



**SAN JUAN WATER DISTRICT
BOARD MEETING AGENDA
9935 Auburn Folsom Road
Granite Bay, CA 95746**

**January 15, 2025
6:00 p.m.**

This Board meeting will be conducted both in-person at the District's Boardroom at the address above and via videoconference. When all Board members are in the Boardroom, the District's Board meetings are not required to be broadcast via videoconference and are done so as a convenience to the public; furthermore, if the transmission is interrupted for any reason, the meeting will continue in person as scheduled. Members of the public may participate in Board meetings via videoconference per the instructions below.

To attend via videoconference, please use the following link:

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

<https://meet.goto.com/245724141>

You can also dial in using your phone.

United States: [+1 \(872\) 240-3212](tel:+18722403212)

Access Code: 245-724-141

Please mute your line.

Whether attending via videoconference or in person, the public is invited to listen, observe, and provide comments during the meeting. The Board President will call for public comment on each agenda item at the appropriate time – if you are attending via videoconference at that time, please unmute your line in order to speak.

*****Important Notice: For any meetings that include a Closed Session, the videoconference will be terminated when the Board adjourns into Closed Session. Members of the public who would like to receive the report out from Closed Session and time of adjournment from Closed Session into Open Session and adjournment of the meeting should provide a valid email address to the District's Board Secretary, Teri Grant, at: tgrant@sjwd.org, before or during the meeting. No other business will be conducted after the Board adjourns from Closed Session into Open Session. Promptly after the meeting, the Secretary will email the written report to all persons timely requesting this information.**

The Board may add an item to the agenda (1) upon a determination by at least three Board members that an emergency situation exists, or (2) upon a determination by at least four Board members (or by three Board members if there are only three Board members present) that the need to take action became apparent after the agenda was posted.

Public comment on items within the jurisdiction of the Board is welcome, subject to reasonable time limitations for each speaker. The order of agenda items may be changed to accommodate those in attendance wishing to address a particular item. Please inform the General Manager if you have such a request.

Documents and materials that are related to an open session agenda item that are provided to the District Board less than 72 hours prior to a regular meeting will be made available for public inspection and copying at the District office during normal District business hours.

If you are an individual with a disability and need assistance or accommodation to participate in this Board meeting, please call Teri Grant, Board Secretary, at 916-791-0115, or email Ms. Grant at tgrant@sjwd.org.

Please silence cell phones and refrain from side conversations during the meeting.

I. ROLL CALL

II. PUBLIC FORUM AND COMMENTS

This is the opportunity for members of the public to comment on any item(s) that do not appear on the agenda. During the Public Forum, the Board may ask District staff for clarification, refer the matter to District staff or ask District staff to report back at a future meeting. The Board will not take action on any matter raised during the Public Forum, unless the Board first makes the determination to add the matter to the agenda.

III. CONSENT CALENDAR

All items under the Consent Calendar are considered to be routine and will be approved by one motion. There will be no separate discussion of these items unless a member of the Board, Audience, or Staff request a specific item removed before the motion to approve the Consent Calendar.

1. Minutes of the Board of Directors Meeting, December 18, 2024 (W & R)
Recommendation: Approve draft minutes
2. Fiscal Year 2023-2024 Annual Audit and Comprehensive Audited Financial Report – DavisFarr, Certified Public Accountants (W & R)
Recommendation: Receive and file
3. Bacon Pump Station Fence Project (R)
Recommendation: To authorize and approve the award of a construction contract to apparent lowest responsive and responsible bidder for the Bacon Pump Station Fence Project
4. Hydrant and Valve Maintenance FY 2024/25 (R)
Recommendation: Authorize and approve Amendment #2, 2nd year renewal to the contract with Wachs Water Services (WWS) for professional services related to the inspection and maintenance of the District's hydrants and valves for the fiscal year 2024/25

IV. NEW BUSINESS

1. 2025 Board Committees (W & R)
Discussion

V. OLD BUSINESS

1. Resolution 24-10 Censure of Director Tobin
Action: Consider a motion to sustain, modify or rescind Resolution 24-10
2. Presentation on Draft Retail Financial Plan Update and Proposed 4-Year Rate Schedule (R)
Discussion and Direction to Staff
3. Wholesale Late Payment Fee (W)
Action: Approve Resolution 25-01 Reaffirming Wholesale Late Payment Fee
4. Evaluation of Potential Groundwater Well Sites (W & R)
Discussion and possible direction to staff
5. District's 457 Deferred Compensation Plan (W & R)
Discussion
6. FY 2024-25 Operations Plan Report Card (W & R)
Review 2nd Quarter Progress
7. Conjunctive Use and Groundwater Banking Activities Update (W & R)
Discussion

8. 2024 Hydrology and Operations Update (W & R)
Discussion

VI. INFORMATION ITEMS

1. General Manager's Report
 - 1.1 General Manager's Monthly Report (W & R)
Staff Report on District Operations
 - 1.2 Miscellaneous District Issues and Correspondence
2. Director of Finance and Human Resources' Report
 - 2.1 Rates/Fees/Charges updated by 3.13% CPI or 2.55% CCI effective Jan. 1, 2025, where applicable
 - 2.2 Miscellaneous District Issues and Correspondence
3. Director of Operations' Report
 - 3.1 Miscellaneous District Issues and Correspondence
4. Director of Engineering Services' Report
 - 4.1 Miscellaneous District Issues and Correspondence
5. Legal Counsel's Report
 - 5.1 Legal Matters

VII. DIRECTORS' REPORTS

1. Sacramento Groundwater Authority (SGA) – T. Costa
2. Regional Water Authority (RWA) – D. Rich
3. Association of California Water Agencies (ACWA)
 - 3.1 ACWA – P. Tobin
 - 3.2 Joint Powers Insurance Authority (JPIA) – P. Tobin
4. Central Valley Project (CVP) Water Association – T. Costa
5. Other Reports, Correspondence, Comments, Ideas and Suggestions

VIII. COMMITTEE MEETINGS

1. Finance Committee – January 7, 2025
<https://www.sjwd.org/2025-01-07-committees-meeting-finance>
2. Engineering Committee (Special) – January 9, 2025
<https://www.sjwd.org/2025-01-09-committees-special-meeting-engineering>

IX. UPCOMING EVENTS

1. ACWA DC2025 Conference
February 25-27, 2025
Washington, DC
2. 2025 ACWA Legislative Symposium
March 26, 2025
Sacramento
3. 2025 ACWA Spring Conference
May 13-15, 2025
Monterey, CA

President Costa to call for Closed Session

X. CLOSED SESSION

1. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant exposure to litigation pursuant to California Government Code Section 54956.9(d)(2) (one case)
2. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION (Section 54956.9)
Citrus Heights Water District, et al. vs. San Juan Water District, Case Number: 23WM000064, Sacramento County Superior Court
3. PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Pursuant to Government Code § 54957
Title: General Manager

XI. OPEN SESSION

1. Report from Closed Session

XII. ADJOURN

UPCOMING MEETING DATES

February 19, 2025

March 19, 2025

I declare under penalty of perjury that the foregoing agenda for the January 15, 2025, regular meeting of the Board of Directors of San Juan Water District was posted by January 10, 2024, on the outdoor bulletin boards at the District Office Building, 9935 Auburn Folsom Road, Granite Bay, California, and was freely accessible to the public. The agenda and the board packet is also posted on the District's website at sjwd.org.

Teri Grant, Board Secretary

SAN JUAN WATER DISTRICT

Board of Director's Board Meeting Minutes
December 18, 2024 – 6:00 p.m.

BOARD OF DIRECTORS

Manuel Zamorano	President
Ted Costa	Vice President
Mike McRae	Director
Dan Rich	Director
Pam Tobin	Director

SAN JUAN WATER DISTRICT MANAGEMENT AND STAFF

Paul Helliker	General Manager
Donna Silva	Director of Finance
Tony Barela	Director of Operations
Andrew Pierson	Director of Engineering
Adam Larsen	Field Services Manager
Devon Barrett	Customer Service Manager
Greg Turner	Water Treatment Manager
Greg Zlotnick	Water Resources Manager
Teri Grant	Board Secretary/Administrative Assistant
Ryan Jones	General Counsel
Elizabeth Ewens	Water Counsel

OTHER ATTENDEES

Anonymous
Anthony Wong
Buddy
Cheryl Berkema
Fred
Gary Flanagan
Ginger Vitus
Go To User
Go To User #2
Joel L
Kane V
Krista MacNevin Jee
Lindsay Pangburn
Meera Deshmane
Sandy Harris
Scott
Stacy Helliker
Steve Kenning
Tammy
User
Al Johnson

Citrus Heights Water District

Caryl Sheehan	Citrus Heights Water District
Ray Riehle	Citrus Heights Water District
Shawn Huckaby	Fair Oaks Water District
Tom Gray	Fair Oaks Water District
Mark Hildebrand	Hildebrand Consulting
Suzanne Jones	Placer County Board of Supervisors
Mark Hargrove	SJWD Employee
Mike Spencer	SJWD Employee

AGENDA ITEMS

- I. Roll Call**
- II. Oath of Office**
- III. Public Forum and Comments**
- IV. Consent Calendar**
- V. New Business**
- VI. Old Business**
- VII. Information Items**
- VIII. Directors' Reports**
- IX. Committee Meetings**
- X. Upcoming Events**
- XI. Closed Session**
- XII. Open Session**
- XIII. Adjourn**

President Zamorano called the meeting to order at 6:02 p.m.

I. ROLL CALL

The Board Secretary took a roll call of the Board. The following directors were present in the Boardroom: Ted Costa, Mike McRae, Dan Rich, Pam Tobin, and Manuel Zamorano.

II. OATH OF OFFICE

Oath of Office for Michael McRae and Pam Tobin

At the start of each new term, all Directors must sign the Oath of Office. Michael McRae and Pam Tobin are beginning a new term, and signed the Oath of Office forms for Placer and Sacramento Counties. The Board Secretary administered the Oath of Office.

President Zamorano thanked the Board and staff for their assistance while he was Board President. He then moved Agenda Item IV-1 2025 Board Officers to start after Public Comment. The meeting minutes will remain in the original order.

III. PUBLIC FORUM

Mr. Tom Gray, Fair Oaks Water District (FOWD) General Manager, addressed the Board and inquired why Agenda item IV-2 Fiscal Year 2023-2024 Annual Audit and Comprehensive Audited Financial Report – DavisFarr, Certified Public Accountants was

on the Consent Calendar and not presented to the whole Board, although it was presented to the Finance Committee. Staff and the Board briefly discussed. The Board consensus was to have the auditors present the annual audit results at the January meeting.

Ms. Cheryl Berkema addressed the Board and commended staff on the well-written WaterGram.

IV. CONSENT CALENDAR

All items under the Consent Calendar are considered to be routine and are approved by one motion. There was no separate discussion of these items unless a member of the Board, audience, or staff requested a specific item removed. Consent Calendar item documents are available for review in the Board packet.

1. Minutes of the Board of Directors Meeting, November 20, 2024 (W & R)

Recommendation: Approve draft minutes

2. Fiscal Year 2023-2024 Annual Audit and Comprehensive Audited Financial Report – DavisFarr, Certified Public Accountants (W & R)

Recommendation: Receive and file

3. Esri Small Utility Enterprise Agreement (SUEA) Renewal (W & R)

Recommendation: Approve executing a three-year Small Utility Enterprise Agreement (SUEA) with Esri, the software firm that provides the licensed software for the District's Geographic Information System (GIS)

Director Tobin requested, and President Costa agreed, that Consent Calendar item 2 be removed and placed on the January Board agenda. In addition, she noted that FPPC was spelled FPCC in the Board minutes and the Board Secretary will revise that.

Director Tobin moved to approve the Consent Calendar items 1 and 3. Director Rich seconded the motion, and it carried unanimously.

V. NEW BUSINESS

1. 2025 Board Officers (W & R)

President Zamorano announced that the Board needed to nominate a new President and Vice President.

President Zamorano moved to elect Director Costa as the Board President and Director Rich as the Vice President. Director McRae seconded the motion.

President Zamorano called the roll then Director Tobin commented that there is a succession process for Board officer positions, and this is out of succession.

In response to President Zamorano's question, Legal Counsel Jones informed the Board that there may be a general practice to follow a certain succession, but the governance rule is that it is by majority vote, so it is the Board's decision; however, the roll call was taken too quickly without opening for public comment and Board discussion.

President Zamorano stated he will hold the vote and open the floor to public comment.

Ms. Berkema addressed the Board and stated that it is wise to rotate the officers and voiced concern that since Director Rich made the motion to censure Director Tobin at the last meeting, he should not be in an officer position if he is going to censure other individuals.

President Zamorano ruled the censure comment as out of order and that it can be discussed when the censure item on the agenda is discussed.

Mr. Gary Flanagan interjected that President Zamorano could not rule a public comment out of order.

Director Tobin submitted a substitute motion to elect Director Costa as the Board President and Director McRae as the Vice President. Director Rich seconded the motion, and it carried unanimously.

Director Zamorano passed the gavel to President Costa.

President Costa adjourned the meeting at 6:18 pm in order to open the annual meeting of the SJSWD Financing Corporation.

President Costa called the meeting to order at 6:23 pm and returned to Agenda Item IV Consent Calendar.

2. Power Monitor Project (W & R)

Mr. Barela reviewed the staff report which was included in the Board packet. He explained that the project will allow staff to monitor power in real time at various District facilities. He informed the Board that this will be helpful to alert staff to any issues with pumps and will also assist with determining power consumption when considering modifications to operations.

Director Tobin moved to authorize the Director of Operations to execute a construction contract with Lords Electric, Inc. President Costa seconded the motion, and it carried unanimously.

3. Presentation on Draft Retail Financial Plan Update and Proposed 5-Year Rate Schedule (R)

Ms. Silva reviewed the staff report which was included in the Board packet. She explained that tonight's presentation was to introduce the Retail Financial Plan and

proposed 5-year rate schedule and receive feedback from the Board. She introduced Mr. Mark Hildebrand, Hildebrand Consulting, who conducted a presentation. The presentation will be attached to the meeting minutes.

Mr. Hildebrand reviewed the Retail Enterprise Financial Plan, the Cost of Service/Rate Design, and the Project Schedule. He explained the rate setting process, and reviewed the schematic of Retail Utility Funds/Reserve Structure and the District's cash balance, revenues and expenses and the escalation assumptions.

Mr. Hildebrand reviewed the District's projected capital spending and explained the projection shows the annual capital spending increasing from an average of \$3.4 million to \$10 million per year. Ms. Silva reviewed the larger projects paid for by cash on hand and by debt financing. Ms. Silva reviewed the actions that the Board has taken over the years to continue to provide ongoing savings.

Mr. Hildebrand reviewed the Reserve Policy and various financial forecasts for the financial plan, including the recommended structure that includes some debt financing. He also reviewed the proposed rate increases which are lower than those projected by the previous financial plan. In response to Director Rich's question about removing/delaying projects and the impact on rates, Mr. Hildebrand explained that removing debt-funded projects has less of an immediate impact on the rates than do the cash-funded projects. Mr. Hildebrand stated that if the \$5 million debt-funded Groundwater Production Facilities were cash-funded then there would need to be a one-time rate increase of approximately 1.75%.

President Costa commended staff for making great progress toward paying projects with cash; however, he voiced concern regarding projects that require debt financing. Ms. Silva informed the Board that she will bring back more information regarding the impacts of removing or delaying various projects from the financial plan. She explained to the Board that, due to ADA compliance requirements, the Administration Building project should remain on the plan even if the Board decides to delay the project. In response to Mr. Gray's question, Ms. Silva confirmed that the Administration Building project is both a retail and wholesale project.

Director McRae voiced concern regarding increasing the annual capital spending from an average of \$3.4 million to \$10 million per year. In response to Director McRae's question about ADA compliance, Mr. Barela explained that if there was an employee with an accessibility need, then they would be accommodated; however, if a project needs to be completed in the Field Services Building that exceeds a certain dollar amount (approximately \$193,000) then the District would be required to bring the whole building to code. The Board discussed some of the projects that were listed on the large project list.

Mr. Hildebrand reviewed the existing water rates, the cost of service allocations, the proposed rate schedule, and the bill impact analysis. In addition, he reviewed the next steps in the process which include a Final Recommendation to Board, Mailing of the Prop 218 Notices, a Public Hearing, and the first rate increase.

Mr. Gray addressed the Board and requested that if the groundwater project is worked out with significant savings, then the financial plan be adjusted accordingly, and he voiced concern regarding high water users receiving less of an increase than low water users.

Director McRae commented that there was no direction given to staff but he would like to make sure that the debt allocation for the groundwater well not be issued until a later time when the Board gives permission to issue the debt. Ms. Silva explained that the Board previously directed staff to include the project in the budget, which therefore is included in the financial plan; however, before any debt is issued there are many steps that the Board would take to approve the issuance of the debt.

Mr. Steve Kenning addressed the Board and voiced concern about his water rates and would like the Board to have options for adjusting the rates.

Ms. Meera Deshmane addressed the Board and was glad to have attended to see where the District's revenues are spent; however, she suggested that the District prioritize all the projects with different weights of concern like reliability, critical impact, discretionary items, mandatory items and future inflation. She suggested that the projects be planned based on whether enough revenue can be generated with certain water rate increases. In addition, she voiced concern regarding her water bill, the current rate structure, and comparisons with other water agencies, and encouraged the Board to develop a better rate structure.

Ms. Berkema addressed the Board regarding the annual 85 service line replacements and voiced concern about the longevity of the pipelines. Mr. Barela explained that the service laterals are being replaced not the transmission pipelines as part of the annual maintenance plan.

Mr. Flanagan addressed the Board regarding the funds earmarked for future groundwater access and inquired how the State Groundwater Commission and their restrictions going to affect the District's ability to build new wells or access new water. GM Helliker responded that the groundwater basin is very healthy and there should not be any restrictions. President Costa suggested that Mr. Flanagan contact GM Helliker to discuss this issue.

GM Helliker reviewed a graph of the District's water bills which showed how they compared to other water agencies. Mr. Kenning commented that the graph should only show the local agencies and not the Bay Area or Southern California agencies.

Ms. Sandy Harris addressed the Board and commented that 46% of the Granite Bay Community Plan was devoted to rural estate or rural residential to allow for farms, equestrians, agriculture, and to maintain the countryside, which makes Granite Bay unique with low density housing.

Mr. Gray addressed the Board and pointed out that the new Board member previously sat on the Board of one of the agencies with the lowest rates in the region, and stated that Tony Barela is recognized as one of the best in the region for what he does.

VI. OLD BUSINESS

1. Resolution 24-10 Censure of Director Tobin

Director Tobin presented her concerns with the resolution of censure. President Costa commented that a candidate cannot use the logo of a public agency for campaign purposes. Director Tobin apologized for using the logo unintentionally. Director Zamorano voiced concern that the mailers with the District logo made it look like the District was endorsing Director Tobin.

In response to Director Rich's question, President Costa informed the Board that Director Tobin was looking to add an action to the agenda to rescind the censure. Legal Counsel Jones explained that in order to rescind the action of the Board from a previous meeting, a motion from only Director Costa or Director Rich would be allowed by Rosenberg's Rules, and that before such a motion could be made, a separate motion to suspend the Board Rules would be necessary and would require a four-fifths majority to pass.

President Costa stated that it has been 30 days since the censure was adopted and he would like to see it remain for another 30 days, and in the meantime have the individuals meet to resolve the issue. Legal Counsel Jones stated that there are some Brown Act considerations to follow, but he could meet with the individuals, then at the January Board meeting, they can discuss any action that needs to be taken.

Ms. Berkema addressed the Board and voiced concern that at the November Board meeting there were no instructions from Legal Counsel on the Rules of Order so she is challenging the bringing up of rules at this time and also the censure was not just the logo issue but there were other issues mentioned in the resolution and now there is no representation for Director Tobin's constituents. President Costa informed the public that Director Tobin is representing her constituents but is limited to the District. Ms. Suzanne Jones, Placer County Board of Supervisors, addressed the Board and voiced concern about Director Tobin's ability to represent her constituents and the General Manager's use of District email lists. In response to Ms. Jones' comment, GM Helliker stated that he provided an email to the retail division to notify them that the District was not endorsing any candidate, which was a statement of fact. President Costa voiced dismay that this matter may not be resolved.

Director Tobin moved to suspend the Board Rules to allow for consideration of a motion to reconsider Resolution 24-10. Director McRae seconded the motion.

Director Rich commented that you do not undo a censure, unless there is a motion to act on it. He explained that a censure is an acknowledgment of poor behavior. In

response to Director Zamorano's comment, Legal Counsel Jones explained that it was related to conduct that happened during the campaign, but since he is not an expert in campaign violations, he suggested that the FPPC be contacted to obtain their ruling.

Mr. Flanagan addressed the Board and stated that the Board is not capable of rendering a legal decision. In addition, he voiced concern whether or not the censure is valid because of lack of legal representation, and he questioned the ethics of the Board.

Ms. Jones addressed the Board and stated that the Board cannot determine what a campaign violation is and should have filed a complaint with the FPPC. GM Helliker responded that he filed a complaint with the District Attorney's office, at the recommendation of Legal Counsel, since these were government code violations under the purview of the District Attorney and a response has not been received yet. In addition, Ms. Jones voiced concern that part of the censure violates Director Tobin's 1st Amendment right to free speech. Legal Counsel Jones explained that the censure was primarily about the use of the logo and a criminal investigation is not needed for the Board to act on the censure. Ms. Jones requested that the censure be re-written to remove items about what Director Tobin said.

Mr. Kenning addressed the Board and stated that he wants his representative to have a voice on the Board. President Costa clarified that Director Tobin can vote on Board items and she is still Chair of the Finance Committee. In addition, Mr. Kenning suggested that the Board allow the outside agency to decide on any campaign violations.

Ms. Berkema addressed the Board and voiced concern about the statement that Director Rich read versus what was on the resolution, and the use of foul language that other directors have made and have not been censured. In addition, she asked about the Rules of Order. Legal Counsel Jones informed the public that it is incumbent on each Board Member to know the rules and it is not Legal Counsel's job to bring up the rules.

Director McRae commented that emotions are high and there is a lot of contention; however, he believes that the Board does not want this circumstance to exist forever, so he suggested that a timeline be set on the resolution, which Director Zamorano agreed with. The Board discussed rescinding the second and postponing the item to the January meeting.

In response to Ms. Jones' question about financial implications that were discussed at the last meeting, GM Helliker responded that the District will not pay for travel expenses as part of the resolution. Ms. Jones commented that this should be considered a retaliatory action.

Director McRae rescinded his second on the motion. The motion failed with no second.

President Costa called for a 10-minute break.

2. Board Policy on the Prevention of Discrimination, Harassment, Violence in the Workplace and Abusive Behavior (W & R)

GM Helliker reviewed the staff report which was included in the Board packet. He explained that this is a new policy to make sure that Board members and others are included in the policy, and there are a couple edits to the current Ethics policy that need to be made.

Director Tobin commented that having a policy like this is good, but she voiced concern regarding changes in the Ethics Policy which she elaborated on. GM Helliker commented that Director Tobin was quoting from sections of the current Ethics Policy that are not being changed. He stated that the only changes to the Ethics Policy are deleting sections 2.3.2 Fair and Equal Treatment and 2.3.9 Interaction of the Board with Staff. He explained that those sections are covered in the proposed policy. Director Tobin inquired if this was true, and Legal Counsel Jones confirmed that it was. In addition, GM Helliker stated that the proposed policy is similar to Sacramento Suburban's policy on Prevention of Discrimination, Harassment, Violence in the Workplace and Abusive Behavior.

