\$ (4,980,183)	\$ 8,349,498	\$ 2,457,639	\$ (2,522,545)

Exhibit B
Expenditures by Cost Center

Cost Center	Cost Center Description	FY24/25 BUDGET FTE	FY25/26 BUDGET FTE	FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
11	Administrative - Board	1.88	2.74	\$ 1,404,336	\$ 1,424,293	\$ 1,578,049
12	Administrative - General	4.79	5.08	1,154,916	1,064,321	1,182,478
13	Personnel / Staff Development	1.85	2.09	548,272	605,450	654,774
19	Overhead	4.07	3.80	1,380,430	1,721,260	1,156,399
21	Reliability Planning and Engineering	2.73	3.03	873,020	863,574	1,210,857
23	Metropolitan Issues and Water Policy	2.10	2.07	654,565	481,421	584,129
31	Governmental Affairs	0.90	0.89	626,265	624,589	670,546
35	Water Use Efficiency (Core)	1.22	1.76	582,765	447,958	531,517
32	Public Affairs	5.76	5.93	1,401,430	1,342,925	1,500,976
41	Finance	3.54	3.41	745,868	733,437	900,773
45	Information Technology	1.00	0.95	459,093	468,625	481,871
25	MWDOC's Contribution to WEROC	3.00	3.19	300,808	296,290	353,149
CORE TOTAL		32.84	34.94	\$ 10,131,768	\$ 10,074,145	\$ 10,805,517
62	Water Use Efficiency Program	6.29	5.99	989,455	1,098,625	1,183,382
63	School Programs	0.06	0.05	496,062	367,429	511,211
70	Water Loss Control	2.57	3.03	559,118	381,129	648,495
CHOICE TOTAL		8.92	9.07	\$ 2,044,635	\$ 1,847,183	\$ 2,343,088
CORE & CHOICE TOTAL		41.76	44.01	\$ 12,176,403	\$ 11,921,328	\$ 13,148,606
Includes:	Full-time employees	34.08	37.84	(2)		
	Part-time employees	2.29	1.54			
	Interns	2.39	1.44			
	WEROC employees	3.00	3.19			

(1)

(1) Total Operational Costs of WEROC is allocated among MWDOC, OCWD, OCSD, Anaheim, Santa Ana, Fullerton and South Orange County Wastewater Authority. Capital Expenditures are provided by MWDOC. Dollars shown are MWDOC's share only.

(2) FTE's for 2024-2025 are calculated based on 2088 hours of work for the year. FTE's for 2025-2026 are calculated based on 2088 hours worked for the year. This corresponds to the actual working days for the fiscal year which varies year to year.

FY25/26 FISCAL MASTER PLAN PROJECTIONS

(in thousands)

	Projected ACTUALS FY24/25	BUDGET FY25/26	FISCAL MASTER PLAN PROJECTIONS ¹				
			FY26/27	FY27/28	FY28/29	FY29/30	FY30/31
Beginning Designated Reserve Balance - MWDOC less OPEB Reserve	\$6,065 297	\$ 6,151 297	\$ 6,015 297	\$ 5,961 297	\$ 5,965 297	\$ 6,030 297	6,162.03 297
Adjusted Reserve Balance	5,768	5,854	5,718	5,664	5,668	5,733	5,865
Revenues							
Water Rate Revenues:							
Retail Meter Agency Charge	9,581	9,939	10,301	10,665	11,032	11,401	11,772
Ground Water Customer Charge	405	414	428	442	457	472	487
Subtotal	9,986	10,354	10,729	11,107	11,488	11,872	12,259
Other Revenues:							
Choice Revenues	1,847	2,343	2,420	2,500	2,583	2,668	2,756
Interest Earnings	901	916	954	1,000	1,060	1,135	1,231
Misc./Reimbursements	3	5	5	5	6	6	6
Subtotal	2,751	3,264	3,379	3,506	3,648	3,808	3,993
Total Revenues	12,737	13,618	14,108	14,613	15,136	15,681	16,252
Expenses							
Core Expenses	9,828	10,781	11,136	11,504	11,883	12,276	12,681
Choice Expenses	1,847	2,343	2,420	2,500	2,583	2,668	2,756
Capital Acquisitions (not including building)	251	25	-	-	-	-	-
Total Expenses w/o Election	11,926	13,149	13,557	14,004	14,466	14,944	15,437
Revenue Over Expenses w/o Election	811	469	551	609	670	737	816
ELECTION Reserve Beginning Balance	1,710	1,570	2,175	1,351	1,956	656	1,261
Annual Election Reserve Contribution	726	605	605	605	605	605	605
Annual Election Expense	866	-	1,428	-	1,905	-	1,428
Election Reserve Ending Balance	1,570	2,175	1,351	1,956	656	1,261	438
MWDOC's Contribution to OPEB Trust Fund							
Ending General Fund & Designated Reserves	\$ 4,199	\$ 3,543	\$ 4,313	\$ 3,712	\$ 5,076	\$ 4,603	\$ 5,637
Document does not reflect MWDOC's irrevocable trust towards OPEB Pension liability							
MWDOC Water Rates							
Total Retail Customer Meters	649,547	651,762	654,000	656,300	658,600	660,900	663,200
Connection Charge	\$ 14.75	\$ 15.25	\$ 15.75	\$ 16.25	\$ 16.75	\$ 17.25	\$ 17.75
Fixed Charge %		100%	100%	100%	100%	100%	100%
Rate Increase Proposal:							
Connection Charge		\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50

1 Assumptions for FMP:

Projected Inflation rate:
Rate of return on Investment of portfolio:3.30% per year
4.10% per year

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
Summary of Conference/Meeting Budget
Proposed District Participation Costs
Fiscal Year 2025-26

*Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

		Approval included in Budget Approval	Exh D Proposed District Participation Costs			Exh E Proposed Staff Registration & Travel Budget*		Exh F Proposed Board Registration & Travel Budget*	
Grouping	Conference / Meeting		Adopted Budget FY24/25	Projected Actuals FY24/25	Proposed Budget FY25/26	Registration	Travel	Registration	Travel
Board Related	Association of California Cities- Orange County (ACCOC)	√	-	-	-	-	-	500	800
	Association of California Water Agencies (ACWA)	√	-	-	-	-	-	7,075	9,725
	Cal Desal	√	-	-	-	-	-	780	-
	California Council for Environmental and Economic Balance (CCEEB)	√	-	-	-	-	-	-	4,500
	Colorado River Water Users Association (CRWUA)	√	-	-	-	-	-	1,800	3,000
	LAFCO	√	45,000	48,652	48,652	-	-	-	-
	Legislative Advocacy	√	-	-	-	-	-	-	9,000
	Orange County Business Council (OCBC)	√	-	-	-	-	-	1,600	2,000
	Urban Water Institute	√	-	-	-	-	-	3,600	5,100
	Miscellaneous	√	-	-	-	-	-	1,800	2,500
Board Related Total			45,000	48,652	48,652	-	-	17,155	36,625
Staff Related	(DWR)/State Water Resources Control Board (SWRCB)	√	-	-	-	-	1,800	-	-
	Alliance for Water Use Efficiency	New	-	-	-	600	1,500	-	-
	American Water Works Association (AWWA)	√	2,056	2,056	2,445	5,000	13,300	-	-
	Association of California Cities- Orange County (ACCOC)	√	5,200	5,000	5,150	500	800	-	-
	Association of California Water Agencies (ACWA)	√	25,641	27,150	27,965	10,097	14,100	-	-
	CA Chamber of Commerce (HR California)	√	950	950	979	-	-	-	-
	CA Water for all	√	10,000	10,000	10,000	-	-	-	-
	Cal Desal	√	5,200	5,000	5,150	260	-	-	-
	California Association of Public Information Officers (CAPIO)	√	982	825	1,150	1,100	2,800	-	-
	California Council for Environmental and Economic Balance (CCEEB)	√	29,000	29,000	29,000	-	4,500	-	-
	California Employees Public Retirement System(CalPERS)	√	-	-	-	1,500	2,400	-	-
	California Environmental Literacy Initiative	√	640	-	-	-	-	-	-
	California Municipal Treasurers Association (CMTA)	√	185	-	-	-	-	-	-
	California Municipal Utilities Association (CMUA)	√	10,520	10,725	11,047	560	1,200	-	-
	California Society of Municipal Finance Officers (CSMFO)	√	130	150	150	-	-	-	-
	California Special Districts Association (CSDA)	√	9,300	9,548	9,835	2,825	5,350	-	-
	California Water Efficiency Partnership (CalWEP)	√	6,459	6,332	6,300	-	12,000	-	-
	California Water, Energy and Education Alliance (CWEEA)	√	1,285	-	-	-	-	-	-
	Californina Data Collaboration	√	16,500	16,500	16,500	-	-	-	-
	Colorado River Water Users Association (CRWUA)	√	-	-	-	3,000	5,000	-	-
	Department of Water Resources Education Committee	√	1,600	-	-	500	600	-	-
	ESRI-GIS	√	-	-	-	2,625	3,600	-	-
	Festival of Butterflies Sponsorship	√	2,500	2,500	2,575	-	-	-	-
	Government Finance Officers Association (GFOA)	√	182	182	187	-	-	-	-
	Information Systems Audit and Control Association (ISACA)	√	150	150	155	-	-	-	-
	International Association of Business Communicators (IABC)	√	400	-	-	-	-	-	-
	League of California Cities	√	2,500	2,500	2,575	-	-	-	-
	Legislative Advocacy	√	-	-	-	-	9,000	-	-
	Liebert, Cassidy Whitmore	√	-	-	-	1,200	-	-	-
	Multi-State Salinity Coalition	√	-	-	-	800	1,200	-	-
	National Water Resources Assn., Mun. Caucus	√	557	557	574	-	-	-	-
	OC Chapter-Calif. Landscape Contractors Assoc.	√	2,400	2,250	2,250	-	-	-	-
	Orange County Business Council (OCBC)	√	5,150	5,000	5,150	1,600	2,000	-	-
	Orange County Public Affairs Association (OCPAA)	√	650	650	100	-	-	-	-
	Orange County Water Association (OCWA)	√	500	500	515	-	-	-	-
	Pilot MWDOC Ambassador Program + Outreach Tours	√	20,000	20,000	-	-	-	-	-
	Public Relations Society of America/O.C. (PRSA)	√	1,394	1,200	1,236	930	3,600	-	-
	Public Sector HR Assoc	√	64	64	66	-	-	-	-
	Radio and Television News Directors Association	√	75	75	77	-	-	-	-
	Society of Human Resources Management (SHRM)	√	245	245	252	-	-	-	-
	South OC Watershed Management Area Dues	√	9,300	8,700	9,100	-	-	-	-
	South Orange County Economic Coalition (SOCEC)	√	1,745	1,745	1,797	-	-	-	-
	Southern California Water Coalition (SCWC)	√	1,092	1,092	1,125	-	-	-	-
	Urban Water Institute	√	6,000	6,000	6,180	5,400	7,650	-	-
	Water Environment Federation	√	60	60	62	-	-	-	-
	WaterISAC (International Security And Network)	√	550	550	587	-	-	-	-
	Miscellaneous	√	-	-	12,500	4,000	5,500	-	-
Staff Related Total			181,162	177,256	172,734	42,497	97,900	-	-
WEROC	AWWA CA/NV Section	√	311	311	311	3,000	3,750	-	-
	AWWA National Conference	√	-	-	-	680	3,520	-	-
	California Emergency Services Association	√	239	239	239	1,950	7,650	-	-
	California Utilities Emergency Association (CUEA)	New	-	-	500	-	-	-	-
	International Association of Emergency Managers	√	400	400	400	800	2,850	-	-
WEROC Total			950	950	1,450	6,430	17,770	-	-
Grand Total			227,112	226,858	222,836	48,927	115,670	17,155	36,625

Exhibit J
Professional / Special Services Authorized
Core Fund

Department	Consultant	Service	Budget FY 24-25	Budget FY 25-26	* Approval included in Budget Approval
Outside Consulting Expense					
Planning & Operation (21)	CDR	Demographics analysis	\$ 28,000	\$ 30,000	✓
	(To be determined)	MWDOC 2025 UWMP	\$ -	\$ 60,000	New
	(To be determined)	Water Quality Data Hub	\$ -	\$ 60,000	New
	(To be determined)	Real Time Water Quality Analyzer Pilot	\$ -	\$ 40,000	New
	(To be determined)	GIS Implementation Project	\$ -	\$ 130,000	New
	(To be determined)	Water Quality Workgroup Technical Support	\$ -	\$ 15,000	New
	(To be determined)	Supplemental Analysis of Water Supplies	\$ 50,000	\$ -	✓
	(To be determined)	On Call Work	\$ 25,000	\$ 30,000	✓
	Hazen	Demand Projections 2025 UWMP by Oct 2025	\$ 65,000	\$ 15,000	✓
	Stetson Engineering	Consumer Confidence Report	\$ -	\$ 80,000	✓
Met Issues & Special Projects (23)	Ed Means Consulting	EOCF#2 Pilot Project	\$ 20,000	\$ 10,000	✓
	(To be determined)	Consulting on MET issues	\$ -	\$ 10,000	New
	(To be determined)	Financial & Rate Consulting	\$ 25,000	\$ -	✓
	Dopudja & Wells Consulting- Paul Jones	MET and Reliability Planning (IRP & Delta)	\$ 80,000	\$ 90,000	✓
Total Outside Consulting Expense			\$ 293,000	\$ 570,000	
Legal Expenses					
Administration (11 & 13)	Best, Best & Krieger	General Legal Counsel Services	\$ 219,000	\$ 219,000	✓
	Aleshire & Wynder	Legal Counsel Services Regarding San Diego CWA	\$ 16,000	\$ 16,000	✓
	Best, Best & Krieger	Labor Counsel Services	\$ 25,000	\$ 25,000	✓
Total Legal Expenses			\$ 260,000	\$ 260,000	
Audit Expenses					
Finance (41)	Davis Farr, LLP	Annual Financial Audit and Federal Single Audit	\$ 36,500	\$ 32,445	✓
	Davis Farr, LLP	WUE Grant Review	\$ -	\$ 5,000	✓
Training					
Administration (11 & 13)	Cal State University Fullerton/Centre for Organization Effectiveness/Predict Success/ Knight leadership solution	Staff Development/Technical Training/Leadership Training	\$ 40,000	\$ 58,945	✓
	(To be determined)	Various Lunch and learn+training	\$ -	\$ 6,000	✓
	(To be determined)	Form 700 Workgroup Training	\$ -	\$ 2,500	New
Governmental Affairs (31)	(To be determined)	Grants Workshop Training	\$ -	\$ 15,000	New
Professional Services					
Administration (12 & 13 & 19)	Economic Group Pension Services (EGPS)	Pension Plan Administration	\$ 4,500	\$ 4,100	✓
	HYAS Group	Advisor to assist with review of 401a and 457 Plans and investments	\$ 25,000	\$ 5,000	✓
	(To be determined)	Various Lunch and learn+training	\$ 6,000	\$ -	✓
	IGOE	Cafeteria Plan Administration	\$ 795	\$ 700	✓
	Docusign	Docusign	\$ 7,000	\$ 7,000	✓
	Gladwell Services	Records Management Consulting	\$ 3,000	\$ 1,000	✓
	Health Equity	Health Equity	\$ 205	\$ 200	✓
Governmental Affairs (31)	BBK Legislation	State Legislative Advocate	\$ 96,000	\$ -	✓
	Syrus Devers Advocacy	Sacramento Lobbyist	\$ -	\$ 96,000	New
	Natural Resource Results	Federal Legislative Advocate	\$ 96,000	\$ 96,000	✓
	Dopudja & Wells	Legislative and Local GA Assistance	\$ 25,000	\$ 25,000	✓
	Whittingham Public Affairs Adv.	County Advocate	\$ 90,000	\$ 90,000	✓
	Soto Services	Grant Research and Acquisition Assistance	\$ 39,000	\$ 39,000	✓
	Ackerman	Legal and Regulatory	\$ 42,000	\$ 42,000	✓
	Travel	Travel	\$ 5,000	\$ 6,000	✓
	Stetson Engineers	Consumer Confidence Report	\$ 60,000	\$ -	✓
Public Affairs (32)	Hashtag Pinpoint	Strategic Digital Consulting Services	\$ 95,000	\$ 95,000	✓
	(To be determined)	Water Awareness Campaign	\$ 30,000	\$ 30,000	✓
	LA Design	Website Maintenance	\$ 5,000	\$ 5,000	✓
	(Various)	Special Events	\$ 50,000	\$ 50,000	✓
	VoxCivic, SCNG, etc.	Advertising	\$ 40,000	\$ 40,000	✓
WUE - Core (35)	(To be determined)	General WUE Research	\$ 75,000	\$ 25,000	✓
	Environmental Incentive	WUE Work Group Support - Way of Life TAP	\$ -	\$ 50,000	New
	E Source	Water Loss Control Work Grp (WLC)	\$ 55,000	\$ 55,000	✓
	E Source	WLC Business Plan Implementation	\$ 35,000	\$ 35,000	✓
Finance (41)	OC Data Acquisition P/S (OCDAP)	Aerial Imagery and Landscape Measurement Project	\$ 75,000	\$ 50,000	✓
	U.S. Bank	Custodial Bank fees	\$ 10,000	\$ 10,000	✓
	CalPERS	CalPERS GASB 68 Report	\$ 700	\$ 700	✓
	(To be determined)	OPEB Actuarial	\$ 3,750	\$ 1,000	✓
	Tracker C2	Investment Tracking	\$ 3,300	\$ 3,500	✓
IT (45)	(To be determined)	Managed Service Provider	\$ 70,000	\$ 65,000	✓
	(To be determined)	IT Projects	\$ 19,500	\$ -	✓
	CrowdStrike	Cybersecurity	\$ 45,000	\$ -	✓
Total Professional Fees			\$ 1,111,750	\$ 927,200	

Exhibit J1
Professional / Special Services Authorized
Choice Funds

Department	Consultant	Service	Budget FY 24-25	Budget FY 25-26	* Approval included in Budget Approval
Training					
Water Loss Control (70)	(To be determined)	Water loss training	\$ 1,000	\$ 2,000	√
Professional Fees					
Water Loss Control (70)	Westerley & McCall's	Meter Accuracy Testing	\$ 55,000	\$ 50,000	√
Water Use Efficiency (62)	Various Printers	Printing of marketing materials for all WUE programs	\$ 40,000	\$ 40,000	√
	ARC GIS	GIS	\$ -	\$ 2,030	√
	Droplet	Web Based Rebate Processing Platform (Turf & Drip)	\$ 37,100	\$ 47,500	√
	Mission Resource Cnsvr District	Residential Installation Verification Inspections	\$ 50,000	\$ 50,000	√
School Program (63)	Shows that teach/The OC Department of Education	Assemblies (Elementary School)	\$ 283,642	\$ 292,150	√
	The OC Department of Education	Assemblies (Middle School)	\$ 123,845	\$ 125,560	√
	The OC Department of Education	Assemblies (High School)	\$ 74,127	\$ 76,350	√
Total Professional Fees			\$ 663,714	\$ 683,590	

* Approval of the budget constitutes authorization for spending within the policy guidelines set out in Chapter 8, Contracts section of the Administrative code including authorization limitations. A check mark indicates final board approval of the expenditure.