Ms. Berkema addressed the Board and voiced concern regarding the policy. President Costa explained that the changes that Director Tobin wants to make to the Ethics Policy are not what is on the agenda for discussion and encouraged Director Tobin to submit the changes for a future agenda topic. Ms. Berkema commented that the District needs an HR department.

Mr. Gray addressed the Board and suggested that San Juan add to their Ethics Policy what FOWD has on their policy which is that all directors treat each other with respect, kindness and grace.

In response to Director Tobin's question, Legal Counsel Jones informed the Board that a policy can be brought back to the Board for amendments at any time.

In response to Director McRae's questions, Legal Counsel Jones stated that the Board could be at risk if this policy was not adopted, even though there is an existing policy in place, this new policy could protect the District further against workplace violence and discrimination cases. In addition, Legal Counsel Jones stated that if the policy is abused then the Board should take matters into consideration and deal with it, however, with the way the policy is written there should not be an issue and there are corrective actions that could be taken.

Director Rich moved to approve BOD-2.5 Policy on Prevention of Discrimination, Harassment, Violence in the Workplace and Abusive Conduct and to amend BOD-2.3 Ethics Policy. Director Zamorano seconded the motion, and it carried unanimously.

3. Records Management Policy Revisions (W & R)

GM Helliker informed the Board that this item has been worked on for over 2 years and Legal Counsel has reviewed and confirmed the legal citations in the Records Retention Schedule. Director Tobin voiced concern regarding how our Records Retention Schedule compares to other agencies and if in compliance with the proper authorities and suggested that the District hire a consultant to review our retention schedule. Legal Counsel Jones commented that his firm reviewed all the citations in the schedule and is confident that they are in compliance with applicable law. Ms. Silva informed the Board that staff spent many hours reviewing the schedule, making sure that all records were covered in the schedule and verifying the sections of the law that govern the retention period. Ms. Silva explained that, in some instances, the District preference was to retain a record longer than required by law and in no instance is the retention period less than the law requires.

President Costa commented that Paul Bartkiewicz, previous District Legal Counsel, recommended the retention period for meeting recordings be set for after the minutes are approved. He suggested that the Board members read the minutes every month to make sure it's an accurate reflection of the meeting. Ms. Berkema commented that she sent Director Tobin Placer County's records policy and encourages the Board to make sure that they are keeping records as required by law. Mr. Gray suggested that the Board minutes be more detailed.

Director Rich moved to adopt Resolution 24-08 revising Board Policy Adm-3.6 Records Management Policy. Director Zamorano seconded the motion.

Director McRae commented that the District is currently in a legal action and suggested that the District not change the document destruction process until after the District is through with the legal action, and if the Board were to approve the revisions that they be implemented at a later date. In response to Director McRae's question on meeting agendas and board packets, GM Helliker explained that the meeting agenda can be destroyed as it is included in the meeting packet under EXEC-007 Meetings – Reports and kept permanently. Director McRae suggested that EXEC-005 be revised to keep the meeting recording 60 Days after the meeting minutes are approved. Director McRae also requested that the policy, if approved, not be implemented until after the legal action is completed. GM Helliker commented that there is no schedule for when the legal action will be completed, and he informed the Board that any documentation associated with litigation has a litigation hold with the current policy and any revised policy. In response to Director McRae's question, Legal Counsel Jones informed the Board that anything that is related to the litigation, the District is not destroying, and he is confident that the District is holding any documentation related to the litigation.

Director Rich amended his motion to adopt Resolution 24-08 revising Board Policy Adm-3.6 Records Management Policy with the change to the EXEC-005 Meeting - Audio Recordings retention period to state 60 Days after Minutes Approved. Director Zamorano seconded the motion.

Ms. Berkema addressed the Board and had concern that video recordings are not kept for one year. The Board Secretary confirmed that the video recordings on this revised policy have a one-year retention period.

The motion carried unanimously.

President Costa requested that the revised policy be attached to the meeting minutes.

4. District's 457 Deferred Compensation Plan (W & R)

Director Zamorano requested, and President Costa agreed, that this item be held over to the January Board meeting.

5. Potential Combination With SSWD (W & R)

GM Helliker conducted a brief presentation on the background of the potential combination with Sacramento Suburban Water District (SSWD). In addition, he reviewed the current status of the discussions and actions of the boards and provided responses to correct some inaccurate comments that had been made about a potential merger.

Ms. Caryl Sheehan, Citrus Heights Water District (CHWD) Vice President, addressed the Board and directed their attention to a joint letter from CHWD and FOWD that voices their concerns regarding the merger and includes copies of their resolutions regarding the merger.

Mr. Kenning addressed the Board and voiced concern regarding a bigger board and losing water rights for the area.

Ms. Berkema addressed the Board and voiced concern regarding protecting the District's water resources and public communication on the topic.

Ms. Harris addressed the Board and inquired about the pros and cons of completing a merger, water quality, and the possibility of financially supporting the other agency after the merger. In addition, she would like to see more informative articles in the WaterGram. GM Helliker commented that the whole point of the Business Case Analysis is to ferret out all the pros and cons, and look into all the operational and financial details, along with implementing a robust communication outreach plan.

Ms. Sheehan addressed the Board and inquired why the agenda lists an action that is opposite of what is being discussed. GM Helliker, and President Costa agreed, that a motion has not been presented yet and he was just reviewing the staff report.

Mr. Gray addressed the Board and requested that the Director, who has always referred to ownership of water rights, vote accordingly and protect those water rights, and that the District could provide redundant water supplies without a merger.

President Costa responded and gave some history of the District protecting the water rights over the years and commented on the capacity of the groundwater basin and water rights in the area.

Director Tobin informed the Board that after listening to the other agencies and the public and analyzing the merger, she changed her mind and is not in support of it. She voiced concern about water rights, representation for the Retail customers, and the cost of the additional study.

Director Zamorano voiced concern that a merger would result in layoffs, a takeover of the District from SSWD due to majority representation on a new board, and a takeover of water rights. GM Helliker stated that there would be no issue with water rights since SSWD has plenty of water from their groundwater resources.

Director Rich stated that there is not enough information to end this project and that it would be a disservice to the customers to not finish the analysis since the District has already spent hundreds of thousands of dollars on this. He stated that proceeding with the study would provide the answers needed to make a decision and that the study is not a vote to merge but a vote to understand the benefits and detriments of merging.

Director McRae stated that he prefers to keep his options open and believes the risks override the merger, and that the District can still have agreements with SSWD. He reviewed some statistics regarding population and pointed out that a merger is not going to protect our water rights, and that the court system is the only way to protect the water rights. In addition, he voiced concern that San Juan Retail water rates would be set by the majority vote on a merged agency which would most likely be the SSWD Board members. He commented that FOWD and CHWD have indicated an interest to work with the District regarding their groundwater.

Director Tobin moved to suspend further discussions of a potential combination of San Juan and SSWD. Director Zamorano seconded the motion and it carried with 3 Aye votes and 2 No votes (Directors Costa and Rich).

Mr. Gray commented that the District might want to look into a policy on mergers.

6. Evaluation of Potential Groundwater Well Sites (W & R)

Director Zamorano requested, and President Costa agreed, that this item be held over to the January Board meeting.

7. Conjunctive Use and Groundwater Banking Activities Update (W & R)

GM Helliker reported that there was a discussion with SSWD and those discussions will continue. He informed the Board that he expects to receive a financial offer from SSWD in the next month or two.

8. 2024 Hydrology and Operations Update (W & R)

No report.

VII. INFORMATION ITEMS

1. GENERAL MANAGER'S REPORT

1.1 General Manager's Monthly Report (W & R)

GM Helliker provided the Board with a written report for November which was included in the Board packet.

1.2 Miscellaneous District Issues and Correspondence

No report.

2. DIRECTOR OF FINANCE AND HUMAN RESOURCES' REPORT

2.1 Miscellaneous District Issues and Correspondence

No report.

3. DIRECTOR OF OPERATIONS' REPORT

3.1 Miscellaneous District Issues and Correspondence

Mr. Barela reported that he met with Reclamation regarding the property south of the District for a possible second reservoir. He informed the Board that they will start meeting regularly about this project, which will not be a fast process.

Mr. Barela reported that there have been four break-ins at the south end of the District site since July. The proper authorities have been notified and additional security measures are being put in place.

4. DIRECTOR OF ENGINEERING SERVICES' REPORT

4.1 Miscellaneous District Issues and Correspondence

No report.

5. LEGAL COUNSEL'S REPORT

5.1 Legal Matters

GM Helliker requested, and President Costa agreed, that the Closed Session be postponed to the January Board meeting, as it is not time sensitive. In response to Director Rich's question, Legal Counsel Jones responded that Closed Session items for anticipated litigation can be discussed publicly as long as it does not hurt the District's strategy position. GM Helliker commented that it is regarding the conservation regulations.

VIII. DIRECTORS' REPORTS

1. SACRAMENTO GROUNDWATER AUTHORITY (SGA)

President Costa reported that SGA met this month and the committee has been meeting regarding the accounting of the water bank to determine already banked water. GM Helliker reported that they are doing some modeling to try to quantify the amount of previously-banked water.

2. REGIONAL WATER AUTHORITY (RWA)

No report.

3. ASSOCIATION OF CALIFORNIA WATER AGENCIES (ACWA)

3.1 ACWA - Pam Tobin

Director Tobin reported that the ACWA Fall Conference was at the beginning of December, and she attended the JPIA meetings as well. She reviewed a written report which will be attached to the meeting minutes.

3.2 Joint Powers Insurance Authority (JPIA) - Pam Tobin

Director Tobin provided a written report which will be attached to the meeting minutes.

4. CVP WATER USERS ASSOCIATION

No report.

5. OTHER REPORTS, CORRESPONDENCE, COMMENTS, IDEAS AND SUGGESTIONS

Director McRae suggested that the Board should consider looking into ranking projects, as the member of the public suggested, and he would like to work with Ms. Silva on this, if the Board isn't opposed to that suggestion. President Costa encouraged him to work with Ms. Silva. GM Helliker commented that this was the process for the Master Plan – looking at risk analysis for each project and identifying the priorities. Ms. Silva informed the Board that she will discuss the ranking of projects with the Director of Operations and the Director of Engineering to see if this can be done with the CIP.

IX. COMMITTEE MEETINGS

1. Finance Committee – December 10, 2024

The committee meeting minutes were included in the Board packet.

X. UPCOMING EVENTS

1. ACWA DC2025 Conference

February 25-27, 2025

Washington, DC

2. 2025 ACWA Legislative Symposium

March 26, 2025

Sacramento

3. 2025 ACWA Spring Conference

May 13-15, 2025

Monterey, CA

The Closed Session was cancelled.

XI. CLOSED SESSION

1. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION

Significant exposure to litigation pursuant to California Government Code Section 54956.9(d)(2) (one case)

XII. OPEN SESSION

There was no Closed Session.

XIII. ADJOURN

The meeting was adjourned at 10:31 p.m.

EDWARD J. "TED" COSTA, President
Board of Directors
San Juan Water District

ATTEST: _____
TERI GRANT, Board Secretary

The meeting minute attachments are located under Meeting Minutes – *Draft* on the webpage.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Board of Directors
San Juan Water District
Granite Bay, California

Independent Auditor's Report

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the San Juan Water District (the "District"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 5, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a deficiency in internal control, described below that we consider to be a significant deficiency.

2024-001 Purchasing Noncompliance for Inventory Purchases Over \$50,000

During our test of purchasing compliance, we identified an instance of noncompliance with the District's purchasing policies related to inventory purchases exceeding \$50,000. The District's policy requires Board of Director's approval for purchases exceeding \$50,000. Due to the nature of inventory purchases typically not exceeding this threshold, the District staff

did not identify that the transaction required Board approval. The District staff identified this issue prior to our testing and took action to obtain retroactive Board approval prior to the start of the audit.

Recommendation

To address this issue, we recommend the District reinforce the policy requiring Board approval for inventory purchases above \$50,000 through additional training for procurement and finance teams. The District could also utilize a reporting mechanism to periodically review high-value transactions to monitor compliance.

Management's Response Regarding Corrective Action Taken or Planned

In the June 26, 2024 Board meeting, management received approval from the Board to amend the District's procurement policy to increase the General Manager's purchasing limit, exclude certain expenses from procurement policy, add language allowing the use of other governmental procurement contracts and approve specific invoices/purchase orders paid/issued in Fiscal Year 2023-24 in excess of the purchasing authority in the current procurement policy. Training on the revised policy was provided through the District's training software Target Solutions. Additional in-person training is also planned.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described previously. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Irvine, California
December 5, 2024

Board of Directors
San Juan Water District
Granite Bay, California

We have audited the financial statements of the governmental activities and each major fund of the San Juan Water District (the "District") as of and for the year ended June 30, 2024, and have issued our report thereon dated December 5, 2024. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated May 15, 2024, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the District solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our letter regarding significant control deficiencies over financial reporting and other matters noted during our audit in a separate letter to you dated December 5, 2024.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you in our letter dated June 11, 2024.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm have complied with all relevant ethical requirements regarding independence under the American Institute of Certified Public Accountants ("AICPA") independence standards, contained in the Code of Professional Conduct.

We identified independence threats related to the preparation of the financial statements and proposing journal entries. We have applied certain safeguards to reduce the threats to an acceptable level, including using an independent party within the firm to perform a quality control review of the financial statements, and obtaining confirmation from the San Juan Water District management that their review of the financial statements included comparing the financial statements and footnotes to the underlying accounting records.

Significant Risks Identified

During the planning of the audit, we identified the accounting and disclosures related to new SRF loans and compliance with Federal grant requirements as a significant risk.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the District is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during 2024. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements include management's estimate of the pension and opeb liability and related balances based on actuarial reports. We evaluated the key inputs and assumptions used by the actuary to calculate the balances and determined that they are reasonable in relation to the basic financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the District's financial statements relate to the District's Defined Benefit Pension Plan and Other Post-Employment Benefits Plan.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. There were no such misstatements. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit. There was one uncorrected misstatement detected during the audit process to record approximately \$46,000 in interest receivable for investment interest earned through June 2024. The effects in the current and prior period, as determined by management, is immaterial to the financial statements taken as a whole.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. There were no material misstatements that we identified as a result of our audit procedures.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to Commission's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management in a letter dated December 5, 2024.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Information Included in Annual Comprehensive Financial Report

Pursuant to professional standards, our responsibility as auditors for other information, whether financial or nonfinancial, included in the District's Annual Comprehensive Financial Report, does not extend beyond the information identified in the audit report, and we are not required to perform any procedures to corroborate such other information. However, in accordance with such standards, we have read the other information and considered whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the District, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the District's auditors.

This report is intended solely for the information and use of the Board of Directors and management of the District and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink that reads "Davis Lan" followed by a stylized flourish.

Irvine, California
December 5, 2024



Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2024



**SAN JUAN WATER
DISTRICT**
GRANITE BAY, CALIFORNIA

Cover Photo: Kokila Reservoir

Kokila Reservoir is a 4.56 million gallon Hypalon lined and covered earthen reservoir. The reservoir serves as an operational and emergency storage facility at a high elevation point within the District's Bacon Pressure Zone, approximately 5 miles north of the District's Water Treatment Plant. The cover and liner were installed in 1984 with an estimated life of 25 years. Regular maintenance has extended its life; however, it is now in need of replacement. The Kokila Reservoir Replacement Project will replace the aged reservoir cover and liner with a concrete tank.

SAN JUAN WATER DISTRICT
Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2024

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INTRODUCTORY SECTION



December 05, 2024

To: Members of the Board of Directors San Juan Water District and
Ratepayers of the San Juan Water District

Directors
Edward J. "Ted" Costa
Kenneth H. Miller
Dan Rich
Pamela Tobin
Manuel Zamorano
General Manager
Paul Helliker

We are pleased to present the Annual Comprehensive Financial Report (ACFR) for the San Juan Water District (District) for the fiscal year ended June 30, 2024 (fiscal year 2024).

REPORT PURPOSE AND ORGANIZATION

The purpose of this letter is to introduce the basic financial statements and provide an analytical overview of the District's financial activities. The information presented in this ACFR is intended to provide financial information with all the disclosures necessary to enable the District's customers, investment community and general public to assess the District's financial condition. Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A, which can be found immediately following the report of the independent auditors.

The ACFR is published in accordance with State law that requires financial statements be published within twelve months of the close of each fiscal year and be presented in conformity with GAAP and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. It is also prepared to meet reporting standards set forth by the Government Finance Officers Association (GFOA). This report contains management's representations concerning the finances of the District. Management is responsible for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed to both protect the District's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free

from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by Davis Farr, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2024, are free from material misstatement. Information on the audit, and the auditor's opinion, can be found in the Independent Auditor's Report beginning on page 1.

ABOUT THE DISTRICT

Not everyone who reads this report is familiar with our District and it is hard to understand a government's finances without knowing something about the entity and how it operates. Let us tell you a little about the San Juan Water District!

History

The District was formed as a result of petitions being presented to the Board of Supervisors of Sacramento and Placer Counties by Citrus Heights Water District, Fair Oaks Water District, Orange Vale Water Company and a group of homeowners in South Placer County. An election was held within the boundaries of the sponsoring districts on February 10, 1954. At this election, voters approved the formation of the San Juan Water District by nearly a two-thirds majority and elected five Directors. The District is a community services district formed under Section 60000 et seq., Title 5, Division 3 of the California Government Code.

The District provides water on a wholesale and retail basis to an area of approximately 17 square miles for retail and 46 square miles for wholesale (which includes the retail area) in Sacramento and Placer Counties.

The District's wholesale operations include: protecting access to reliable and sufficient water supplies; operating and maintaining a surface water treatment plant; operating and maintaining treated water storage; pumping and transmission facilities; delivering treated water to five retail agency customers (San Juan Water District retail division, Fair Oaks Water District, Citrus Heights Water District, Orange Vale Water Company and the City of Folsom); and providing the administrative support necessary to successfully carry out those functions.

San Juan's retail operations consist of operating and maintaining storage, pumping, transmission and distribution facilities, which deliver water to approximately 10,900 retail service connections located in a portion of Northeast Sacramento County and the Granite Bay area of South Placer County, and providing the administrative,

customer service, water efficiency and engineering support necessary to successfully carry out those functions.

Mission Statement

The District's mission is to ensure the delivery of a reliable water supply of the highest quality at the lowest reasonable price.

Water Supply

The District's existing water supply consists of three separate raw water contracts. The first source of water comes from a settlement contract with the U.S. Bureau of Reclamation (Reclamation) whereby it is required to deliver the District's pre-1914 and post-1914 water rights water from the American River, totaling 33,000 acre-feet. The second source is a water service contract with Reclamation for 24,200 acre-feet of Central Valley Project water. The District secured a long-term (40 year) renewal of this contract in 2006. The third water source is a contract with Placer County Water Agency for up to 25,000 acre-feet of water.

All sources of surface water are either stored or flow through Folsom Lake and delivery is taken at Folsom Dam outlets, either by gravity or pumped by the U. S. Bureau of Reclamation Folsom Pumping Plant. Total raw water delivery for the fiscal year 2024 was 49,469.74 acre-feet.

In response to the recent drought and in preparation of future drought conditions, the District recently partnered with two nearby water districts, Placer County Water Agency and the Sacramento Suburban Water District, to construct inter-ties to allow water supplies to be shared and transferred if normally available supplies are reduced and/or inadequate to meet immediate demands for either district.

Water Efficiency

The District has long been a proponent and practitioner of cost-effective water efficiency programs. The implementation of these programs has been highly successful, and the District complies with best management practices that are required by the Sacramento Area Water Forum Agreement, California legislation SBx7-7 (2009), the California Department of Water Resources, and the Central Valley Project Improvement Act.

The District's water efficiency programs include:

- Water Awareness Poster Contest and Calendar – Since 1992, the District and its wholesale agency customers, Citrus Heights and Fair Oaks water districts and Orange Vale Water Company, have promoted water awareness at the elementary school level through an annual water conservation poster contest.

- Rebate Program – The District provides rebates for the purchase of high-efficiency washing machines, and hot water on-demand recirculation systems as well as irrigation efficiency rebates to both residential and non-residential customers.
- Free Programs – District staff provides free indoor and outdoor water audits, leak detection, and recommendations to improve irrigation system performance. Staff also creates landscape water budgets and irrigation schedules to improve efficiency. The District conducts and hosts a variety of workshops on drip systems and proper irrigation techniques, landscape design, soil health, tree maintenance, controller management and other water efficiency topics. A speakers' bureau is available to talk to groups about water efficiency programs and water supply and reliability issues.
- Water Efficient Landscape (WEL) Garden – Located behind the District's administrative office are gardens to inspire visitors to create a water efficient landscape that looks beautiful every season. The garden demonstrates efficient irrigation and non-water-using materials to create a beautiful landscape.

The benefits of these programs include more cost-effective and efficient use of water and increased customer awareness of the importance of water efficiency to contribute to future reliability of water supplies.

The District became 100% metered and began billing all customers on a metered rate on January 1, 2005.

Water Treatment Plant

The District's water treatment facility, the Sidney N. Peterson Water Treatment Plant (WTP), was constructed in three phases beginning in 1975 and completed in 1983. The WTP includes two flocculation-sedimentation basins, two filter basins, an operations building and a covered 62-million-gallon storage reservoir. Major upgrades and improvements to the WTP have been made over the years, including increasing its maximum seasonal capacity (May 15th to September 30th) to 150 million gallons a day (mgd) from its original 100 mgd. Those past upgrades, and ongoing efforts to identify and implement projects and process improvement to increase efficiency, cost effectiveness, and productivity, all contribute to the District's success in reliably satisfying customer demands while continuing to meet or exceed all Federal and State regulatory requirements.

The WTP receives delivery of raw water directly from Folsom Dam outlets. The raw water undergoes an extensive water treatment process to ensure the highest quality of water for all customers. From the WTP, the water flows into the District's 62-million-gallon Hinkle Reservoir for storage and distribution. The District maintains approximately 220 miles of transmission and distribution pipelines, which transport the high-quality treated water to wholesale and retail customers.

During the fiscal year 2024, the District worked on and/or completed several capital improvement projects to improve the water system reliability:

- Hinkle Reservoir Cover and Liner Replacement Design– critical to operations, the Hinkle Reservoir is a 62-million-gallon earthen reservoir, lined and covered with hypalon, which is a flexible membrane used to protect the water from contamination. The hypalon was installed in 1981 with an estimated life of 25 years. Regular maintenance has extended its life, but it needed replacement. The reservoir was taken offline in November 2022, and while it was put back online in June 2023, project completion was not completed until July 2024.
- Replacement of the Transmission pipeline in Eureka Road between Barton and Auburn Folsom Road - This project replaced 3,925 linear feet of aged steel transmission pipeline in Eureka Road from Barton Road to Auburn Folsom Road. This aged pipeline replacement will ensure system redundancy by improving the backbone intertie between the Bacon and Lower Granite Bay Zones, allowing either zone to supply the other in the event of a pump station loss.

Other projects underway in the fiscal year 2024-2025 will continue to improve and efficiently maintain District water facilities.

Accounting System and Budgetary Controls

The District operates on a fiscal year that runs from July 1 through June 30. The District's accounting records are maintained using the accrual basis of accounting. The revenues of the District are recognized when they are earned, and the expenses are recognized when they are incurred.

The District staff works with the Finance Department to develop the annual budget. The budget is used as a management tool for projecting and measuring revenues and expenses. The process typically begins in January when managers begin developing their budget requests to fulfill the District's mission, goals and objectives for the next fiscal year. The Finance Department prepares the proposed budget which is presented to the Board of Directors in May for their review. A public hearing is usually held in June, with anticipated finalization and adoption scheduled for the following meeting or ideally no later than June 30th. The District is legally required to adopt a budget by September 1st of the budget year.

Enterprise Operations

The District is one legal enterprise but is accounted for as two separate enterprise operations. The financial management and accounting for the two enterprise operations is recorded separately with an operating and a capital outlay fund for each enterprise. However, for financial reporting purposes all four funds are presented in a consolidated report. As additional information, the accounting for the four funds on a budget versus actual basis is provided.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Outlook

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific economy within which the District operates. The District is located in Northern California approximately 20 miles Northeast of Sacramento and between the Cities of Folsom and Roseville. The District spans two counties in the region with the wholesale-only service area primarily in Sacramento County, and the wholesale/retail service area primarily within Placer County. Consistent with the national economy, the region as a whole has been experiencing a rebound in economic strength. After a two-year decline the Placer County unemployment rate ticked upwards to 4.2%, still a relatively low rate of unemployment. Sacramento County also ticked upwards from 4.5% to 4.8%¹. The national average unemployment rate in June 2024 was 4.1%¹. Unemployment rates in both Placer and Sacramento County were slightly higher than the national average.

Total assessed property values in both counties have improved. Placer County experienced a 11.0% increase in assessed property values in fiscal year 2023-2024 over the prior fiscal year², and Sacramento County experienced a 7.3%³ increase in fiscal year 2023-2024 values over the prior fiscal year. The San Juan Water District is located in a relatively low growth area of both counties. There were 138 more retail service connections for the current fiscal year, which represents a growth rate of approximately 1.27% for the year.

Water Supply Outlook

As a result of California's severe multi-year drought that began in 2013, the State required the District's retail enterprise to achieve a 36% reduction in water use from June 2015 through February 2016, and a 33% reduction in water use from March through May 2016, as measured against 2013 usage. Over that time period the District achieved an actual overall reduction in use of 35.6%. In June 2016, the State's conservation mandate was lifted.

Though increasing slightly from 2016 to 2021, water demands did not fully rebound to pre-drought/pre-2015 levels. This was anticipated as some customers permanently modified their landscapes to use less water.

In July 2021, Governor Newsom signed an executive order encouraging all Californians to reduce water use by 15% as 50 of the state's 58 counties were declared to be in another drought-related state of emergency. On October 19, 2021,

1 United States Department of Labor - Bureau of Labor Statistics

2. Placer County Auditor-Controller

3. Sacramento County Auditor-Controller

he issued a proclamation extending the drought emergency statewide and further urging Californians to step up their water conservation efforts as the western U.S. faced a potential third dry year.

On May 31, 2018, Governor Brown signed legislation intended to help the state better prepare for droughts and climate change by establishing various water efficiency mandates. On July 3, 2024, The State Water Resources Control Board formally adopted the regulation to implement the framework effective January 1, 2025. The framework requires: district-wide water budgets that will continue the need for programs to reduce indoor and outdoor water use by residential customers; increase water use efficiencies by commercial customers; and requires agencies to aggressively address distribution system water loss.

California's increasing regulatory focus on reducing water use over the last decade or so, and financial lessons learned during drought periods, prompted the District, and many other water agencies, to begin to modify its rate methodology to shift charges from being primarily volumetric based to being focused on fixed cost recovery regardless of usage. This refinement provides better long-term alignment of revenues with costs.

Based upon the previous 5 Year Retail Financial Plan, the District applied its rate increases to the daily (fixed) base rate, as opposed to the volumetric rate. This resulted in a shift in the proportion of total revenue derived from the base rate from 55%, to close to 68% of total rate revenues. The financial plan and rate schedule adopted by the Board in January 2022 continues this shift towards the base rate for one more year, at which point approximately 72% of retail revenues will be derived from the base rate, which aligns more closely with the ratio of the District's fixed versus variable costs. The Wholesale rates were subsequently adjusted to achieve maximum alignment between costs and revenues. This rebalancing has helped strengthen the District's financial stability and reduced the need for special drought related rate increases.

Long-term Financial Planning

In order to ensure funds are available to meet both operating and capital needs, the District (for both Wholesale and Retail Operations) established a financial planning process with development of a Master Plan that contains a review of current infrastructure, and that recommends projects for a 20 to 30-year period. The District then estimates current and future operating needs and works with a rate consultant to develop a water rate study and financial plan.

The District completed an update to the Wholesale Financial Plan, resulting in a five-year rate schedule adopted by the Board of Directors at the December 13, 2023, board meeting. Rates will increase approximately 5.0% for each of the next three

years, commencing with January 2024 and an increase of 4.0% for the year 2027 and 2028.

The District is finalizing its Retail Financial Plan and Rate Study and anticipates board adoption of the new five-year rate schedule in early 2025.

Relevant Financial Policies

The District's adopted budget document contains a listing and explanation of relevant financial policies, including reserve policies. Information regarding District reserves can be found in Note H to the Financial Statements.

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the San Juan Water District for its annual comprehensive financial report for the fiscal year ended June 30, 2023. In order to be awarded a Certificate of Achievement, a government must publish as easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of the annual comprehensive financial report was made possible by the dedicated services of the entire staff of Finance, Retail Operations (Water Efficiency, Customer Service, Engineering Services, and Field Services), and Wholesale Operations. This specifically includes the continuing support of the Board of Directors of the District in the planning and implementation of the financial affairs of the District.

Respectfully Submitted,



Donna Silva, CPA
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**San Juan Water District
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

SAN JUAN WATER DISTRICT
List of Elected and Appointed Officials June 30, 2024

BOARD OF DIRECTORS – ELECTED OFFICIALS

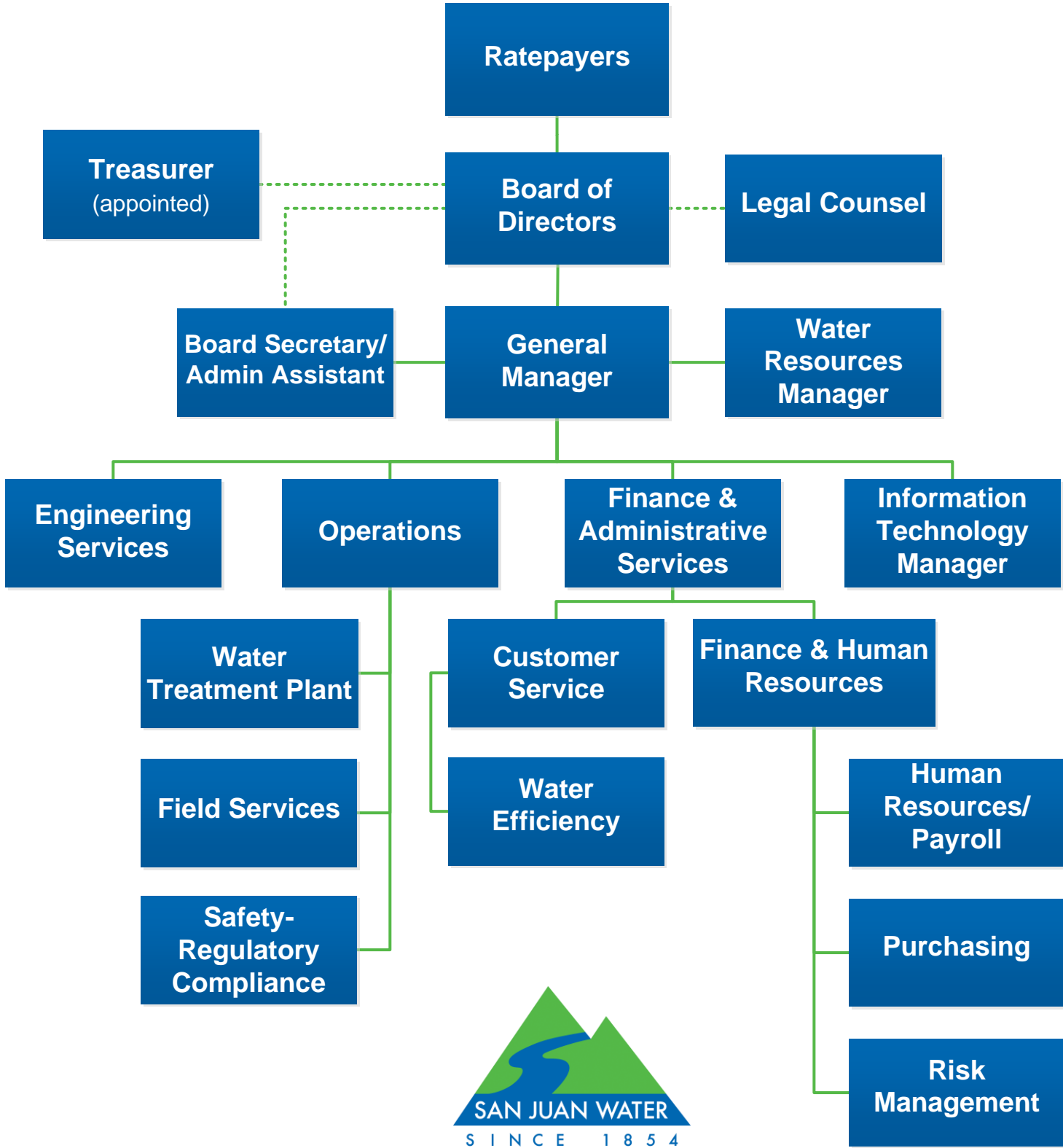
<u>Title</u>	<u>Name</u>	<u>Term</u>
President	Dan Rich	12/2022 – 12/2026
Vice President	Manuel Zamorano	12/2022 – 12/2026
Director	Edward J. “Ted” Costa	12/2022 – 12/2026
Director	Kenneth H. Miller	12/2020 – 12/2024
Director	Pamela Tobin	12/2020 – 12/2024

STAFF – APPOINTED OFFICIALS

General Manager	Paul Helliker
Administrative Assistant/Board Secretary	Teri Grant
Director of Finance/Treasurer	Donna Silva
Operations Manager	Tony Barela
Customer Services Manager	Devon Barrett
Engineering Services Manager	Andrew Pierson
Field Services Manager	Adam Larsen
Water Treatment Plant Manager	Greg Turner

Organization Chart by Functional Area

As of June 30, 2024



FINANCIAL SECTION

Independent Auditor's Report

Board of Directors
San Juan Water District
Granite Bay, California

Report on the Audit of the Financial Statements

We have audited the financial statements of the San Juan Water District (the "District") as of and for the year June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the District, as of June 30, 2024, and the respective changes in financial position and cashflows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the San Juan Water District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis, pension and other post employment benefit schedules*, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the *Governmental Accounting Standards Board* who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The *supplemental sub-fund statements and schedules and capital asset rollforward schedules* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The *supplemental statements and schedules* are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic

financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the *supplemental statements and schedules* are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the *introductory section* and *statistical section* but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Davis Fan" followed by a stylized flourish.

Irvine, California
December 5, 2024

MANAGEMENT’S DISCUSSION AND ANALYSIS

In order to enhance the information provided in the transmittal letter, management offers this narrative overview and analysis of the financial activities of the San Juan Water District (District) for the fiscal year ended June 30, 2024 (Fiscal Year 2024). We encourage readers to consider the information here in conjunction with that transmittal letter, which can be found on pages i-viii of this report. The information is intended to provide a better understanding of the District’s financial operations and performance.

HIGHLIGHTS

The District’s activities vary, sometimes significantly, from year to year resulting in changes to the District’s revenues, expenses and capital project spending, and overall cash flows. Operating revenues were stable with just a 9.46% increase over the prior year. Operating expenses were 33.73% higher than the prior year. Non-Operating Revenues and Expenses combined were 43.01% more than the prior year and capital contributions were down 70.60%. The activities that affected District revenues and expenses most notably for the period ending June 30, 2024, are highlighted below, in order of magnitude and discussed in greater detail starting on page 10.

- Retail Water Sales: For the period ended June 30, 2024, the District had retail water sale revenues of \$16.8 million, an increase of \$1.7 million or 11.4%, from the prior year, and 1.2% higher than anticipated in the budget.
- Investment Income: the District investment income increased by \$1.0 million from the prior year. The 133.6% increase is primarily due to a combination of more cash in the investment portfolio and higher interest rates than the prior year.
- Capital Charges and Other Capital Revenue decreased by \$2.3 million over the prior year, a 61.6% decrease. Revenue from Contributed Assets decreased by \$3.0 million from the prior year.
- Pension Expense: the District had a pension revenue of \$533,209 in the prior year due to the District’s commitment to paying off its unfunded pension liability and a 21.3% investment return experienced by CalPERS in 2021. This year the District has a pension expense in the amount of \$4.4 million, an increase in expense of 921.4% from the prior year. The shift from revenue to expense is due to factors such as an investment loss of 6.1% in 2022, discount rate adjustments, which is the assumed rate of return on investments. Rising interest rates, inflation, and an increased life expectancy are leading to a larger gap between the present value of future pension obligations and the current value of the pension fund’s assets.

OVERVIEW OF THE FINANCIAL STATEMENTS

The four sections of the District's financial statements are: 1) introductory section, 2) financial section, 3) supplemental information section, and 4) statistical section.

The Introductory Section includes the letter of transmittal, list of Board of Directors and Staff, and organization chart.

The Financial Section includes the auditor's report, management's discussion and analysis and basic financial statements. The District's basic financial statements are comprised of the Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position, and Statement of Cash Flows. The Statement of Net Position presents information on all assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between these items reported as net position. When evaluated over a period of time, increases or decreases in net position may serve as an indicator of whether the financial position of the District is improving or deteriorating. The Statement of Revenues, Expenses and Changes in Net Position reflects the revenues and expenses for the fiscal year ended. The Statement of Cash Flows shows the sources and uses of cash in the operating, non-capital, capital and related financing, and investing activities. The notes provide in-depth information that is vital to gaining a full understanding of the data provided in the financial statements. The notes to the financial statements begin on page 17.

The Required Supplementary Information Section provides information on the funding progress of the District's pension and postemployment benefits plans.

The Supplemental Information Section provides additional information on administrative and general expenses and budget versus actual comparisons.

The Statistical Section provides additional information not contained in the financial section on District activities.

FINANCIAL ANALYSIS OF THE DISTRICT

Unlike a private company, as a government agency, the District is not in the business to make a profit. The District has two major financial goals, which are:

1. Recovering the cost of providing services to its constituents and other customers, and
2. Securing the financial resources needed to maintain and improve the capital facilities used in providing those services.

The financial statements assist a reader in determining whether the District is meeting these goals. In general, net position provides a realistic indicator of a government's financial position. For the fiscal year ending June 30, 2024, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$116,835,110. In the prior year, assets exceeded liabilities by \$108,667,107.

A summary of the Statement of Net Position follows:

Condensed Statement of Net Position

	2024	2023	Change
Assets			
Current Assets	\$ 61,480,132	\$ 33,295,912	\$ 28,184,220
Capital Assets, Net	120,905,315	115,590,202	5,315,113
Other Noncurrent Assets	2,045,155	452,914	1,592,241
Total Assets	<u>184,430,602</u>	<u>149,339,028</u>	<u>35,091,574</u>
Deferred Outflows of Resources			
Deferred Amounts on Refunding	1,185,025	1,266,287	(81,262)
Deferred Pensions Related Outflows	5,186,351	8,077,424	(2,891,073)
Deferred Other Post Employment	-	-	-
Benefits Related Outflows	<u>2,887,397</u>	<u>1,613,579</u>	<u>1,273,818</u>
Total Deferred Outflows of Resources	<u>9,258,773</u>	<u>10,957,290</u>	<u>(1,698,517)</u>
Liabilities			
Current Liabilities	6,696,221	8,349,855	(1,653,634)
Noncurrent Liabilities	66,250,862	40,452,646	25,798,216
Total Liabilities	<u>72,947,083</u>	<u>48,802,501</u>	<u>24,144,582</u>
Deferred Inflows of Resources			
Deferred Amounts on Refunding	301,316	338,982	(37,666)
Deferred Pensions Related Inflows	1,447,356	1,746,583	(299,227)
Deferred Other Post Employment	-	-	-
Benefits Related Inflows	273,169	370,689	(97,520)
Lease Related	1,885,341	370,456	1,514,885
Total Deferred Inflows of Resources	<u>3,907,182</u>	<u>2,826,710</u>	<u>1,080,472</u>
Net Position			
Net Investment in Capital Assets	63,516,489	83,718,447	(20,201,958)
Restricted	3,511,830	4,329,966	(818,136)
Unrestricted	49,806,791	20,618,694	29,188,097
Total Net Position	<u>\$ 116,835,110</u>	<u>\$ 108,667,107</u>	<u>\$ 8,168,003</u>

As shown in the table above, total assets increased \$35.1 million or 23.5% compared to the prior fiscal year. Capital Assets increased by \$5.3 million primarily due to \$2.1 million in capital asset additions, offset by current year depreciation and disposals and \$30.4 million in construction-in-progress for capital improvement projects under construction throughout the District. Notable projects would be the Hinkle Reservoir Rehabilitation with a cost of \$24.1 million, and Eureka Rd. Pipeline with a cost of \$3.7 million. Both projects were substantially completed and in service during the current fiscal year. Noncurrent assets increased by \$1.6 million primarily due to an increase in leases receivable. The district renewed their cell tower lease with T-Mobile in March 2024 for an additional 5 years with 5 options to extend another 5 years until termination date of February 28, 2053.

Deferred Outflows of Resources decreased by 15.5% or \$1.7 million. The decrease is attributable to pension and OPEB related deferred outflows of \$1.6 million, predominately due to the difference between the District's actual contributions and

the District's proportionate share of the pooled plans contributions between the prior and current year, offset by a decrease in deferred charges on refunding \$81,262, which is due to the refunding of the 2012 Refunding Bonds.

Total liabilities increased by \$24.1 million, 49.5% from the prior year. The majority of the increase is due to the increase in long-term debt by 77.9% or \$23.8 million. The District received State Water Board California's Drinking Water State Revolving Fund (SRF) loan proceeds for both Hinkle Reservoir Rehabilitation project and Eureka Rd. Pipeline project as discussed in note 6. In addition, there was an increase of 30.1% or \$1.2 million in the OPEB liability and an increase in pension liability of \$877,826 million or 16.9% as discussed above and on notes 10 and 9 respectively.

Deferred Inflows of Resources increased by \$1.1 million or 38.2%. Most of the increase is due to lease related deferred inflows of \$1.5 million with an offset of \$434,413 in pension, OPEB and 2012 Refunding Bonds related deferred inflows.

The District realized an overall increase in net position of \$8.2 million for the year ended June 30, 2024. The components of net position as of June 30, 2024, are:

- **Net Investment in Capital Assets:** is the largest portion of the District's net position, 54.4% and reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. In the prior year, net investment in capital assets represented 77.0% of net position. The District utilizes capital assets to serve its customers; therefore, these assets are not available for future spending. While the District's investment in capital assets is reported net of related debt, the funds needed to repay this debt must be contributed from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.
- **Restricted Net Position:** The District charges Capital Facility Fees to new development. A portion of the fee is designed to help pay for the expansion of the system to accommodate new development. As such, a portion of the fees collected, but not spent by the end of a fiscal year are restricted for future use on the designated capital projects. As of June 30, 2024, the District held \$3.4 million of capital facility fee revenues earmarked for such expansionary projects. In addition, the District set aside an additional \$131,522 to establish a debt service reserve for the Eureka Rd. Pipeline State Water Board California's Drinking Water State Revolving Fund (SRF) loan as required by the loan agreement. The State Water Resources Control Board loan agreement states that the loan recipient (District) must establish a restricted reserve fund equal to one year's debt service on the loan obligation and must maintain the reserve fund throughout the term of the loan agreement.
- **Unrestricted Net Position** represents resources available to the District to utilize in the future for various needs. The Board of Directors has designated the unrestricted net position for various specific purposes. An explanation of these reserve funds can be found in Note 8 to the financial statements.

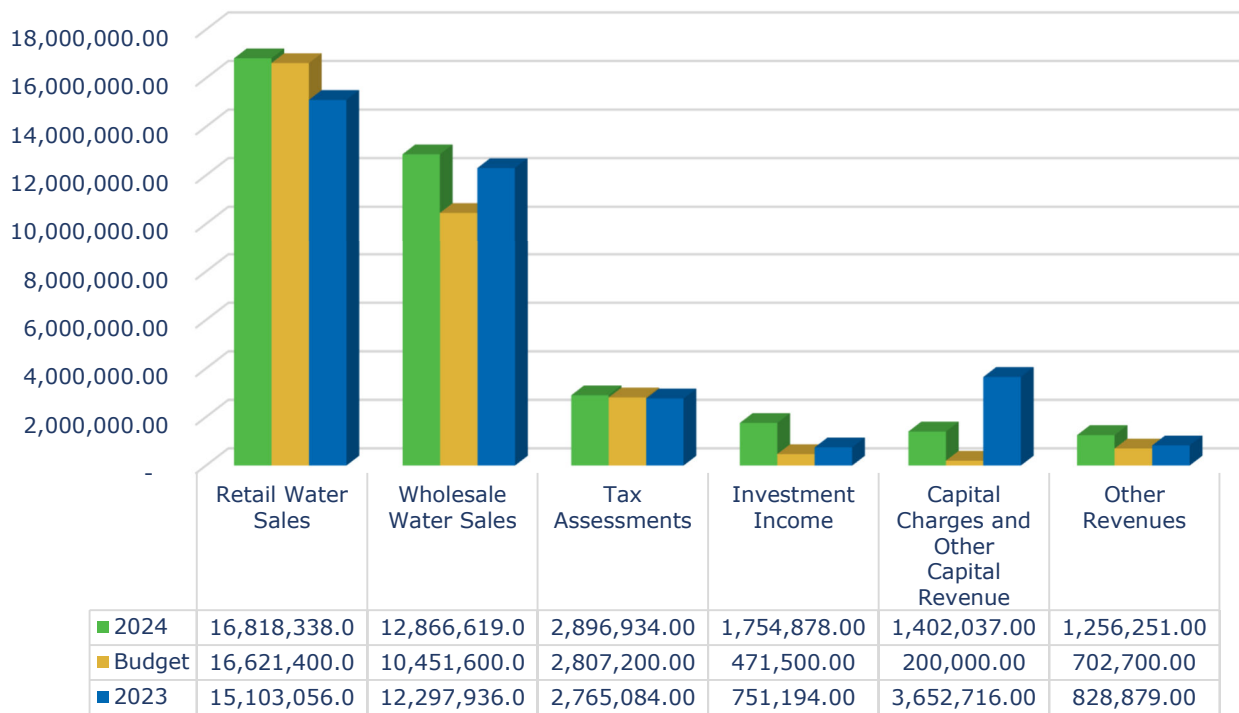
Unrestricted Net Position increased by \$29.2 million due to total revenues exceeding total expenses, as described below and receipt of SRF loan proceeds for both Hinkle Reservoir Rehabilitation and Eureka Rd. Pipeline projects.