Total Choice Revenue and Expense

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
4215	Choice Revenue	2,044,635	1,165,607	2,046,009
4205	School Contracts	-	-	-
4305	Revenue from MWD	-	224,930	297,079
4705	Prior Year Carry Over	-	-	-
	Choice billing over/under	-	456,646	0
	Total Revenue	2,044,635	1,847,183	2,343,088

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	748,464	734,356	888,755
	Sal & Benefits - Reimb	(65,000)	(40,000)	(15,000)
6090	Directors Compensation - MWDOC	-	-	-
6095	Directors Compensation - MWD	-	-	-
6105	Benefits - Admin	218,894	191,202	248,757
6111	Overhead Reimbursement	430,173	411,586	504,105
6115	Benefits - Directors	-	-	-
6120	Health Insurance Coverage for Retirees	-	-	-
6205	Training	1,200	500	2,000
6210	Tuition Reimbursement	-	-	-
6220	Temporary Help	-	-	-
7010	Outside Consulting Services	-	-	-
7020	Legal - General	-	-	-
7030	Audit	-	-	-
7040	Other Professional Fees	182,100	135,852	189,530
	Other Professional Fees - School Programs	481,614	355,510	494,060
7110	Conference - Employee	-	-	-
7115	Conference - Directors	-	-	-
7150	Travel & Accommodations - Employee	-	-	-
7155	Travel & Accommodations - Director	-	-	-
7210	Membership / Sponsorship	-	-	-
7220	CUWA Participation	-	-	-
7240	AWWARF Participation	-	-	-
7250	CDR Participation	-	-	-
7310	Office Maintenance	-	-	-
7320	Rents & Leases	-	-	-
7330	Office Supplies	-	-	-
7332	Supplies - Water Loss Control	4,800	4,000	4,000
7340	Postal / Mail Delivery	500	450	650
7350	Subscriptions/Books	-	-	-
7360	Reproduction Expense	-	-	-
7410	Computer & Peripherals Maint	-	-	-
7430	Software Purchase	3,000	2,112	2,420
7440	Software Support	-	-	-
7450	Software Development	-	-	-
7510	Site Maintenance	-	-	-
7450	Computers and Equipment	-	-	-
7580	Maintenance Expense	-	-	-
7610	Automotive / Mileage	400	62	100
7612	Vehicle Expense	12,000	9,718	10,000
7615	Toll Road Charges	200	400	400
7620	Insurance Expense	-	200	200
7640	Utilities - Telephone	2,520	1,632	2,112
7650	Bank Fees	-	-	-
7670	Miscellaneous Expenses	8,770	9,477	11,000
8410	Overhead Reimbursement	-	-	-
8610	Depreciation Expense	-	15,126	-
8710	Election Expenses	-	-	-
8810	Capital Acquisition	15,000	15,000	-
	Total Expenditure	2,044,635	1,847,183	2,343,088

Total Core and Choice Expenses

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	5,422,706	5,132,489	5,841,491
	Sal & Benefits - Reimb	(65,000)	(40,000)	(48,000)
6090	Directors Compensation - MWDOC	275,041	264,236	288,793
6095	Directors Compensation - MWD	157,166	152,670	165,025
6105	Benefits - Admin	1,578,059	1,582,671	1,774,275
6109	CALPERS Unfunded Liability Contribution	207,000	207,000	207,000
6111	Overhead Reimbursement	-	-	-
6115	Benefits - Directors	149,557	137,665	159,472
6120	Health Insurance Coverage for Retirees	81,349	78,000	122,517
6205	Training	41,200	38,500	84,445
6210	Tuition Reimbursement	6,000	7,500	6,500
6220	Temporary Help	5,000	-	5,000
7010	Outside Consulting Services	293,000	335,100	570,000
7020	Legal - General	260,000	211,354	260,000
7030	Audit	36,500	27,000	37,445
7040	Other Professional Fees	1,283,850	1,042,387	1,103,730
	Other Professional Fees - School Programs	481,614	355,510	494,060
7110	Conference - Employee	40,002	32,172	42,497
7115	Conference - Directors	16,955	14,945	17,155
7150	Travel & Accommodations - Employee	89,580	72,000	85,900
7155	Travel & Accommodations - Director	39,925	24,411	36,625
7210	Membership / Sponsorship	243,688	225,908	221,386
7250	CDR Participation	67,789	67,789	72,650
7305	Business Expense	5,000	4,932	5,500
7310	Office Maintenance	348,680	348,680	156,000
7315	Building Repair & Maintenance	30,200	45,000	57,200
7320	Rents & Leases	1,200	1,072	1,125
7330	Office Supplies	30,000	26,000	28,000
7332	Supplies - Water Loss Control	4,800	4,000	4,000
7340	Postal / Mail Delivery	10,100	8,375	9,450
7350	Subscriptions / Books	10,000	9,500	10,000
7360	Reproduction Expense	109,000	107,800	108,500
7410	Computer & Peripherals Maint	17,500	5,000	15,850
7430	Software Purchase	84,540	106,410	271,731
7440	Software Support	4,648	50,185	20,000
7450	Computers and Equipment	29,250	43,000	45,250
7580	Maintenance Expense	-	-	-
7610	Automotive / Mileage	11,900	8,462	11,600
7612	Vehicle Expense	12,000	9,718	10,000
7615	Toll Road Charges	800	755	950
7620	Insurance Expense	198,000	197,700	234,150
7640	Utilities - Telephone	45,526	50,623	49,586
7650	Bank Fees	2,400	2,400	2,400
7670	Miscellaneous Expenses	157,070	146,284	181,200
8610	Depreciation Expense	-	77,694	-
8810	Capital Acquisition	52,000	53,892	25,000
	Total Expenditure	11,875,595	11,276,788	12,795,457
	MWDOC's Contribution to WEROC Oper	300,808	296,290	353,149
	MWDOC's Contribution to Election Rsrv	725,642	725,642	605,000
	MWDOC's Building Expense (8811)	366,376	222,686	350,000
	Building Prior Year Carryover Dr/(Cr)	(366,376)	(350,000)	(350,000)
	OPEB Designated Reserve	-	-	(122,517)
		12,902,045	12,171,406	13,631,089

Total Core Expenses

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	4,674,242	4,398,133	4,952,736
6090	Directors Compensation - MWDOC	275,041	264,236	288,793
6095	Directors Compensation - MWD	157,166	152,670	165,025
6105	Benefits - Admin	1,359,165	1,391,469	1,525,518
6109	CALPERS Unfunded Liability Contribution	207,000	207,000	207,000
6111	Overhead Reimbursement	(430,173)	(411,586)	(504,105)
6115	Benefits - Directors	149,557	137,665	159,472
6120	Health Insurance Coverage for Retirees	81,349	78,000	122,517
6205	Training	40,000	38,000	82,445
6210	Tuition Reimbursement	6,000	7,500	6,500
6220	Temporary Help	5,000	-	5,000
7010	Outside Consulting Services	293,000	335,100	570,000
7020	Legal - General	260,000	211,354	260,000
7030	Audit	36,500	27,000	37,445
7040	Other Professional Fees	1,101,750	906,535	914,200
7110	Conference - Employee	40,002	32,172	42,497
7115	Conference - Directors	16,955	14,945	17,155
7150	Travel & Accommodations - Employee	89,580	72,000	85,900
7155	Travel & Accommodations - Director	39,925	24,411	36,625
7210	Membership / Sponsorship	243,688	225,908	221,386
7250	CDR Participation	67,789	67,789	72,650
7305	Business Expense	5,000	4,932	5,500
7310	Office Maintenance	348,680	348,680	156,000
7315	Building Repair & Maintenance	30,200	45,000	57,200
7320	Rents & Leases	1,200	1,072	1,125
7330	Office Supplies	30,000	26,000	28,000
7340	Postal / Mail Delivery	9,600	7,925	8,800
7350	Subscriptions / Books	10,000	9,500	10,000
7360	Reproduction Expense	109,000	107,800	108,500
7410	Computer & Peripherals Maint	17,500	5,000	15,850
7430	Software Purchase	81,540	104,298	269,311
7440	Software Support	4,648	50,185	20,000
7510	Site Maintenance	-	-	-
7450	Computers and Equipment	29,250	43,000	45,250
7580	Maintenance Expense	-	-	-
7610	Automotive / Mileage	11,500	8,400	11,500
7615	Toll Road Charges	600	355	550
7620	Insurance Expense	198,000	197,500	233,950
7640	Utilities - Telephone	43,006	48,991	47,474
7650	Bank Fees	2,400	2,400	2,400
7670	Miscellaneous Expenses	148,300	136,807	170,200
8610	Depreciation Expense	-	62,568	-
8810	Capital Acquisition	37,000	38,892	25,000
	Total Expenditure	9,830,961	9,429,605	10,452,369
	MWDOC's Contribution to WEROC Oper	300,808	296,290	353,149
	MWDOC's Contribution to Election Rsrv	725,642	725,642	605,000
	MWDOC's Building Expense (8811)	366,376	222,686	350,000
	Building Prior Year Carryover Dr/(Cr)	(366,376)	(350,000)	(350,000)
	OPEB Designated Reserve	-	-	(122,517)
		<u>10,857,410</u>	<u>10,324,223</u>	<u>11,288,000</u>

Administrative - Board

11

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget	
6010	Salaries & Wages - Admin	373,108	336,960	468,708	
6090	Directors Compensation - MWDOC	275,041	264,236	288,793	
6095	Directors Compensation - MWD	157,166	152,670	165,025	
6105	Benefits - Admin	93,283	100,679	136,820	
6115	Benefits - Directors	149,557	137,665	159,472	
6120	Health Insurance Coverage for Retirees				
6205	Training			2,500	1) 1) See Exhibit J
6210	Tuition Reimbursement				
6220	Temporary Help				
7010	Outside Consulting Services				
7020	Legal - General	235,000	186,354	235,000	1)
7030	Audit				
7040	Other Professional Fees				
7110	Conference - Employee				
7115	Conference - Directors	16,955	14,945	17,155	2) 2) See Exhibit F
7150	Travel & Accommodations - Employee				
7155	Travel & Accommodations - Director	39,925	24,411	36,625	2)
7210	Membership / Sponsorship	45,000	48,652	48,652	3) 3) See Exhibit D
7250	CDR Participation				
7310	Office Maintenance				
7320	Rents & Leases				
7330	Office Supplies				
7340	Postal / Mail Delivery	6,000	5,325	6,000	
7350	Subscriptions / Books				
7360	Reproduction Expense				
7410	Computers & Peripherals Maint				
7430	Software Purchase				
7440	Software Support				
7450	Computers and Equipment				
7580	Maintenance Expense				
7610	Automotive / Mileage	7,000	5,600	7,000	
7615	Toll Road Charges	300	225	300	
7620	Insurance Expense				
7640	Utilities - Telephone				
7650	Bank Fees				
7670	Miscellaneous Expenses	6,000	5,757	6,000	
8410	Overhead Reimbursement				
8610	Depreciation Expense				
8710	Election Expenses	-	140,815	-	4) 4) Will be paid w/ Election Reserve
8810	Capital Acquisition				
	Total Expenditure	1,404,336	1,424,293	1,578,049	
MWDOC's Contribution to Election Reserve		725,642	725,642	605,000	
		<u>2,129,978</u>	<u>2,149,935</u>	<u>2,183,049</u>	

Administrative - General
12

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget		
6010	Salaries & Wages - Admin	519,308	504,941	573,603		
6090	Directors Compensation - MWDOC					
6095	Directors Compensation - MWD					
6105	Benefits - Admin	200,775	188,633	221,094		
6115	Benefits - Directors					
6120	Health Insurance Coverage for Retirees					
6205	Training			6,000	1	1) See Exhibit J
6210	Tuition Reimbursement					
6220	Temporary Help	5,000	-	5,000		
7010	Outside Consulting Services					
7020	Legal - General					
7030	Audit					
7040	Other Professional Fees	25,000	10,250	-	1	1) See Exhibit J
7110	Conference - Employee	40,002	32,172	42,497	2	2) See Exhibit E
7115	Conference - Directors					
7150	Travel & Accommodations - Employee	89,580	72,000	85,900	2	
7155	Travel & Accommodations - Director					
7210	Membership / Sponsorship	181,162	168,674	151,684	3	3) See Exhibit D
7250	CDR Participation	67,789	67,789	72,650		
7305	Business Expense	5,000	4,932	5,500		
7310	Office Maintenance					
7320	Rents & Leases					
7330	Office Supplies					
7340	Postal / Mail Delivery					
7350	Subscriptions / Books	10,000	9,500	10,000		
7360	Reproduction Expense					
7410	Computer & Peripherals Maint					
7430	Software Purchase					
7440	Software Support					
7450	Computers and Equipment					
7580	Maintenance Expense					
7610	Automotive / Mileage	4,500	2,800	4,500		
7615	Toll Road Charges	300	130	250		
7620	Insurance Expense					
7640	Utilities - Telephone					
7650	Bank Fees					
7670	Miscellaneous Expenses	6,500	2,500	3,800		
8810	Capital Acquisition					
	Total Expenditure	1,154,916	1,064,321	1,182,478		

Personnel / Staff Development

13

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	347,729	367,678	406,292
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	90,744	109,787	122,537
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training	40,000	38,000	58,945
6210	Tuition Reimbursement	6,000	7,500	6,500
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General	25,000	25,000	25,000
7030	Audit			
7040	Other Professional Fees	6,000	29,485	-
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	32,800	28,000	35,500
8810	Capital Acquisition			
	Total Expenditure	548,272	605,450	654,774

1) See Exhibit J

Overhead
19

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	644,599	663,916	605,102
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	177,075	201,648	180,486
6109	CALPERS Unfunded Liability Contribution	207,000	207,000	207,000
6111	Overhead Reimbursement from Choice	(430,173)	(411,586)	(504,105)
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees	81,349	78,000	122,517
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	5,500	4,800	5,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7220	CUWA Participation			
7240	AWWARF Participation			
7250	CDR Participation			
7310	Office Maintenance	348,680	348,680	156,000
7315	Building Repair & Maintenance	30,200	45,000	57,200
7320	Rents & Leases	1,200	1,072	1,125
7330	Office Supplies	30,000	26,000	28,000
7340	Postal / Mail Delivery	3,600	2,600	2,800
7350	Subscriptions / Books			
7360	Reproduction Expense	9,000	7,800	8,500
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense	198,000	197,500	233,950
7640	Utilities - Telephone	42,000	48,535	46,924
7650	Bank Fees	2,400	2,400	2,400
7670	Miscellaneous Expenses	5,000	2,000	3,500
8410	Overhead Reimbursement			
8610	Depreciation Expense		62,568	
8810	Capital Acquisition	25,000	25,892	
	Total Expenditure	1,380,430	1,721,260	1,156,399

1) MWDOC will be using OPEB Designated reserves to pay for retiree healthcare benefit

2) See Exhibit J

3) Binding machine	\$ 800
Atrium/Landscape	\$ 14,400
Window Cleaning	\$ 2,000
Carpet Cleaning	\$ 2,000
Interior Plant Service	\$ 5,000
Extra Deep cleaning in office	\$ 3,000
Furniture cleaning	\$ 2,800
OCWD monthly & Receptionist	\$ 126,000
	\$ 156,000

4) Roofing Project \$ 350,000

MWDOC's Building Expense (8811)	366,376	222,686	350,000	4
Building Exp. Prior Year Carryover Dr/(Cr)	(366,376)	(350,000)	(350,000)	
OPEB Designated Reserve	-	-	(122,517)	1
	<u>1,380,430</u>	<u>1,593,946</u>	<u>1,033,882</u>	

Reliability Planning and Engineering

21

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	538,294	472,658	567,060
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	140,726	133,816	161,397
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services	188,000	230,100	470,000
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees		22,000	
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			4,900
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone	-	-	-
7650	Bank Fees			
7670	Miscellaneous Expenses	6,000	5,000	7,500
8810	Capital Acquisition			
	Total Expenditure	873,020	863,574	1,210,857

1) See Exhibit J

Metropolitan Issues and Water Policy

23

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	434,306	288,768	377,920
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	113,804	86,654	104,709
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services	105,000	105,000	100,000
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7045	Other Professional Fees - MET			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone	456		
7650	Bank Fees			
7670	Miscellaneous Expenses	1,000	1,000	1,500
8810	Capital Acquisition			
	Total Expenditure	654,565	481,421	584,129

1) See Exhibit J

Government Affairs

31

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	181,762	171,628	187,335
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	50,003	57,661	60,211
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			15,000
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	393,000	385,000	394,000
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			12,500
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	1,500	10,300	1,500
8410	Overhead Reimbursement			
8610	Depreciation Expense			
8710	Election Expenses			
8810	Capital Acquisition			
	Total Expenditure	626,265	624,589	670,546

1) See Exhibit J

1

1

Public Affairs
32

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	725,661	668,447	851,284
	Sal & Benefits - Reimb			(33,000)
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	214,719	219,022	259,741
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	280,000	275,000	220,000
7047	Prof Service-Grant Recovery			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7220	CUWA Participation			
7240	AWWARF Participation			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense	100,000	100,000	100,000
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Software Development			
7510	Site Maintenance			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone	550	456	550
7650	Bank Fees			
7670	Miscellaneous Expenses	80,500	80,000	102,400
8810	Capital Acquisition			
	Total Expenditure	1,401,430	1,342,925	1,500,976

1) 40% of 1 FTE's effort will be reimbursed split evenly between MWDOC and outside funding

2) See Exhibit J

3) Sponsorship Fund	\$	6,000
Member Agency Workshops & Meetings (PAW)	\$	6,000
Storage Facility	\$	8,900
MWDOC Attendance @ WPD/OCWS	\$	9,000
Wyland Mayors Challenge	\$	10,000
Scouts Programs	\$	7,500
Education Initiatives	\$	35,000
Pilot MWDOC Ambassador Program + Outreach Tours	\$	20,000
		<hr/>
	\$	102,400

**Water Use Efficiency
(Core)
35**

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	248,008	290,727	232,533
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	71,231	97,184	69,434
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	240,000	51,215	215,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship	17,526	8,582	8,550
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	6,000	250	6,000
8810	Capital Acquisition			
	Total Expenditure	582,765	447,958	531,517

1) See Exhibit J

General Finance

41

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget	
6010	Salaries & Wages - Admin	528,507	507,170	547,774	
6090	Directors Compensation - MWDOC				
6095	Directors Compensation - MWD				
6105	Benefits - Admin	162,111	154,292	164,353	
6115	Benefits - Directors				
6120	Health Insurance Coverage for Retirees				
6205	Training				
6210	Tuition Reimbursement				
6220	Temporary Help				
7010	Outside Consulting Services				
7020	Legal - General				
7030	Audit	36,500	27,000	37,445	1
7040	Other Professional Fees	17,750	43,975	15,200	2
7110	Conference - Employee				
7115	Conference - Directors				
7150	Travel & Accommodations - Employee				
7155	Travel & Accommodations - Director				
7210	Membership / Sponsorship				
7250	CDR Participation				
7310	Office Maintenance				
7320	Rents & Leases				
7330	Office Supplies				
7340	Postal / Mail Delivery				
7350	Subscriptions / Books				
7360	Reproduction Expense				
7410	Computer & Peripherals Maint				
7430	Software Purchase			120,000	3
7440	Software Support			15,000	4
7450	Computers and Equipment				
7580	Maintenance Expense				
7610	Automotive / Mileage				
7615	Toll Road Charges				
7620	Insurance Expense				
7640	Utilities - Telephone				
7650	Bank Fees				
7670	Miscellaneous Expenses	1,000	1,000	1,000	
8810	Capital Acquisition				
	Total Expenditure	745,868	733,437	900,773	

1) See Exhibit J

2) See Exhibit J

3) New ERP system
Implementation

4) New ERP Annual
Dues

Information Technology

45

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	132,962	125,240	135,124
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	44,693	42,092	44,736
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	134,500	84,810	65,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7220	CUWA Participation			
7240	AWWARF Participation			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computers & Peripherals Maint	17,500	5,000	15,850
7430	Software Purchase	81,540	104,298	144,411
7440	Software Support	4,648	50,185	5,000
7510	Site Maintenance			
7450	Computers and Equipment	29,250	43,000	45,250
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses	2,000	1,000	1,500
8810	Capital Acquisition	12,000	13,000	25,000
	Total Expenditure	459,093	468,625	481,871

1) See Exhibit J

1

**Water Use Efficiency
(choice)
62**

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
4215	Choice Revenue	989,455	803,364	1,183,382
4705	Prior Year Carry over			
	Choice billing over/under	-	295,261	-
	Total Revenue	989,455	1,098,625	1,183,382

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	506,978	567,354	579,177
6012	Sal & Benefits - Reimb	(65,000)	(40,000)	(15,000)
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	130,429	150,395	149,585
6111	Overhead Reimbursement	283,448	319,176	322,961
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	127,100	96,750	139,530
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery	500	450	650
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			480
7650	Bank Fees			
7670	Miscellaneous Expenses	6,000	4,500	6,000
8810	Capital Acquisition			
	Total Expenditure	989,455	1,098,625	1,183,382

1) See Exhibit J

**School Program
(choice)
63**

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
4215	Choice Revenue	496,062	96,173	511,211
4205	School Contracts			
4705	Prior Year Carry over			
	Choice billing over/under	-	271,257	-
	Total Revenue	496,062	367,429	511,211

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	7,314	6,255	8,815
	Sal & Benefits - Reimb		-	-
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	2,687	1,996	3,069
6111	Overhead Reimbursement	4,447	3,669	5,267
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7040	Other Professional Fees - School Programs	481,614	355,510	494,060
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8810	Capital Acquisition			
	Total Expenditure	496,062	367,429	511,211

1) • Elementary Schools	\$	292,150
• Middle Schools	\$	125,560
• High Schools	\$	76,350
	\$	494,060

**Water Loss Control
(choice)
70**

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
4215	Choice Revenue	559,118	266,070	351,416
4305	Revenue from MWD		224,930	297,079
4705	Prior Year Carry over			
	Choice billing over/under	-	(109,871)	0
	Total Revenue	559,118	381,129	648,495

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	234,172	160,748	300,763
6012	Sal & Benefits - Reimb			
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	85,778	38,811	96,104
6111	Overhead Reimbursement	142,278	88,742	175,877
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training	1,200	500	2,000
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees	55,000	39,102	50,000
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accommodations - Employee			
7155	Travel & Accommodations - Director			
7210	Membership / Sponsorship			
7220	CUWA Participation			
7240	AAWARF Participation			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7332	Supplies - Water Loss Control	4,800	4,000	4,000
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase	3,000	2,112	2,420
7440	Software Support			
7450	Computers and Equipment			
7510	Site Maintenance			
7580	Maintenance Expense			
7610	Automotive / Mileage	400	62	100
7612	Vehicle Expense	12,000	9,718	10,000
7615	Toll Road Charges	200	400	400
7620	Insurance Expense		200	200
7640	Utilities - Telephone	2,520	1,632	1,632
7650	Bank Fees			
7670	Miscellaneous Expenses	2,770	4,977	5,000
8410	Overhead Reimbursement			
8610	Depreciation Expense		15,126	
8710	Election Expenses			
8810	Capital Acquisition	15,000	15,000	
	Total Expenditure	559,118	381,129	648,495

1) See Exhibit J

WEROC
25

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
4320	MWDOC Contribution to Operations	300,808	296,290	353,149
4210	WEROC Contracts	300,808	269,651	353,149
4205				
4230	Reimbursements			
4240				
4410				
4805				
	TOTAL WEROC Revenue	601,615	565,941	706,297

1) OCSD	\$	69,217
SOCWA	\$	26,839
OCWD	\$	176,574
3 Cities @\$26,839	\$	80,518
	\$	353,149

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	412,741	403,000	492,542
6012	Sal & Benefits - Reimb		-	-
6090	Directors Compensation - MWDOC		-	-
6095	Directors Compensation - MWD		-	-
6105	Benefits - Admin	135,674	132,650	153,705
6115	Benefits - Directors		-	-
6120	Health Insurance Coverage for Retirees		-	-
6205	Training	6,000	6,800	6,000
7040	Other Professional Fees		22,920	-
7110	Conference - Employee	2,000	4,900	6,430
7115	Conference - Directors		-	-
7150	Travel & Accommodations - Employee	6,200	7,323	17,770
7155	Travel & Accommodations - Director		-	-
7210	Membership / Sponsorship	950	950	1,450
7330	Office & Radio Supplies	1,000	295	750
7340	Postal / Mail Delivery		-	-
7350	Subscriptions / Books		-	-
7360	Reproduction Expense		-	-
7410	Computer & Peripherals Maint	4,000	4,064	2,000
7430	Software Purchase		-	-
7440	Software Support	12,000	11,220	12,000
7510	Site Maintenance	350	350	350
7580	Maintenance - Generators	1,000	-	1,000
7581	Maintenance - Radios	3,000	2,986	3,000
7582	Maintenance - EOC's	2,200	1,200	1,500
7610	Automotive / Mileage	1,500	510	500
7640	Utilities - Telephone	8,000	5,200	6,000
7650	Bank Fees		-	-
7670	Miscellaneous Expenses	3,000	3,128	4,000
7671	Miscellaneous Training	2,000	4,290	2,000
8610	Depreciation Expense		3,879	
	Operations Expenditure	601,615	611,786	710,997
	Contribution (Draw) from WEROC Reserves			(4,700)
	Total Operations Budget	601,615	611,786	706,297
	Capital Expenditures			
	Total Expenditures	601,615	611,786	706,297