Condensed Statement of Revenues, Expenses and Changes in Net Position

	2024	2023	Change
Revenues			
Retail Water Sales	\$ 16,818,338	\$ 15,103,056	\$ 1,715,282
Wholesale Water Sales	12,866,619	12,297,936	568,683
Tax Assessments	2,896,934	2,765,084	131,850
Investment Income	1,754,878	751,194	1,003,684
Capital Charges and Other Capital Revenue	1,402,037	3,652,716	(2,250,679)
Other Revenues	1,256,251	828,879	427,372
Total Revenues	36,995,057	35,398,865	1,596,192
Expenses			
Depreciation	4,872,868	4,121,918	750,950
Transmission and Distribution	4,431,892	4,543,970	(112,078)
Source of Supply	4,382,794	4,206,450	176,344
Pension Expense	4,380,017	(533,211)	4,913,228
Administration and General	3,801,142	3,080,725	720,417
Water Treatment	3,674,429	3,429,895	244,534
Interest Expense	1,083,988	1,010,509	73,479
Engineering	904,489	870,265	34,224
Customer Service	816,368	854,064	(37,696)
Retirement Benefits (OPEB)	679,095	262,821	416,274
Water Efficiency	564,234	480,448	83,786
Other Non-Operating Expenses	5,409	38,993	(33,584)
Total Expenses	29,596,725	22,366,847	7,229,878
Change in Net Position Before			
Contributed Assets	7,398,332	13,032,018	(5,633,686)
Contributed Assets	769,671	3,735,026	(2,965,355)
Change in Net Position	8,168,003	16,767,044	(8,599,041)
Net Position, Beginning of Year	108,667,107	91,900,063	16,767,044
Net Position, End of Year	\$ 116,835,110	\$ 108,667,107	\$ 8,168,003

As shown in the table above, the District's net position increased by \$8.2 million for the period ending June 30, 2024. Revenues were relatively stable, increasing 4.5%, which was largely due to increases in water sales and investment income over the prior year. Expenses increased 32.3% or \$7.2 million mainly because of the \$5.3 million increase in retiree medical (OPEB) and Pension Benefit expenses and \$1.9 million increase in operation expenses. Contributed assets (infrastructure donated by developers upon completion of their projects), decreased by \$3.0 million, due to a real estate market decrease in development activity. Year-over-year changes and variances from the budget are more fully described and depicted below.

**Comparative Revenues by Source
(Current Year, Budget, Prior Year)**



The graph above shows revenue sources, in order of magnitude, as compared to the budget and the prior year.

Water Sales:

Retail water sales were up by \$1.7 million while wholesale water sales were up \$568,683 from the prior year while for a combined increase of \$2.3 million over the prior year.

- **Retail Water Sales:** For the period ended June 30, 2024, the District supplied 10,340 acre-feet of water to 11,014 retail connections, compared to 10,083 acre-feet of water to 10,876 connections in the prior fiscal year. This, combined with a January 1 8% rate increase, resulted in total retail water sale revenues of \$16.8 million, an increase of \$1.7 million or 11.4%, from the prior year. Actual revenues were 1.2% higher than those anticipated in the budget.
- **Wholesale Water Sales:** Revenues from wholesale water sales increased by \$568,683, a 5% increase over the prior year. The District has five core wholesale water customers. It periodically enters into separate agreements with other agencies to provide for the sale of water that is surplus to the needs of the core customers. In the prior fiscal year, the District sold 28,712 acre-feet of water to the core customers, as compared to 34,203 acre-feet in the current year. Increased sales, plus a mid-year rate increase contributed to the increased

revenues. In addition to sales to its core customers, the District had one agreement in place with entity outside of the wholesale service area as follows:

- Sacramento Suburban Water District (SSWD): SSWD relies primarily on groundwater to serve its customers but occasionally purchases raw water from the Placer County Water Agency (PCWA). When they do so, they pay the District to treat the raw water on their behalf. SSWD is only able to purchase raw water from PCWA when the estimated March-November unimpaired inflow to Folsom Reservoir is 1.6 million acre-feet or more, a condition which existed this year. As a result, the District received revenues of \$3.1 million for treating SSWD's PCWA water. In the prior year the District sold its own water to SSWD, in addition to treating their PCWA water. Current year revenues from SSWD were 1.6%, or \$48,683 more than in the prior year.

Tax Assessments:

Revenues from Property Taxes increased by \$131,850 or 4.8%, a result of increasing assessed values within both Sacramento and Placer counties.

Investment Income:

Investment income increased \$1.0 million compared to the prior year. The District realized interest income of \$1.3 million and a \$420,408 unrealized market value gain on its investment. During FY23-24, the District received \$22,019,068 of reimbursement loan proceeds from the State Water Board California's Drinking Water State Revolving Fund (SRF) for the Hinkle Reservoir Rehabilitation project and \$3,345,186 of loan proceeds for the Eureka Rd. Pipeline project. These loans proceeds were transferred to the State of California Local Agency Investment Fund (LAIF) upon receipt and later a portion transferred to CAMP investments. LAIF interest rates increased to 4.5 % in the current year from 3.2 % as of June 30, 2023. During FY23-24 the District diversified their investments by diverting a portion of their investment funds to a new account with CAMP which annual term yields were 5.2% as of June 27, 2024. While the District is able to withdraw 100% of its contributions, plus interest, at any time, it is required to report on the market value of the pool.

Capital Charges:

Revenues from Capital Charges decreased 61.6% or \$2.3 million. These are fees paid by developers to defray the impact of their development on existing rate payers. The timing of the payments is at the discretion of the developer. In the fiscal year ending June 30, 2024, the real estate market faced challenges due to high mortgage rates, which remained at 6.6% for a 30-year fixed-interest loan, leading many developers to halt projects and resulting in decreased revenues compared to the previous year.

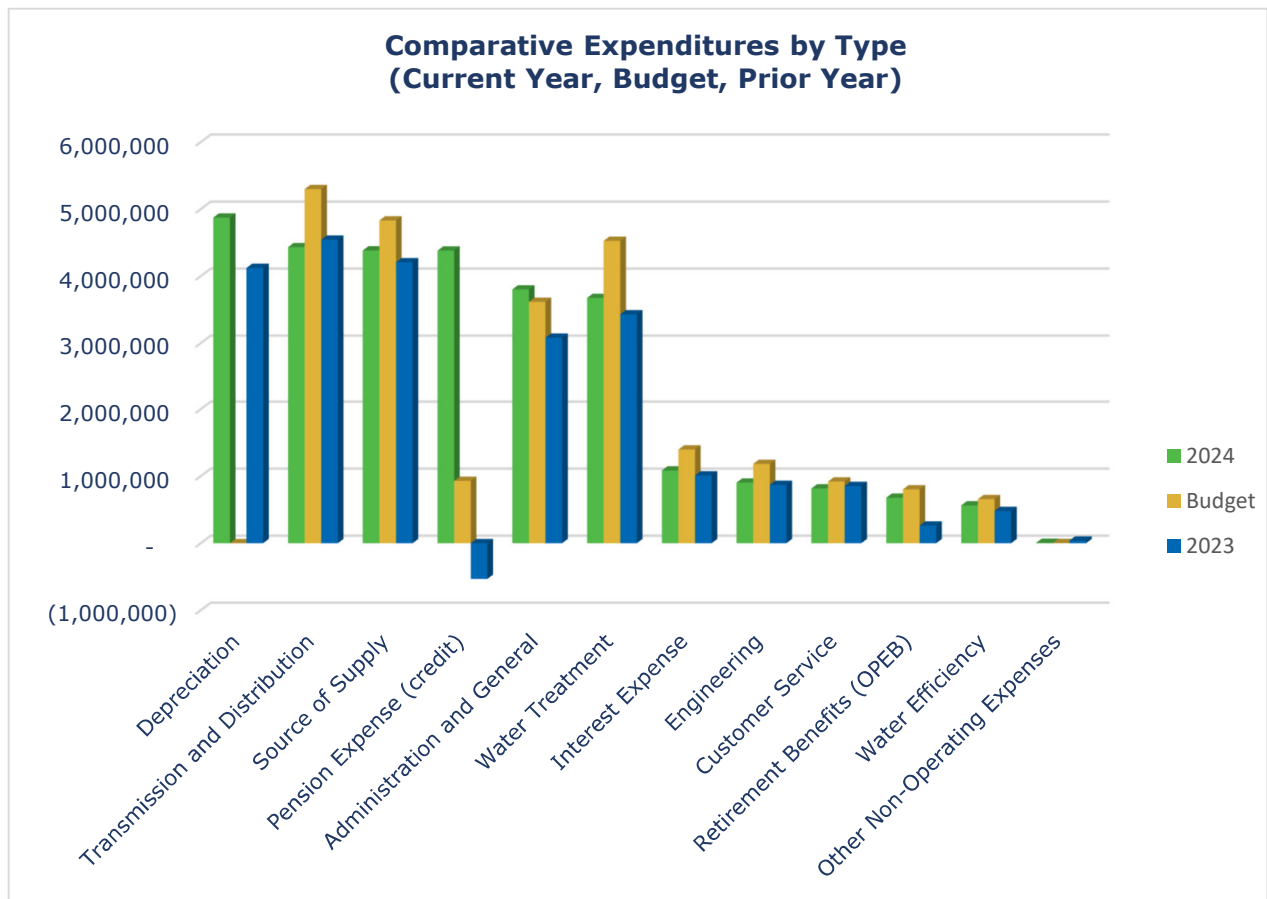
Contributed Assets:

Revenue from Contributed Assets decreased by \$3.0 million from the prior year. When the District determines existing District facilities are inadequate to serve a development project, or a new single service connection, the new service or services are not allowed to connect into the system until the applicant makes arrangements with the District for a main line extension or for water facilities improvements in accordance with Ordinance 130000. Usually this results in the developer or applicant

constructing the new facilities and donating them to the District. In the prior year there were four development projects who donated assets. In the current year there was only one development project leading to a decrease in the revenue from Contributed Assets. This decrease falls in line with the housing market slowing down due to high mortgage rates and a low demand for residential housing.

Other Revenues:

Revenue from other operating and non-operating activities increased by \$427,372 from the prior year, a 51.6% increase. Cost recovery was higher than in the previous year as more activity on engineering and field services projects was accomplished during the year. The graph below depicts expenditures by type, in order of magnitude, as compared to the budget and prior year.



Depreciation

Depreciation increased slightly by \$750,950 or 18.2% due to asset additions. The District does not budget for depreciation.

Transmission and Distribution

These expenses, originating from the Retail Field Services Department, decreased 2.5% over the prior year, but were 16.3% less than anticipated in the budget due to lower-than-expected service area maintenance contractor costs.

Source of Supply

Source of Supply represents the costs incurred to procure water. It includes both the costs to receive the wholesale water, and the costs incurred by the retail division to buy the treated from the wholesale division. This is the second largest expense category and was stable compared to the prior year, increasing only 4.2%. In addition, it was 9.3% less than anticipated in the budget due to Warren Act contract renewal and NEPA work being put on hold waiting for modeling information which was not available as of the end of the fiscal year.

OPEB and Pension Expenses

Other Post-Employment Benefits (OPEB) and Pension Expenses both varied significantly from the prior year and the budget. OPEB, or retiree medical, expenses were up relative to the prior year due to lower-than-expected investment returns, and rising interest rates. Actual expenses were lower than budget as the budget is prepared on a cash basis, planning for actual retiree medical premiums and a supplemental contribution to the trust.

Pension expenses, like OPEB, are budgeted based on cash payments expected to be remitted to CalPERS during the year while the pension expense is calculated in conformance with GASB 68. CalPERS reported a net return of 9.3% on its investments for the 12-month period ending June 30, 2024, which outpaced the discount rate of 6.8%, comparable to an assumed rate of return and a policy marker established by the CalPERS Board of Administration. While the return was good it was not sufficient to offset the overall increase in liabilities. There were no significant changes in actuarial methods or assumptions for the June 30, 2023, valuation. However, the ongoing impact of previous assumptions changes continues to affect the unfunded liability. The plan's demographic experience, such as retirements, deaths, and salary increases differed from the assumptions. This non-investment experience contributed to the increase in unfunded liability. Higher-than-expected inflation rates have put upward pressure on contribution requirements and downward pressure on the funded status. Inflation also affects cost-of-living adjustments for retirees and salary increases for active members. CalPERS continuously adjusts its investment strategy to optimize returns while managing risk. This includes diversifying the investment portfolio and incorporating leverage to reduce exposure to higher-risk investments and increase exposure to lower-risk investments.

Administration and General

Actual expenses were higher than the prior year by 23.4% and were \$185,424, or 5.1% more than the budget. This category includes many departments such as the Board of Directors, Executive, Finance, Human Resources, Information Technologies, etc. so the increase is due to a combination of small items coming in higher than anticipated.

Water Treatment

These expenses originate primarily from the District's Water Treatment Plant. Actual expenses were \$244,534 greater than the prior year, but \$852,071 less than budgeted. The budget had anticipated general price increases, some but not all of which were realized.

Interest Expense

Debt Interest increased by \$73,479 or 7.3% due additional debt established for both Hinkle Reservoir Rehabilitation and Eureka Rd. Pipeline SRF loans.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets as of June 30, 2024, net of accumulated depreciation, is \$120,905,313. This investment includes land, buildings, water treatment plant, distribution system, construction in progress, vehicles, equipment, office equipment and furniture. At June 30, 2023, this amount was \$115,590,202.

The increase of \$5,315,111 from the prior fiscal year is largely due to an increase in reservoirs and pipelines. At June 30, 2023, the District had \$86,433,499 in reservoirs and pipelines. At June 30, 2024, the District had \$117,777,873.

Additional information on capital assets can be located in Note 4.

Changes in capital asset amounts for Fiscal Year 2024 were as follows:

Capital Assets	2023 Balance	Additions	Disposal	Transfers	2024 Balance
Non-Depreciable Assets	\$ 28,295,424	\$ 2,116,018	\$ -	\$ (27,166,466)	\$ 3,244,976
Depreciable Assets	163,906,715	8,086,693	(624,083)	27,166,466	198,535,791
Accumulated Depreciation	(76,611,937)	(4,872,869)	609,352	-	(80,875,454)
Total Capital Assets, Net	\$ 115,590,202	\$ 5,329,842	\$ (14,732)	\$ -	\$ 120,905,313

Changes in capital asset amounts for Fiscal Year 2023 were as follows:

Capital Assets	2022 Balance*	Additions	Disposal	Transfers	2023 Balance
Non-Depreciable assets	\$ 2,897,864	\$ 25,881,738	\$ -	\$ (484,178)	\$ 28,295,424
Depreciable assets	160,497,856	5,836,098	(2,911,417)	484,178	163,906,715
Accumulated Depreciation	(75,401,436)	(4,121,918)	2,911,417	-	(76,611,937)
Total Capital Assets, Net	\$ 87,946,620	\$ 27,595,918	\$ -	\$ -	\$ 115,590,202

*- The beginning balance has been restated to reflect the implementation of GASB 96 – Subscription Based IT Arrangements. See Note 6.

Debt Administration

As of June 30, 2024, the District had four different debt issues outstanding in an aggregate amount of \$54,340,968. Of this amount, \$1,604,208 represents the current portion due in Fiscal Year 2025. For more information on Long-Term Liabilities, refer to Note 6.

Long-Term Liabilities	2024	2023	2022	2021	2020
2017 Revenue Bonds	\$ 21,460,000.00	\$ 22,140,000.00	\$ 22,795,000.00	\$ 23,425,000.00	\$ 24,030,000.00
2012 Revenue Bonds	-	-	-	8,605,000	9,135,000
2022 Refunding Loan	6,670,291	8,152,537	8,152,537	-	-
Hinkle Reservoir Rehabilitation SRF Loan	22,865,491	846,424	-	-	-
Eureka Pipeline SRF Loan	3,345,186	-	-	-	-
Subscription Liability (SBITA)	-	24,213	-	-	-
Total	\$ 54,340,968	\$ 31,163,174	\$ 30,947,537	\$ 32,030,000	\$ 33,165,000

The 2017 Revenue Refunding Bonds advance refunded the 2009 Certificates of Participation and were issued with ratings of "AA" from Standard & Poor's Rating Group.

The 2012 Refunding Certificates of Participation (COP) were issued with ratings of "AA" from Standard & Poor's Ratings Group and upgraded to "AA+" by Fitch Ratings, Inc. They were refunded this year with the 2022 Refunding Loan at a favorable interest rate of 1.6%.

The Hinkle Reservoir Rehabilitation loan represents the State Water Board California's Drinking Water State Revolving Fund (SRF) loan with a 1.2% per annum interest rate.

The Eureka Rd. Pipeline loan represents the State Water Board California's Drinking Water State Revolving Fund (SRF) loan with a 1.1 % per annum interest rate. The District must pay interest annually, by December 31 of each year, until one year after completion of construction. Beginning no later than one year after completion of construction, the District must make annual payment of the principal of the project funds, together with all interest accruing thereon by December 31, 2026. Eureka Rd. Pipeline project was completed in August 2023.

BUDGET AND RATES

The District adopts annual non-appropriated budgets for planning and control purposes. The budgets are adopted on a modified cash basis. Budgetary controls are set at the department level. The General Manager has the authority to reallocate budgeted funds between accounts within a fund or project.

The District's budget contains four funds: one operating budget each for wholesale and retail, and one capital budget each. On June 26, 2024, the Board approved the Fiscal Year 2024-2025 operating and capital budget in a total amount of \$55,175,100.

The District completed a 5-year Wholesale Financial Plan and Rate study in 2023 that resulted in a 5-year rate schedule, commencing January 1, 2024. Under the approved schedule wholesale water rates will effectively increase by 5.0% in each year through 2026 and 4.0% through 2028. The District's retail rate schedule has been unchanged since the last increase in January 2024. The District is currently finalizing an update to the Retail Financial Plan and Rate study.

CONDITIONS AFFECTING CURRENT FINANCIAL POSITION

With the adoption of a 5-year Wholesale Rate Schedule the District has substantially achieved alignment between its fixed and variable costs in the wholesale rate structure. This alignment brought stability to the District's finances as costs and revenues moved in the same direction at generally the same time. The District has been successful in securing low interest rates loans to finance its largest capital projects and has implemented long term infrastructure replacement programs that will ensure the reliability of the treatment and distribution now and in the future.

With the anticipated completion and adoption of the Retail Rate Schedule the District hopes to also achieve alignment between its fixed and variable costs in the retail rate structure and to mitigate any negative impacts caused by the inflation over the past few years.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, San Juan Water District, 9935 Auburn-Folsom Road, Granite Bay, CA 95746.

BASIC FINANCIAL STATEMENTS

SAN JUAN WATER DISTRICT

Statement of Net Position

June 30, 2024

Assets:

Current Assets:

Cash and investments (note 2)	\$ 55,183,228
Accounts receivables	5,062,446
Taxes receivable	122,126
Interest receivable	275,708
Leases receivable (note 3)	37,067
Prepaid items	44,288
Inventories	755,269
Total Current Assets	<u>61,480,132</u>

Noncurrent Assets:

Leases receivable (note 3)	1,902,263
Capital assets, not being depreciated (note 4)	3,244,975
Capital assets, net of accumulated depreciation (note 4)	117,660,340
Investment in electrical power (note 5)	142,892
Total Noncurrent Assets	<u>122,950,470</u>
Total Assets	<u>184,430,602</u>

Deferred Outflows of Resources:

Deferred amounts on refunding	1,185,025
Pension related (note 9)	5,186,351
Other postemployment benefits related (note 10)	2,887,397
Total Deferred Outflows of Resources	<u>9,258,773</u>

Liabilities:

Current Liabilities:

Accounts payable	3,362,065
Accrued liabilities	562,317
Interest payable	461,223
Deposits payable	40,523
Due within one year:	
Compensated absences (note 6)	665,885
Long-term debt (note 6)	1,604,208
Total Current Liabilities	<u>6,696,221</u>

Noncurrent Liabilities:

Compensated absences (note 6)	610,699
Long-term debt (note 6)	54,267,666
Net other postemployment benefits liability (note 10)	5,304,668
Net pension liability (note 9)	6,067,829
Total Noncurrent Liabilities	<u>66,250,862</u>
Total Liabilities	<u>72,947,083</u>

Deferred Inflows of Resources:

Deferred amounts on refunding	301,316
Pension related (note 9)	1,447,356
Other postemployment benefits related (note 10)	273,169
Lease related (note 3)	1,885,341
Total Deferred Inflows of Resources	<u>3,907,182</u>

Net Position:

Net investment in capital assets (note 7)	63,516,489
Restricted	3,511,830
Unrestricted	49,806,791
Total Net Position	<u>\$ 116,835,110</u>

See accompanying notes to the basic financial statements.

SAN JUAN WATER DISTRICT
Statement of Revenues, Expenditures,
and Changes in Net Position
Fiscal Year Ended June 30, 2024

Operating Revenues:	
Water sales - wholesale	\$ 12,866,619
Water sales - retail	16,818,338
Other charges for services	964,050
Total Operating Revenues	30,649,007
Operating Expenses:	
Source of supply:	
Water charged to retail service area	3,302,100
Placer County Water Agency	373,438
Wheeling charges	107,987
Bureau pumping	262,356
Other public agencies	336,913
Administration and general	3,801,142
Water treatment	3,674,429
Transmission and distribution	4,431,892
Customer service	816,368
Engineering	904,489
Water efficiency	564,234
Depreciation and amortization	4,872,868
Retirement benefits (OPEB)	679,095
Pension expense	4,380,017
Total Operating Expenses	28,507,328
Operating Income (Loss)	2,141,679
Non-Operating Revenues (Expenses):	
Tax assessments	2,896,934
Investment income	1,754,878
Lease revenue	114,328
Other revenue	177,873
Interest expense	(1,083,988)
Other expenses	(5,409)
Total Non-Operating Revenues (Expenses)	3,854,616
Income (Loss) before Capital Contributions	5,996,295
Capital Contributions:	
Contributed assets	769,671
Capital charges and other capital revenue	1,402,037
Total Capital Contributions	2,171,708
Change in Net Position	8,168,003
Net position at beginning of year	108,667,107
Net position at end of year	\$ 116,835,110

See accompanying notes to the basic financial statements.

SAN JUAN WATER DISTRICT
Statement of Cash Flows
Fiscal Year Ended June 30, 2024

Cash Flows from Operating Activities:	
Cash received from customers	\$ 30,263,635
Cash paid to suppliers for goods and services	(13,910,136)
Cash paid to employees for services	(7,615,542)
Net Cash Provided by (Used for) Operating Activities	<u>8,737,957</u>
Cash Flows from Noncapital Financing Activities:	
Tax assessments received	<u>2,896,610</u>
Net Cash Provided by Noncapital Financing Activities	<u>2,896,610</u>
Cash Flows from Capital and Related Financing Activities:	
Capital charges received	1,478,448
Payments from lease receivable	89,167
Acquisition and construction of capital assets	(9,433,042)
Proceeds from sale of capital assets	116,202
Proceeds from loan payable	25,364,253
Principal paid on debt	(2,186,459)
Interest paid on debt	(1,124,435)
Net Cash Used for Capital and Related Financing Activities	<u>14,304,134</u>
Cash Flows from Investing Activities:	
Investment income	<u>1,610,909</u>
Net Cash Flows Provided by Investing Activities	<u>1,610,909</u>
Net Increase in Cash and Cash Equivalents	27,549,610
Cash and cash equivalents at beginning of year	<u>27,633,618</u>
Cash and cash equivalents at end of year	<u>\$ 55,183,228</u>

(Continued)

See accompanying notes to the basic financial statements.