- 2) Cert Meetings Exercises
- 3) See Exhibit J
- 4) See Exhibit E
- 5) See Exhibit D

AMP Proceeds Agreement Administration

61

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
4020	Interest Revenue			
4050	O & M Maintenance Deposit			
4230	Reimbursement	1,906	(0)	(0)
4680	Miscellaneous Income			
	Prior Year Carryover		298	944
	Total Revenue	1,906	298	944

		FY 2024-2025 Budget	FY 2024-2025 Projected Actuals	FY 2025-2026 Proposed Budget
6010	Salaries & Wages - Admin	1,491	235	745
6090	Directors Compensation - MWDOC			
6095	Directors Compensation - MWD			
6105	Benefits - Admin	415	63	199
6115	Benefits - Directors			
6120	Health Insurance Coverage for Retirees			
6205	Training			
6210	Tuition Reimbursement			
6220	Temporary Help			
7010	Outside Consulting Services			
7020	Legal - General			
7030	Audit			
7040	Other Professional Fees			
7110	Conference - Employee			
7115	Conference - Directors			
7150	Travel & Accomodations - Employee			
7155	Travel & Accomodations - Director			
7210	Membership / Sponsorship			
7220	CUWA Participation			
7240	AAWARF Participation			
7250	CDR Participation			
7310	Office Maintenance			
7320	Rents & Leases			
7330	Office Supplies			
7340	Postal / Mail Delivery			
7350	Subscriptions / Books			
7360	Reproduction Expense			
7410	Computer & Peripherals Maint			
7430	Software Purchase			
7440	Software Support			
7450	Computers and Equipment			
7580	Maintenance Expense			
7610	Automotive / Mileage			
7615	Toll Road Charges			
7620	Insurance Expense			
7640	Utilities - Telephone			
7650	Bank Fees			
7670	Miscellaneous Expenses			
8810	Capital Acquisition			
	Total Expenditure	1,906	298	944

**Municipal Water District of Orange County
FY25/26 Consolidated Budget Summary**

	Core & Choice	Water Fund	WUE Grants and Outside Funding	WEROC	AMP Proceeds Agreement Administration	Total with Inter-Fund Transfers	Less Inter-Fund Transfers	Consolidated Budget Total
Revenues:								
Water Sales		\$ 201,334,301				\$ 201,334,301		\$ 201,334,301
Local Resource Program Incentives		(3,840,576)				(3,840,576)		(3,840,576)
Retail Meter Charge	9,939,371					9,939,371		9,939,371
Ground Water Customer Charge	414,371					414,371		414,371
Reimb for PARS OPEB Trust Reimbursement	122,517					122,517		122,517
Interest Revenue	916,000	-				916,000		916,000
MWDOC's Contribution				353,149		353,149	(353,149)	-
Outside Fundings	-		8,349,498	353,149	944	8,703,590		8,703,590
Choice Revenue	2,343,088					2,343,088		2,343,088
Miscellaneous Income	5,000					5,000		5,000
Total Revenues	13,740,347	197,493,724	8,349,498	706,297	944	220,290,810	(353,149)	219,937,662
Expenses:								
Water Purchases	-	197,493,724				197,493,724		197,493,724
Salaries & Wages	5,841,491			492,542	745	6,334,777		6,334,777
less S & W Reimb. DSC or Recov from Grants	(48,000)			-		(48,000)		(48,000)
Employee Benefits	1,981,275			153,705	199	2,135,179		2,135,179
Outside Consulting Expense	570,000					570,000		570,000
Professional Fees	1,597,790		8,349,498	-		9,947,288	-	9,947,288
Contribution to Election Reserve	605,000					605,000		605,000
Legal Expense - General	260,000			-	-	260,000		260,000
Maintenance Expense	213,200			4,350		217,550		217,550
Insurance Expense	234,150			-		234,150		234,150
Membership / Sponsorship	221,386			1,450		222,836		222,836
Director Compensation	288,793					288,793		288,793
MWDOC Contribution to WEROC Operations	353,149					353,149	(353,149)	-
Others:								
MWD Representation	165,025					165,025		165,025
Director Benefits	159,472					159,472		159,472
Health Insurance Coverage for Retirees	122,517				-	122,517		122,517
Audit Expense	37,445				-	37,445		37,445
Automotive & Toll Road Expenses	22,550			500		23,050		23,050
Conference Expense - Staff	42,497			6,430		48,927		48,927
Conference Expense - Directors	17,155					17,155		17,155
CDR Participation	72,650					72,650		72,650
Business Expense	5,500					5,500		5,500
Miscellaneous Expense	183,600			7,500	-	191,100		191,100
Postage / Mail Delivery	9,450					9,450		9,450
Rents & Leases	1,125			-		1,125		1,125
Outside Printing, Subscription & Books	118,500			-		118,500		118,500
Office Supplies	32,000			750		32,750		32,750
Computer Maintenance	15,850			2,000		17,850		17,850
Software Support & Expense	291,731			12,000		303,731		303,731
Computers and Equipment	45,250			-		45,250		45,250
Telecommunications Expense	49,586			6,000		55,586		55,586
Temporary Help Expense	5,000					5,000		5,000
Training Expense	84,445			6,000		90,445		90,445
Tuition Reimbursement	6,500					6,500		6,500
Travel & Accommodations - Staff	85,900			17,770		103,670		103,670
Travel & Accommodations - Directors	36,625					36,625		36,625
Depreciation Expense (annualized)	-					-		-
Overhead Reimbursement	-				-	-		-
MWDOC Building Expense	-					-		-
Capital Acquisition	25,000			-		25,000		25,000
All Other Expenses	1,635,373	-	-	54,250	-	1,689,623	-	1,689,623
Total Expenses	13,753,606	197,493,724	8,349,498	706,297	944	220,304,069	(353,149)	219,950,920
EFFECT ON RESERVES / FUND BALANCE	\$ (13,259)	\$ -	\$ -	\$ -	\$ -	\$ (13,259)	\$ -	\$ (13,258)

Municipal Water District of Orange County
FY24/25 Consolidated Budget Summary

	Core & Choice	Water Fund	WUE Grants and Outside Funding	WEROC	AMP Proceeds Agreement Administration	Total with Inter-Fund Transfers	Less Inter-Fund Transfers	Consolidated Budget Total
Revenues:								
Water Sales		\$ 212,883,116				\$ 212,883,116		\$ 212,883,116
Local Resource Program Incentives		(4,661,958)				(4,661,958)		(4,661,958)
Retail Meter Charge	9,580,818					9,580,818		9,580,818
Ground Water Customer Charge		405,463				405,463		405,463
Reimb for PARS OPEB Trust Reimbursement	80,000					80,000		80,000
Interest Revenue	738,960					738,960		738,960
MWDOC's Contribution				300,808		300,808	(300,808)	-
Outside Fundings	-		10,872,042	300,808	1,906	11,174,756		11,174,756
Choice Revenue	2,044,635					2,044,635		2,044,635
Miscellaneous Income	3,000					3,000		3,000
Total Revenues	12,852,876	208,221,158	10,872,042	601,615	1,906	232,549,597	(300,808)	232,248,789
Expenses:								
Water Purchases	-	208,221,158				208,221,158		208,221,158
Salaries & Wages	5,422,706			412,741	1,491	5,836,938		5,836,938
less S & W Reimb. DSC or Recov from Grants	(65,000)			-		(65,000)		(65,000)
Employee Benefits	1,785,059			135,674	415	1,921,147		1,921,147
Outside Consulting Expense	293,000					293,000		293,000
Professional Fees	1,765,464		10,872,042	-		12,637,506		12,637,506
Contribution to Election Reserve	725,642					725,642		725,642
Legal Expense - General	260,000			-		260,000		260,000
Maintenance Expense	378,880			4,350		383,230		383,230
Insurance Expense	198,000			-		198,000		198,000
Membership / Sponsorship	243,688			950		244,638		244,638
Director Compensation	275,041					275,041		275,041
MWDOC Contribution to WEROC Operations	300,808					300,808	(300,808)	-
Others:								
MWD Representation	157,166					157,166		157,166
Director Benefits	149,557					149,557		149,557
Health Insurance Coverage for Retirees	81,349					81,349		81,349
Audit Expense	36,500					36,500		36,500
Automotive & Toll Road Expenses	24,700			1,500		26,200		26,200
Conference Expense - Staff	40,002			2,000		42,002		42,002
Conference Expense - Directors	16,955					16,955		16,955
CDR Participation	67,789					67,789		67,789
Business Expense	5,000					5,000		5,000
Miscellaneous Expense	159,470			7,200		166,670		166,670
Postage / Mail Delivery	10,100					10,100		10,100
Rents & Leases	1,200			-		1,200		1,200
Outside Printing, Subscription & Books	119,000			-		119,000		119,000
Office Supplies	34,800			1,000		35,800		35,800
Computer Maintenance	17,500			4,000		21,500		21,500
Software Support & Expense	89,188			12,000		101,188		101,188
Computers and Equipment	29,250			-		29,250		29,250
Telecommunications Expense	45,526			8,000		53,526		53,526
Temporary Help Expense	5,000					5,000		5,000
Training Expense	41,200			6,000		47,200		47,200
Tuition Reimbursement	6,000					6,000		6,000
Travel & Accommodations - Staff	89,580			6,200		95,780		95,780
Travel & Accommodations - Directors	39,925					39,925		39,925
Depreciation Expense (annualized)	-					-		-
Overhead Reimbursement	-					-		-
MWDOC Building Expense	-					-		-
Capital Acquisition	52,000			-		52,000		52,000
All Other Expenses	1,318,758	-	-	47,900	-	1,366,658	-	1,366,658
Total Expenses	12,902,045	208,221,158	10,872,042	601,615	1,906	232,598,766	(300,808)	232,297,958
EFFECT ON RESERVES / FUND BALANCE	\$ (49,169)	\$ -	\$ -	\$ -	\$ -	\$ (49,169)	\$ -	\$ (49,169)



ACTION ITEM

April 16, 2025

TO: Board of Directors

FROM: **Administration & Finance Committee**
(Directors Crane, Thomas, Nederhood)

Harvey De La Torre, General Manager

Staff Contact: Melissa Baum-Haley
Alex Heide

SUBJECT: Proposed MWDOC Water Rate Resolution for Fiscal Year 2025-26

STAFF RECOMMENDATION

It is recommended that the Board of Directors:

1. **Increase** the MWDOC Retail Meter Charge from \$14.75 to \$15.25 per meter, and **increase** the Groundwater Customer Charge from \$405,463 to \$414,371 effective July 1, 2025; and
2. Adopt the Water Rate Resolution setting forth rates and charges to be effective July 1, 2025 and January 1, 2026 as identified in the Water Rate Resolution for Fiscal Year 2025-26.

COMMITTEE RECOMMENDATION

Committee concurred with staff recommendation.

SUMMARY

MWDOC adopts a water rate resolution annually to reflect water rates and charges required to collect revenue to support MWDOC's annual budget and to recover the costs of providing imported water. Attachment A is the proposed MWDOC Water Rate Resolution for Fiscal Year 2025-26 with redline changes.

Budgeted: <input type="checkbox"/> Yes <input type="checkbox"/> No	Budgeted amount:	Core: <input type="checkbox"/>	Choice: <input type="checkbox"/>
Action item amount:		Movement between funds: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Below is a summary of the draft proposed Rates and Charges for FY 2025-26:

MWDOC Proposed Rates & Charges		Proposed Rates July 1, 2025
MWDOC Retail Meter Charge		\$15.25/meter
MWDOC Groundwater Customer Charge*		\$414,371

MET Rates & Charges	Current Rates January 1, 2025	Proposed Rates January 1, 2026
System Access Rate	\$463	\$492
System Power Rate	\$159	\$179
MWDOC Melded Supply Rate	\$290	\$313
Treatment Surcharge	\$483	\$544
Treated Full Service Rate	\$1,395	\$1,528
Untreated Full Service Rate	\$912	\$984

ALIGNMENT WITH BOARD STRATEGIC PRIORITIES

- | | |
|----------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> Clarifying MWDOC's mission and role; defining functions and actions. | <input type="checkbox"/> Work with member agencies to develop water supply and demand objectives. |
| <input type="checkbox"/> Balance support for Metropolitan's regional mission and Orange County values and interests. | <input checked="" type="checkbox"/> Solicit input and feedback from member agencies. |
| <input type="checkbox"/> Strengthen communications and coordination of messaging. | <input type="checkbox"/> Invest in workforce development and succession planning. |

Additional Comments: *The MWDOC rates and charges have been presented to the member agencies through both the A&F budget workshops and the MWDOC member agency managers meetings.*

BOARD OPTIONS

Option #1:

- **Increase** the MWDOC Retail Meter Charge from \$14.75 to \$15.25 per meter, and **increase** the Groundwater Customer Charge from \$405,463 to \$414,371 effective July 1, 2025; and
- Adopt the Water Rate Resolution setting forth rates and charges to be effective July 1, 2025 and January 1, 2026 as identified in the Water Rate Resolution for Fiscal Year 2025-26.

Fiscal Impact: *Adopting the proposed rates and rate resolution will generate the projected revenue needed to meet the District's expenses for Fiscal Year 2025-26.*

- **Option #2:** Not adopt the proposed Water Rates and Water Rate Resolution at this time, and present revisions to the Board in either May or June of 2025.

Fiscal Impact: The fiscal impacts of any revisions to the rates or rate resolution will need to be evaluated.

List of Attachments/Links:
<i>Attachment 1: MWDOC FY 25-26 Rate Resolution Redline</i>
<i>Attachment 2: MWDOC FY 25-26 Rate Resolution with Exhibits</i>

RESOLUTION NO.
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
ESTABLISHING WATER RATES

WHEREAS, pursuant to Water Code sections 71610, 71614 and 71616, the Municipal Water District of Orange County (MWDOC) is authorized to establish water rates and charges for water which will result in revenues sufficient to meet the operating expenses of the District to provide for repairs and depreciation of works, provide a reasonable surplus for improvements, extensions and enlargements, and cover principal and interest payments and costs associated with bonded debt; and,

WHEREAS, the District currently imports water from the Metropolitan Water District of Southern California (Metropolitan). Metropolitan adopted rates for water service consisting of a water supply rate, and separate unbundled rates for system access, system power, water treatment, and fixed charges for the Capacity Charge and Readiness-to-Serve Charge, which are imposed on MWDOC as a condition of receiving water deliveries from Metropolitan; and,

WHEREAS, pursuant to Section 1117 of the MWDOC Administrative Code, the MWDOC Board of Directors adopted Ordinance No. 55 establishing classes of water service, and terms and conditions of such service, and intends to adopt this Resolution fixing the rates and charges for said classes of water service (including Choice services in Section 6); and,

WHEREAS, the Board of Directors has reviewed the cost of water, including its current water supply costs and other charges imposed on MWDOC by Metropolitan, and with respect to the projected MWDOC operating expenses and financial needs, and has determined that it is necessary and appropriate to establish new rates and charges for water service and programs provided by MWDOC; and,

WHEREAS, the Board of Directors has reviewed the water supply, water demand and

replenishment conditions in the Orange County Water District (OCWD) Basin and the impact these conditions will have on MWDOC's imported water purchases from Metropolitan; and,

WHEREAS, MWDOC's Administration and Finance Committee and Board reviewed the issue of tiered or melded water rates for Tier-1 and Tier-2 purchases from Metropolitan in November 2004, and retained the establishment of a melded rate, with a provision for further review should the OCWD's basin pumping percentage fall below 60% in the future; and,

WHEREAS, Metropolitan continues to levy its Standby Charge within the MWDOC service area, which will be credited against Metropolitan's Readiness-to-Serve Charge and will provide an equivalent offset on the Metropolitan charges imposed on MWDOC; and,

WHEREAS, Metropolitan assesses a Capacity Charge to MWDOC based on MWDOC's highest cumulative peak day delivery rate in cubic feet per second (CFS) between May 1 and September 30 in the three preceding calendar years, ending on the year prior to the year of the charge being imposed; and,

WHEREAS, MWDOC engaged Raftelis Financial Consultants, Inc. to prepare a cost of service allocation and rate study (Rate Study) for MWDOC's rates and charges in 2016 and 2021; and,

WHEREAS, the 2021 Core Service Allocation Study affirmed MWDOC's Retail Meter Charge, and modified the Groundwater Customer Charge effective with the fiscal year 2021-22 rates and charges; and,

WHEREAS, beginning with the budget year commencing July 1, 2011 through June 30, 2012, the MWDOC Board approved changing the format of the budget and how certain "Choice" services are to be funded by those MWDOC member agencies and the cities of Anaheim, Fullerton and Santa Ana (3 Cities) electing to receive such services; and,

WHEREAS, the MWDOC Board has approved the "Choice" services, the associated budgets, and the methods for allocating such costs to the member agencies and 3 Cities, and

has directed staff to bill for those costs pursuant to Section 10 of this Resolution as part of MWDOC's water rates and charges; and,

WHEREAS, there is a need to charge for costs associated with the transfer or wheeling of water into the MWDOC service area by any member agency as is provided for in this Resolution.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Municipal Water District of Orange County that, subject to the terms and conditions set forth herein, the rates and charges for the classes of water service provided by MWDOC to MWDOC's member agencies shall be as follows:

SECTION 1. RATES FOR CLASSES OF WATER SERVICE.

The rates per acre-foot of water sold or delivered by MWDOC to its member agencies shall be as follows:

- (a) For Full Service, including water delivered for domestic, municipal, and agricultural purposes, including seawater barrier and groundwater replenishment.

Rate Component	July 1 through December 31, 2024 <u>2025</u>	Beginning January 1, 2025 <u>2026</u>
Untreated Full Service	\$903.00 <u>\$912.00</u>	\$912.00 <u>\$984.00</u>
Treated Full Service	\$1,256.00 <u>\$1,395.00</u>	\$1,395.00 <u>\$1,528.00</u>
Unbundled Rate By Component:		
System Access Rate	\$389.00 <u>\$463.00</u>	\$463.00 <u>\$492.00</u>
System Power Rate	\$182.00 <u>\$159.00</u>	\$159.00 <u>\$179.00</u>
MWDOC Melded Supply Rate	\$332.00 <u>\$290.00</u>	\$290.00 <u>\$313.00</u>
Subtotal Untreated Full Service:	\$903.00 <u>\$912.00</u>	\$912.00 <u>\$984.00</u>
Treatment Surcharge	\$353.00 <u>\$483.00</u>	\$483.00 <u>\$544.00</u>
Total Treated Full Service:	\$1,256.00 <u>\$1,395.00</u>	\$1,395.00 <u>\$1,528.00</u>

* In November of 2021 the Metropolitan Board directed staff to recover demand management costs via the supply rate,

(b) MWDOC Drought Allocation Surcharge

Rates for a Drought Allocation Surcharge are established by Board action in accordance with the MWDOC Water Supply Allocation Plan (WSAP), as required.

(c) MWDOC Melded Supply Rate

The MWDOC Melded Supply Rate is established by Board action to recover Metropolitan's Tier 1 supply rate plus any additional water costs, fees, charges,

and rates that benefit the District's service area, ~~such as funding the MWDOC Tier 2 Contingency Fund~~. At this time, the MWDOC Melded Supply Rate is equal to Metropolitan's Tier 1 Supply Rate.

SECTION 2. MWDOC READINESS-TO-SERVE CHARGE.

(a) Amount Due to Metropolitan from MWDOC

Metropolitan has notified MWDOC that for fiscal year ~~2024-25~~2025-26 Metropolitan estimates that the amount of Metropolitan's Readiness-to-Serve (RTS) Charge applicable to MWDOC, which exceeds the standby charges collected in MWDOC's service area (Net RTS) is \$~~16,263,519~~17,600,208. The Net RTS Charge will be allocated among the MWDOC member agencies, as provided herein and invoiced as a fixed charge to each MWDOC member agency. Metropolitan will bill MWDOC for the Net RTS Charge on a monthly installment basis. The MWDOC Net RTS Charge will be invoiced to each MWDOC member agencies on a monthly basis.

(b) Apportionment of Net Metropolitan RTS Charge to MWDOC's Member Agencies

The MWDOC method of apportioning the Net RTS Charge to the MWDOC member agencies uses the most recently completed four-year rolling average of fiscal year full service purchases of water ending one year prior to the year of the charge being imposed (i.e., for fiscal year ~~2024-25~~2025-26 charges, the four-year average shall be based on fiscal years ~~2019-20~~2020-21 through ~~2022-23~~2023-24). The Net RTS Charge to MWDOC shall be apportioned to the MWDOC member agencies based on the four-year average of full service sales, which would include all cyclic, wheeled, and transferred water.

(c) Fiscal Year ~~2024-25~~2025-26 MWDOC RTS Charge

For fiscal year ~~2024-25~~2025-26, MWDOC will charge the MWDOC member agencies total Net RTS Charges of \$~~16,263,519~~17,600,208. The amount of the Net RTS Charge to be

apportioned to each of the MWDOC member agencies is set forth in **Exhibit A**, attached hereto and by this reference incorporated herein made an operative part hereof.

(d) Adjustment of RTS Charge

Metropolitan determines its Net RTS Charge to each member agency based on the estimated revenue derived from the Metropolitan Standby Charge within each member agency (less delinquencies and administrative costs). The projected Net Standby Charge revenue for MWDOC in fiscal year ~~2024-25~~2025-26 is set forth in **Exhibit A**. Once the actual Net Standby Charge revenue is known, Metropolitan may adjust the amount of the Net RTS Charge for the prior year through an additional charge or credit. Any adjustment necessary to reconcile the estimated Net RTS Charge with the actual Net RTS Charge will be charged or credited to each MWDOC member agency in the next regularly scheduled water billing following the preparation of the reconciliation report by Metropolitan.

SECTION 3. **MWDOC CAPACITY CHARGE**

(a) Amount due to Metropolitan from MWDOC

Metropolitan has notified MWDOC that for calendar year ~~2025~~2026, the amount of the Metropolitan Capacity Charge to be imposed on MWDOC will be \$~~4,371,900~~4,089,000. The Metropolitan Capacity Charge will be allocated among the MWDOC member agencies as provided herein and invoiced as a fixed charge to each member agency. Metropolitan will bill MWDOC for the Capacity Charge on a monthly installment basis. The MWDOC Capacity Charge will be invoiced to the MWDOC member agencies on a monthly basis.

(b) Apportionment of Metropolitan's Capacity Charge to MWDOC's Member Agencies

The MWDOC method of apportioning the Capacity Charge to the MWDOC member agencies uses each member agency's highest peak day flow for delivery of full service water, which includes wheeled and transferred water, during the period of May 1 through September

30 of each year for the three-year period ending one year prior to the year of the charge being imposed (i.e., for calendar year ~~2025-2026~~ charges, the highest peak day flow shall be based on May 1 through September 30, ~~2024-2022~~, ~~2022-2023~~, and ~~2023-2024~~). The peak day flow for each MWDOC member agency is used to apportion the Capacity Charge based upon the ratio of each agency's highest peak day flow to the sum of all member agencies' highest peak day flows. The amount of the ~~2025-2026~~ Capacity Charge apportioned to each member agency is set forth in **Exhibit B**, attached hereto and by this reference incorporated herein and made an operative part hereof.

SECTION 4. MWDOC'S RETAIL METER CHARGE.

The annual charge to be imposed by MWDOC on each member agency except for Orange County Water District (OCWD) for each retail water meter served by such MWDOC member agency which is in service as of January 1 of each year (MWDOC's Retail Meter Charge) shall be ~~\$14.75~~15.25. MWDOC's Retail Meter Charge shall be collected in accordance with Section 10 of this Resolution. Annually, or at such time as determined to be necessary, MWDOC will request supporting documentation from each member agency to verify the number of retail meters within their service area, and such documentation shall be signed by a representative of the member agency. MWDOC is also authorized to conduct random on-site visits with the member agencies to verify the data on the number of retail meters.

SECTION 5. MWDOC GROUNDWATER CUSTOMER CHARGE

The annual charge to be imposed on OCWD for Core services provided by MWDOC for fiscal year ~~2024-25~~2025-26 shall be ~~\$405,463~~414,371. MWDOC's Groundwater Customer Charge to be imposed on OCWD shall be collected in accordance with Section 10

of this Resolution.

The Groundwater Customer Charge is calculated based on OCWD's proportionate share of all of MWDOC's cost centers of MWDOC's fiscal year ~~2024-25~~2025-26 general fund core budget; excluding the WEROC cost center. OCWD's proportionate share is calculated as one twenty-sixth of all core cost centers except for WEROC.

SECTION 6. CHOICE SERVICES TO THE MWDOC MEMBER AGENCIES ~~2024-25~~2025-26

The Choice services to the member agencies shall be provided and charged for as follows for Fiscal Year ~~2024-25~~2025-26. Each Choice service is voluntary and provided at the option of the member agency, and the costs for such Choice services are not "imposed" for purposes of article XIII C, section 1(e) of the California constitution:

- (a) Water Use Efficiency Program – The cost of MWDOC's Water Use Efficiency Program shall be allocated to those agencies electing to participate in the program. The costs shall be apportioned to the participants in proportion to the benefits received from Metropolitan and/or any other outside sources of funding in calendar year ~~2024~~2023. There may be other costs allocated over and above these costs for participation in certain water use efficiency program efforts in various parts of Orange County that are separate from this basic program. Anything beyond the basic program will be implemented separately by agreement or memorandum of understanding with each participating agency. The costs to be charged shall reflect any carry-over or deficit funds from the preceding fiscal year.
- (b) The MWDOC Elementary School Program provides comprehensive water education for Orange County elementary school students in Grades K-5. Through this program, each participating agency may set a target number of

sessions to offer in their service area. In grades K-2, the MWDOC Elementary School Program charges participating agencies per school assembly, at a cost based on the size of the school assembly. In grades 3-5, the MWDOC Elementary School Program charges each participating agency at a cost per session based on the actual number of sessions provided.

- (c) The MWDOC Middle School Program provides comprehensive water education for Orange County middle school students in Grades 6-8. Through this program, each participating agency may set a target number of sessions to offer in their service area. The MWDOC Middle School Program charges each participating agency at a cost per session based on the actual number of sessions provided.
- (d) The MWDOC High School Program provides comprehensive water education for Orange County high school students in Grades 9-12. Through this program, each participating agency may set a target number sessions to offer in their service area. The MWDOC High School Program charges each participating agency at a cost per session based on the actual number of sessions provided.
- (e) Blank
- (f) The Water Loss Control Program provides a complement of technical assistance and shared service through consultants and in-house operations to retail agencies in Orange County. The costs for the program varies per agency according to the level of professional and technical service selected by each participating agency. The costs to be charged shall reflect any carry-over or deficit funds from the preceding fiscal year.

The details on these Choice options and charges to each agency are included in Section 10 and are set forth in **Exhibit C**, attached hereto and by this reference

incorporated herein and made an operative part hereof.

SECTION 7. RATES AND CHARGES FOR WHEELED, EXCHANGED OR TRANSFERRED

WATER

Unless otherwise specified by written agreement with MWDOC, MWDOC shall charge the member agencies for water wheeled, exchanged, or transferred through exchanges with Metropolitan into the MWDOC service area in accordance with the provisions below.

Wheeled, exchanged, or transferred water will also be assessed, unless otherwise specified by written agreement, at the then-applicable rates for wheeling services set by Metropolitan's Board of Directors from time to time pursuant to its Administrative Code for the use of Metropolitan's facilities to transport water not owned or controlled by Metropolitan to Metropolitan's member agencies. Metropolitan's rates for "wheeling service" are defined in the Metropolitan Administrative Code. Metropolitan's rate for wheeling service does not include power utilized for delivery, which the wheeling party must provide or pay directly at its own cost (if power can be scheduled by Metropolitan) or pay to Metropolitan at Metropolitan's actual (not system average) cost.

In addition to these charges, MWDOC shall assess the following charges related to costs, pursuant to applicable law:

- (a) A one-time administrative charge, based on actual time spent to account for the staff time and legal counsel required for preparation of an agreement or agreements to establish the legal and administrative framework for water to be wheeled or transferred through exchanges with Metropolitan.
- (b) Unless otherwise specified by written agreement with MWDOC, an annual charge will be assessed, based on actual time spent in any year

in which water is wheeled or transferred through exchanges with Metropolitan, to cover staff time to account for and bill for the water.

- (c) Other charges established by written agreement between MWDOC and a member agency that reflect additional costs of wheeling water.

SECTION 8. MWDOC WATER SUPPLY ALLOCATION PLAN (WSAP)

In the event that a regional water shortage is declared, the MWDOC Board can implement, adjust, or adopt an updated Water Supply Allocation Plan (Plan). This Plan, as adopted in 2009, updated in 2014 and 2016, and as amended from time to time, established procedures allowing MWDOC to assess an allocation surcharge to its member agencies in the event MWDOC is assessed an allocation surcharge under Metropolitan's own "Water Supply Allocation Plan." Under MWDOC's Plan, surcharges may be assessed according to a particular member agency's prorated share of its over usage relative to the MWDOC surcharge amount assessed by Metropolitan. However, the rates set forth in this Resolution do not include or otherwise account for potential surcharges that may be assessed by MWDOC under its Water Supply Allocation Plan, and nothing contained herein is intended to preclude MWDOC from charging such surcharges as authorized in the Water Supply Allocation Plan.

SECTION 9. EFFECTIVE DATE.

The rates set forth in this Resolution shall become effective as of July 1, ~~2024~~2025 or thereafter as specified and shall remain in effect until changed by subsequent Resolution of the Board of Directors.

SECTION 10. BILLING AND PAYMENT.

Billing Schedule. MWDOC member agencies shall be billed for water delivered and for other charges as follows:

- (a) MWDOC's cost of acquisition of the water shall be billed in the month following delivery of the water;
- (b) MWDOC's Retail Meter Charge shall be billed once annually on or after July 1st of each year, for each retail water service meter within each member agency's service area;
- (c) the MWDOC Readiness-to-Serve Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit A**, the MWDOC Capacity Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit B**; and
- (d) the MWDOC Choice services shall be billed once annually on or after July 1st of each year or as otherwise during the fiscal year in accordance with **Exhibit C** and/or as may be adjusted during the fiscal year in discussions with and as agreed to by the Choice Program participants.
- (e) The fixed annual Groundwater Customer Charge to OCWD, as set forth in MWDOC's Water Rate Ordinance No. 55 and referred to in Section 5 hereof, shall be billed to OCWD annually at the beginning of the fiscal year on July 1st.

All such billings shall be due on receipt by the member agency and shall be delinquent if payment is not received by MWDOC by the 15th day of the month following the mailing of the billing or within 30 days of mailing of such billing, whichever date is later.

SECTION 11. EXEMPTION FROM CEQA.

The Board of Directors finds that the adoption of the rates and charges as set forth in

this Resolution are exempt from the California Environmental Quality Act under Section 21080(b)(8) of the Public Resources Code in that the water rates established herein are for the purpose of meeting operating expenses of MWDOC, including employee wages and fringe benefits, purchasing or leasing of supplies, equipment and materials, meeting financial reserve needs and requirements and, obtaining funds for capital projects necessary to maintain service within existing service areas.

SECTION 12. **REASONABLE COST.**

The Board of Directors finds that the water rates established herein are in accordance with the adopted fiscal year ~~2024-25~~2025-26 budget, and that said rates do not exceed the reasonable cost of providing water service and other services and regulatory functions for which they are charged.

SECTION 13. **SUPERSEDES PRIOR RESOLUTIONS.**

All resolutions, ordinance, or administrative actions by the Board or parts thereof that are inconsistent with any provision of this Resolution are hereby superseded only to the extent of such inconsistency.

SECTION 14. **RATES SUBJECT TO ORDINANCE.**

The rates for water service established herein are subject to Ordinance No. 55 as it may be amended from time to time.

SECTION 15. **IMPLEMENTATION.**

The General Manager is directed to establish procedures to implement this Resolution.

BE IT FURTHER RESOLVED that a copy of this Resolution be sent to each of MWDOC's member agencies.

Said Resolution No. was adopted on April ____, ~~2024-2025~~ by the following roll call vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

MARIBETH GOLDSBY, District Secretary

Municipal Water District of Orange County

RESOLUTION NO.
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
ESTABLISHING WATER RATES

WHEREAS, pursuant to Water Code sections 71610, 71614 and 71616, the Municipal Water District of Orange County (MWDOC) is authorized to establish water rates and charges for water which will result in revenues sufficient to meet the operating expenses of the District to provide for repairs and depreciation of works, provide a reasonable surplus for improvements, extensions and enlargements, and cover principal and interest payments and costs associated with bonded debt; and,

WHEREAS, the District currently imports water from the Metropolitan Water District of Southern California (Metropolitan). Metropolitan adopted rates for water service consisting of a water supply rate, and separate unbundled rates for system access, system power, water treatment, and fixed charges for the Capacity Charge and Readiness-to-Serve Charge, which are imposed on MWDOC as a condition of receiving water deliveries from Metropolitan; and,

WHEREAS, pursuant to Section 1117 of the MWDOC Administrative Code, the MWDOC Board of Directors adopted Ordinance No. 55 establishing classes of water service, and terms and conditions of such service, and intends to adopt this Resolution fixing the rates and charges for said classes of water service (including Choice services in Section 6); and,

WHEREAS, the Board of Directors has reviewed the cost of water, including its current water supply costs and other charges imposed on MWDOC by Metropolitan, and with respect to the projected MWDOC operating expenses and financial needs, and has determined that it is necessary and appropriate to establish new rates and charges for water service and programs provided by MWDOC; and,

WHEREAS, the Board of Directors has reviewed the water supply, water demand and

replenishment conditions in the Orange County Water District (OCWD) Basin and the impact these conditions will have on MWDOC's imported water purchases from Metropolitan; and,

WHEREAS, MWDOC's Administration and Finance Committee and Board reviewed the issue of tiered or melded water rates for Tier-1 and Tier-2 purchases from Metropolitan in November 2004, and retained the establishment of a melded rate, with a provision for further review should the OCWD's basin pumping percentage fall below 60% in the future; and,

WHEREAS, Metropolitan continues to levy its Standby Charge within the MWDOC service area, which will be credited against Metropolitan's Readiness-to-Serve Charge and will provide an equivalent offset on the Metropolitan charges imposed on MWDOC; and,

WHEREAS, Metropolitan assesses a Capacity Charge to MWDOC based on MWDOC's highest cumulative peak day delivery rate in cubic feet per second (CFS) between May 1 and September 30 in the three preceding calendar years, ending on the year prior to the year of the charge being imposed; and,

WHEREAS, MWDOC engaged Raftelis Financial Consultants, Inc. to prepare a cost of service allocation and rate study (Rate Study) for MWDOC's rates and charges in 2016 and 2021; and,

WHEREAS, the 2021 Core Service Allocation Study affirmed MWDOC's Retail Meter Charge, and modified the Groundwater Customer Charge effective with the fiscal year 2021-22 rates and charges; and,

WHEREAS, beginning with the budget year commencing July 1, 2011 through June 30, 2012, the MWDOC Board approved changing the format of the budget and how certain "Choice" services are to be funded by those MWDOC member agencies and the cities of Anaheim, Fullerton and Santa Ana (3 Cities) electing to receive such services; and,

WHEREAS, the MWDOC Board has approved the "Choice" services, the associated budgets, and the methods for allocating such costs to the member agencies and 3 Cities, and

has directed staff to bill for those costs pursuant to Section 10 of this Resolution as part of MWDOC's water rates and charges; and,

WHEREAS, there is a need to charge for costs associated with the transfer or wheeling of water into the MWDOC service area by any member agency as is provided for in this Resolution.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Municipal Water District of Orange County that, subject to the terms and conditions set forth herein, the rates and charges for the classes of water service provided by MWDOC to MWDOC's member agencies shall be as follows:

SECTION 1. **RATES FOR CLASSES OF WATER SERVICE.**

The rates per acre-foot of water sold or delivered by MWDOC to its member agencies shall be as follows:

- (a) For Full Service, including water delivered for domestic, municipal, and agricultural purposes, including seawater barrier and groundwater replenishment.

Rate Component	July 1 through December 31, 2025	Beginning January 1, 2026
Untreated Full Service	\$912.00	\$984.00
Treated Full Service	\$1,395.00	\$1,528.00
Unbundled Rate By Component:		
System Access Rate	\$463.00	\$492.00
System Power Rate	\$159.00	\$179.00
MWDOC Melded Supply Rate	\$290.00	\$313.00
Subtotal Untreated Full Service:	\$912.00	\$984.00
Treatment Surcharge	\$483.00	\$544.00
Total Treated Full Service:	\$1,395.00	\$1,528.00

* In November of 2021 the Metropolitan Board directed staff to recover demand management costs via the supply rate,

(b) MWDOC Drought Allocation Surcharge

Rates for a Drought Allocation Surcharge are established by Board action in accordance with the MWDOC Water Supply Allocation Plan (WSAP), as required.

(c) MWDOC Melded Supply Rate

The MWDOC Melded Supply Rate is established by Board action to recover Metropolitan's Tier 1 supply rate plus any additional water costs, fees, charges, and rates that benefit the District's service area. At this time, the MWDOC

Melded Supply Rate is equal to Metropolitan's Tier 1 Supply Rate.

SECTION 2. MWDOC READINESS-TO-SERVE CHARGE.

(a) Amount Due to Metropolitan from MWDOC

Metropolitan has notified MWDOC that for fiscal year 2025-26 Metropolitan estimates that the amount of Metropolitan's Readiness-to-Serve (RTS) Charge applicable to MWDOC, which exceeds the standby charges collected in MWDOC's service area (Net RTS) is \$17,600,208. The Net RTS Charge will be allocated among the MWDOC member agencies, as provided herein and invoiced as a fixed charge to each MWDOC member agency. Metropolitan will bill MWDOC for the Net RTS Charge on a monthly installment basis. The MWDOC Net RTS Charge will be invoiced to each MWDOC member agencies on a monthly basis.

(b) Apportionment of Net Metropolitan RTS Charge to MWDOC's Member Agencies

The MWDOC method of apportioning the Net RTS Charge to the MWDOC member agencies uses the most recently completed four-year rolling average of fiscal year full service purchases of water ending one year prior to the year of the charge being imposed (i.e., for fiscal year 2025-26 charges, the four-year average shall be based on fiscal years 2020-21 through 2023-24). The Net RTS Charge to MWDOC shall be apportioned to the MWDOC member agencies based on the four-year average of full service sales, which would include all cyclic, wheeled, and transferred water.

(c) Fiscal Year 2025-26 MWDOC RTS Charge

For fiscal year 2025-26, MWDOC will charge the MWDOC member agencies total Net RTS Charges of \$17,600,208. The amount of the Net RTS Charge to be apportioned to each of the MWDOC member agencies is set forth in **Exhibit A**, attached hereto and by this reference incorporated herein made an operative part hereof.

(d) Adjustment of RTS Charge

Metropolitan determines its Net RTS Charge to each member agency based on the estimated revenue derived from the Metropolitan Standby Charge within each member agency (less delinquencies and administrative costs). The projected Net Standby Charge revenue for MWDOC in fiscal year 2025-26 is set forth in **Exhibit A**. Once the actual Net Standby Charge revenue is known, Metropolitan may adjust the amount of the Net RTS Charge for the prior year through an additional charge or credit. Any adjustment necessary to reconcile the estimated Net RTS Charge with the actual Net RTS Charge will be charged or credited to each MWDOC member agency in the next regularly scheduled water billing following the preparation of the reconciliation report by Metropolitan.

SECTION 3. MWDOC CAPACITY CHARGE

(a) Amount due to Metropolitan from MWDOC

Metropolitan has notified MWDOC that for calendar year 2026, the amount of the Metropolitan Capacity Charge to be imposed on MWDOC will be \$4,089,000. The Metropolitan Capacity Charge will be allocated among the MWDOC member agencies as provided herein and invoiced as a fixed charge to each member agency. Metropolitan will bill MWDOC for the Capacity Charge on a monthly installment basis. The MWDOC Capacity Charge will be invoiced to the MWDOC member agencies on a monthly basis.

(b) Apportionment of Metropolitan's Capacity Charge to MWDOC's Member Agencies

The MWDOC method of apportioning the Capacity Charge to the MWDOC member agencies uses each member agency's highest peak day flow for delivery of full service water, which includes wheeled and transferred water, during the period of May 1 through September 30 of each year for the three-year period ending one year prior to the year of the charge being imposed (i.e., for calendar year 2026 charges, the highest peak day flow shall be based on

May 1 through September 30, 2022, 2023, and 2024). The peak day flow for each MWDOC member agency is used to apportion the Capacity Charge based upon the ratio of each agency's highest peak day flow to the sum of all member agencies' highest peak day flows. The amount of the 2026 Capacity Charge apportioned to each member agency is set forth in **Exhibit B**, attached hereto and by this reference incorporated herein and made an operative part hereof.

SECTION 4. **MWDOC'S RETAIL METER CHARGE.**

The annual charge to be imposed by MWDOC on each member agency except for Orange County Water District (OCWD) for each retail water meter served by such MWDOC member agency which is in service as of January 1 of each year (MWDOC's Retail Meter Charge) shall be **\$15.25**. MWDOC's Retail Meter Charge shall be collected in accordance with Section 10 of this Resolution. Annually, or at such time as determined to be necessary, MWDOC will request supporting documentation from each member agency to verify the number of retail meters within their service area, and such documentation shall be signed by a representative of the member agency. MWDOC is also authorized to conduct random on-site visits with the member agencies to verify the data on the number of retail meters.

SECTION 5. **MWDOC GROUNDWATER CUSTOMER CHARGE**

The annual charge to be imposed on OCWD for Core services provided by MWDOC for fiscal year 2025-26 shall be **\$414,371**. MWDOC's Groundwater Customer Charge to be imposed on OCWD shall be collected in accordance with Section 10 of this Resolution.

The Groundwater Customer Charge is calculated based on OCWD's proportionate share of all of MWDOC's cost centers of MWDOC's fiscal year 2025-26 general fund core budget; excluding the WEROC cost center. OCWD's proportionate share is calculated as one

twenty-sixth of all core cost centers except for WEROC.

SECTION 6. CHOICE SERVICES TO THE MWDOC MEMBER AGENCIES 2025-26

The Choice services to the member agencies shall be provided and charged for as follows for Fiscal Year 2025-26. Each Choice service is voluntary and provided at the option of the member agency, and the costs for such Choice services are not “imposed” for purposes of article XIII C, section 1(e) of the California constitution:

- (a) Water Use Efficiency Program – The cost of MWDOC’s Water Use Efficiency Program shall be allocated to those agencies electing to participate in the program. The costs shall be apportioned to the participants in proportion to the benefits received from Metropolitan and/or any other outside sources of funding in calendar year 2024. There may be other costs allocated over and above these costs for participation in certain water use efficiency program efforts in various parts of Orange County that are separate from this basic program. Anything beyond the basic program will be implemented separately by agreement or memorandum of understanding with each participating agency. The costs to be charged shall reflect any carry-over or deficit funds from the preceding fiscal year.
- (b) The MWDOC Elementary School Program provides comprehensive water education for Orange County elementary school students in Grades K-5. Through this program, each participating agency may set a target number of sessions to offer in their service area. In grades K-2, the MWDOC Elementary School Program charges participating agencies per school assembly, at a cost based on the size of the school assembly. In grades 3-5, the MWDOC Elementary School Program charges each participating agency at a cost per

session based on the actual number of sessions provided.