SAN JUAN WATER DISTRICT

Statement of Cash Flows (Continued)

Fiscal Year Ended June 30, 2024

	\$	2,141,679
		(5,409)
Reconciliation of Operating Income to Net Cash		
Provided (Used) by Operating Activities:		
Operating income		4,872,868
Nonoperating income (expense)		(318,169)
Adjustments to reconcile operating income		107,919
to net cash provided (used) by operating activities:		(338,113)
Depreciation and amortization		429
(Increase) decrease in accounts receivable		2,891,073
(Increase) decrease in prepaid expenses		(1,273,818)
(Increase) decrease in inventories		(1,187,367)
(Increase) decrease in investment in electrical power		85,852
decrease in deferred pension related outflows		5,422
Increase (decrease) in OPEB related deferred outflows		(71,097)
in accounts payable		119,316
Increase (decrease) in accrued liabilities		(299,227)
Increase (decrease) in unearned revenues		(97,520)
Increase (decrease) in deposits payable		1,226,293
Increase (decrease) in compensated absences		877,826
Increase (decrease) in deferred pension related inflows		
Increase (decrease) in OPEB related deferred inflows	\$	<u>8,737,957</u>
Increase (decrease) in net OPEB liability		
Increase (decrease) in net pension liability		
	\$	<u>769,671</u>
Net Cash Provided by Operating Activities		
Noncash Investing, Capital and Financing Activities:		
Contributed assets		

See accompanying notes to the basic financial statements.

SAN JUAN WATER DISTRICT
Notes to the Basic Financial Statements
Fiscal Year Ended June 30, 2024

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SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(1) Summary of Significant Accounting Policies

The basic financial statements of the San Juan Water District (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

(a) Reporting Entity

The District was incorporated March 4, 1954 as a community service district under community service district law of the State of California (Section 60000 et. seq., Title 5, Division 3 of the California Government Code). The District is governed by a five member Board of Directors elected by the voters within specific geographic divisions for staggered, four year terms, every two years. The District provides water to retail customers in Sacramento and Placer Counties and sells water on a wholesale basis to other agencies. The accompanying basic financial statements present the District and its component unit. The component unit discussed below is included in the District's reporting entity because of the significance of its operational and financial relationship with the District. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to enterprise funds. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The District has created the San Juan Suburban Water District Financing Corporation (the Corporation) to provide assistance to the District in the issuance of debt. Although legally separate from the District, the Corporation is "blended" as if it were part of the primary government because it shares a common Board of Directors with the District and its sole purpose is to provide financing to the District under the debt issuance documents of the District. Debt issued by the Corporation is reflected as debt of the District in these financial statements. The Corporation has no other transactions and does not issue separate financial statements.

(b) Basis of Presentation

The District's resources are allocated to and accounted for in these basic financial statements as an enterprise fund type of the proprietary fund group. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that period of determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other policies. Net position for the enterprise fund represents the amount available for future operations.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(1) Summary of Significant Accounting Policies (Continued)

(c) Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The enterprise fund type is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets, deferred outflows, liabilities, and deferred inflows associated with the operation of the fund are included on the balance sheet. Net position is segregated into amounts recorded as net investment in capital assets, amounts restricted and amounts unrestricted. Enterprise fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

In the Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position, business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Those revenues susceptible to accrual include taxes, intergovernmental revenues, interest and charges for services. Earned and unbilled water services are accrued as revenue.

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the District may fund certain programs with a combination of cost-reimbursement grants and general revenues. Thus, both restricted and unrestricted net position are available to finance program expenses. The District's policy is to first apply restricted grant resources to such programs, followed by general revenues, if necessary.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal operations. The principal operating revenues of the District are charges to customers for sales and services. Operating expenses for enterprise funds include source of supply, the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

(d) Cash and Investments

For the purposes of the Statement of Cash Flows, the District's cash and cash equivalents include restricted and unrestricted cash on hand or on deposit, and demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(1) Summary of Significant Accounting Policies (Continued)

(e) Fair Value Hierarchy

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. In determining fair value, the District's custodians use various methods including market and income approaches. Based on these approaches, the District's custodians utilize certain assumptions that market participants would use in pricing the asset or liability. The District's custodians utilize valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs.

Various inputs are used in determining the value of the District's investments and other financial instruments. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. These inputs are summarized in the three broad levels: Level 1 – quoted prices in active markets for identical investments, Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.) and Level 3 – significant unobservable inputs (including the District's own assumptions in determining the fair value of instruments).

(f) Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the financial statements.

(g) Inventories

Inventories are stated at cost, on a weighted average method. Inventories consist of materials and supplies.

(h) Capital Assets

Capital assets are recorded at historical cost if purchased or constructed. Donated assets and capital assets received in a service concession arrangement are valued at estimated acquisition value on the date received. Depreciation is calculated using the straight line method over the following useful lives:

Buildings and structures	10-50 years
Improvements other than buildings	7-35 years
Machinery and equipment (including furniture)	5-70 years
Meters and endpoints	10-25 years
Plant and pipelines	10-80 years
Pump stations/pressure control stations	12-40 years
Reservoirs and improvements	25-50 years
Vehicles	10 years
Software	10 years
Intangible assets	Varies based on asset

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(1) Summary of Significant Accounting Policies (Continued)

The cost of maintenance and repairs that do not add to the value of the asset or materially extend asset lives are charged to operations when incurred. It is the District's policy to capitalize all capital assets with a cost of \$5,000 or more. Costs of assets sold or retired (and the related amounts of accumulated depreciation) are eliminated from the balance sheet in the year of sale or retirement, and the resulting gain or loss is recognized in operations.

Water lines constructed by private developers and then dedicated to the District are recorded as capital contributions when they pass inspection by the District. The estimated value of the lines are capitalized as pipelines, reservoirs, pumping stations and buildings. The District is responsible for future maintenance once it accepts the water lines.

(i) Long-Term Liabilities

Long-term liabilities and other long-term obligations are reported on the Statement of Net Position. Initial issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the lives of the refunding debt or remaining life of the refunded debt. Amortization of bond premiums or discounts and deferred amounts on refunding is included in interest expense.

(j) Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick leave benefits (up to a maximum). These benefits will be paid to employees upon separation from service from the District in accordance with the vesting policy. The cost of vacation and sick pay is accrued in the period earned with an offsetting liability in compensated absences. The current portion is calculated as the amount that is estimated to be used during the next year and the remaining portion is included in the long-term liabilities.

(k) Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, and information about the plan (OPEB Plan), have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

Generally accepted accounting principles require that the reported results must pertain to the liability information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Measurement Period	June 30, 2022 to June 30, 2023

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(1) Summary of Significant Accounting Policies (Continued)

(l) Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. The following timeframes are used for pension reporting:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Measurement Period	June 30, 2022 to June 30, 2023

(m) Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until the earnings process is complete. Deferred amounts on refunding result from the difference in carrying amount of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The District has three items that qualify for reporting in this category, deferred outflows related to refunding of debt, pensions and OPEB.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until the earnings process is complete. Deferred amounts on refunding may be reported as deferred inflows of resources. The District has four items that qualify for reporting in this category, deferred inflows related to refunding of debt, leases, pensions and OPEB.

(n) Property Taxes

The District receives property taxes from both Sacramento and Placer Counties. Property taxes receivable are recorded in the fiscal year for which the tax is levied based on the assessed value as of March 1 of the preceding fiscal year. They become a lien on the first day of the year they are levied. Secured property tax is levied on January 1 and due in two installments, on November 1 and February 1. They become delinquent on December 10 and April 10, respectively. At that time, delinquent accounts are assessed a penalty of 10%. Accounts that remain unpaid on June 30 are charged an additional 12 % per month.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(1) Summary of Significant Accounting Policies (Continued)

Unsecured property tax is levied on July 1 and due on July 31, and becomes delinquent on August 31. The penalty percentage rates are the same as secured property tax.

The District elected to receive the property taxes from the Counties under the Teeter plan. Under this program the District receives 100% of the levied property taxes in periodic payments with the Counties assuming responsibility for delinquencies.

(o) Water Charge to the Retail Service Area

For accounting purposes a charge is made to the retail service area for water used at a wholesale rate. This amount is recorded as income to the wholesale unit and as expense to the retail area.

(p) Net Position

The net position amount is the difference between assets/deferred outflows and liabilities/deferred inflows. Net investment in capital assets are capital assets, less accumulated depreciation and any outstanding debt related to the acquisition, construction or improvement of those assets, as well as any deferred amounts on debt refunding. Net position is reported as restricted when there are legal limitations imposed on their use by the District or external restrictions by other governments, creditors or grantors. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

(q) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(2) Cash and Investments

Cash and investments were comprised of the following at June 30, 2024:

Cash on hand		\$ 300
Deposits with financial institutions		2,914,903
	Total cash	<u>2,915,203</u>
CAMP Investments		31,244,483
Local agency investment fund (LAIF)		10,999,990
U.S. treasury bond/note obligations		3,536,084
Municipal bond/note		1,958,847
U.S. federal agency securities		1,899,581
Medium-term corporate notes		1,724,209
Money market mutual funds		269,653
Asset-backed security/collateralized mortgage obligations		252,701
Federal agency collateralized mortgage obligations		239,112
Supra-national agency bond/note		143,365
	Total investments	<u>52,268,025</u>
	Total cash and investments	<u>\$ 55,183,228</u>

The table below identifies the investment types that are authorized by the District's investment policy:

Authorized Investment Type	Maximum Maturity	Maximum Total of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Federal Agency Securities	5 years	None	None
U.S. Instrumentalities	5 years	30%	5%
Registered Warrants, Notes & Bonds of CA	5 years	None	5%
Registered Notes & Bonds of Other 49 States	5 years	None	5%
Local Agency Bonds, Notes & Warrants	5 years	None	5%
Banker's Acceptances	180 days	40%	5%
High Grade Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	5%
Local Agency Investment Fund (LAIF)	N/A	None	\$75M
Time Deposits	2 years	5%	5%
Medium-Term Corporate Notes	5 years	30%	5%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	5%
Collateralized Mortgage Obligations	5 years	20%	5%
Mortgage-Backed or Other Pay-Through	5 years	20%	5%
Equipment Lease-Backed Certificates	5 years	20%	5%
Consumer Receivable Pass-Through Certificates	5 years	20%	5%
Consumer Receivable-Backed Bonds	5 years	20%	5%
Supranational Obligations	5 years	30%	None
Local Government Investment Pools (LGIP)	N/A	None	None

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(2) Cash and Investments (Continued)

Investments Authorized by Debt Agreements

Investments held by the bond/COP fiscal agents (trustees) are governed by the provisions of the various debt indenture agreements rather than the general provisions of the District's investments policy or the California Government Code.

Interest Rate Risk

Interest rate risk is the risk that market rate changes could adversely affect the fair value of an investment. In general, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways the District manages its exposure to interest rate risk is by purchasing a combination of shorter and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the District's investments (including investments held by the bond trustee) to market rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity as of June 30, 2024:

	Total	Remaining Investment Maturities		
		12 Months or Less	13 to 24 Months	25 to 60 Months
CAMP Investment	\$ 31,244,483	\$ 31,244,483	\$ -	\$ -
Local agency investment fund (LAIF)	10,999,990	10,999,990	-	-
U.S. treasury bond/note obligations	3,536,084	345,740	1,664,932	1,525,413
U.S. federal agency securities	1,899,581	754,233	1,145,349	-
Medium-term corporate notes	1,724,209	186,364	290,627	1,247,219
Asset-backed security/collateralized mortgage obligations	252,701	-	23,000	229,702
Federal agency collateralized	1,958,847	96,359	-	1,862,488
Municipal bond/note	239,112	167,117	71,995	-
Supra-national agency bond/note	143,365	143,365	-	-
Money market mutual funds	269,653	269,653	-	-
	<u>\$ 52,268,025</u>	<u>\$ 44,207,304</u>	<u>\$ 3,195,903</u>	<u>\$ 4,864,822</u>

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that the issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating as categorized by the nationally recognized statistical rating organization required by (where applicable) the Ca. Government Code, the District's investment policy, or debt agreements, and the actual credit ratings by Moody's as of year-end for each investment type.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(2) Cash and Investments (Continued)

Investment Type	Total as of June 30, 2024	Minimum Legal Rating	Minimum		
			Aaa	P1 to Aa3	Not Rated
CAMP Investment	\$ 31,244,483	N/A	\$ 31,244,483	\$ -	\$ -
Local agency investment fund (LAIF)	10,999,990	N/A	-	-	10,999,990
U.S. treasury bond/note obligations	3,536,084	N/A	3,536,084	-	-
U.S. federal agency securities	1,899,581	N/A	1,899,581	-	-
Medium-term corporate notes	1,724,209	A	-	1,724,209	-
Asset-backed security/collateralized mortgage obligations	252,701	AA	155,301	-	97,400
Federal agency collateralized mortgage obligations	1,958,847	N/A	1,958,847	-	-
Municipal bond/note	239,112	AA	68,689	170,423	-
Supra-national agency bond/note	143,365	A	143,365	-	-
Money market mutual funds	269,653	AAA	269,653	-	-
	<u>\$ 52,268,025</u>		<u>\$ 39,276,003</u>	<u>\$ 1,894,632</u>	<u>\$ 11,097,390</u>

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counter-party (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure of custodial risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state and local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must be equal to at least 100% of the total amount deposited by public agencies. California law also allows financial institutions to secure Agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

At June 30, 2024, the carrying amount of the District's deposits were \$2,914,903 and the balances in financial institutions were \$1,514,066. Of this amount, \$1,264,066 was not insured by federal depository insurance.

Investment in LAIF

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio).

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(2) Cash and Investments (Continued)

The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF is not registered with the Securities and Exchange Commission and is not rated. Deposits and withdrawals to and from LAIF are transferred on the basis of \$1 and not fair value. This external pool has no limitations or restrictions on participant withdrawals.

Investment in California Asset Management Program (CAMP)

The District is a voluntary participant in the California Asset Management Program (CAMP) that is regulated by the California Government Code. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro rata share of the fair value provided by CAMP for the entire CAMP portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by CAMP, which are recorded on an amortized cost basis.

Fair Value Hierarchy

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements as of June 30, 2024:

Investments by Fair Value Level	Totals	Level			Not Subject to Categorization
		1	2	3	
CAMP Investment	\$31,244,483	\$ -	\$ -	\$ -	\$31,244,483
Local agency investment fund (LAIF)	10,999,990	-	-	-	10,999,990
U.S. treasury bond/note obligations	3,536,084	-	3,536,084	-	-
U.S. federal agency securities	1,899,581	-	1,899,581	-	-
Medium-term corporate notes	1,724,209	-	1,724,209	-	-
Asset-backed security/collateralized mortgage obligations	252,701	-	252,701	-	-
Federal agency collateralized mortgage obligations	1,958,847	-	1,958,847	-	-
Municipal bond/note	239,112	-	239,112	-	-
Supra-national agency bond/note	143,365	-	143,365	-	-
Money market mutual funds	269,653	-	-	-	269,653
Total Investments	<u>\$52,268,025</u>	<u>\$ -</u>	<u>\$ 9,753,899</u>	<u>\$ -</u>	<u>\$42,514,126</u>

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(3) Leases Receivable

The District is a lessor in 3 noncancellable leases for use of District property for cell towers. The leases range from 25 to 30 years. The lessees are required to make fixed monthly or annual escalating payments starting at \$600 per month to \$7,560 per year. The District is also a lessor in a 20 year noncancellable lease for transmission capacity with annual payments ranging from \$27,072 to \$48,960. The District recognized \$114,328 in lease revenue and \$29,367 in interest revenue during the current fiscal year related to these agreements. As of June 30, 2024, the lease receivable is \$1,939,330 and deferred inflows of resources is \$1,885,341.

(4) Capital Assets

Capital asset activity for the year ended June 30, 2024 was as follows:

	Balance at July 1, 2023	Additions	Disposals	Transfers	Balance at June 30, 2024
Capital Assets, not being Depreciated:					
Land	\$ 286,984	\$ -	\$ -	\$ -	\$ 286,984
Construction in progress	28,008,440	2,116,017	-	(27,166,466)	2,957,991
Total Capital Assets not being Depreciated	<u>28,295,424</u>	<u>2,116,017</u>	<u>-</u>	<u>(27,166,466)</u>	<u>3,244,975</u>
Capital Assets, not being Depreciated:					
Pipelines	81,621,071	3,097,548	(360,433)	3,915,053	88,273,239
Water treatment plant	42,042,258	13,591	-	39,970	42,095,819
Land improvements	1,393,653	7,500	-	-	1,401,153
Reservoirs	4,812,428	1,799,354	-	22,892,852	29,504,634
Pumping stations	14,295,482	1,871,919	-	318,591	16,485,992
Buildings	1,564,618	76,648	-	-	1,641,266
Vehicles and equipment	16,224,680	481,707	(263,651)	-	16,442,736
Software	1,525,387	-	-	-	1,525,387
Meters and endpoints	379,474	738,429	-	-	1,117,903
Subscription based technology arrangements	47,664	-	-	-	47,664
Total Capital Assets being Depreciated	<u>163,906,715</u>	<u>8,086,696</u>	<u>(624,084)</u>	<u>27,166,466</u>	<u>198,535,793</u>
Less Accumulated Depreciation:					
Pipelines	(39,899,303)	(1,851,900)	360,433	-	(41,390,770)
Water treatment plant	(19,765,505)	(1,020,036)	-	-	(20,785,541)
Land improvements	(739,944)	(28,114)	-	-	(768,058)
Reservoirs	(1,811,897)	(824,822)	-	-	(2,636,719)
Pumping stations	(5,260,756)	(437,282)	-	-	(5,698,038)
Buildings	(1,285,387)	(19,524)	-	-	(1,304,911)
Vehicles and equipment	(7,089,781)	(555,983)	248,919	-	(7,396,845)
Software	(734,870)	(94,561)	-	-	(829,431)
Meters and endpoints	(662)	(16,814)	-	-	(17,476)
Subscription based technology arrangements	(23,832)	(23,832)	-	-	(47,664)
Total Accumulated Depreciation	<u>(76,611,937)</u>	<u>(4,872,868)</u>	<u>609,352</u>	<u>-</u>	<u>(80,875,453)</u>
Total Capital Assets being Depreciated, net	<u>87,294,778</u>	<u>3,213,828</u>	<u>(14,732)</u>	<u>27,166,466</u>	<u>117,660,340</u>
Capital Assets, net	<u>\$ 115,590,202</u>	<u>\$ 5,329,845</u>	<u>\$ (14,732)</u>	<u>\$ -</u>	<u>\$ 120,905,315</u>

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(5) Investment in Electrical Power

The District participates in the California-Oregon Transmission Project (Project), a Joint Powers Authority (JPA), which is a project of the Department of Energy, Western Area Power Administration. The Project is governed by a Management Committee, which is chaired by a representative of the Transmission Agency of Northern California with each participant in the project having representation on the Management Committee.

The District applied as a Community Services District and a Central Valley Project Contractor, and received allocation of 1MW (megawatt) of power (capacity and associated energy) in exchange for an investment as a participant in the construction of the transmission line. Subsequent to the original allocation from the Department of Energy, the District purchased one additional megawatt of power from Trinity County Public Utility District. The cost of the purchase was \$75,000, plus a prorated share in the construction of the transmission line. Through a partial assignment of the District's California-Oregon Transmission Project entitlement to the Department of Energy, Western Area Power Administration, the District receives preferential energy rates and a discount on the US Bureau of Reclamation pumping from Folsom Lake.

The District has a 0.069 percent equity interest in the net position of the Project as defined in the Long-Term Participation Agreement. The District also has an obligation to finance 0.1333 percent of the net losses of the Project. The District is billed monthly for its share of the operations and maintenance costs of the Project. The District's net investment and its share of the operating results of the Project are reported as Investment in Electrical Power. The Project unaudited interim financial statements for the year ended June 30, 2024 are available from the California-Oregon Transmission Project at P.O. Box 15140, Sacramento, CA, 95866.

The following is the summarized financial information for the Project as of and for the year ended June 30, 2024:

Statement of Net Position:

Assets	<u>\$ 277,195,575</u>
Liabilities	\$ 54,281,480
Deferred Inflows	1,383,737
Net position	<u>221,530,358</u>
Liabilities and Net Position	<u>\$ 277,195,575</u>

Statement of Revenues, Expenditures, and Changes in Net position:

Operating revenues	\$ 21,078,005
Operating expenses	<u>27,794,067</u>
Operating loss	(6,716,062)
Net non-operating revenues (expenses)	347,801
Adjustment to net position for capital improvements	5,746,104
Change in Net Position	<u>\$ (622,157)</u>
District's share of net position	<u>\$ 142,892</u>

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(6) Long Term Liabilities

The District’s long-term liability activity and outstanding balances for the year ended June 30, 2024 is as follows:

	Balance at July 1, 2023	Additions	Reductions	Balance at June 30, 2024	Current Portion
2022 Refunding Loan	\$ 8,152,537	\$ -	\$ (1,482,246)	\$ 6,670,291	\$ 789,228
2017 Revenue Refunding Bonds	22,140,000	-	(680,000)	21,460,000	710,000
Hinkle Reservoir Rehabilitation Loan	846,424	22,019,067	-	22,865,491	-
Eureka Pipeline SRF Loan	-	3,345,186	-	3,345,186	-
Add: Unamortized premiums	1,635,886	-	(104,980)	1,530,906	104,980
Total Bonds and Notes Payable	<u>32,774,847</u>	<u>25,364,253</u>	<u>(2,267,226)</u>	<u>55,871,874</u>	<u>1,604,208</u>
Subscription Liability	24,313	-	(24,313)	-	-
Compensated Absences	<u>1,157,268</u>	<u>218,911</u>	<u>(99,595)</u>	<u>1,276,584</u>	<u>665,885</u>
	<u>\$ 33,956,428</u>	<u>\$ 25,583,164</u>	<u>\$ (2,391,134)</u>	<u>\$ 57,148,458</u>	<u>\$ 2,270,093</u>

Loans Payable

On January 31, 2022, the District entered into a loan agreement with Sterling National Bank to refinance the 2012 Revenue Refunding Bonds. The District borrowed \$8,152,537 with an interest rate of 1.63%. Annual principal payments, ranging from \$707,214 to \$882,454 are due on June 30 through June 30, 2032 and semi-annual interest payments ranging from \$7,192 to \$121,812 are due on June 30 and December 30 through June 30, 2032. The repayment of the loan will be payable from and secured by a pledge of and lien of the net revenues of the Water System.

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2025	\$ 789,228	\$ 108,726	\$ 897,954
2026	803,104	95,862	898,966
2027	812,400	82,770	895,170
2028	824,998	69,529	894,527
2029	840,711	56,081	896,792
2030-2032	<u>2,599,850</u>	<u>42,641</u>	<u>2,642,491</u>
Total	<u>\$ 6,670,291</u>	<u>\$ 455,609</u>	<u>\$ 7,125,900</u>

2017 Revenue Refunding Bonds

On June 22, 2017, the District issued \$26,125,000 of Revenue Refunding Bonds with interest ranging from 3.0% to 5.0%. These 2017 Revenue Refunding Bonds were issued to refund the 2009 Certificates of Participation. The loan agreement defines events of default as 1) default in the principal payments; 2) default in the interest payments; 3) default by the District of any of the covenants, agreements, or conditions; 4) the filing by the District of a petition or answer seeking reorganization or arrangement under the federal bankruptcy laws or any other applicable law of the United States of America. Upon the occurrence of an event of default, the principal of the bonds could be declared immediately due and payable. Annual principal payments, ranging from \$565,000 to \$2,470,000 are due on February 1,

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(6) Long Term Liabilities (Continued)

2018 through February 1, 2039 and semi-annual interest payments ranging from \$112,966 to \$521,381 are due on February 1 and August 1 through February 1, 2039.

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2025	\$ 710,000	\$ 847,296	\$ 1,557,296
2026	745,000	811,067	1,556,067
2027	785,000	772,983	1,557,983
2028	825,000	732,900	1,557,900
2029	865,000	690,817	1,555,817
2030-2032	2,875,000	1,797,617	4,672,617
2033-2037	9,795,000	1,823,568	11,618,568
2038-2039	4,860,000	172,412	5,032,412
Total	<u>\$ 21,460,000</u>	<u>\$ 7,648,660</u>	<u>\$ 29,108,660</u>

Hinkle Reservoir Rehabilitation Loan

On May 12, 2022, the District entered into a loan agreement with the California State Water Resources Control Board to finance the Hinkle Reservoir Rehabilitation Project. The loan agreement allows the District to borrow up to \$23,120,621, at an interest rate of 1.2% per annum. As of June 30, 2024, the District had received loan proceeds of \$22,865,492. Annual principal payments are due one year after project completion. The District anticipates project completion in February 2025. The final payment schedule will be available subsequent to project completion. The repayment of the loan will be payable from and secured by a pledge of and lien of the Enterprise Fund revenues and any reserve fund established for the loan.

Pledged Revenue

The District is required by its 2022 Loan and 2017 Revenue Refunding Bonds to collect rates and charges from its water system that will be sufficient to yield net revenues equal to 115% of debt service payments on any future debt issued and deposit the net revenues in a revenue fund pledged for such future debt service payments. The Hinkle Reservoir Rehabilitation Loan Agreement requires the District to collect rates and charges sufficient to yield net revenues equal to 120% of the maximum annual debt service with respect to all outstanding system obligations senior to, and on parity with, the loan and 100% of the maximum annual debt service with respect to all outstanding obligations subordinate to the loan. At June 30, 2024, the District's net revenues were 508% of debt service payments.

Arbitrage Rebate Liability

Section 148(f) of the Internal Revenue Code requires issuers of tax-exempt state and local bonds to remit to the federal government amounts equal to (a) the excess of the actual amounts earned on all "Non-purpose Investments" allocable to "Gross Proceeds" of an issue of municipal obligations less the amount that would have been earned if the investments bore a rate equal to the amount that would have been earned if the investments bore a rate equal to the yield on the issue, plus (b) all income attributable to the excess. Issuers must

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(6) Long Term Liabilities (Continued)

make rebate payments at least once every five years and upon final retirement or redemption of the bonds.

(7) Net Investment in Capital Assets

Net investment in capital assets consist of the following at June 30, 2024:

Capital assets, gross		\$ 201,780,768
Less: accumulated depreciation		<u>(80,875,453)</u>
Net capital assets		120,905,315
Add: Deferred costs on bond refunding		1,185,025
Less: Debt used for capital purposes		(54,340,968)
Less: Capital retainage & accounts payable		(2,400,661)
Less: Deferred charge on refunding		(301,316)
Less: Unamortized premium		<u>(1,530,906)</u>
Net investment in capital assets		<u><u>\$ 63,516,489</u></u>

(8) Net Position

Designations of unrestricted net position may be imposed by the Board of Directors to reflect future spending plans or concerns about the availability of future resources. Designation may be modified, amended or removed by Board action. Designations included the following as of June 30, 2024:

	<u>Wholesale</u>	<u>Retail</u>	<u>Total</u>
Capital reserves	\$ 26,902,551	\$ 17,498,320	\$ 44,400,871
Operating reserves	<u>2,306,100</u>	<u>3,099,820</u>	<u>5,405,920</u>
Total Unrestricted, Designated Net Position	<u><u>\$ 29,208,651</u></u>	<u><u>\$ 20,598,140</u></u>	<u><u>\$ 49,806,791</u></u>

(9) Defined Benefit Pension Plan

Plan Descriptions

All qualified permanent and probationary employees are eligible to participate in the District's cost-sharing multiple employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). The Public Employees' Pension Reform Act of 2013 (PEPRA) created a new benefit and contribution level for new employees meeting certain criteria. PERS acts as a common investment and administrative agent for participating public employers within the State of California.

All permanent full and part-time District employees working at least 1,000 hours per year are eligible to participate in PERS. Under PERS, benefits vest after five years of service. Upon retirement, participants are entitled to an annual retirement benefit, payable for life, in an amount equal to a benefit factor times the monthly average salary of their highest twelve (Tier 1) and thirty-six (Tier 2 and PEPRA) consecutive months full-time equivalent monthly pay. Benefit provisions under the Plans are established by State statute and Board resolution.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(9) Defined Benefit Pension Plan (Continued)

CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees or their beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 (52 for PEPR Miscellaneous Plan) with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is the following: the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan operates under the provisions of the California Public Employees' Retirement Law ("PERL"), the California Public Employees' Pension Reform Act of 2013 ("PEPRA"), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plans' authority to establish and amend the benefit terms are set by the PERL and PEPRA and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

The Plans' provisions and benefits in effect for the year ended June 30, 2024 are summarized as follows:

	<u>Miscellaneous Tier I Rate Plan</u>	<u>Miscellaneous Tier II Rate Plan</u>	<u>Miscellaneous PEPRA Rate</u>
Hire date	(Prior to February 14, 2009)	(On or after February 14, 2009)	(On or after January 1, 2013)
Benefit formula (at full retirement)	3.0% @ 60	3.0% @ 60	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50-63	50-63	52-67
Monthly benefits, as a % of eligible compensation	2.0% to 3.0%	2.0% to 3.0%	1.0% to 2.5%

The District made a discretionary payment of \$200,000 toward its unfunded actuarial liability during the year ended June 30, 2024.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(9) Defined Benefit Pension Plan (Continued)

Tier I and Tier II Miscellaneous Plans are closed to new members that are not already CalPERS eligible participants.

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements are classified as plan member contributions.

For the year ended June 30, 2024 the employer contributions for the Plan (all rate plans combined) were \$910,347.

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2024, the District reported a net pension liability of \$6,067,829 representing the District's proportionate share of the net pension liability.

The District's net pension liability is measured as the proportionate share of the net pension liability. The net pension liability as of June 30, 2024 is measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures as required by GASB Statement No. 68.

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The District's proportionate share of the net pension liability for the Plan as of June 30, 2024 was as follows:

Proportion - June 30, 2023	0.11092%
Proportion - June 30, 2024	<u>0.12135%</u>
Change - Increase (Decrease)	0.01043%

For the year ended June 30, 2024, the District recognized pension expense of \$4,380,017. At June 30, the District reported deferred outflows of resources and deferred inflows of resources related to all Plans combined from the following sources:

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(9) Defined Benefit Pension Plan (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 366,342	\$ -
Differences between actual and expected experience	309,979	(48,085)
Differences between projected and actual investment earnings	982,436	-
Differences between the employer's contributions and the employer's proportionate share of contributions	-	(1,399,271)
Change in employer's proportion	2,617,247	-
Pension contributions subsequent to measurement date	910,347	-
Total	\$ 5,186,351	\$ (1,447,356)

The \$910,347 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as net deferred inflows of resources related to pensions will be recognized as pension expense (credit) as follows:

Fiscal Year Ended June 30	
2025	\$ 1,343,272
2026	829,853
2027	627,332
2028	28,190
	\$ 2,828,647

Actuarial Assumptions

The total pension liabilities in the June 30, 2024 actuarial valuation for the Plan was determined using the following actuarial assumptions:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by entry age and service
Mortality Rate Table ¹	Derived using CalPERS Membership Data for all Funds
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter

(1) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(9) Defined Benefit Pension Plan (Continued)

Discount Rate

The discount rate used by CalPERS to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Discount Rate

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points. The expected real rates of return by asset class are as follows:

<u>Investment Type</u>	<u>Assumed Asset Allocation</u>	<u>Real Return ^{1,2}</u>
Global Equity - Cap-Weighted	30.0%	4.54%
Global Equity Non-Cap-Weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-Backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	<u>(5.0)%</u>	<u>(0.59)%</u>
Total	<u>100.0%</u>	

¹ An expected inflation of 2.30% used for this period.

² Figures are based on the 2021-22 Asset Liability Management study.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(9) Defined Benefit Pension Plan (Continued)

Sensitivity of the Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the District’s proportionate share of the net pension liability for the Plans, calculated using the discount rate for the Plans, as well as what the District’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Net Pension Liability (Asset)	<u>\$ 12,794,844</u>	<u>\$ 6,067,829</u>	<u>\$ 530,917</u>

Pension Plan Fiduciary Net Position

Detailed information about each pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

(10) Other Post Employment Benefits (OPEB)

Description of the Plan

The District provides health care benefits to eligible retired District employees and survivor dependents as defined by their participating tier (first or second) and coverage level (basic or Medicare supplement) with a choice of several plans through an agent single-employer defined benefit plan established July 28, 2012. This is contracted with the California Public Employees’ Retirement System (CalPERS) through the Public Employees’ Medical and Hospital Care Act (PEMHCA). State statutes assign the authority to establish and amend the benefit provisions of the agent multiple-employer health care plans administered by CalPERS to the respective employer entities.

The District does not issue a separate stand-alone financial report for its OPEB plan.

Funding Policy

The District pays a percentage of the post-employment health care benefits for retirees, their spouses, and their dependents based on the retirees’ tier. Surviving spouses and eligible dependents of retirees may elect to continue health care benefits with the same District contribution towards the expense. Substantially all of the District’s employees may become eligible for these benefits if they reach normal retirement age while working for the District. No contributions are required for plan members or the District. Pre-funding contributions made by the District are at the discretion of the Board of Directors.

The contribution requirements of the District are established and may be amended by the District’s Board of Directors. Plan members are currently not required to contribute.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(10) Other Post Employment Benefits (OPEB) (Continued)

Employees Covered by Benefit Terms

As of the June 30, 2023 actuarial valuation, the following employees were covered by the benefit terms:

Active employees	47
Inactive employees or beneficiaries currently receiving benefit payments	<u>43</u>
Total number of participants	<u><u>90</u></u>

Contributions

The Board of Directors grants the authority to establish and amend the contribution requirements of the District. During the year ended June 30, 2024, the District's cash contributions to the trust were \$284,632 and the benefit payments were \$539,508, resulting in total payments of \$824,140. In the fiscal year 2024, the District recognized \$153,922 in implicit rate subsidy.

Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions

The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	6.75%
Inflation rate	2.50%
Aggregate salary increases	2.75% per year
Investment rate of return	6.75%
Healthcare cost trend rate	4.0% annually
Mortality rates	Derived using CalPERS membership data

Mortality information for active and retired employees was based on 2014 CalPERS tables. The pre-retirement turnover information was developed based on the 2009 CalPERS Turnover for Miscellaneous Employees table created by CalPERS.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) was used and developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(10) Other Post Employment Benefits (OPEB) (Continued)

Asset Class	Percentage of Portfolio	Assumed Gross Return
All Equities	59.00%	7.545%
All Fixed Income	25.00%	4.250%
Real Estate Investment Trusts	8.00%	7.250%
All Commodities	3.00%	7.545%
Treasury Inflation Protected Securities (TIPS)	5.00%	3.000%
	100.00%	

Discount Rate

The discount rate used to measure the total OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that District contributions will continue based upon the current funding policy.

Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make projected future benefit payments for current members for all future years. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2023	\$ 8,885,238	\$ 4,806,863	\$ 4,078,375
Changes in the year:			
Service cost	252,965	-	252,965
Interest on the total OPEB liability	590,079	315,045	275,034
Changes in assumptions	509,432	-	509,432
Contribution - employer to Trust	-	893,769	(893,769)
Investment gains / losses	1,081,218	-	1,081,218
Benefit payments	(640,804)	(640,804)	-
Administrative expenses	-	(1,413)	1,413
Expected minus actual benefit payments	-	-	-
Net changes	1,792,890	566,597	1,226,293
Balance at June 30, 2024 (measurement date June 30, 2023)	\$ 10,678,128	\$ 5,373,460	\$ 5,304,668

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(10) Other Post Employment Benefits (OPEB) (Continued)

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net OPEB liability	\$ 6,477,967	\$ 5,304,668	\$ 4,319,545

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease to 3.00%	Current Healthcare Cost Trend Rates 4.00%	1% Increase to 5.00%
Net OPEB liability	\$ 4,173,374	\$ 5,304,668	\$ 6,675,544

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the District recognized OPEB expense of \$679,095. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 943,667	\$ (273,169)
Changes in assumptions	613,100	-
Difference between projected and actual investment earnings		-
Employer contributions subsequent to measurement date	352,567	-
	<u>978,063</u>	<u>-</u>
Total	<u>\$ 2,887,397</u>	<u>\$ (273,169)</u>

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(10) Other Post Employment Benefits (OPEB) (Continued)

The amount reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net OPEB liability in the following fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended June 30	
2025	\$ 269,684
2026	249,101
2027	432,565
2028	295,299
2029	244,915
Thereafter	<u>144,602</u>
	<u>\$ 1,636,166</u>

Recognition of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs.

The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

The recognition period differs depending on the source of the gain or loss. The net difference between projected and actual earnings on OPEB plan investments is recognized over 5 years. The net difference between expected and actual experience are recognized over the expected average remaining service lifetime (EARS), which was 6.8 years at the June 30, 2023 valuation date.

(11) Risk Management

The District participates in the Association of California Water Agencies Joint Powers Insurance Authority (ACWA/JPIA) a public entity risk pool of California water agencies, for general and auto liability, public officials liability, property damage, fidelity insurance and workers compensation liability. ACWA/JPIA provides insurance through the pool up to a certain level, beyond which group-purchased commercial excess insurance is obtained.

The District pays an annual premium to ACWA/JPIA that includes its pro-rata share of excess insurance premiums, charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the ACWA/JPIA. ACWA/JPIA may be terminated at any time by written consent of three-fourths of voting members at which time the members may be required to pay their share of any additional amount of premium in accordance with loss allocation formulas for final disposition of all claims and losses covered by the joint powers agreement. The ACWA/JPIA's financial statements are available at 5620 Birdcage Street, Suite 200, Citrus Heights, CA 95610-7632.

SAN JUAN WATER DISTRICT

Notes to the Basic Financial Statements

Fiscal Year Ended June 30, 2024

(11) Risk Management (Continued)

The District’s deductibles and maximum coverage are as follows:

Coverage	ACWA/JPIA	Commercial Insurance	Deductible/Retention
General and Auto Liability (Includes public officials liability)	\$ 5,000,000	\$ 55,000,000	None
Property Damage	100,000	500,000,000	\$ 1,000 to 100,000
Crime	100,000		1,000
Workers' Compensation Liability	2,000,000	Statutory	None
Employers Liability	2,000,000		None
Cyber Liability	5,000,000		\$10,000 to 50,000

The District continues to carry commercial insurance for all other risks of loss to cover all claims for risk of loss to which the District is exposed. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

(12) Commitments

The District has a contract with Placer County Water Agency (PCWA) to take or pay for an annual entitlement of 12,500 acre-feet. In any year during the term of this agreement, the District may request PCWA make available 25,000 acre-feet of water.

The District has active construction and other significant projects as of June 30, 2024. At year end, the District’s construction and other significant commitments were as follows:

Paving Services 2023-2024	\$ 237,131
Air Release Valve Replacement Program	211,329
Douglas Blvd/AFR Pipeline Replacement	186,945
WTP Filter Backwash Hood Facilities Rehabilitation	160,979
Kokila Reservoir Replacement Project Engr Services	130,756
WTP Sewer Lift Station Repair	34,116
Lime Silo and Thickener Project - Inspection Service	32,115
Lime Silo and Clarifier Improvements	29,789
Construction of the Lime Silo and Thickener Improvements	28,963
Field Services Sewer Lift Station Repair	23,504
Material Covered Storage Facility Project	16,950
SJWD Admin Building Electrical Upgrade Project	7,665
Construction Management and Inspection Services for Hinkle Liner Project	5,870
Total commitment with contractors	<u>\$ 1,106,112</u>

REQUIRED SUPPLEMENTARY INFORMATION

SAN JUAN WATER DISTRICT

Required Supplementary Information

Schedule of the Proportionate Share of the Net Pension Liability - Last Ten Years

Year Ended June 30, 2024

	2024	2023	2022	2021	2020
Proportion of the net pension liability	0.12135%	0.11092%	-0.13753%	0.07876%	0.02397%
Proportionate share of the net pension liability (asset)	\$ 6,067,829	\$ 5,190,003	\$ (2,611,412)	\$ 3,322,197	\$ 2,456,425
Covered payroll - measurement period	\$ 5,712,267	\$ 5,350,726	\$ 4,634,471	\$ 4,704,170	\$ 4,707,984
Proportionate share of the net pension liability as a percentage of covered payroll	106.22%	97.00%	-56.35%	70.62%	52.18%
Plan fiduciary net position as a percentage of the total pension liability	87.80%	89.23%	92.36%	92.36%	94.03%
Measurement date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Notes to Schedule:					
Reporting valuation date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Reporting measurement date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019

Notes to the schedule:

Summary of Changes in Benefits or Assumptions:

Benefit Changes: There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees such as Golden Handshakes, service purchases, and other prior service costs.

Changes of Assumptions: There were no assumption changes in 2023. Effective with the June 30, 2021 valuation date (June 30, 2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates June 30, 2017 through June 30, 2021, 7.65% for measurement dates June 30, 2015 through June 30, 2016, and 7.50% for measurement date June 30, 2014.

SAN JUAN WATER DISTRICT
Required Supplementary Information

Schedule of the Proportionate Share of the Net Pension Liability - Last Ten Years (Continued)
Year Ended June 30, 2024

	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.01624%	0.04842%	0.09208%	0.08829%	0.08447%
Proportionate share of the net pension liability (asset)	\$ 1,564,717	\$ 4,801,816	\$ 7,968,028	\$ 6,059,953	\$ 5,255,811
Covered payroll - measurement period	\$ 4,599,756	\$ 4,254,297	\$ 4,171,684	\$ 4,292,723	\$ 3,836,968
Proportionate share of the net pension liability as a percentage of covered payroll	34.02%	112.87%	191.00%	141.17%	136.98%
Plan fiduciary net position as a percentage of the total pension liability	96.04%	87.20%	76.19%	78.40%	79.82%
Measurement date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Notes to Schedule:					
Reporting valuation date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013
Reporting measurement date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

SAN JUAN WATER DISTRICT
Required Supplementary Information
Schedule of Contributions to the Pension Plan - Last Ten Years
Year Ended June 30, 2024

	2024	2023	2022	2021	2020
Contractually required contribution (actuarially determined)	\$ 910,347	\$ 985,542	\$ 864,252	\$ 820,954	\$ 750,670
Contributions in relation to the actuarially determined contributions	(910,347)	(985,542)	(864,252)	(1,020,954)	(750,670)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (200,000)</u>	<u>\$ -</u>
Covered payroll - fiscal year	\$ 5,712,267	\$ 5,350,726	\$ 4,634,471	\$ 4,704,170	\$ 4,707,984
Contributions as a percentage of covered payroll	15.94%	18.42%	18.65%	17.45%	15.96%
Contribution valuation date:	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

Methods and assumptions used to determine contribution rates:

Amortized cost method	Entry age normal
Amortized method	Level percentage of payroll, closed
Remaining amortization period	Varies, not more than 30 years
Discount rate	6.90%
Inflation	2.50%
Salary increases	Varies by entry age and service
Payroll growth	2.75%
Retirement age	The probabilities of Retirement are based on the 2010 CalPERS study for the period from 1997 to 2007.
Mortality	Most recent CalPERS Experience Study.
Post Retirement Benefit increase	Contract COLA up to 2.50% until Purchasing Power Protection Floor Purchasing Power applies, 2.50% thereafter

The mortality table used was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

Changes in Assumptions: At its December 2016 meeting, the CalPERS Board of Administration lowered the discount rate from 7.50 percent to 7.00 percent using a three-year phase-in beginning with the June 30, 2016 valuations. The minimum employer percent to 7.00 percent using a three-year phase-in beginning with the June 30, 2016 valuations. The minimum employer contributions for Fiscal Year 2019-20 determined in this valuation were calculated using a discount rate of 7.25 percent.

On December 19, 2017 the CalPERS Board of Administration adopted new actuarial assumptions based on the recommendations in the December 2017 CalPERS Experience Study and Review of Actuarial Assumptions. This study reviewed the retirement rates, termination rates, mortality rates, rates of salary increases and inflation assumption for Public Agencies. In addition, the Board adopted a new asset portfolio as part of its Asset Liability Management. The new asset mix supports a 7.00 percent discount rate. The reduction of the inflation assumption will be implemented in two steps in conjunction with the decrease in the discount rate. For June 30, 2017 valuation an inflation rate of 2.625 percent will be used and a rate of 2.50 percent in the following valuation.

SAN JUAN WATER DISTRICT
Required Supplementary Information
Schedule of Contributions to the Pension Plan - Last Ten Years (Continued)
Year Ended June 30, 2024

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution (actuarially determined)	\$ 675,697	\$ 569,048	\$ 795,103	\$ 730,360	\$ 591,634
Contributions in relation to the actuarially determined contributions	<u>(675,697)</u>	<u>(3,359,478)</u>	<u>(4,908,731)</u>	<u>(730,360)</u>	<u>(591,634)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (2,790,430)</u>	<u>\$ (4,113,628)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll - fiscal year	\$ 4,599,756	\$ 4,254,297	\$ 4,171,684	\$ 4,292,723	\$ 3,836,968
Contributions as a percentage of covered payroll	14.69%	13.38%	19.06%	17.01%	15.42%
Contribution valuation date:	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013	June 30, 2012

SAN JUAN WATER DISTRICT

Required Supplementary Information

Schedule of Changes in Total OPEB Liability and Related Ratios - Last 10 Years*

Year Ended June 30, 2024

	2024	2023	2022 ¹	2021	2020	2019
Total OPEB Liability						
Service cost	\$ 252,965	\$ 246,195	\$ 181,547	\$ 176,688	\$ 164,051	\$ 159,660
Interest on the Total OPEB liability	590,079	572,773	481,135	467,317	503,512	491,254
Difference between expected and actual experience	-	-	-	-	(724,602)	-
Changes in assumptions	509,432	-	379,797	-	-	-
Experience gains/losses	1,081,218	27,355	11,781	-	-	-
Benefit payments	(640,804)	(619,673)	(469,090)	(448,200)	(448,458)	(472,409)
Expected minus actual benefit payments	-	-	-	(933)	(35,114)	-
Net change in Total OPEB liability	1,792,890	226,650	585,170	194,872	(540,611)	178,505
Total OPEB liability - beginning	<u>8,885,238</u>	<u>8,658,588</u>	<u>8,073,418</u>	<u>6,812,179</u>	<u>7,352,790</u>	<u>7,174,285</u>
Total OPEB liability - ending (a)	<u>\$ 10,678,128</u>	<u>\$ 8,885,238</u>	<u>\$ 8,658,588</u>	<u>\$ 7,007,051</u>	<u>\$ 6,812,179</u>	<u>\$ 7,352,790</u>
Plan Fiduciary Net Position:						
Contributions - employer to Trust	\$ 252,965	\$ 209,520	\$ 182,000	\$ 177,000	\$ 160,000	\$ 224,554
Contributions - employer to benefit payments	640,804	619,673	469,090	448,200	448,458	441,109
Net investment income	315,045	(710,640)	1,107,731	161,133	204,937	230,539
Benefits payments	(640,804)	(619,673)	(469,090)	(448,200)	(448,458)	(472,209)
Other	-	-	-	-	31,300	-
Administrative expenses	(1,413)	(1,346)	(1,526)	(1,826)	(711)	(5,363)
Net change in Fiduciary Net Position	566,597	(502,466)	1,288,205	336,307	395,526	418,630
Plan Fiduciary Net Position - beginning	<u>4,806,863</u>	<u>5,309,329</u>	<u>4,021,124</u>	<u>3,684,817</u>	<u>3,289,491</u>	<u>2,870,861</u>
Plan Fiduciary Net Position -ending (b)	<u>\$ 5,373,460</u>	<u>\$ 4,806,863</u>	<u>\$ 5,309,329</u>	<u>\$ 4,021,124</u>	<u>\$ 3,685,017</u>	<u>\$ 3,289,491</u>
Plan Net Position Liability (asset) - Ending (a) - (b)	<u>\$ 5,304,668</u>	<u>\$ 4,078,375</u>	<u>\$ 3,349,259</u>	<u>\$ 2,985,927</u>	<u>\$ 3,127,162</u>	<u>\$ 4,063,299</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB liability	50.32%	54.10%	61.32%	57.39%	54.09%	44.74%
Covered-employee payroll	\$ 5,712,267	\$ 5,350,726	\$ 4,634,471	\$ 4,704,170	\$ 4,707,984	\$ 4,599,756
Total OPEB liability as a percentage of covered-employee payroll	186.93%	166.06%	186.83%	148.95%	144.69%	159.85%
Measurement date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018

¹ Restated to include implied rate subsidy

*Future years' information will be displayed up to 10 years as information becomes available.