- (c) The MWDOC Middle School Program provides comprehensive water education for Orange County middle school students in Grades 6-8. Through this program, each participating agency may set a target number of sessions to offer in their service area. The MWDOC Middle School Program charges each participating agency at a cost per session based on the actual number of sessions provided.
- (d) The MWDOC High School Program provides comprehensive water education for Orange County high school students in Grades 9-12. Through this program, each participating agency may set a target number sessions to offer in their service area. The MWDOC High School Program charges each participating agency at a cost per session based on the actual number of sessions provided.
- (e) Blank
- (f) The Water Loss Control Program provides a complement of technical assistance and shared service through consultants and in-house operations to retail agencies in Orange County. The costs for the program varies per agency according to the level of professional and technical service selected by each participating agency. The costs to be charged shall reflect any carry-over or deficit funds from the preceding fiscal year.

The details on these Choice options and charges to each agency are included in Section 10 and are set forth in **Exhibit C**, attached hereto and by this reference incorporated herein and made an operative part hereof.

SECTION 7. RATES AND CHARGES FOR WHEELED, EXCHANGED OR TRANSFERRED WATER

Unless otherwise specified by written agreement with MWDOC, MWDOC shall charge the member agencies for water wheeled, exchanged, or transferred through exchanges with Metropolitan into the MWDOC service area in accordance with the provisions below.

Wheeled, exchanged, or transferred water will also be assessed, unless otherwise specified by written agreement, at the then-applicable rates for wheeling services set by Metropolitan's Board of Directors from time to time pursuant to its Administrative Code for the use of Metropolitan's facilities to transport water not owned or controlled by Metropolitan to Metropolitan's member agencies. Metropolitan's rates for "wheeling service" are defined in the Metropolitan Administrative Code. Metropolitan's rate for wheeling service does not include power utilized for delivery, which the wheeling party must provide or pay directly at its own cost (if power can be scheduled by Metropolitan) or pay to Metropolitan at Metropolitan's actual (not system average) cost.

In addition to these charges, MWDOC shall assess the following charges related to costs, pursuant to applicable law:

- (a) A one-time administrative charge, based on actual time spent to account for the staff time and legal counsel required for preparation of an agreement or agreements to establish the legal and administrative framework for water to be wheeled or transferred through exchanges with Metropolitan.
- (b) Unless otherwise specified by written agreement with MWDOC, an annual charge will be assessed, based on actual time spent in any year in which water is wheeled or transferred through exchanges with Metropolitan, to cover staff time to account for and bill for the water.

- (c) Other charges established by written agreement between MWDOC and a member agency that reflect additional costs of wheeling water.

SECTION 8. MWDOC WATER SUPPLY ALLOCATION PLAN (WSAP)

In the event that a regional water shortage is declared, the MWDOC Board can implement, adjust, or adopt an updated Water Supply Allocation Plan (Plan). This Plan, as adopted in 2009, updated in 2014 and 2016, and as amended from time to time, established procedures allowing MWDOC to assess an allocation surcharge to its member agencies in the event MWDOC is assessed an allocation surcharge under Metropolitan's own "Water Supply Allocation Plan." Under MWDOC's Plan, surcharges may be assessed according to a particular member agency's prorated share of its over usage relative to the MWDOC surcharge amount assessed by Metropolitan. However, the rates set forth in this Resolution do not include or otherwise account for potential surcharges that may be assessed by MWDOC under its Water Supply Allocation Plan, and nothing contained herein is intended to preclude MWDOC from charging such surcharges as authorized in the Water Supply Allocation Plan.

SECTION 9. EFFECTIVE DATE.

The rates set forth in this Resolution shall become effective as of July 1, 2025 or thereafter as specified and shall remain in effect until changed by subsequent Resolution of the Board of Directors.

SECTION 10. BILLING AND PAYMENT.

Billing Schedule. MWDOC member agencies shall be billed for water delivered and for other charges as follows:

- (a) MWDOC's cost of acquisition of the water shall be billed in the month following delivery of the water;
- (b) MWDOC's Retail Meter Charge shall be billed once annually on or after July 1st of each year, for each retail water service meter within each member agency's service area;
- (c) the MWDOC Readiness-to-Serve Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit A**, the MWDOC Capacity Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit B**; and
- (d) the MWDOC Choice services shall be billed once annually on or after July 1st of each year or as otherwise during the fiscal year in accordance with **Exhibit C** and/or as may be adjusted during the fiscal year in discussions with and as agreed to by the Choice Program participants.
- (e) The fixed annual Groundwater Customer Charge to OCWD, as set forth in MWDOC's Water Rate Ordinance No. 55 and referred to in Section 5 hereof, shall be billed to OCWD annually at the beginning of the fiscal year on July 1st.

All such billings shall be due on receipt by the member agency and shall be delinquent if payment is not received by MWDOC by the 15th day of the month following the mailing of the billing or within 30 days of mailing of such billing, whichever date is later.

SECTION 11. EXEMPTION FROM CEQA.

The Board of Directors finds that the adoption of the rates and charges as set forth in this Resolution are exempt from the California Environmental Quality Act under Section 21080(b)(8) of the Public Resources Code in that the water rates established herein are for

the purpose of meeting operating expenses of MWDOC, including employee wages and fringe benefits, purchasing or leasing of supplies, equipment and materials, meeting financial reserve needs and requirements and, obtaining funds for capital projects necessary to maintain service within existing service areas.

SECTION 12. **REASONABLE COST.**

The Board of Directors finds that the water rates established herein are in accordance with the adopted fiscal year 2025-26 budget, and that said rates do not exceed the reasonable cost of providing water service and other services and regulatory functions for which they are charged.

SECTION 13. **SUPERSEDES PRIOR RESOLUTIONS.**

All resolutions, ordinance, or administrative actions by the Board or parts thereof that are inconsistent with any provision of this Resolution are hereby superseded only to the extent of such inconsistency.

SECTION 14. **RATES SUBJECT TO ORDINANCE.**

The rates for water service established herein are subject to Ordinance No. 55 as it may be amended from time to time.

SECTION 15. **IMPLEMENTATION.**

The General Manager is directed to establish procedures to implement this Resolution.

BE IT FURTHER RESOLVED that a copy of this Resolution be sent to each of MWDOC's member agencies.

Said Resolution No. was adopted on April ____, 2025 by the following roll call vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

MARIBETH GOLDSBY, District Secretary

Municipal Water District of Orange County

EXHIBIT A

Readiness-to-serve Charge for MWDOC Client Agencies for FY 2025-26

Metropolitan Readiness-to-Serve (RTS) Charge to MWDOC for FY 2025/26 = \$		25,200,162
Expected Standby Revenue Less Metropolitan Administrative Charge Plus Delinquencies & Uncollectables FY 2025/26 = \$		(7,599,954)
Net MWD RTS Charge = \$		17,600,208

Final

Agency						AF Share	Net RTS	RTS Adjustment	Net RTS	Monthly Charge July - December	Monthly Charge January - June
	2020-21	2021-22	2022-23	2023-24	4-Yr Ave	(%)					
Brea	34	254	5	477	193	0.14%	\$ 24,170.96	\$ -	\$ 24,170.96	\$ 1,971.95	\$ 2,056.55
Buena Park	1,475	1,650	1,302	665	1,273	0.91%	\$ 159,669.35	\$ -	\$ 159,669.35	\$ 13,026.36	\$ 13,585.20
East Orange County Water District	3,014	5,713	5,040	3,389	4,289	3.06%	\$ 537,934.74	\$ -	\$ 537,934.74	\$ 43,886.50	\$ 45,769.29
El Toro Water District	7,392	7,244	5,530	6,588	6,689	4.77%	\$ 838,855.40	\$ -	\$ 838,855.40	\$ 68,436.61	\$ 71,372.62
Fountain Valley	0	0	0	0	-	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -
Garden Grove	5,318	5,297	3,642	4	3,565	2.54%	\$ 447,126.06	\$ -	\$ 447,126.06	\$ 36,478.03	\$ 38,042.98
Golden State Water Company	7,451	8,709	8,714	7,469	8,086	5.76%	\$ 1,014,107.15	\$ -	\$ 1,014,107.15	\$ 82,734.23	\$ 86,283.63
Huntington Beach	4,040	4,841	3,469	3,320	3,918	2.79%	\$ 491,336.12	\$ -	\$ 491,336.12	\$ 40,084.83	\$ 41,804.52
Irvine Ranch Water District	17,134	25,245	16,773	12,085	17,809	12.69%	\$ 2,233,569.32	\$ -	\$ 2,233,569.32	\$ 182,222.01	\$ 190,039.55
La Habra	562	565	222	60	352	0.25%	\$ 44,174.94	\$ -	\$ 44,174.94	\$ 3,603.94	\$ 3,758.55
La Palma	0	120	4	0	31	0.02%	\$ 3,887.92	\$ -	\$ 3,887.92	\$ 317.19	\$ 330.80
Laguna Beach County Water District	3,054	3,350	2,552	2,993	2,987	2.13%	\$ 374,657.70	\$ -	\$ 374,657.70	\$ 30,565.82	\$ 31,877.13
Mesa Water District	67	3	0	0	17	0.01%	\$ 2,182.25	\$ -	\$ 2,182.25	\$ 178.04	\$ 185.67
Moulton Niguel Water District	24,785	24,305	19,894	19,420	22,101	15.75%	\$ 2,771,823.29	\$ -	\$ 2,771,823.29	\$ 226,134.56	\$ 235,836.00
Newport Beach	677	3,747	2,249	2,712	2,346	1.67%	\$ 294,265.26	\$ -	\$ 294,265.26	\$ 24,007.14	\$ 25,037.07
Orange	6,707	11,796	3,296	1,535	5,833	4.16%	\$ 731,594.18	\$ -	\$ 731,594.18	\$ 59,685.89	\$ 62,246.48
Orange County Water District	9	22,996	19,458	0	10,616	7.56%	\$ 1,331,420.47	\$ -	\$ 1,331,420.47	\$ 108,621.71	\$ 113,281.71
San Clemente	7,671	7,535	6,464	6,301	6,993	4.98%	\$ 877,002.28	\$ -	\$ 877,002.28	\$ 71,548.76	\$ 74,618.29
Santa Margarita Water District (ID9)	6,063	5,679	5,482	4,564	5,447	3.88%	\$ 683,136.08	\$ -	\$ 683,136.08	\$ 55,732.51	\$ 58,123.50
Santa Margarita Water District	25,314	24,303	20,398	19,740	22,439	15.99%	\$ 2,814,203.67	\$ -	\$ 2,814,203.67	\$ 229,592.09	\$ 239,441.86
Seal Beach	1,102	606	590	631	732	0.52%	\$ 91,845.88	\$ -	\$ 91,845.88	\$ 7,493.09	\$ 7,814.55
Serrano Water District	1,394	1,109	819	0	831	0.59%	\$ 104,158.68	\$ -	\$ 104,158.68	\$ 8,497.61	\$ 8,862.17
South Coast Water District	5,000	4,812	4,142	4,475	4,607	3.28%	\$ 577,829.83	\$ -	\$ 577,829.83	\$ 47,141.28	\$ 49,163.70
Trabuco Canyon Water District	2,421	2,901	1,800	1,170	2,073	1.48%	\$ 259,982.19	\$ -	\$ 259,982.19	\$ 21,210.21	\$ 22,120.15
Westminster	0	1	1,046	0	262	0.19%	\$ 32,815.31	\$ -	\$ 32,815.31	\$ 2,677.18	\$ 2,792.04
Yorba Linda Water District	9,727	12,815	2,699	2,138	6,845	4.88%	\$ 858,458.96	\$ -	\$ 858,458.96	\$ 70,035.94	\$ 73,040.56
Sum of MWDOC Agencies	140,411	185,594	135,592	99,738	140,334	100%	\$ 17,600,208.00	\$ -	\$ 17,600,208.00	\$ 1,435,883.48	\$ 1,497,484.57

*totals may not foot due to rounding

EXHIBIT B
DRAFT Capacity Charge for MWD OC Member Agencies for CY 2026

Final 4/1/2025

	2022	2023	2023	Peak
MWD OC's Peak to MWD (cfs)	282.0	233.6	258.5	282.0
Date	8/15/2022	8/9/2023	8/2/2024	8/15/2022

Metropolitan Capacity Charge to MWD OC for CY 2025 **\$ 4,089,000 ***

Agency	Capacity Charge Eligible Flows (CFS)				CFS Share (%)	Annual Capacity Charge	Monthly Capacity Charge
	2022	2023	2024	3-Yr Peak			
City of Brea	1.3	7.7	15.1	15.1	3.93%	\$ 160,582	\$ 13,382
City of Buena Park	4.3	4.5	4.6	4.6	1.20%	\$ 48,919	4,077
East Orange County Water District	18.2	17.2	17.5	18.2	4.73%	\$ 193,550	16,129
El Toro Water District	17.1	13.7	12.0	17.1	4.45%	\$ 181,851	15,154
City of Fountain Valley	0.0	0.0	0.0	0.0	0.00%	\$ -	-
City of Garden Grove	22.3	0.0	10.7	22.3	5.80%	\$ 237,151	19,763
Golden State Water Company	12.5	15.0	17.4	17.4	4.53%	\$ 185,042	15,420
City of Huntington Beach	21.9	15.2	16.4	21.9	5.70%	\$ 232,898	19,408
Irvine Ranch Water District	55.4	35.0	54.9	55.4	14.41%	\$ 589,156	49,096
City of La Habra	4.1	2.1	3.1	4.1	1.07%	\$ 43,602	3,633
City of La Palma	0.7	0.0	0.0	0.7	0.18%	\$ 7,444	620
Laguna Beach County Water District	7.5	7.4	7.6	7.6	1.98%	\$ 80,823	6,735
Mesa Water District	0.0	0.0	0.0	0.0	0.00%	\$ -	-
Moulton Niguel Water District	43.1	32.6	34.2	43.1	11.21%	\$ 458,351	38,196
City of Newport Beach	8.1	9.6	7.9	9.6	2.50%	\$ 102,092	8,508
Orange County Water District	0.0	0.0	0.0	0.0	0.00%	\$ -	-
City of Orange	21.0	13.6	18.3	21.0	5.46%	\$ 223,326	18,611
City of San Clemente	22.0	18.9	18.9	22.0	5.72%	\$ 233,961	19,497
Santa Margarita Water District (ID9)	13.0	16.8	9.5	16.8	4.37%	\$ 178,661	14,888
Santa Margarita Water District	55.0	38.0	39.1	55.0	14.30%	\$ 584,902	48,742
City of Seal Beach	7.5	0.1	6.0	7.5	1.95%	\$ 79,759	6,647
Serrano Water District	0.0	0.0	0.0	0.0	0.00%	\$ -	-
South Coast Water District	8.4	8.4	10.1	10.1	2.63%	\$ 107,409	8,951
Trabuco Canyon Water District	4.6	4.2	4.8	4.8	1.25%	\$ 51,046	4,254
City of Westminster	0.3	0.0	0.0	0.3	0.08%	\$ 3,190	266
Yorba Linda Water District	9.9	8.7	8.0	9.9	2.57%	\$ 105,282	8,774
Total				384.5	100%	\$ 4,089,000	\$ 340,750
MWD OC Capacity Charge Per CFS:						\$ 10,635	

* Based on MWD OC's aggregate peak flow of 282 cfs on 8/15/2022 charge at MET's 2026 rate of \$14,500 per cfs

Exhibit C
MWDOC Member Agency Choice Services Program Summary
Cost Allocations by Agencies for FY 2025-26

DRAFT

Retail Agency	Water Use Efficiency [1]	School Education (K-2)[2]	School Education (3-5)[2]	School Education (6-8)[2]	School Education (9-12)[2]	Water Loss Control Program [3]	Total Choice Allocation [4]
Brea	\$ 24,957.85	\$ 5,000.00	\$ 10,000.00	\$ 10,000.00	\$ 2,500.00		\$ 52,458
Buena Park	\$ 20,304.31	\$ 5,191.20	\$ 5,420.16	\$ 3,271.98	\$ 1,090.66	Pending	\$ 35,278
East Orange County WD	\$ 231.01	\$ 1,623.28	\$ -	\$ -	\$ 2,181.32		\$ 4,036
El Toro WD	\$ 101,932.68	\$ 7,000.00	\$ 4,000.00	\$ 2,500.00	\$ 1,200.00	Pending	\$ 116,633
Fountain Valley	\$ 15,815.57	\$ 2,484.00	\$ 2,778.00	\$ 4,364.00	\$ 6,546.00		\$ 31,988
Garden Grove	\$ 34,856.84	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	Pending	\$ 74,857
Golden State Water Company	\$ 10,348.50	\$ -	\$ -	\$ -	\$ -		\$ 10,349
Huntington Beach	\$ 69,729.26	\$ 15,759.00	\$ 15,808.65	\$ 10,906.57	\$ 8,725.25	Pending	\$ 120,929
Irvine Ranch WD	\$ 258,362.45	\$ -	\$ -	\$ -	\$ -		\$ 258,362
La Habra	\$ 43,477.03	\$ 4,000.00	\$ 4,000.00	\$ 7,000.00	\$ -	Pending	\$ 58,477
La Palma	\$ 1,666.97	\$ -	\$ -	\$ -	\$ -		\$ 1,667
Laguna Beach County WD	\$ 1,898.88	\$ -	\$ -	\$ -	\$ -	Pending	\$ 1,899
Mesa Water	\$ 47,751.84	\$ -	\$ -	\$ -	\$ -		\$ 47,752
Moulton Niguel WD	\$ 207,328.24	\$ 11,500.00	\$ 9,000.00	\$ 2,200.00	\$ 4,400.00	Pending	\$ 234,428
Newport Beach	\$ 15,073.33	\$ -	\$ -	\$ -	\$ -		\$ 15,073
Orange	\$ 62,422.08	\$ 4,391.92	\$ 2,777.79	\$ -	\$ -	Pending	\$ 69,592
Orange County WD	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -
San Clemente	\$ 24,716.98	\$ 6,588.00	\$ 1,852.00	\$ 1,098.00	\$ 1,091.00	Pending	\$ 35,346
Santa Margarita WD	\$ 119,324.70	\$ 8,750.00	\$ 8,750.00	\$ 8,750.00	\$ 8,750.00	Pending	\$ 154,325
Seal Beach	\$ 7,209.07	\$ 1,209.22	\$ 1,388.90	\$ -	\$ -		\$ 9,807
Serrano WD	\$ 287.28	\$ -	\$ 2,000.00	\$ -	\$ -	Pending	\$ 2,287
South Coast WD	\$ 58,703.28	\$ 2,840.00	\$ 2,800.00	\$ 1,100.00	\$ 4,400.00		\$ 69,843
Trabuco Canyon WD	\$ 26,360.46	\$ 1,623.28	\$ 462.96	\$ 1,090.66	\$ -	Pending	\$ 29,537
Tustin	\$ 16,984.55	\$ 8,911.56	\$ 6,944.47	\$ 7,634.60	\$ 6,543.94		\$ 47,019
Westminster	\$ 29,779.70	\$ 5,000.00	\$ 10,000.00	\$ 12,000.00	\$ 8,000.00	Pending	\$ 64,780
Yorba Linda WD	\$ 50,882.79	\$ 3,000.00	\$ 6,000.00	\$ 10,000.00	\$ 5,000.00		\$ 74,883
Anaheim	\$ 967.65	\$ 9,500.00	\$ 9,500.00	\$ 9,500.00	\$ 9,500.00	Pending	\$ 38,968
Fullerton	\$ 558.03	\$ 4,000.00	\$ 3,000.00	\$ 5,000.00	\$ -		\$ 12,558
Santa Ana	\$ 209.66	\$ 20,000.00	\$ 30,000.00	\$ 15,000.00	\$ 15,000.00	Pending	\$ 80,210
Orange County Total	\$ 1,252,141	\$ 138,371	\$ 146,483	\$ 121,416	\$ 94,928	\$ -	\$ 1,753,339

Note: Totals may not foot due to rounding.

**** These numbers are draft and subject to change**

[1] Preliminary Cost Allocation for the Choice Water Use Efficiency Program for FY 2025-26.

[2] FY 2025-26 costs dependent upon selection of vendor and each agency's level of participation.

[3] For FY 2025-26 the Water Loss Control Program includes Technical Assistance (Year XI) and the Water Loss Control Shared Services (Year VII). Agency costs will vary based on the selection of technical assistance and shared services.

[4] Actual costs for the programs will be reflected based on agency selections, roll-over of funds from prior fiscal years, and any changes an agency may make throughout the fiscal year.



GENERAL MANAGER REPORT OF STAFF ACTIVITIES

April 2025

MWDOC held its Member Agency Managers' meeting at its office in Fountain Valley on Thursday, March 20, 2025.

In attendance: Rudy Correa – Brea, Mike McGee – Buena Park, Dennis Cafferty – El Toro Water District, Michael Dunbar – Emerald Bay Service District, Mark Sprague – Fountain Valley, Cody Nicolae – Garden Grove, Ken Vecchiarelli – Golden State Water Company, John Poehler & Kristen Schroeder – Huntington Beach, Paul Cook & Paul Weghorst – Irvine Ranch Water District, Belinda Deines – La Palma, Keith Van Der Maaten – Laguna Beach County Water District, Paul Shoenberger – Mesa Water District, Johnathan Cruz, Matt Collings & Laura Rocha – Moulton Niguel Water District, Mark Vukojevic & Steffen Catron – Newport Beach, Chris Olsen – Orange County Water District, Dustin Burnside – San Clemente, Robert Grantham – Santa Margarita Water District, Iris Lee – Seal Beach, Jerry Vilander – Serrano Water District, Rick Shintaku, South Coast Water District, Mike Chandler - Tustin, Noelani Leal – Westminster, Doug Davert, Mark Toy & Freddie Ojeda – Yorba Linda Water District

Staff in attendance: Harvey De La Torre, Melissa Baum-Haley, Charles Busslinger, Heather Baez, Vicki Osborn, Sarina Sriboonlue, Alex Heide

General Meeting Information/Discussion Items:

Draft Board Agendas
MWDOC 2nd Draft Budget
MET Business Model Update
Engineering Update

Announcements

MWDOC Policy Dinner – March 20th

Report Items

Monthly GM Report
Legislative Reports
WEROC Matrix
Grant Funding Opportunities
Additional Reports or Materials

Future Meetings

Next managers' meeting, April 24, 2025

ENGINEERING & PLANNING

ORANGE COUNTY WATER DEMAND FORECAST PROJECT AND 2025 URBAN WATER MANAGEMENT PLAN

The Urban Water Management Planning (UWMP) Act enacted by the California legislature requires every urban water supplier providing Water for municipal purposes to more than 3,000 customers or supplying more than 3,000 acre-feet of water annually to prepare, adopt, and file an UWMP with the California Department of Water Resources (DWR) every five years in the years ending in six and one. The upcoming UWMP cycle is the 2025 UWMP will be due to DWR on July 1, 2026.

UWMPs are comprehensive documents that present an evaluation of a water supplier's reliability over a long-term (20-25-year) planning horizon. UWMPs provide an assessment of the present and future water demand and supply sources within a supplier's service area. Developing a long-term water demand forecast is an important prerequisite work to prepare an UWMP. Leading up to each UWMP cycle, MWDOC develops its water demand forecast through a bottoms-up approach where water demand forecasts are developed for every MWDOC member agency, and the sum of all agencies' imported water demand equals MWDOC's demands. The development of individual member agency demand is part of MWDOC's core services. MWDOC usually procures assistance from a consultant with expertise in demand forecasting. Orange County Water District (OCWD) has been a co-funding project partner, as 16 of its 19 basin producers are also MWDOC member agencies. The remaining three OC basin producers are the three OC cities that are direct MET member agencies (cities of Anaheim, Fullerton, and Santa Ana). The demand forecast effort includes the three cities for consistency in demand projections across MWDOC and OCWD.

On December 18, 2024, the MWDOC Board approved a contract award to Hazen and Sawyer (Hazen) to provide professional services for the 2025 Orange County Water Demand Forecast Project. The project began in January 2025, and an All-Agency Kickoff Meeting occurred in mid-February 2025. The project is on schedule, and the draft and final demand projections are anticipated to become available in July and September 2025, respectively.

The 2025 UWMP schedule will align with the demand forecast development. MWDOC staff have begun the procurement process to select a consultant for the 2025 UWMPs preparation. The Request for Proposals will be released in mid-April, and the proposals are due back at the end of May 2025. The proposal review panel will consist of MWDOC and staff from participating agencies. The recommendation for consultant contract award will be presented to the Board in July 2025. As in years past, MWDOC will offer these services as part of the Shared Services Program.

MWDOC GIS NEEDS ASSESSMENT

Geographic Information System (GIS) is a technology used to create, manage, and analyze many types of data. It is a necessary resource for regional water reliability planning, water operations and management, and emergency response coordination, among many other things. GIS is more than a mapping tool. Its applications cover four key components vital to MWDOC's role as a regional planner, including:

Data management - GIS is a foundational system of record allowing for the optimization of data storage and integration from business systems and other sources in such a way that organizes and magnifies data's usefulness (e.g., integration of documents in Laserfiche to include location and temporal information, ability to automate some billing processes, and ability to share organized data between departments and agencies quickly and efficiently).

Spatial analysis - GIS spatial analysis tools allow users to find hidden relationships, generate new insights, and gain the ability to analyze data in ways other methods of data storage do not provide.

Mapping and visualization - GIS provides tools to understand real-time data and satellite imagery through powerful visual representations such as digital maps and dashboards.

Communication – Maps and dashboards communicate complex ideas quickly, building common understanding, supporting collaboration, and promoting problem-solving.

MWDOC's current in-house GIS capabilities and use are limited, and there is no formalized data governance plan or overarching data management protocols or procedures to ensure maximum flexibility in data collaboration. Most MWDOC departments employ GIS in limited forms and operate principally in their own space with cooperation and data sharing as projects develop and needs require (e.g., for projects under Shared Services programs).

As a regional planning agency, MWDOC recognizes the need to be a central resource for data for water agencies in Orange County, primarily our retail Member Agencies. As administrator of several Shared Service Programs, MWDOC provides additional value to its Member Agencies through the processing and analyses of data to assist in meeting regulatory compliance and other goals depending on specific projects or programs. MWDOC Member Agencies vary greatly in staffing resources and capabilities, as well as data formatting and hosting platforms. As a result, MWDOC needs a flexible and scalable GIS system architecture to support a wide range of data and data formats with the ability to serve a diverse customer base.

On March 19, 2025, the MWDOC Board approved a contract award to FLO Analytics (FLO) to provide professional services for the MWDOC GIS Needs Assessment. The MWDOC GIS Needs Assessment will provide a high-level assessment to evaluate the current GIS environment, assess organizational and departmental GIS needs, and

develop a strategy, roadmap, and business case for successful GIS implementation. The effort kicked off in early April 2025 and is anticipated to conclude in July 2025. MWDOC staff plans to present the GIS Needs Assessment findings and recommendations to the Board in August 2025.

The GIS implementation phase is anticipated to begin in FY 2025-26 and extend for multiple years to develop a GIS system architecture framework from which to further enhance specific GIS capabilities. This would include specific projects designed to demonstrate the value of MWDOC's GIS initiative and investments. Additional efforts would continue to improve upon the original framework and expand MWDOC's GIS capabilities to serve future needs as they evolve.

EMERGENCY PREPAREDNESS

FEBRUARY EVENTS

(EVENTS LISTED ONLY INCLUDE WEROC INVOLVEMENT. EVENTS AND INCIDENTS HAPPEN EVERY DAY BUT MAY NOT REQUIRE REPORTING OR COORDINATION WITH WEROC)

- Cyber Incidents/Suspicious Activity (5 agencies)
- Public Safety Power Shutoff (PSPS) & SA Winds
- Rain Event
-

Vicki continues to support and coordinate with LA County water agencies in relation to the LA Fires and CALWARN. Working in conjunction with CUEA, assistance has been provided regarding offering guidance or recovery efforts.

**Vicki can provide further details on these events as requested by the board.

WEROC AGENCY PLANNING, COORDINATION, AND PROGRAM EFFORTS

AlertOC (Orange County Mass Notification System)

Janine began working with the Operational Area Emergency Management Department on the MOU between the County of Orange and Member Agency Participants for the use of the Countywide Mass Notification System, AlertOC. All participating agencies need to sign the MOU and Individual User Agreements for recognized agency staff.

AWIA & Multi-Jurisdictional Hazard Mitigation Plan (MJHMP) Project Plan Submission & Approval Process

WEROC submitted the MJHMP to the California Office of Emergency Services (CalOES) on December 3, 2024, in accordance with the project milestones. The submission included all necessary compliance documentation.

CalOES completed its review on January 16, 2025, and provided revision requests for every agency annex. In response, WEROC collaborated with the project contractor to implement the required changes and resubmit the plan for final CalOES approval.

On February 14, 2025, CalOES approved the required changes and transmitted the plan to FEMA for final review, a process that typically takes approximately 45 days. However, President Trump, during the week of March 31st, stopped the FEMA review process of all Hazard Mitigation Plans. FEMA has been directed to re-write the guidance and has stated it could be 8 months. In addition, Building Resilient Infrastructure and Communities (BRIC) grants have been canceled. I am still trying to get clarification on those extended to the old plan, 2. Ask for a letter from CalOES stating that our old and new plans still meet California's requirements.

A final review of the completed RRAs was conducted for all the Tier 1 agencies. All agencies must have completed the first portion of self-certifications for the RRAs by the March 31, 2025, deadline.

Cyber Security and OCIAC Partnership

OCIAC and WEROC are joining forces to conduct a regional Cyber TTX on May 14, 2025. Six member agencies have agreed to be a focal point on our efforts to discuss with our partners, including law, fire, and city emergency managers regarding this critical topic to our infrastructure,

Vicki worked with the OCIAC to make notifications of incidents affecting their agency.

Mapping Project

Janine is in the final stages of collecting the Member Agencies' WEROC Water/Wastewater Atlas reviews. She has been working with the Center for Demographic Research (CDR) for probable project completion on April 3, 2024.

National Qualifications System

WEROC Agency Training Program and Position Task books

Gabby continues to work on draft Type 4 Position Task Books (PTBs) in various Water and Wastewater positions for WEROC's training program. Their last meeting was on March 31, 2025. After much discussion, they developed the baseline for training.

Orange County Emergency Management Organization

On March 6, 2025, the WEROC team attended the monthly OCEDO coordination meeting in Buena Park. In addition to the regular committee reports, the presentation focused on the response to the Malibu EOC.

Janine attended the OCEDO Monthly Technology Subcommittee Meeting on Wednesday, March 26, 2025.

WEROC Mobile EOC/Command Vehicle and Peters Canyon Logistics Base

No report

WEROC Presentations, Training, and Exercises

On March 18, 2025, Vicki presented on Water at the Orange County Health Care Agency. This was in preparation for their no-water scenario, which became part of the new hospital regulation requiring such a plan before 2025 is over.

Vicki created and facilitated the City of Huntington Beach Earthquake Scenario to run as a tabletop (TTX). The new Deputy Director was in attendance and is looking forward to doing more training and exercises.

On March 27, the County held a Tsunami Exercise. The objective was to get the decision-maker on the phone.

On March 24, 2025, Vicki and Janine attended the virtual participating Member Agencies AWIA/ERP Kickoff Meeting.

Janine conducted the monthly WEROC Member Agency's Radio Test on Wednesday, March 12, 2025.

MET ITEMS CRITICAL TO ORANGE COUNTY

MET FINANCE AND RATE ISSUES

Water Transactions for March 2025 (for Water delivered in January 2025) totaled 85.3 thousand acre-feet (TAF), which was 3.6 TAF lower than the budget of 88.9 TAF and translates to \$97.8 million in receipts for March 2025, which were \$2.7 million lower than the budget of \$95.1 million.

Year-to-date water transactions through March 2025 were 1.08 MAF, which was 13.6 TAF higher than the budget of 1.07 TAF.

Month		Acre-Feet (AF) ²		Variance		Revenue (\$) ¹		Variance	
Delivered/ Billed In	To be Collected in	Budget	Actual	AF	%	Budget	Actual	\$	%
May	July	111,381	93,988	(17,393)	-16%	115,411,844	111,844,425	(3,567,419)	-3%
June	August	119,830	101,259	(18,571)	-15%	142,766,424	100,440,378	(42,326,046)	-30%
July	September	133,150	113,715	(19,435)	-15%	141,775,001	121,901,017	(19,873,984)	-14%
August	October	136,454	116,650	(19,804)	-15%	145,410,622	129,047,328	(16,363,294)	-11%
September	November	127,137	114,291	(12,846)	-10%	133,836,426	124,663,850	(9,172,576)	-7%
October	December	123,989	115,743	(8,246)	-7%	128,665,932	122,055,973	(6,609,959)	-5%
November	January	124,881	99,081	(25,800)	-21%	125,782,252	110,437,861	(15,344,391)	-12%
December	February ³	104,337	243,696	139,359	134%	103,324,010	269,626,583	166,302,573	161%
January	March	88,988	85,357	(3,631)	-4%	95,074,177	97,849,865	2,775,688	3%
YTD Total		1,070,147	1,083,780	13,633	1%	1,132,046,688	1,187,867,280	55,820,592	5%
February	April	77,291	-	-	0%	81,911,825	-	-	0%
March	May	82,757	-	-	0%	88,153,603	-	-	0%
April	June	107,565	-	-	0%	116,431,176	-	-	0%
FY Total		1,337,760	1,083,780	N/A	N/A	1,418,543,292	1,187,867,280	N/A	N/A

MET'S SUPPLY CONDITION UPDATE

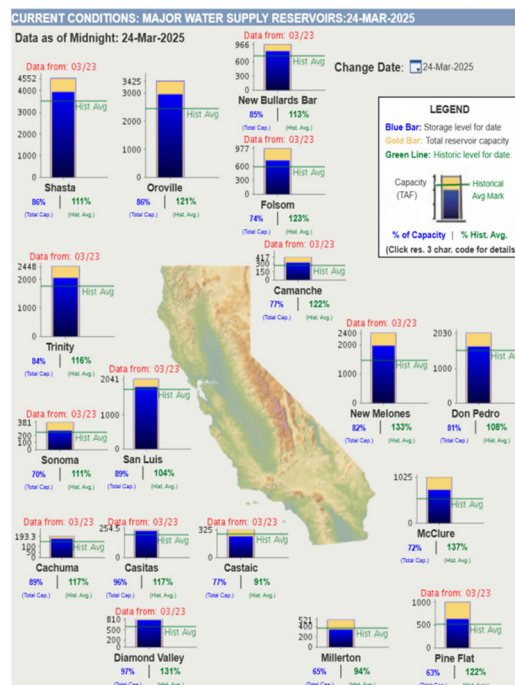
The 2024-25 Water Year (2024-25 WY) officially started on October 1, 2024. Thus far, Northern California's accumulated precipitation (8-Station Index) has been reported at **49.4 inches or 123% of normal as of March 24th**. The Northern Sierra Snow Water Equivalent is at **30.7 inches as of March 25th**, which is **108% of normal** for that day. The Department of Water Resources (DWR) has increased the State Water Project (SWP) **"Table A" allocation to 35% as of February 2025**.

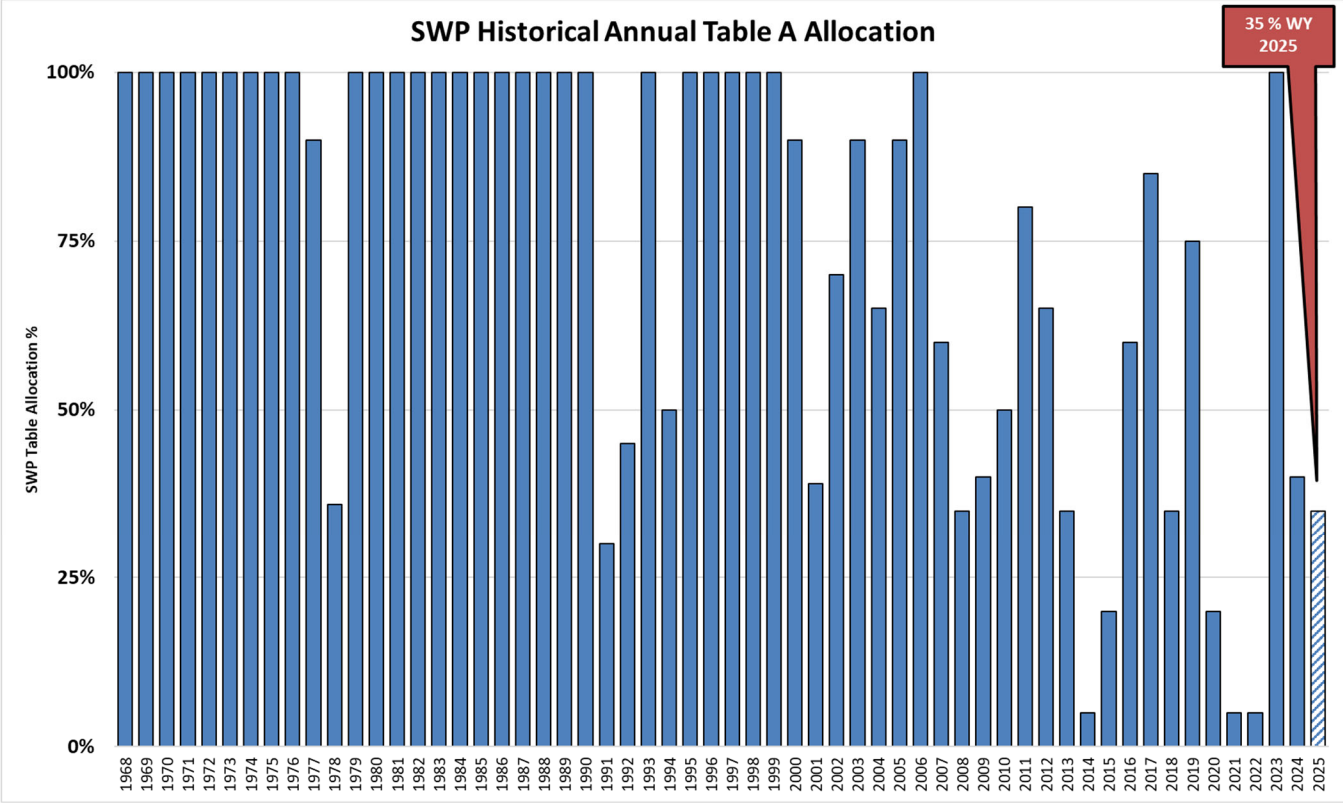
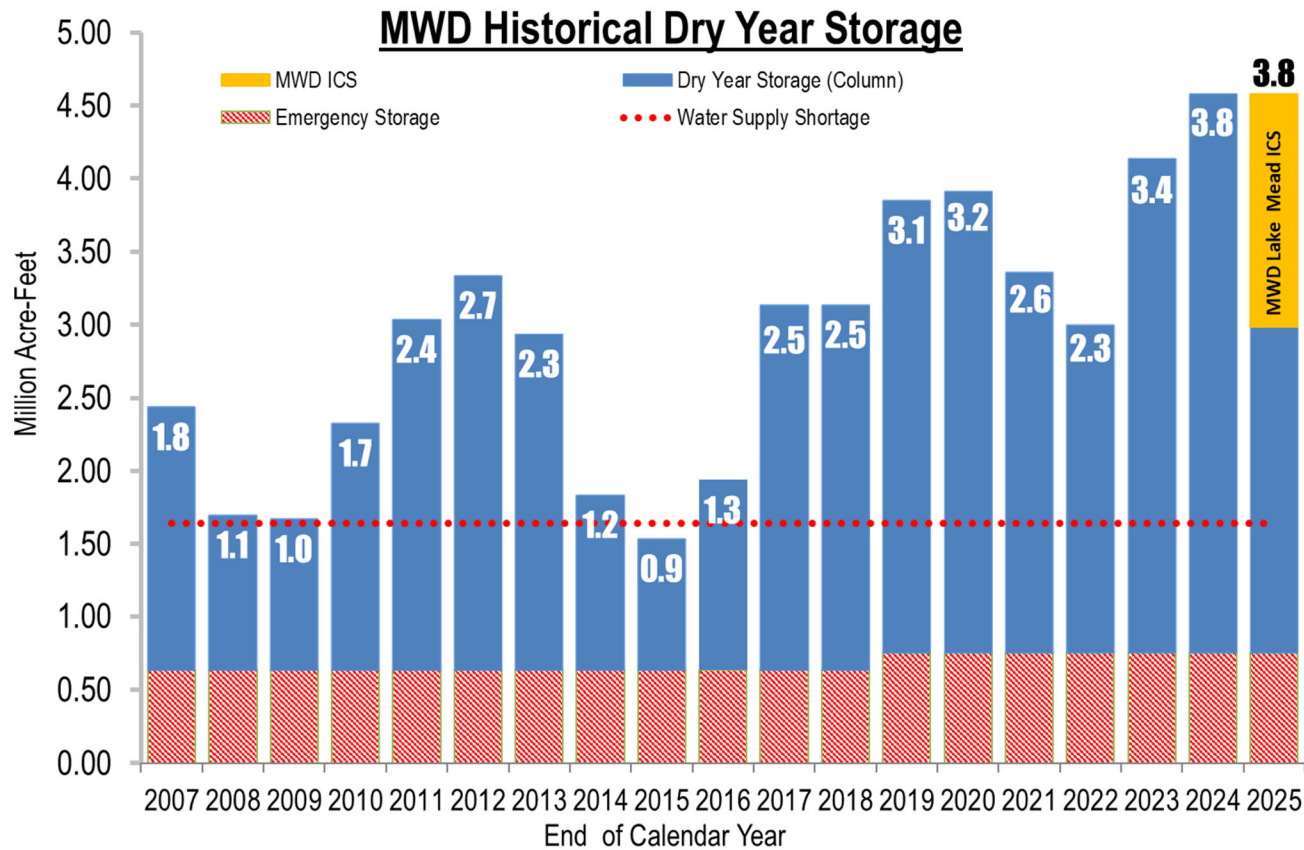
The Upper Colorado River Basin accumulated precipitation is **15.4 inches or 96% of normal as of March 24th**. On the Colorado River system, snowpack is measured across four states in the Upper Colorado River Basin. The Upper Colorado River Basin Snow Water Equivalent was at **14.2 inches as of March 24th**, which is **98% of normal** for that day. Due to the below-average inflows into Lake Powell over the past several years, the United States Bureau of Reclamation **declared a shortage at Lake Mead that has been ongoing since January 1st, 2022 (Below 1,075 feet storage level)**. As of March 2025, **there is a 93% chance of shortage continuing in CY 2026, a 57%**

chance in CY 2027, and a 53% chance in CY 2028. In addition, there is a 7% chance of a California (Below 1,045 feet storage level) shortage in 2027.