SAN JUAN WATER DISTRICT
Required Supplementary Information
Schedule of Contributions to the OPEB Plan - Last 10 Years*
Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018
Statutorily required contribution - employer fiscal year	\$ 693,431	\$ 640,804	\$ 619,673	\$ 469,090	\$ 448,200	\$ 448,458	\$ 449,109
Contributions in relation to the actuarially determined contributions	(978,063)	(893,769)	(829,193)	(651,090)	(625,200)	(608,458)	(665,663)
Contribution deficiency (excess)	<u>\$ (284,632)</u>	<u>\$ (252,965)</u>	<u>\$ (209,520)</u>	<u>\$ (182,000)</u>	<u>\$ (177,000)</u>	<u>\$ (160,000)</u>	<u>\$ (216,554)</u>
Covered-employee payroll - employer fiscal year	\$ 5,712,267	\$ 5,350,726	\$ 4,634,471	\$ 4,704,170	\$ 4,707,984	\$ 4,599,756	\$ 4,254,297
Contributions as a percentage of covered-employee payroll	12.14%	11.98%	13.37%	9.97%	9.52%	9.75%	10.56%

Notes to Schedule:

Valuation date	June 30, 2023	June 30, 2021	June 30, 2021	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Fiscal year end	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018

An actuarially determined contribution rate was not calculated. The required contributions reported represent retiree premium payments.

*Future years' information will be displayed up to 10 years as information becomes available.

SUPPLEMENTARY INFORMATION

SAN JUAN WATER DISTRICT

**Statement of Net Position
Wholesale Operating**

June 30, 2024

Assets:

Current Assets:

Cash and investments	\$ 2,492,613
Accounts receivables	1,183,413
Interest receivable	28,132
Leases receivables	18,534
Prepaid expenses	43,763
Inventories	6,361
Total Current Assets	<u>3,772,816</u>

Noncurrent Assets:

Leases receivables	951,131
Capital assets, not being depreciated	899,919
Capital assets, net of accumulated depreciation	75,188,460
Investment in electrical power	142,892
Total Noncurrent Assets	<u>77,182,402</u>
Total Assets	<u>80,955,218</u>

Deferred Outflows of Resources:

Deferred amounts on refunding	711,015
Pension related	2,472,805
Other postemployment benefits related	1,147,747
Total Deferred Outflows of Resources	<u>4,331,567</u>

Liabilities:

Current Liabilities:

Accounts payable	445,736
Accrued liabilities	248,209
Interest payable	306,984
Due within one year:	
Compensated absences	311,751
Long-term debt	1,000,199
Total Current Liabilities	<u>2,312,879</u>

Noncurrent Liabilities:

Compensated absences	284,414
Long-term debt	39,978,653
Net other postemployment benefits liability	2,238,824
Net pension liability	2,611,908
Total Noncurrent Liabilities	<u>45,113,799</u>
Total Liabilities	<u>47,426,678</u>

Deferred Inflows of Resources:

Deferred amounts on refunding	195,283
Pension related	656,585
Other postemployment benefits related	131,882
Lease related	942,671
Total Deferred Inflows of Resources	<u>1,926,421</u>

Net Position:

Net investment in capital assets	33,863,776
Unrestricted	2,069,910
Total Net Position	<u>\$ 35,933,686</u>

SAN JUAN WATER DISTRICT

**Statement of Net Position
Wholesale Capital**

June 30, 2024

Assets:	
Cash and investments	\$ 28,711,523
Interest receivable	127,637
Taxes receivable	61,063
	<hr/>
Total Assets	28,900,223
	<hr/>
Liabilities:	
Accounts payable	1,761,482
	<hr/>
Total Liabilities	1,761,482
	<hr/>
Net Position:	
Unrestricted	27,138,741
	<hr/>
Total Net Position	\$ 27,138,741
	<hr/>

SAN JUAN WATER DISTRICT

Statement of Net Position Retail Operating

June 30, 2024

Assets:

Current Assets:

Cash and investments	\$	495,159
Accounts receivables		3,993,371
Interest receivable		24,945
Leases receivables		18,534
Prepaid expenses		525
Inventories		653,959
Total Current Assets		<u>5,186,493</u>

Noncurrent Assets:

Leases receivables		951,131
Capital assets, not being depreciated		2,345,056
Capital assets, net of accumulated depreciation		42,471,880
Total Noncurrent Assets		<u>45,768,067</u>
Total Assets		<u>50,954,560</u>

Deferred Outflows of Resources:

Deferred amounts on refunding		474,010
Pension related		2,713,546
Other postemployment benefits related		1,739,650
Total Deferred Outflows of Resources		<u>4,927,206</u>

Liabilities:

Current Liabilities:

Accounts payable		515,668
Accrued liabilities		314,108
Interest payable		154,239
Unearned revenues		114,338
Deposits payable		40,523
Due within one year:		
Compensated absences		354,134
Long-term debt		604,009
Total Current Liabilities		<u>2,097,019</u>

Noncurrent Liabilities:

Compensated absences		326,285
Long term debt		14,289,013
Net other postemployment benefit liability		3,065,844
Net pension liability		3,455,921
Total Noncurrent Liabilities		<u>21,137,063</u>
Total Liabilities		<u>23,234,082</u>

Deferred Inflows of Resources:

Deferred amounts on refunding		106,033
Pension related		790,771
Other postemployment benefits related		141,287
Leases related		942,670
Total Deferred Inflows of Resources		<u>1,980,761</u>

Net Position:

Net investment in capital assets		29,652,709
Restricted		131,521
Unrestricted		882,693
Total Net Position	\$	<u>30,666,923</u>

SAN JUAN WATER DISTRICT

**Statement of Net Position
Retail Capital**

June 30, 2024

Assets:	
Cash and investments	\$ 23,483,933
Interest receivable	94,994
Taxes receivable	61,063
Inventory	94,949
	<hr/>
Total Assets	23,734,939
Liabilities:	
Accounts payable	639,179
	<hr/>
Total Liabilities	639,179
Net Position:	
Restricted - capital facility fees	3,380,308
Unrestricted	19,715,452
	<hr/>
Total Net Position	\$ 23,095,760
	<hr/>

SAN JUAN WATER DISTRICT

**Combining Schedule of Revenues, Expenditures,
and Changes in Net Position
Budget to Actual - Wholesale Operating**

Fiscal Year Ended June 30, 2024

	Actual	Final Budget	Variance with Final Budget
Operating Revenues:			
Wholesale revenue by entity:			
San Juan Water District - retail	\$ 3,302,100	\$ 3,330,957	\$ (28,857)
Citrus Heights Water District	2,908,508	3,023,203	(114,695)
Fair Oaks Water District	2,099,091	2,091,420	7,671
Sacramento Suburban Water District	3,133,605	1,354,000	1,779,605
Orange Vale Water Company	1,091,017	320,716	770,301
City of Folsom	319,840	320,699	(859)
Granite Bay Golf Course	12,463	10,605	1,858
Other charges for services	197,261	1,000	196,261
Total Operating Revenues	<u>13,063,885</u>	<u>10,452,600</u>	<u>2,611,285</u>
Operating Expenses:			
Source of supply:			
Placer County Water Agency	373,438	370,900	(2,538)
Wheeling	107,987	104,400	(3,587)
Bureau pumping	262,356	322,700	60,344
Other public agencies	336,913	566,900	229,987
Administration and general	2,433,359	2,201,200	(232,159)
Water treatment	3,639,744	3,720,500	80,756
Engineering	400,653	445,700	45,047
Water efficiency	49,372	52,700	3,328
Depreciation	3,227,433	-	(3,227,433)
Retirement benefits (OPEB)	253,981	321,700	67,719
Pension expense (credit)	1,683,584	398,400	(1,285,184)
Total Operating Expenses	<u>12,768,820</u>	<u>8,505,100</u>	<u>(4,263,720)</u>
Net Income (Loss) from Operations	<u>295,065</u>	<u>1,947,500</u>	<u>6,875,005</u>
Non-Operating Revenues (Expenses)			
Investment income (loss)	300,482	66,500	233,982
Lease revenue	69,312	65,600	3,712
Interest expense	(699,687)	(887,900)	(188,213)
Other expenses	(2,159)	(1,600)	559
Issuance of bonds	(22,019,068)	-	22,019,068
Capital outlay offsets	2,648,522	-	2,648,522
Total Non-Operating Revenues (Expenses)	<u>(19,702,598)</u>	<u>(757,400)</u>	<u>24,717,630</u>
Income (Loss) before Transfers	<u>(19,407,533)</u>	<u>1,190,100</u>	<u>31,592,635</u>
Transfers:			
Transfers in (out)	(3,204,740)	958,700	(4,163,440)
Total Transfers	<u>(3,204,740)</u>	<u>958,700</u>	<u>(4,163,440)</u>
Change in Net Position	(22,612,273)	2,148,800	27,429,195
Net position at beginning of year	<u>58,545,959</u>	<u>58,545,959</u>	<u>31,143,331</u>
Net position at end of year	<u>\$ 35,933,686</u>	<u>\$ 60,694,759</u>	<u>\$ 58,572,526</u>

SAN JUAN WATER DISTRICT

**Combining Schedule of Revenues, Expenditures,
and Changes in Net Position
Budget to Actual - Wholesale Capital**

Fiscal Year Ended June 30, 2024

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance with Final Budget</u>
Operating Expenses:			
Source of supply			
Water treatment	\$ 34,685	\$ 806,000	\$ 771,315
Total Operating Expenses	<u>34,685</u>	<u>806,000</u>	<u>771,315</u>
Net Income (Loss) from Operations	(34,685)	(806,000)	(771,315)
Non-Operating Revenues (Expenses):			
Tax assessments	1,448,467	1,403,600	44,867
Investment income (loss)	495,297	150,000	(345,297)
Other revenues	36,689	-	36,689
Issuance of bonds	22,019,068	22,274,200	(255,132)
Capital outlay	<u>(2,648,523)</u>	<u>(4,237,200)</u>	<u>(1,588,677)</u>
Total Non-Operating Revenues (Expenses)	21,350,998	19,590,600	(2,107,550)
Capital contributions and other capital revenue	<u>131,890</u>	<u>100,000</u>	<u>31,890</u>
Income (Loss) before Transfers	21,448,203	18,884,600	(2,846,975)
Transfers:			
Transfers in (out)	<u>3,204,740</u>	<u>(958,700)</u>	<u>4,163,440</u>
Total Transfers	3,204,740	(958,700)	4,163,440
Change in Net Position	24,652,943	17,925,900	1,316,465
Net position at beginning of year	<u>2,485,798</u>	<u>2,485,798</u>	<u>(20,754,108)</u>
Net position at end of year	<u>\$ 27,138,741</u>	<u>20,411,698</u>	<u>(19,437,643)</u>

SAN JUAN WATER DISTRICT

**Combining Schedule of Revenues, Expenditures,
and Changes in Net Position
Budget to Actual - Retail Operating**

Fiscal Year Ended June 30, 2024

	Actual	Final Budget	Variance with Final Budget
Operating Revenues:			
Water sales - retail	\$ 16,818,338	\$ 16,621,400	\$ 196,938
Other charges for services	766,789	463,700	303,089
Total Operating Revenues	<u>17,585,127</u>	<u>17,085,100</u>	<u>500,027</u>
Operating Expenses:			
Source of supply			
Water charged to retail service area	3,302,100	3,465,400	163,300
Administration and general	1,367,771	1,414,700	46,929
Transmission and distribution	4,431,892	5,297,900	866,008
Customer service	816,368	919,300	102,932
Engineering	503,846	737,400	233,554
Water efficiency	514,862	603,900	89,038
Depreciation	1,645,435	-	(1,645,435)
Retirement benefits (OPEB)	425,114	481,200	56,086
Pension expense (credit)	2,696,433	531,600	(2,164,833)
Total Operating Expenses	<u>15,703,821</u>	<u>13,451,400</u>	<u>(2,252,421)</u>
Net Income (Loss) from Operations	1,881,306	3,633,700	2,752,448
Non-Operating Revenues (Expenses)			
Investment income (loss)	239,927	55,000	184,927
Lease revenue	45,016	38,500	6,516
Other revenue	76,404	78,900	(2,496)
Interest expense	(384,301)	(509,100)	(124,799)
Other expenses	(3,258)	(1,600)	1,658
Issuance of bonds	(3,345,186)	-	3,345,186
Capital outlay offsets	6,784,518	-	6,784,518
Total Non-Operating Revenues (Expenses)	<u>3,413,120</u>	<u>(338,300)</u>	<u>10,195,510</u>
Contributed assets	769,671	-	769,671
Income (Loss) before Transfers	6,064,097	3,295,400	13,717,629
Transfers:			
Transfers in (out)	<u>(4,607,312)</u>	<u>(2,427,000)</u>	<u>(2,180,312)</u>
Total Transfers	<u>(4,607,312)</u>	<u>(2,427,000)</u>	<u>(2,180,312)</u>
Change in Net Position	1,456,785	868,400	11,537,317
Net position at beginning of year	<u>29,210,138</u>	<u>29,210,138</u>	<u>10,654,279</u>
Net position at end of year	<u>\$ 30,666,923</u>	<u>\$ 30,078,538</u>	<u>\$ 22,191,596</u>

SAN JUAN WATER DISTRICT

**Combining Schedule of Revenues, Expenditures,
and Changes in Net Position
Budget to Actual - Retail Capital**

Fiscal Year Ended June 30, 2024

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance with Final Budget</u>
Operating Revenues:			
Other charges for services	\$ -	\$ 55,000	\$ (55,000)
Total Operating Revenues	<u>-</u>	<u>55,000</u>	<u>(55,000)</u>
Operating Expenses:			
Transmission and distribution	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Expenses	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss) from Operations	-	55,000	(55,000)
Non-Operating Revenues (Expenses):			
Tax assessments	1,448,469	1,403,600	44,869
Investment income (loss)	719,172	200,000	519,172
Other revenue	64,781	-	64,781
Issuance of bonds	3,345,186	12,895,000	(9,549,814)
Capital outlay	<u>(6,784,519)</u>	<u>(25,107,100)</u>	<u>18,322,581</u>
Total Non-Operating Revenues (Expenses)	<u>(1,206,911)</u>	<u>(10,608,500)</u>	<u>9,401,589</u>
Capital Contributions:			
Capital contributions and other capital revenue	<u>1,270,147</u>	<u>100,000</u>	<u>1,170,147</u>
Total Capital Contributions	<u>1,270,147</u>	<u>100,000</u>	<u>1,170,147</u>
Income (Loss) before Transfers	63,236	(10,453,500)	10,516,736
Transfers:			
Transfers in (out)	<u>4,607,312</u>	<u>2,427,000</u>	<u>2,180,312</u>
Total Transfers	<u>4,607,312</u>	<u>2,427,000</u>	<u>2,180,312</u>
Change in Net Position	4,670,548	(8,026,500)	12,697,048
Net position at beginning of year	<u>18,425,212</u>	<u>18,425,212</u>	<u>22,021,782</u>
Net position at end of year	<u>\$ 23,095,760</u>	<u>\$ 10,398,712</u>	<u>\$ 34,718,830</u>

SAN JUAN WATER DISTRICT

**Statement of Cash Flows
Wholesale Operating**

Fiscal Year Ended June 30, 2024

Cash Flows from Operating Activities:	
Cash received from customers	\$ 13,124,364
Cash paid to suppliers for goods and services	(5,227,373)
Cash paid to employees for services	(3,003,994)
Net Cash Provided by (Used for) Operating Activities	<u>4,892,997</u>
Cash Flows from Capital and Related Financing Activities:	
Payments from lease receivable	57,117
Proceeds from the sale of capital assets	30,602
Principal paid on capital debt	(1,374,696)
Interest paid on capital debt	(698,902)
Transfers to wholesale capital	
Net Cash Used for Capital and Related Financing Activities	<u>(1,985,879)</u>
Cash Flows from Investing Activities:	
Investment income (loss)	<u>302,056</u>
Net Cash Flows Provided by Investing Activities	<u>302,056</u>
Net Increase (Decrease) in Cash and Cash Equivalents	3,209,174
Cash and cash equivalents at beginning of year	<u>2,488,179</u>
Cash and cash equivalents at end of year	<u>\$ 5,697,353</u>

(Continued)

SAN JUAN WATER DISTRICT

**Statement of Cash Flows (Continued)
Wholesale Operating**

Fiscal Year Ended June 30, 2024

Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities:	
Operating income	\$ 295,065
Nonoperating expenses paid	(2,159)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation	3,227,433
(Increase) decrease in accounts receivable	61,628
(Increase) decrease in prepaid expenses	107,204
(Increase) decrease in inventories	(1,609)
(Increase) decrease in deferred pension related outflows	1,081,261
(Increase) decrease in OPEB related deferred outflows	(476,408)
Increase (decrease) in accounts payable	(160,346)
Increase (decrease) in accrued liabilities	48,455
Increase (decrease) in deposits payable	(1,149)
Increase (decrease) in compensated absences	75,064
Increase (decrease) in deferred pension related inflows	(111,911)
Increase (decrease) in OPEB related deferred inflows	(36,472)
Increase (decrease) in net OPEB liability	458,634
Increase (decrease) in net pension liability	328,307
	<hr/>
Net Cash Provided by Operating Activities	<u>\$ 4,892,997</u>

SAN JUAN WATER DISTRICT

**Statement of Cash Flows
Retail Operating**

Fiscal Year Ended June 30, 2024

Cash Flows from Operating Activities:	
Cash received from customers	\$ 17,130,285
Cash paid to suppliers for goods and services	(8,394,285)
Cash paid to employees for services	<u>(3,646,659)</u>
Net Cash Provided by (Used for) Operating Activities	<u>5,089,341</u>
Cash Flows from Capital and Related Financing Activities:	
Capital charges received	846,075
Payments from lease receivable	32,050
Acquisition and construction of capital assets	(769,672)
Proceeds from the sale of capital assets	13,070
Principal paid on capital debt	(774,352)
Interest paid on capital debt	(444,783)
Transfers to retail capital	<u>(4,607,312)</u>
Net Cash Used for Capital and Related Financing Activities	<u>(2,359,738)</u>
Cash Flows from Investing Activities	
Investment income (loss)	<u>233,786</u>
Net Cash Provided by Investing Activities	<u>233,786</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,963,389
Cash and cash equivalents at beginning of year	<u>924,059</u>
Cash and cash equivalents at end of year	<u>\$ 495,159</u>

(Continued)

SAN JUAN WATER DISTRICT

**Statement of Cash Flows (Continued)
Retail Operating**

Fiscal Year Ended June 30, 2024

Reconciliation of Operating Income to Net Cash	
Provided (Used) by Operating Activities:	
Operating income (loss)	\$ 1,881,306
Nonoperating expenses paid	(3,258)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	1,645,435
(Increase) decrease in accounts receivable	(388,788)
(Increase) decrease in prepaid expenses	715
(Increase) decrease in inventories	(332,569)
(Increase) decrease in deferred pension related outflows	1,809,812
(Increase) decrease in OPEB related deferred outflows	(797,410)
Increase (decrease) in accounts payable	188,153
Increase (decrease) in accrued liabilities	37,405
Increase (decrease) in unearned revenues	5,422
Increase (decrease) in deposits payable	(69,948)
Increase (decrease) in compensated absences	44,252
Increase (decrease) in deferred pension related inflows	(187,316)
Increase (decrease) in OPEB related deferred inflows	(61,048)
Increase (decrease) in net OPEB liability	549,519
Increase (decrease) in net pension liability	767,659
	<hr/>
Net Cash Provided by Operating Activities	\$ 5,089,341
	<hr/>
Noncash Investing, Capital and Financing Activities:	
Contributed assets	\$ 769,671

SAN JUAN WATER DISTRICT

**Capital Asset Rollforward
Wholesale**

Fiscal Year Ended June 30, 2024

	Balance at July 01, 2023	Additions	Disposals	Transfers	Balance at June 30, 2024
Capital Assets, not being Depreciated:					
Land	\$ 120,712	\$ -	\$ -	\$ -	\$ 120,712
Construction in progress	23,218,564	493,465	-	(22,932,822)	779,207
Total Capital Assets not being Depreciated	<u>23,339,276</u>	<u>493,465</u>	<u>-</u>	<u>(22,932,822)</u>	<u>899,919</u>
Capital Assets, not being Depreciated:					
Pipelines	28,130,035	-	-	-	28,130,035
Water treatment plant	42,026,258	13,591	-	39,970	42,079,819
Land improvements	1,289,061	3,750	-	-	1,292,811
Reservoirs	2,320,006	1,799,354	-	22,892,852	27,012,212
Pumping stations	7,047,178	-	-	-	7,047,178
Buildings	1,284,264	52,158	-	-	1,336,422
Vehicles and equipment	14,028,498	286,205	(121,124)	-	14,193,579
Software	932,011	-	-	-	932,011
Meters and endpoints	17,097	-	-	-	17,097
Subscription based technology arrangements	11,916	-	-	-	11,916
Total Capital Assets being Depreciated	<u>97,086,324</u>	<u>2,155,058</u>	<u>(121,124)</u>	<u>22,932,822</u>	<u>122,053,080</u>
Less Accumulated Depreciation:					
Pipelines	(11,295,163)	(706,714)	-	-	(12,001,877)
Water treatment plant	(19,753,181)	(1,019,551)	-	-	(20,772,732)
Land improvements	(679,111)	(24,364)	-	-	(703,475)
Reservoirs	(498,392)	(792,290)	-	-	(1,290,682)
Pumping stations	(3,995,703)	(206,588)	-	-	(4,202,291)
Buildings	(1,206,422)	(6,465)	-	-	(1,212,887)
Vehicles and equipment	(5,815,854)	(425,074)	119,461	-	(6,121,467)
Software	(477,498)	(40,055)	-	-	(517,553)
Meters and endpoints	(427)	(855)	-	-	(1,282)
Subscription based technology arrangements	(5,958)	(5,958)	-	-	(11,916)
Total Accumulated Depreciation	<u>(43,727,709)</u>	<u>(3,227,914)</u>	<u>119,461</u>	<u>-</u>	<u>(46,836,162)</u>
Total Capital Assets being Depreciated, net	<u>53,358,615</u>	<u>(1,072,856)</u>	<u>(1,663)</u>	<u>22,932,822</u>	<u>75,216,918</u>
Capital Assets, net	<u>\$ 76,697,891</u>	<u>\$ (579,391)</u>	<u>\$ (1,663)</u>	<u>\$ -</u>	<u>\$ 76,116,837</u>

SAN JUAN WATER DISTRICT

**Capital Asset Rollforward
Retail**

Fiscal Year Ended June 30, 2024

	Balance at July 01, 2023	Additions	Disposals	Transfers	Balance at June 30, 2024
Capital Assets, not being Depreciated:					
Land	\$ 166,272	\$ -	\$ -	\$ -	\$ 166,272
Construction in progress	4,789,876	1,622,552	-	(4,233,644)	2,178,784
Total Capital Assets not being Depreciated	4,956,148	1,622,552	-	(4,233,644)	2,345,056
Capital Assets, not being Depreciated:					
Pipelines	53,491,036	3,097,548	(360,433)	3,915,053	60,143,204
Water treatment plant	16,000	-	-	-	16,000
Land improvements	104,592	3,750	-	-	108,342
Reservoirs	2,492,422	-	-	-	2,492,422
Pumping stations	7,248,304	1,871,919	-	318,591	9,438,814
Buildings	280,354	24,490	-	-	304,844
Vehicles and equipment	2,196,182	195,502	(142,527)	-	2,249,157
Software	593,376	-	-	-	593,376
Meters and endpoints	362,377	738,429	-	-	1,100,806
Subscription based technology arrangements	35,748	-	-	-	35,748
Total Capital Assets being Depreciated	66,820,391	5,931,638	(502,960)	4,233,644	76,482,713
Less Accumulated Depreciation:					
Pipelines	(28,604,141)	(1,145,186)	360,433	-	(29,388,894)
Water treatment plant	(12,324)	(485)	-	-	(12,809)
Land improvements	(60,833)	(3,750)	-	-	(64,583)
Reservoirs	(1,313,505)	(32,532)	-	-	(1,346,037)
Pumping stations	(1,265,053)	(230,694)	-	-	(1,495,747)
Buildings	(78,965)	(13,059)	-	-	(92,024)
Vehicles and equipment	(1,273,927)	(130,909)	129,457	-	(1,275,379)
Software	(257,371)	(54,506)	-	-	(311,877)
Meters and endpoints	(235)	(15,959)	-	-	(16,194)
Subscription based technology arrangements	(17,874)	(17,874)	-	-	(35,748)
Total Accumulated Depreciation	(32,884,228)	(1,644,954)	489,890	-	(34,039,292)
Total Capital Assets being Depreciated, net	33,936,163	4,286,684	(13,070)	4,233,644	42,443,421
Capital Assets, net	\$ 38,892,311	\$ 5,909,236	\$ (13,070)	\$ -	\$ 44,788,477

STATISTICAL SECTION

STATISTICAL SECTION

This part of the San Juan Water District’s annual comprehensive financial report presents all detailed information as context for understanding the information in the financial statements, note disclosures, and required supplementary information of the District’s overall financial health.