As of March 24th, Lake Oroville's storage is at 86% of the total capacity and 121% of the normal capacity. As of March 24th San Luis Reservoir has a current volume of **89% of the reservoir's total capacity and is 104% of normal.**

With Calendar Year (CY) 2025 estimated total demands and losses of 1.453 million acre-feet (MAF) and with a 40% SWP Table A Allocation, Metropolitan is projecting that demands will equal supply levels in Calendar Year (CY) 2025. Based on this, Metropolitan's estimated dry-year storage at the end of **CY 2025 will remain at approximately 3.8 MAF.** A projected dry-year storage supply of **3.8 MAF would be approximately 2.8 MAF from a typical level where Metropolitan's goes into Water Supply Allocations.** A large factor in maintaining a high water storage level is lower than expected water demands. We are seeing regional water demands reaching a 40-year low. **However, with a majority of MWD's water supplies stored in Lake Mead and still a 5-year shortage projection at Lake Mead, there remains a lot of uncertainty about where supply balances will be in the future. In addition, Colorado River Basin States have been meeting for months to negotiate new post-2026 operations at Glen Canyon Dam at Lake Powell and Hoover Dam at Lake Mead.**





2025 WSDM Storage Detail

WSDM Storage	1/1/2025 Estimated Storage Levels ¹	CY 2025 Take Capacity ²	2025 Total Storage Capacity
Colorado River Aqueduct Delivery System	1,596,000	299,000	1,622,000
Lake Mead ICS	1,596,000 ³	299,000 ⁴	1,622,000 ³
State Water Project System	1,163,000	685,000	2,328,000
MWD & DWCV Carryover	380,000	380,000	519,000 ⁵
MWD Articles 14(b) and 12(e)	3,000 ⁶	3,000	0
Castaic and Perris DWR Flex Storage	219,000	219,000	219,000
Arvin-Edison Storage Program	100,000	0	350,000
Semitropic Storage Program	227,000	51,000	350,000
Kern Delta Storage Program	142,000	32,000	250,000
Mojave Storage Program	19,000	0	330,000
AVEK Storage Program	27,000	0	30,000
AVEK High Desert Water Bank Program	45,000	0	280,000
In-Region Supplies and WSDM Actions	1,060,000	645,000	1,246,000
Diamond Valley Lake	788,000	531,000	810,000
Lake Mathews and Lake Skinner	188,000	76,000	226,000
Conjunctive Use Programs (CUP)	84,000	38,000	210,000 ⁷
Other Programs	762,000	48,000	1,181,000
Other Emergency Storage	381,000	0	381,000
DWCV Advanced Delivery Account	381,000	48,000	800,000
Total	4,581,000	1,676,000	6,377,000
Emergency	750,000	0	750,000
Total WSDM Storage (AF) ⁸	3,831,000	1,676,000	5,627,000

¹ Preliminary start of year balances, subject to DWR adjustments and USBR final accounting in May 2025.

² Take capacity assumed under a 20 percent SWP Table A Allocation. Storage program losses included where applicable.

³ This amount is net of the water Metropolitan stored for IID in Lake Mead in an ICS sub-account.

⁴ Take capacity will be based on planned maintenance activities and current CRA supply estimate.

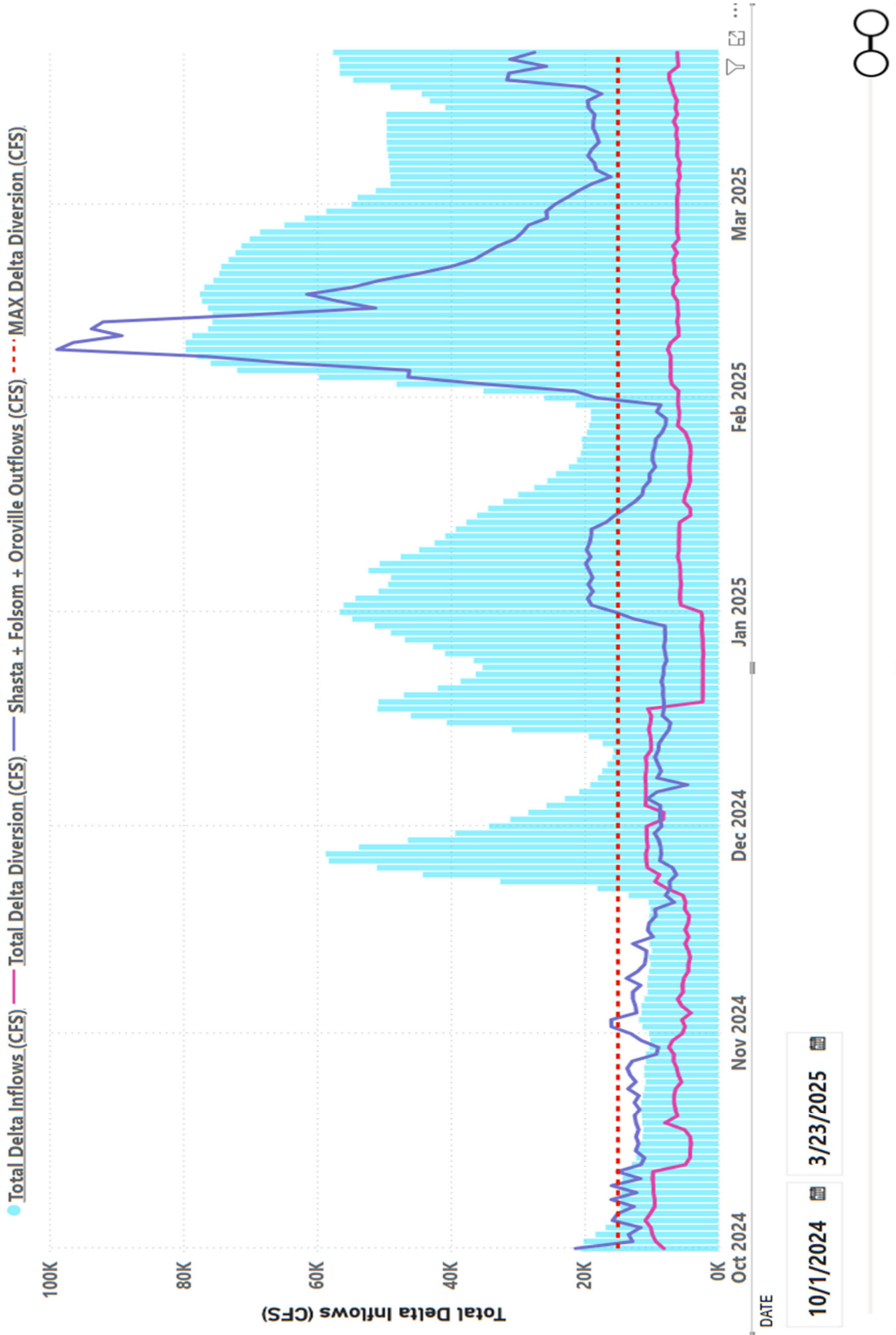
⁵ Total storage capacity varies year-to-year as the contractual annual storage limit, based on the SWP Table A allocation, is combined with the remaining balance from the previous year. There is a potential risk that Metropolitan's stored water be converted to SWP contractor water if San Luis Reservoir approaches full capacity.

⁶ DWR has approved carryover supplies under Article 14 (b) of the State Water Project Contract for delivery in 2025.

⁷ Total of all CUP programs including IEUA/TVMWD (Chino Basin); Long Beach (Central Basin); Long Beach (Lakewood); Foothill (Raymond and Monk Hill); MWD OC (Orange County Basin); Three Valleys (Live Oak); Three Valleys (Upper Claremont); and Western.

⁸ Total WSDM Storage level subject to change based on accounting adjustments. Total may not sum due to rounding.

Bay Delta Daily Historical Water Operations



MET'S WATER QUALITY UPDATE

Water System Operations

Metropolitan member agency water deliveries were 70,100 acre-feet (AF) for February, with an average of 2,500 AF per day, which was about 200 AF per day lower than in January. Metropolitan had suspended delivering Water to the Cyclic and Conjunctive Use Programs in 2025 with the low initial State Water Project (SWP) allocation. Treated water deliveries were 21,300 AF lower than in January, for a total of 35,900 AF or 51 percent of total deliveries for the month. The Colorado River Aqueduct (CRA) pumped a total of 51,000 AF in February. SWP imports averaged 1,090 AF per day, totaling about 30,400 AF for the month. The target SWP blend is 0% for Skinner, Weymouth, and Diemer.

Metropolitan has sufficient SWP, Colorado River supplies, and storage to meet demands in 2025. Water continues to be managed according to Water Surplus and Drought Management (WSDM) principles and operational objectives, emphasizing positioning SWP supplies to meet future demands in the SWP-dependent area. The California Department of Water Resources has increased the SWP Allocation to 40% in late January. Metropolitan continues to minimize the use of Table A supplies to preserve supplies for the SWP-dependent area. At the same time, Metropolitan is also preparing to shift operations to manage surplus supplies should SWP supplies improve. One proactive action that has been taken is to restart deliveries to Diamond Valley Lake to preserve SWP supplies should Article 21 conditions develop later this year.

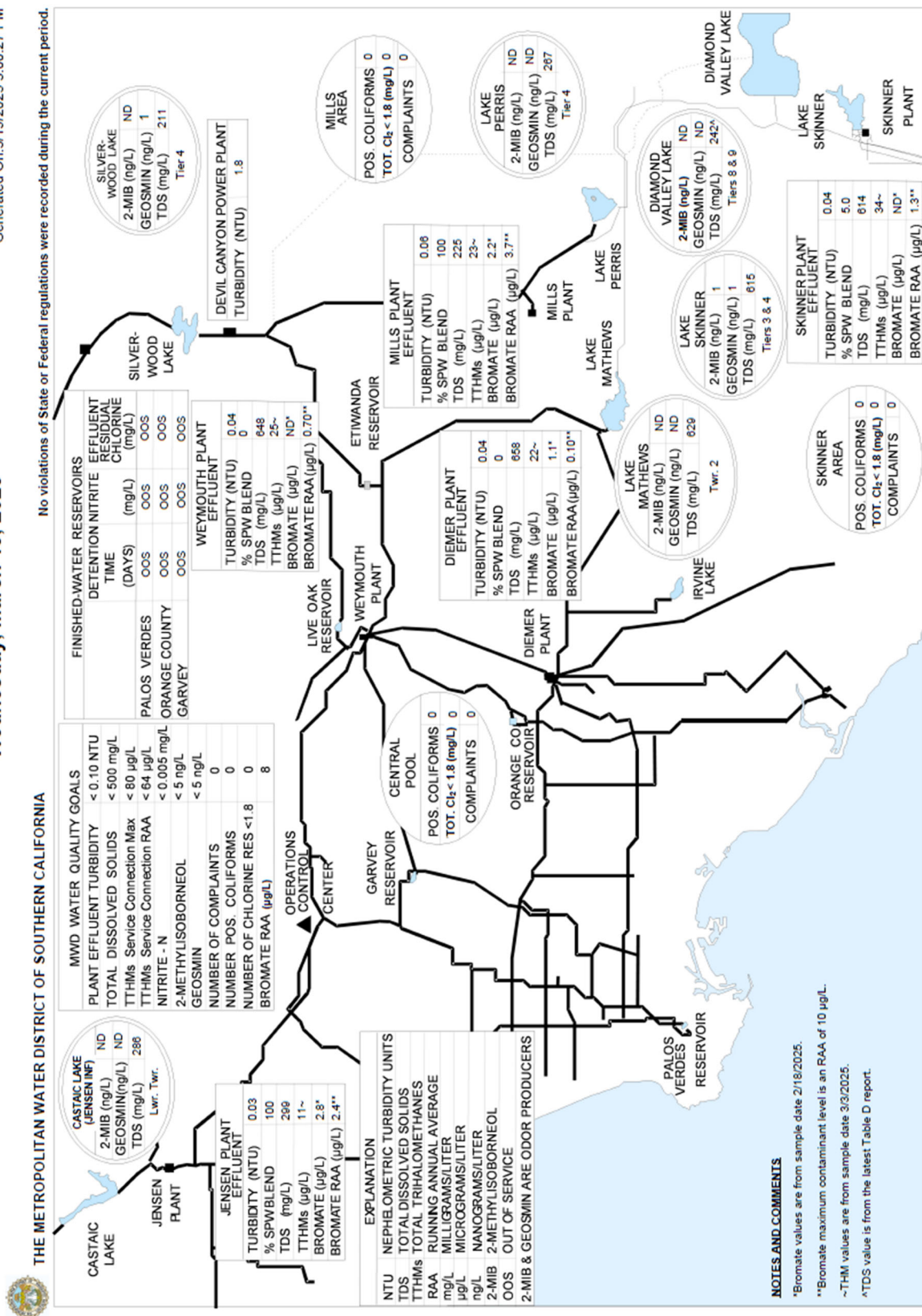
Water Treatment and Distribution

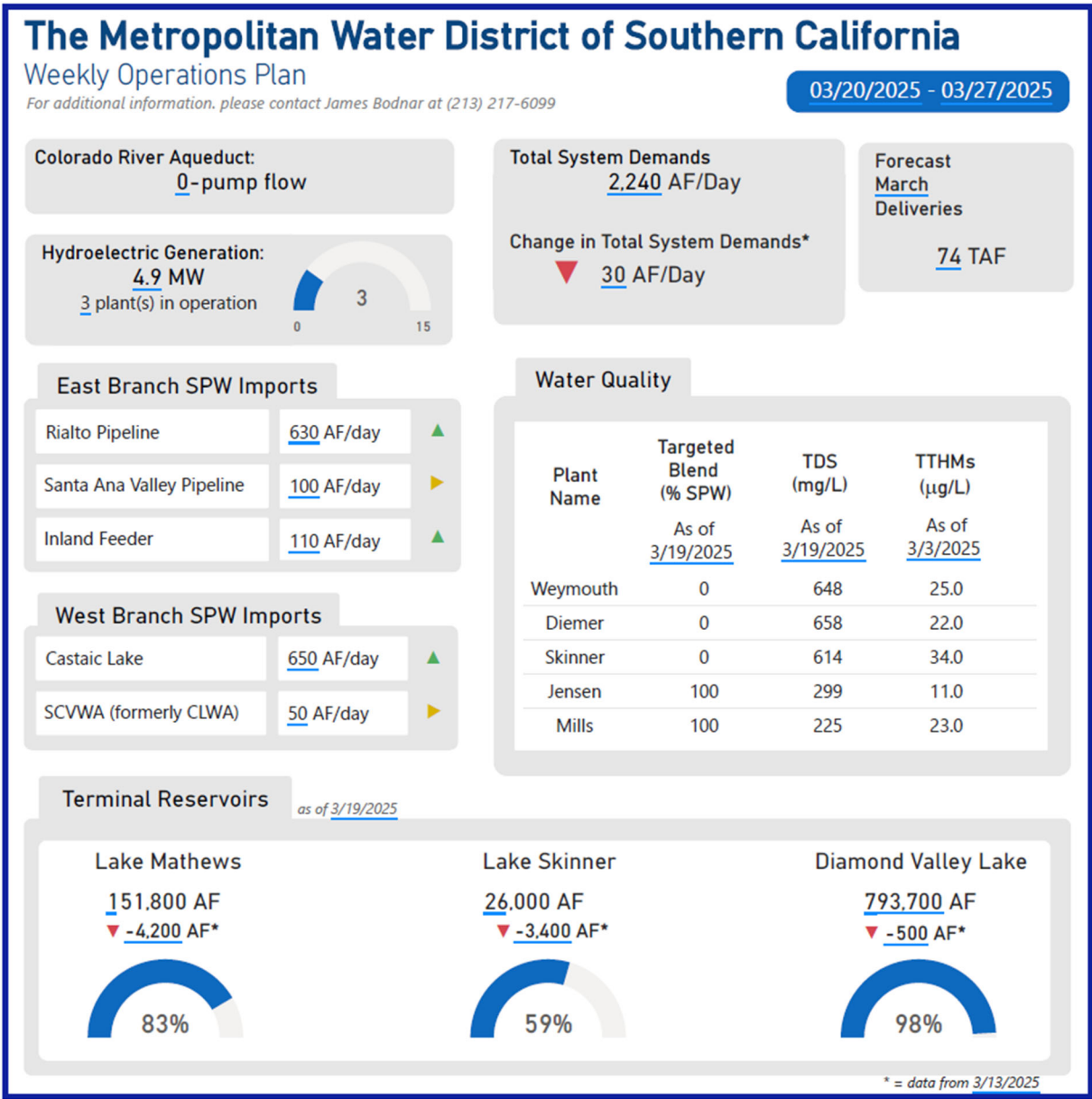
In February, the SWP target blend entering the Weymouth and Diemer plants stayed at zero percent. The SWP blend entering Lake Skinner remained at zero percent. Flow-weighted running annual averages for total dissolved solids from December 2023 through November 2024 for Metropolitan's treatment plants capable of receiving a blend of supplies from the SWP and the CRA were 557, 571, and 548 mg/L for the Weymouth, Diemer, and Skinner plants, respectively.

Jensen plant staff pilot-tested a mechanical dewatering centrifuge as part of a proposed capital improvement project (CIP) to optimize solids handling operations. The onsite demonstration unit helped determine an appropriate polymer type and dosage while exploring increased percent solids concentration. Metropolitan staff also gained hands-on experience with the equipment, providing valuable knowledge for future implementation.

Wednesday, March 19, 2025

Generated On:3/19/2025 3:00:27 PM





COLORADO RIVER ISSUES

Metropolitan Signs Municipal Agency Letter Supporting Reclamation Staff

On February 27, Southern Nevada Water Authority, Central Arizona Project, and Metropolitan sent a letter to Secretary of the Interior Doug Burgum, expressing support for the Bureau of Reclamation staff and encouraging maintaining sufficient staffing to manage the Colorado River System effectively. Similar letters were sent from the Colorado River Board of California and other agencies throughout the Colorado River Basin. The letters expressed the importance of the Colorado River to the southwestern United States.

Lower Basin States Letter to Secretary of Interior

On February 13, Arizona, California, and Nevada (the Lower Basin States) sent a letter to Secretary of the Interior Doug Burgum, congratulating him on his confirmation and raising concerns about the Bureau of Reclamation's (Reclamation's) process for developing post-2026 operational guidelines for the Colorado River system reservoirs under the previous administration. The letter reaffirmed the Lower Basin States' commitment to a collaborative, consensus-driven approach in developing new operational guidelines and emphasized the advantages of consensus over imposed solutions or litigation. The states urged Secretary Burgum to direct Reclamation to retract the Alternatives Report and ensure a legally compliant analysis of the alternatives. They also expressed optimism about renewed collaboration under his leadership.

Key Messages Outlined in the Letter

1. Concerns Regarding the "Alternatives Report"
 - The January 2025 Alternatives Report, issued by the previous administration, falls outside the standard National Environmental Policy Act (NEPA) process.
 - The Lower Basin States' proposed alternative is not included among those selected for full analysis.
 - The report did not incorporate compliance with the 1922 Colorado River Compact in evaluating alternatives.
 - Several issues with the NEPA process to date require resolution.
2. Glen Canyon Dam Infrastructure Protection
 - Reclamation assumes that maintaining Lake Powell above the minimum power pool elevation of 3,490 feet is the only means of protecting dam infrastructure. The letter raises concerns that the prior administration's approach—reducing releases to the Lower Basin to protect Lake Powell's outlet works—fails to address necessary infrastructure repairs.

- Engineering solutions, releases from federal reservoirs above Lake Powell, and temporary Upper Basin water use reductions would be more effective measures for protecting Glen Canyon Dam infrastructure.
- Reclamation should conduct a complete NEPA analysis of alternative solutions, including engineering upgrades to Glen Canyon Dam's river outlet works, rather than relying solely on reduced water releases to the Lower Basin.

3. Proposed Reductions

- The Lower Basin States have demonstrated their commitment to a consensus-based solution by voluntarily agreeing to conserve 1.5 million acre-feet of water per year under most system conditions.
- The Lower Basin States believe Basin-wide reductions are necessary when system storage falls below critical thresholds.

DELTA CONVEYANCE ACTIVITIES AND STATE WATER PROJECT ISSUES

Delta Conveyance

On February 14, the California Department of Fish and Wildlife (CDFW) issued an Incidental Take Permit (ITP) under Section 2081 of the California Endangered Species Act (CESA) for the Delta Conveyance Project. Completing this permit is an important milestone in the planning process, advancing this critical project towards the implementation phase.

Under CESA, the California Department of Water Resources must obtain an ITP to avoid jeopardy, minimize incidental take, and fully mitigate any impacts of authorized take on threatened or endangered species caused by the construction, operation, and maintenance of the Delta Conveyance Project.

Delta Islands

On February 10, Metropolitan staff released a Request for Proposals (RFP) to engage a partner to cultivate rice on a minimum of 1,000 and up to 1,360 acres on Webb Tract with an initial base term of 10 years and an option to extend for an additional 5 years. Interested respondents are encouraged to make a recommended site visit on February 26. Metropolitan staff is making a concerted effort to distribute information on the RFP widely. Notification of the RFP was sent to over 150 parties who have signed up for notifications about the Webb Tract projects. In addition, Metropolitan staff is contacting local rice growers, Farmers Rice Cooperatives, local farm bureaus, and Cooperative Extension Rice Advisors in the area to ensure that interested farmers are notified of the release of the RFP. Yolo, Solano, and Sacramento Farm Bureaus posted information about the RFP in their newsletters.

On February 12, in partnership with the Sacramento-San Joaquin Delta Conservancy, a hybrid public meeting was held to update interested parties on the progress of the Webb Tract Wetland Restoration and Webb Tract Rice Development Projects. The meeting was attended by 17 in-person participants at the Big Break Visitor Center and 25 participants on Zoom.

Metropolitan Bay-Delta staff is reviewing a Statutory Exemption for Restoration Projects (SERP) application for the Webb Tract Wetland Restoration Project. If approved by CDFW, the SERP exemption will provide a streamlined California Environmental Quality Act clearance for the project. It will pave the way for expedited permitting through the new Restoration Management Permit Act enacted on January 1, 2025. The Act is intended to accelerate beneficial restoration projects in California. The SERP exemption application is scheduled for submission in early March 2025.

PUBLIC/GOVERNMENT AFFAIRS

MEMBER AGENCY SUPPORT

Public Affairs Staff:

- Prepared and delivered the AB 1572 Bill Inserts & Flyers to Member Agencies.
- Set up Consumer Confidence Report one-on-one appointments for Member Agencies.

COMMUNITY AND SPECIAL EVENTS

Public Affairs Staff:

- Hosted the MWDOC Water Policy Forum & Dinner on March 20, 2025, at the Westin, South Coast Plaza, featuring Deven Upadhyay, The Metropolitan Water District of Southern California General Manager.
- Coordinated final details for Director Ackerman's State Water Project Inspection Trip on March 7-8, 2025.
- Hosted a Water Resources and Conservation Patch clinic on March 22, 2025, for Girl Scouts alongside Mesa Water District and Inside the Outdoors staff at the NEW Mesa Water District Education Center.
- Coordinated registration for Director Seckel's State Water Project Inspection Trip on April 25-26, 2025.
- Worked with Government Affairs to create an invitation for the Independent Special Districts of Orange County Quarterly Luncheon.
- Coordinated Director Dick's Speakers Bureau presentation to the Fullerton Rotary Club.
- Met with Orange County Water District to prepare for joint Girl Scout clinic on May 10, 2025
- Met with Trabuco Canyon Water District to finalize details for the upcoming Scouts BSA Soil & Water Conservation Merit Badge clinic on April 19, 2025

Government Affairs Staff:

- Attended the South Orange County Economic Coalition's Meet the Mayors Breakfast with Director Erdman
- Attended the OC LAFCO meeting
- Attended the ACC-OC Legislative and Regulatory Committee meeting

K-12 WATER EDUCATION

Public Affairs Staff:

- Sent out MWDOC Choice K-12 School Program commitments for FY 25-26 – 22 water providers participating.
- Met with MWDOC Choice 3-12 School Program contractor, Orange County Department of Education's Inside the Outdoors, to discuss program progress and opportunities to emphasize careers in program elements.
- Provided information regarding the MWDOC Choice K-12 School Programs to Moulton Niguel Water District, Yorba Linda Water District, South Coast Water District, City of Fountain Valley, Irvine Ranch Water District, Santa Margarita Water District, and El Toro Water District.
- Participated in the Metropolitan Water Education Coordinators meeting.

WORKFORCE INITIATIVE: WATER ENERGY EDUCATION ALLIANCE (WEEA)

Public Affairs Staff:

- **Speakers Bureau**
Attended and presented at Urban Water Institute's Spring Conference.
- Participated in a partnership discussion with Orange County's YES Workforce Development Solutions.
- **Speakers Bureau**
Participated as a panelist at California-Nevada American Water Works Association's (CANV-AWWA) annual Water of the West Pre-Conference Workshop.
 - Participated in two (2) pre-panel discussions with CANV-AWWA and fellow panelists to prepare for the event.
- Participated in two (2) Metropolitan Water District of Southern California (Metropolitan) Member Agency Workgroup meetings to prepare for their May 1 inaugural Water Workforce Summit.
 - Accepted an invitation as a panel moderator and secured three (3) panelists for the first session, "Transforming the Future: Educational Pathways to Careers in Water."
- Met with the Executive Director of the Association of California Water Agencies (ACWA) Foundation to discuss synergies and potential partnership opportunities.
- Met with WEEA sponsor Tomorrow's Talent, to discuss their work in Orange County with Coastline Community College and the City of Santa Ana.
- **Speakers Bureau**
Participated in an on-air interview with NBC radio show and podcast The Water Zone <https://www.youtube.com/watch?v=fmFc94oHYLc>.
- Participated in a discussion with San Diego State University about water career pathways at the University level.

- Met with Orange County's Coastline Community College to discuss their technology process program, and Dolphin Tank Incubator for student resources, mentorship, and networking opportunities.
- Met with Los Angeles County Sanitation Districts to learn more about their workforce development initiatives and connect them to WEEA and regional resources.

DIGITAL COMMUNICATIONS, PUBLICATIONS, AND MEDIA ENGAGEMENT

Public Affairs Staff:

- Prepared and delivered the April edition of eCurrents
 - Open rate: 53% (utilities average 28%).
- Completed several updates for the MWDOC.com website.
- Developed and distributed social media content across all MWDOC social media channels.
- Released a recap video on March 31, 2025, of the Girl Scout clinic with Mesa Water District.

SPECIAL PROJECTS

Public Affairs Staff:

- Completed the final two (2) full-day Supervisors Academy trainings at Yorba Linda Water District and MWDOC with the Centre for Organization Effectiveness.
- Participated in panel interviews for the Accounting Technician position

Governmental Affairs Staff:

- Prepared and distributed to all special districts the Call for Nominations for the Secretary Vacancy on the ISDOC Executive Committee
- Prepared and distributed the agenda for the March ISDOC Executive Committee meeting
- Staffed the March ISDOC Executive Committee meeting
- Staffed the March WACO meeting featuring speaker Justin Caporusso from the Mountain Counties Water Resources Association
- Prepared and distributed the agenda for the WACO Planning Committee meeting
- Staffed the WACO Planning Committee meeting
- Invited and coordinated with the April WACO speaker
- Prepared and distributed the April ISDOC Executive Committee agenda
- Staffed the ISDOC Executive Committee meeting
- Added ISDOC to two coalition letters: AB 259 (Rubio) and SB 496 (Hurtado)
- Staffed the April WACO meeting featuring Jerry Brown of the Sites Reservoir Project

OUTREACH METRICS

Public Affairs Staff:

- Google Performance Analytics (GM Report Timeframe)
 - 286 business profile interactions
 - 2,761 people viewed the business profile
- Website Analytics (GM Report Timeframe)
 - 14,808 pageviews
 - Top pages for this date range
 - Home Page – 2,494
 - Agendas, Packets, Minutes – 764
 - Residential Rebates – 763
 - Turf Replacement – 731
 - Careers – 607
 - Poster Contest – 604
 - ocwatersmartparks.com: 3 site sessions
- ocwatersmartgardens.com Analytics (February 2025)
 - 575 Sessions, 372 New Users
 - Top pages for this date range
 - Eligible Sustainability Feature Trees
 - Helpful Plant List
 - Fire Resistant CA Friendly Plants
- Social Media (GM Report Timeframe)

According to Hootsuite – the global leader in social media management –a good engagement rate is between 1% to 5%.

For this period, MWDOC's engagement rate is at 6.29%

- 124,591 post reach (number of people)
 - 7,837 Post engagement (actions taken – likes, shares, etc.)

LEGISLATIVE AFFAIRS

Governmental Affairs Staff:

- Attended the ACWA DC Conference
- While in Washington, D.C., I met with the following:
 - Staff from Congressman Levin's Office
 - Congresswoman Young Kim
 - Senior staff from the US Bureau of Reclamation
 - Congressman Lou Correa
 - Staff from Congressman Derek Tran's office
 - Congressman Dave Min
- Participated in the Southern California Water Coalition Legislative Taskforce (March)
- Participated in the ACWA Region 10 State Legislative Committee Prep meeting
- Attended the March CMUA Water LIRA Strike Team meeting
- Attended the ACWA State Legislative Committee meeting
- Participated in the CCEEB WCW meeting on SB 601 (Allen) and its sponsors, the California Coastkeepers
- Attended the CMUA Regulatory Advocacy Discussion on Advanced Clean Fleets and AB 1594 Implementation Meeting
- Attended the CMUA Regulatory Committee meeting in Sacramento
- Participated in the CMUA Legislative Committee meeting in Sacramento
- Met with legislative staff from MWD to discuss legislation
- Attended the CCEEB WCW Project meeting in Sacramento
- Attended the ACWA Water LIRA Working Group meeting
- Participated in the CMUA Internal ACF Regulatory Meeting
- Attended the DWR California Water Plan Update Webinar
- Along with CSDA and other special districts, we met with staff from Assemblywoman Cottie-Petrie Norris's office
- Participated in the MWD Legislative Coordinators' meeting
- Participated in the CSDA Legislative Committee meeting
- Attended the OCB Sacramento Advocacy Trip and represented MWDOC
- Met with Assemblywoman Laurie Davies
- Attended the ACWA Legislative Symposium in Sacramento
- Participated in the CMUA/ACWA/Environmental Justice Workgroup, re: SB 350 (Hurtado)
- Attended the CMUA ACF/AB 1594 Working Group Call
- Attended the April CMUA Water LIRA Strike Team meeting
- Participated in the April CCEEB WCW Project meeting

GRANTS QUARTER 1 UPDATE

Jan-Feb-March - Q1 - Quarterly 2025	
# of agencies contacted for updates to project list	6
# of projects added to project list	2
# of projects removed from the project list	1
# of agencies that do not have projects on the project list	4
Total Projects	253
# of funding programs added to tracking sheet <i>(note that we update existing/cyclical entries)</i>	0
Total Funding Programs	187
# of emails communicating funding opportunities	125
# of Go/No-Go evaluations completed	5
# of funding update conference calls with member agencies	31
Total amount received in grant/loan awards <i>(we are still waiting to hear on several applications submitted)</i>	\$6,394,383
Total applications submitted	0
Total amount requested (grants and loans)	\$0

WATER USE EFFICIENCY

CITY OF WESTMINSTER WATER LOSS DISCUSSION

On March 11, Rachel Davis and E Source met with staff from the City of Westminster to discuss the water loss standard that the State Water Resources Control Board set and some strategies to assist them in meeting that target. Westminster staff indicated that they would be moving forward with various Water Loss Control Shared Services and Technical Assistance tasks provided by MWDOC.

ORANGE COUNTY WATER LOSS CONTROL WORKGROUP MEETING

On March 11, Rachel D. and Joe Berg hosted the Orange County Water Loss Control Workgroup meeting in person at MWDOC. Approximately 26 agency staff, Alex Cavazos, Cristal Castro, and Melissa Hurtado from MWDOC, attended this meeting. Items on the agenda included:

- Welcome and Introductions
- Water Loss Update
 - Water Loss Regulations Timeline
 - Board Leak Registry Update
- MWDOC Update
- Future MWDOC Meeting Topics Discussion
- 2024 MWDOC Water Audit Submission Review
- Discussion & Questions
- Lunch and Networking

The next workgroup meeting is scheduled for May 13.

ORANGE COUNTY DATA ACQUISITION PARTNERSHIP (OCDAP) STEERING AND TECHNICAL ADVISORY COMMITTEE (STAC)

On March 11, Rachel Waite-Harvey attended the OCDAP STAC. This working group collaborates on and organizes a regional effort to cost-share the acquisition of high-resolution aerial imagery and related products and planning of the OC GIS Users Group meeting. Discussion focused on the 2026 Cycle #3 vendor options, planning, and logistics.

The next meeting is scheduled for April 8.

CALIFORNIA WATER EFFICIENCY PARTNERSHIP (CALWEP) PEER-TO-PEER PLANNING COMMITTEE

On March 13, Rachel D. participated via Zoom in CalWEP's Peer to Peer Planning Committee meeting to discuss CalWEP's upcoming Peer to Peer Conference in Buena

Park on May 28 and 29. Rachel and Melody Seesangrit, with the Irvine Ranch Water District, are organizing a Water Loss Control Panel discussion for the conference.

The next Planning Committee meeting is scheduled for April 10.

MEETING WITH STAFF FROM STATE WATER RESOURCES CONTROL BOARD (SWRCB)

On March 13, Rachel D. met with Eric Zuniga from SWRCB to follow up on comments in response to the draft Break Registry Reporting Template that Eric released earlier this year. Rachel highlighted ways in which the template would be difficult for retail water agencies to complete due to a lack of data availability and the broadening of the scope of the data beyond what is written in the regulation. Rachel also made some formatting and verbiage suggestions aimed at streamlining reporting.

LEAGUE OF CALIFORNIA CITIES ORANGE COUNTY CHAPTER MEETING

On March 13, Joe and Rachel W-H. Attended the League of California Cities OC Chapter Meeting and presented information on AB1572, which prohibits the use of potable water for irrigating non-functional turf on certain properties, and discussed how MWDOC offers support for compliance through its Turf Replacement and other water savings programs.

As a follow-up to information shared at the meeting, on March 19, Joe, Rachel W-H., Beth Fahl, and Tina Fann met with staff from the City of Garden Grove and Metropolitan to discuss rebate programs available to address the removal of non-functional turf. MWDOC staff gave a brief overview of the various landscape programs available through MWDOC and Metropolitan.

ORANGE COUNTY GIS USERS GROUP MEETING

On March 18, Rachel W.H. attended the OC GIS Users Group Meeting hosted by the City of Yorba Linda. Topics on the agenda included an OCDAP update and presentations on Imagery Change Detection, OCFA MapBook, and GEO AI.

The next meeting will be held next quarter on a to-be-determined date.

ALLIANCE FOR WATER EFFICIENCY (AWE) WATER EFFICIENCY RESEARCH (WER) COMMITTEE CLIMATE CHANGE TASK FORCE

On March 18, Rachel W.H. joined the first meeting of the AWE WER Committee Climate Change Task Force. This task force focuses on Task #5 of the WER Committee's work plan, which explores connections between water efficiency/conservation and climate change from mitigation and adaptation perspectives. The discussion focused on what members envisioned for the task force, dissecting how

water efficiency programs may or may not be well suited to function as mitigation and what the adaptation of programs may look like.

A follow-up meeting will be scheduled at a future date.

METROPOLITAN WATER USE EFFICIENCY WORKGROUP MEETING

On March 18, Joe, Beth, Rachel D., Tina F., and Sam Fetter participated via Zoom in Metropolitan's Water Use Efficiency Workgroup meeting. Items on the agenda included:

- Metropolitan Board Meeting Update
 - Board Report
 - Large Landscape and Residential Survey Program
- Metropolitan Conservation Program Updates
 - Grant Funding Update
 - Member Agency Master Agreements
 - CA Friendly Classes Update
 - Inspections Update
 - Conservation 101
- External Affairs Update

The next meeting is scheduled for April 17.

CALWEP SPRING PLENARY MEETING

On March 20, Rachel D. participated in person, and Joe, Rachel W-H., Beth, Tina F., and Sam participated via Zoom in the CalWEP Spring Plenary meeting hosted by Coachella Valley Water District. Topics on the agenda included:

- CalWEP and AWE Updates
- Business Spotlight: CII Compliance Tools from Radian Developers
- Making Conservation a Way of Life Reporting Report Back
- CaDC and CalWEP's New Variance Estimator
- The Low-Flow Frontier: Updates on High-Efficiency Toilets
- Preparing for AB 1572: NFT Tools for Water Agencies
- Maximizing your Membership: CalWEP Programs in Action

The next plenary meeting is scheduled for September 11.

CALWEP BOARD MEETING

On March 19, Rachel D. attended the CalWEP Board meeting at the Coachella Valley Water District in Palm Desert. This was Rachel's first meeting as a board member, continuing MWDOC's nine years of representation on the board.

WAY OF LIFE FRAMEWORK TECHNICAL ASSISTANCE PROGRAM (FRAMEWORK TAP) KICKOFF AND READINESS ASSESSMENT MEETINGS

MWDOC began offering its Framework TAP services to Orange County retailers through its hired consultant, Environmental Incentives (EI). The program's first step is conducting a readiness assessment that will provide retailers with an overview of where they are relative to compliance and what they need to do to achieve it. EI and MWDOC staff held kickoff meetings with each participating agency; these meetings serve as project onboarding and are the basis of the readiness assessment process. The following agency kickoff meetings occurred in March:

- March 21 with the City of Buena Park
- March 24 with the City of Westminster
- March 25 with the City of Huntington Beach
- March 26 with the City of La Habra

Several more Framework TAP kickoff meetings are scheduled for April.

CALWEP WHOLESALER TASK FORCE MEETING

On March 24, Rachel D., Rachel W. H., and Beth participated via Zoom in CalWEP's Wholesaler Task Force meeting to discuss CalWEP's Landscape Area Measurement Explorer and make it available to wholesale agencies. The Explorer will be available for wholesale agency use, potentially for a small fee yet to be determined.

The next Wholesaler Task Force meeting has not yet been scheduled.

CALWEP MEASUREMENT AND EVALUATION (M&E) GUIDEBOOK MEETING

On March 24 and April 7, Rachel W-H. I met with CalWEP members and staff to discuss the recently completed draft of the M&E Guidebook, which MWDOC helped create. The Guidebook will provide standardized, peer-reviewed roadmaps for completing water efficiency program evaluations to increase the number of comparable analyses being completed. The following steps include aesthetic updates to include in the final draft.

CALIFORNIA-NEVADA AMERICAN WATER WORKS ASSOCIATION (CA-NV AWWA) LEADERSHIP MEETING

On March 25, Rachel D. participated via Zoom in CA-NV AWWA's Leadership Meeting. Rachel is currently the Vice Chair of the Water Loss Committee and attended the meeting to discuss the Water Loss track at the upcoming Water Conference of the West

in Anaheim on April 8-10. During the conference, Rachel will be moderating a series of talks and facilitating the Water Loss Committee meeting.

The next Leadership Meeting is scheduled for April 22.

CA-NV AWWA WATER LOSS COMMITTEE MEETING

On March 25, Rachel D. helped host the CA-NV AWWA Water Loss Committee meeting via Zoom. Rachel is currently serving as the Vice Chair of the committee. Items on the agenda included:

- Future Online Presentations and Trainings
- In-Person Manual Leak Detection Training
- Grant Funding Advocacy
- Conference Updates

The next Committee Meeting is scheduled for April 9.

ADVANCED METERING INFRASTRUCTURE (AMI) WORKGROUP MEETING #5 – GRANT, LOAN, AND OTHER FUNDING OPTIONS

On March 26, Joe, Rachel W-H., Melissa H., Cristal, and Alex C. attended the fifth AMI Workgroup meeting hosted by Rachel D. in collaboration with E Source. Agenda items included:

- Learning Module
 - AMI Project Spend Examples (Insight Into When You Need Money)
 - Demonstrate Typical AMI Project Schedules
 - Spend Per Year Examples
 - MWDOC Grant Research and Acquisition Services – Joey Soto
 - Potential AMI Grants & Loans (Watersmart, SRF, I-Bank, WIFIA)
 - Earmarks
- Information Sharing
 - SRF Financing – (Department Of Water Resources)
 - Loans With Potential Payoff
 - Small Grants
 - Rural / National Water
 - Revenue Bonds
 - Performance Guarantee Contracting
 - Pay Per Meter
 - Other Private Financing

The next workgroup meeting is scheduled for May 20.

LEAK DETECTION LUNCH AND LEARN

On March 27, Rachel D., Hugo Escamilla, Guillermo Zavala, and Trenton Blue hosted six members of the Moulton Niguel Water District (MNWD) Proactive Leak Detection team for a Lunch and Learn at the MWDOC office. Technicians compared various techniques and shared leak detection stories as part of an open dialogue about the agencies' programs. The group discussed holding a future Leak Detection Lunch and Learn at the MNWD office.

CALLEGUAS MUNICIPAL WATER DISTRICT PURVEYOR MANAGERS MEETING

On March 27, Rachel D. presented an overview of MWDOC's Water Loss Control Shared Services and Technical Assistance programs to the Calleguas Purveyors. The presentation highlighted the steps MWDOC Member Agencies took through the Shared Services and Technical Assistance Programs that resulted in real loss reductions and standard adjustments. The webinar was attended by approximately 25 agency managers across the Calleguas Municipal Water District service area.

LEAK DETECTION DEMONSTRATION

On April 1, Melissa Baum-Haley and Harvey De La Torre, along with James Morgutia and Elise Goldman from the Metropolitan Water District of Southern California, attended an in-field Leak Detection Demonstration hosted by Rachel D., Guillermo, Trenton, and Hugo—the demonstration aimed to educate staff and showcase the process of detecting and reporting leaks.

PROJECT AGREEMENT 23 (PA 23) COMMITTEE MEETING

On April 1, Rachel W-H. Attended the PA 23 Committee meeting, which was established by the SAWPA Commission to make policy decisions regarding implementation related to operations, storage, transfers, and finance of the overall Santa Ana River Conservation and Conjunctive Use Program (SARCCUP). Committee members include Board Members and General Managers from SAWPA Member Agencies. SAWPA staff, with support from member agencies and MWDOC staff, provided an update on SARCCUP projects. Rachel provided an update on Orange County's implementation of the Dedicated Irrigation Meter (DIM) Landscape Area Measurements project, which received SARCCUP funding from SAWPA through the Orange County Water District. She expressed gratitude to both agencies for providing funding.

MOASURE MEASURING DEVICE INSPECTION TRAINING

On April 1, Joe, Rachel W-H., Beth, Tina F., Cristal, and Alex C., along with staff from Moasure and Metropolitan, hosted a Moasure Measuring Device (Moasure Device) Inspection Training for staff from MWDOC Member Agencies. The purpose of the training was to give Member Agency inspection staff an opportunity to become familiar with the Moasure Device and its features, ask questions of the manufacturer, and use it in a controlled setting before the launch of the Moasure Device inspection roll-out later this summer. Approximately 26 Member Agency staff attended the training. Additional trainings and a webinar will be scheduled in the future, as needed.

ORANGE COUNTY WATER USE EFFICIENCY WORKGROUP MEETING

On April 3, Rachel W. H., Rachel D., Beth, Sam, Tina F., Cristal, Alex C., and Melissa H. hosted the Orange County Water Use Efficiency Workgroup meeting. Items on the agenda included:

- H2OC Rainsmart Program, presented by OC Public Works
- SB 552 County of Orange Draft Drought Plan for Small Water Systems, presented by OC Public Works
- Conservation as a California Way of Life Framework
 - CalWEP Landscape Area Measurement (LAM) Explorer
 - Framework Technical Assistance Program
 - NV5 Mixed Use Meters and LAM Reconciliation Support Update
- AB 1572 Nonfunctional Turf Ban
 - Public Agency Email Campaign Update
 - League of California Cities Update
- Metropolitan Conservation Program Updates
 - Member Agency Master Agreements Update
 - CA Friendly Classes Update
- Water Use Efficiency Updates
 - FY 25/26 DRAFT Retailer Choice Allocations
 - Rebate Processing Platform RFP
 - Turf Replacement Program Update
- Upcoming Meetings

The next meeting is scheduled for May 1.

INFORMATION CALENDAR

**MWDOC GENERAL INFORMATION
ITEMS**

MWDOC BOARD OF DIRECTORS

- Al Nederhood
- Larry D. Dick
- Bob McVicker
- Karl W. Seckel
- Randall Crane
- Jeffery M. Thomas
- Megan Yoo Schneider