Financial Trends71-72

These schedules contain trend information to help the reader understand how the District’s financial performance changed over time.

Revenue Capacity73-78

These schedules contain information to help the reader assess the District’s most significant local revenue sources: wholesale water rates, retail water rates and property taxes.

Debt Capacity79-82

These schedules present information to help the reader assess the affordability of the District’s current levels of outstanding debt and the District’s ability to issue additional debt in the future.

Demographic and Economic Information.....83-84

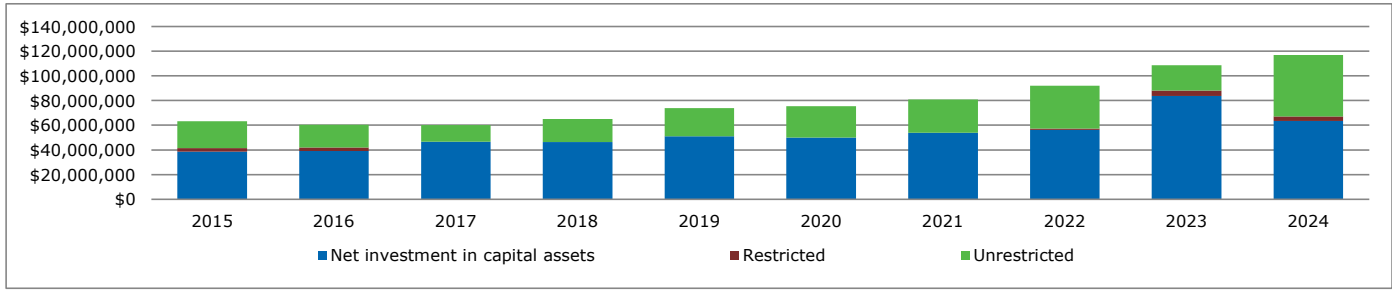
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place and to help make comparisons over time and with other governments.

Operating Information85-90

These schedules contain service and infrastructure data to help the reader understand how the District’s financial report relates to the services the District provides and the activities it performs. Government Code Section 66013(d) and (e) Report is included in this section.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

San Juan Water District
Table 1: Net Position by Component
 (Accrual Basis of Accounting)



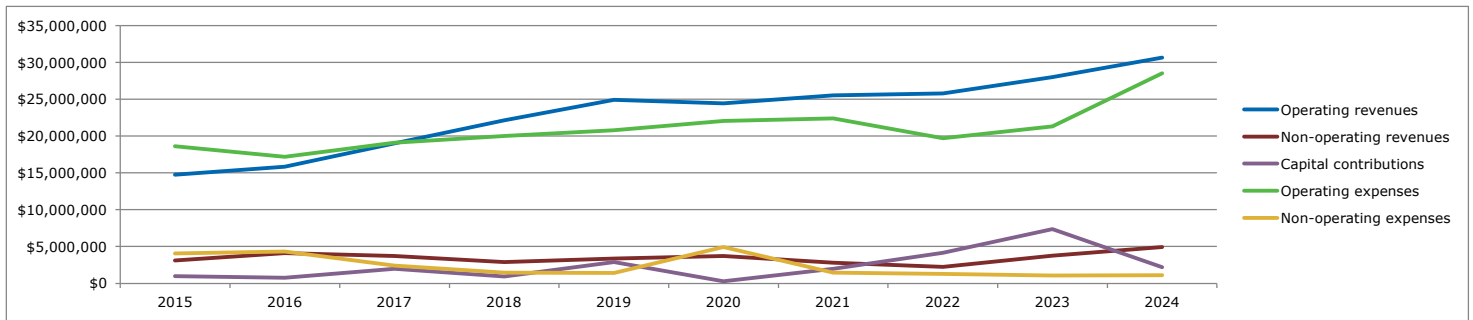
Fiscal Year Ending	2015 ^A	2016 ^B	2017 ^C	2018 ^B	2019	2020	2021 ^D	2022	2023	2024
Net Position:										
Net investment in capital assets	\$38,531,907	\$38,997,463	\$46,693,664	\$46,484,354	\$50,920,596	\$49,887,084	\$53,859,693	\$56,229,119	\$83,718,447	\$63,516,489
Restricted	2,911,577	2,912,921	-	-	-	-	-	1,026,250.00	4,329,966	3,511,830
Unrestricted	21,709,884	18,554,154	13,343,357	18,480,565	22,984,315	25,469,955	26,864,079	34,644,694	20,618,694	49,806,791
Total net position	\$63,153,368	\$60,464,538	\$60,037,021	\$64,964,919	\$73,904,911	\$75,357,039	\$80,723,772	\$91,900,063	\$108,667,107	\$116,835,110

- Notes:
- ^A Restated to reflect capital asset and compensated absences prior year adjustments.
 - ^B Restated for capital asset prior year adjustment.
 - ^C Restated to reflect the implementation of GASB Statement No. 75 for Postemployment Benefits Other Than Pensions (OPEB).
 - ^D Restated to reflect change in calculation of OPEB liability due to using the implied rate subsidy

Source: San Juan Water District Finance Department

San Juan Water District
Table 2: Changes in Net Position
(Accrual Basis of Accounting)

Fiscal Year Ending June 30	2015 ^A	2016 ^A	2017 ^A	2018 ^A	2019	2020	2021	2022	2023	2024
Operating Revenues:										
Water sales - wholesale	\$ 6,220,759	\$ 7,067,960	\$ 9,477,539	\$ 10,492,472	\$ 11,925,830	\$ 11,063,879	\$ 11,077,962	\$ 10,750,045	\$ 12,297,936	\$ 12,866,619
Water sales - retail	7,846,437	8,255,437	9,114,487	10,922,285	11,405,735	12,716,838	13,902,296	14,302,816	15,103,056	16,818,338
Water sales - out of service area	-	-	-	-	1,119,146	93,135	-	-	-	-
Other charges for services	666,965	499,150	421,579	740,184	458,560	548,179	534,464	730,921	600,234	964,050
Total Operating Revenue	14,734,161	15,822,547	19,013,605	22,154,941	24,909,271	24,422,031	25,514,722	25,783,782	28,001,226	30,649,007
Operating Expenses:										
Source of Supply:										
Water charged to retail service area	2,217,448	2,531,576	2,745,619	3,336,366	3,027,505	3,100,315	3,306,938	3,273,284	3,221,588	3,302,100
Placer County Water Agency	412,063	104,050	387,950	380,125	276,125	277,188	353,052	393,813	383,938	373,438
U.S. Bureau of Reclamation	150,152	59,704	3,477	-	2,661	-	-	-	-	209,600
Wheeling charges	138,380	50,516	174,778	71,073	127,370	136,597	327,872	256,484	248,799	107,987
Bureau pumping	108,540	76,289	104,679	92,266	95,556	93,687	96,506	87,817	183,610	52,756
Other public agencies	55,841	39,493	534,501	540,369	1,247,864	550,428	101,863	105,076	168,515	336,913
Administration and general	3,385,252	3,727,237	3,738,173	2,719,157	2,934,918	2,934,726	3,111,632	3,027,298	3,080,725	3,801,142
Water treatment	2,654,517	2,004,076	2,384,258	2,781,469	2,769,364	3,242,385	2,742,205	3,273,651	3,429,895	3,674,429
Transmission and distribution	3,435,411	2,530,756	2,827,356	3,133,490	3,474,927	3,746,886	4,049,269	4,182,100	4,543,970	4,431,892
Customer service	565,814	572,400	552,994	648,714	661,246	736,420	690,755	731,226	854,064	816,368
Pumping and telemetry	-	-	-	-	-	-	-	-	-	-
Engineering	451,288	603,427	603,842	662,812	810,128	725,636	896,033	731,305	870,265	904,489
Water efficiency	698,395	726,091	512,521	369,331	413,627	422,066	491,287	508,747	480,448	564,234
Depreciation and amortization	3,757,194	3,705,540	3,555,255	3,652,626	3,804,139	3,845,702	3,915,737	3,978,340	4,121,918	4,872,868
Retirement benefits (OPEB)	-	79,160	64,894	364,236	443,263	303,792	307,064	193,666	262,821	679,095
Pension expense (credit)	586,942	363,989	911,886	1,239,721	688,793	1,940,667	2,006,550	(1,041,377)	(533,211)	4,380,017
Total Operating Expenses	18,617,237	17,174,304	19,102,183	19,991,755	20,777,486	22,056,495	22,396,763	19,701,430	21,317,345	28,507,328
Operating Income (Loss)	(3,883,076)	(1,351,757)	(97,578)	2,527,123	4,131,785	2,365,536	3,117,959	6,082,352	6,683,881	2,141,679
Non-operating revenues: ^B										
Tax assessments	1,799,464	1,908,134	2,036,972	2,123,196	2,236,374	2,328,700	2,431,477	2,562,122	2,765,084	2,896,934
Investment income	147,684	217,332	123,079	107,104	654,311	811,433	143,967	(567,637)	751,194	1,754,878
Connections and annexations	1,020,687	-	399,703	397,668	207,520	380,793	-	-	-	-
Lease revenue	-	-	-	-	-	-	-	109,004	108,840	114,328
Other revenue	123,302	1,958,670	1,156,175	264,527	243,128	202,148	213,839	153,081	119,805	177,873
Total Non-Operating Revenues	3,091,137	4,084,136	3,715,929	2,892,495	3,341,333	3,723,074	2,789,283	2,256,570	3,744,923	4,944,013
Non-operating expenses:										
Interest expense	2,138,848	2,106,242	2,058,201	1,428,906	1,391,648	1,352,612	1,307,036	1,180,615	1,010,509	1,083,988
Other expense	1,896,793	2,193,027	328,943	9,112	8,005	63,499	159,282	107,730	38,993	5,409
Loss on disposal of capital assets	-	-	-	-	-	3,520,423	-	-	-	-
Total Non-Operating Expenses	4,035,641	4,299,269	2,387,144	1,438,018	1,399,653	4,936,534	1,466,318	1,288,345	1,049,502	1,089,397
Net Income (Loss) before Capital Contributions	(4,827,580)	(1,566,890)	1,231,207	3,981,600	6,073,465	1,152,076	4,440,924	7,050,577	9,379,302	5,996,295
Capital contributions ^B										
Contributed assets	-	-	1,387,355	-	265,237	68,000	571,871	1,520,460	3,735,026	769,671
Capital charges and other capital revenue	959,849	762,439	600,311	946,298	2,601,290	232,052	1,420,305	2,605,254	3,652,716	1,402,037
Total Capital Contributions	959,849	762,439	1,987,666	946,298	2,866,527	300,052	1,992,176	4,125,714	7,387,742	2,171,708
Change in Net Position	\$ (3,867,731)	\$ (804,451)	\$ 3,218,873	\$ 4,927,898	\$ 8,939,992	\$ 1,452,128	\$ 6,433,100	\$ 11,176,291	\$ 16,767,044	\$ 8,168,003



Note:

^A Restated to reflect prior year adjustments.

^B Capital facilities fees are included in Capital contributions beginning in Fiscal Year Ending June 30, 2020. Prior to this fiscal year they were included in Non-operating revenues.

Source: San Juan Water District Finance Department

San Juan Water District
Table 3: Wholesale Water Rates and Connection Fees
 Last Ten Years Effective January 1st

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Uniform Commodity Rate (UCR):										
San Juan Water District Retail	\$ 89.17	\$ 102.02	\$ 81.14	\$ 81.14	\$ 81.14	\$ 81.14	\$ 81.14	\$ 81.14	\$ 81.14	\$ 52.96
Citrus Heights Water District	89.17	102.02	81.14	81.14	81.14	81.14	81.14	81.14	81.14	52.96
Fair Oaks Water Company	89.17	102.02	81.14	81.14	81.14	81.14	81.14	81.14	81.14	52.96
Orange Vale Water Company	89.17	102.02	81.14	81.14	81.14	81.14	81.14	81.14	81.14	52.96
City of Folsom	89.17	102.02	81.14	81.14	81.14	81.14	81.14	81.14	81.14	52.96
Annual Service Charge:										
San Juan Water District Retail	\$ 440,965	\$ 505,258	\$ 1,114,644	\$ 1,359,660	\$ 1,635,696	\$ 2,049,400	\$ 2,264,755	\$ 2,311,268	\$ 2,315,233	\$ 2,581,100
Citrus Heights Water District	462,858	530,343	1,142,268	1,393,352	1,676,228	1,951,068	2,163,289	2,125,215	2,134,283	2,322,900
Fair Oaks Water Company	356,683	408,687	855,824	1,043,948	1,255,888	1,391,644	1,502,009	1,483,977	1,467,966	1,690,900
Orange Vale Water Company	156,402	179,205	394,248	480,908	578,540	688,408	747,996	755,610	758,942	859,700
City of Folsom	44,925	51,475	113,664	138,652	166,800	206,256	222,934	224,914	224,559	254,900
Annual Debt Service Charge: ^A										
San Juan Water District Retail	\$ 447,679	\$ 613,811	\$ 613,752	\$ 613,804	\$ 505,084	\$ 540,568	\$ 535,680	\$ 535,680	\$ 535,680	\$ 94,500
Citrus Heights Water District	673,415	672,833	672,804	672,752	556,964	514,632	502,200	502,200	502,200	83,800
Fair Oaks Water Company	443,957	443,513	443,452	443,404	371,316	367,072	385,020	385,020	385,020	61,100
Orange Vale Water Company	192,041	191,922	191,952	191,952	155,584	181,580	184,140	184,140	184,140	31,200
City of Folsom	142,591	142,283	142,156	141,952	118,468	140,204	136,172	136,172	124,128	88,200
Capital Facilities Charge: ^B										
San Juan Water District Retail	\$ 458,635	\$ 493,158	\$ 426,660	\$ 34,524	\$ 34,524	\$ 34,524	\$ -	\$ -	\$ -	\$ -
Citrus Heights Water District	-	-	-	-	-	-	-	-	-	-
Fair Oaks Water Company	-	-	-	-	-	-	-	-	-	-
Orange Vale Water Company	210,270	219,447	219,448	9,176	9,176	9,176	-	-	-	-
City of Folsom	71,595	71,595	71,596	-	-	-	-	-	-	-
Capital Facilities Fees: ^C										
Up to 1" Meter	\$ 381	\$ 391	\$ 400	\$ 412	\$ 1,186	\$ 1,216	\$ 1,233	\$ 1,313	\$ 1,388	\$ 1,423
1" Meter	633	650	665	686	1,186	1,216	1,233	1,313	1,388	1,423
1 1/2" Meter	1,269	1,303	1,333	1,374	2,371	2,430	2,464	2,624	2,773	2,844
2" Meter	2,029	2,083	2,131	2,197	3,794	3,889	3,943	4,199	4,438	4,551
3" Meter	4,055	4,164	4,260	4,392	7,589	7,779	7,888	8,400	8,877	9,103
4" Meter	6,339	6,509	6,659	6,865	11,857	12,153	12,323	13,124	13,869	14,223
6" Meter	15,845	16,270	16,644	17,160	29,643	30,384	30,809	32,811	34,675	35,559
8" Meter	22,818	23,430	23,969	24,712	42,686	43,753	44,366	47,249	49,933	51,206
10" Meter	36,763	37,748	38,616	39,813	68,772	70,491	71,478	76,124	80,448	82,499
12" Meter	54,511	55,972	57,259	59,034	101,973	104,522	105,985	112,874	119,285	122,327

Notes:
^A Board Approved Rate for Debt originally planned to be issued in 2019. Debt fully issued as of January 1, 2024 and assessed to customers.
^B The Capital Facilities Charge was implemented in 2015.
^C Capital Facilities Fees in 2019 were effective on February 26, 2019.

Source: San Juan Water District Finance Department

San Juan Water District
Table 4: Retail Water Rates and Connection Fees
 Last Ten Years Effective January 1

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Commodity Rate per 100 CCF: ^{A,B,C}										
Uniform Rate	\$ 0.80	\$ 0.92	\$ 0.92	\$ 0.92	\$ 0.92	\$ 0.92	\$ 0.92	\$ 0.92	\$ 0.99	\$ 0.99
Residential										
0 to 20 ccf	-	-	-	-	-	-	-	-	-	-
21 to 200 ccf	-	-	-	-	-	-	-	-	-	-
201+ ccf	-	-	-	-	-	-	-	-	-	-
Commercial										
-	-	-	-	-	-	-	-	-	-	-
Daily Base Charge (fixed based on meter size): ^A										
Up to 1"	\$ 1.08	\$ 1.24	\$ 1.42	\$ 1.63	\$ 1.83	\$ 2.05	\$ 2.23	\$ 2.50	\$ 2.70	\$ 2.70
1 1/2"	2.88	3.31	3.68	4.22	4.75	5.32	5.78	6.30	6.80	6.80
2"	4.59	5.28	5.58	6.72	7.56	8.47	9.20	9.95	10.75	10.75
3"	9.13	10.50	10.90	12.51	14.07	15.76	17.13	18.46	19.94	19.94
4"	14.23	16.36	18.12	20.80	23.40	26.21	28.48	30.62	33.07	33.07
6"	28.46	32.73	36.18	41.54	46.73	52.34	56.88	61.03	65.91	65.91
8"	51.16	58.83	57.85	66.42	74.72	83.68	90.94	97.51	105.31	105.31
10"	82.39	94.75	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
12"	122.16	140.48	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fire District	5.53	6.36	7.28	8.36	N/A	10.53	11.44	11.44	11.44	11.44
Daily Base Charge for Private Fire Lines (fixed based on meter size): ^A										
4"	\$ 0.47	\$ 0.53	\$ 0.57	\$ 0.62	\$ 0.68	\$ 0.74	\$ 0.78	\$ 1.03	\$ 1.06	\$ 1.06
6"	0.70	0.78	0.84	0.92	1.00	1.09	1.16	1.20	1.24	1.24
8"	0.95	1.05	1.14	1.24	1.35	1.47	1.56	1.34	1.38	1.38
10"	1.12	1.26	1.36	1.48	1.61	1.75	1.86	1.46	1.50	1.50
12"	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.60	1.65	1.65
Capital Facilities Fees (see Table 3: Wholesale Rates for additional fees): ^D										
Up to 1" Meter	\$ 14,521	\$ 14,910	\$ 15,253	\$ 15,726	\$ 15,726	\$ 15,726	\$ 15,726	\$ 16,084	\$ 16,998	\$ 16,998
1 1/2" Meter	29,042	29,820	30,506	31,452	31,452	31,452	31,452	32,168	33,995	33,995
2" Meter	46,468	47,713	48,810	50,323	50,323	50,323	50,323	51,469	54,392	54,392
3" Meter	92,936	95,427	97,622	100,648	100,648	100,648	100,648	102,938	108,785	108,785
4" Meter	144,224	148,089	151,495	156,191	156,191	156,191	156,191	160,840	169,976	169,976
6" Meter	290,426	298,209	305,068	314,525	314,525	314,525	314,525	321,680	339,951	339,951
8" Meter	522,778	536,788	549,134	566,157	566,157	566,157	566,157	579,025	611,914	611,914
10" Meter	842,252	864,824	884,715	912,141	912,141	912,141	912,141	932,873	985,860	985,860
12" Meter	1,248,856	1,282,325	1,311,819	1,352,485	1,352,485	1,352,485	1,352,485	1,383,226	1,461,793	1,461,793

Notes:

^A The 2015 rates were amended February 1, 2015.

^B Beginning February 1, 2015 the tiered rate structure was replaced with a uniform rate.

^C A 10% drought surcharge on the volumetric rate was implemented on June 1, 2015 and removed April 1, 2016.

^D 2019 Capital Facilities Fees were effective on February 26, 2019.

Source: San Juan Water District Finance Department
 San Juan Water District Customer Service Department

San Juan Water District
Table 5: Retail Metered Water Sales by Type
 Last Ten Fiscal Years

Fiscal Year		Residential		Commercial		Total Water Sales	Total Water Deliveries (CCF)
2015	\$	6,661,233.00	\$	1,185,368.00	\$	7,846,601.00	4,414,012.00
2016		7,196,801.00		1,058,636.00		8,255,437.00	4,717,454.00
2017		7,952,605.00		1,161,882.00		9,114,487.00	4,663,318.16
2018		9,533,094.98		1,389,190.32		10,922,285.30	4,990,169.87
2019		9,960,544.00		1,445,191.00		11,405,735.00	4,732,317.04
2020		11,120,000.00		1,596,838.00		12,716,838.00	5,152,696.22
2021		12,158,447.00		1,743,849.00		13,902,296.00	5,297,359.00
2022		12,511,345.27		1,791,470.11		14,302,815.38	4,762,930.50
2023		13,220,308.08		1,882,747.09		15,103,055.17	4,392,281.00
2024		14,736,822.02		2,081,516.16		16,818,338.18	4,504,170.00

Sources: *San Juan Water District Finance Department (revenue)*
San Juan Water District Water Treatment Department (water deliveries) through Fiscal Year 2020
San Juan Water District Customer Service Department (water deliveries) beginning Fiscal Year 2021

San Juan Water District
Table 6: Ten Largest Retail Customers
 Current Year and Nine Years Ago

Customers	Fiscal Year					
	2024			2015		
	Total Revenue	Rank	Percentage of Revenue	Total Revenue	Rank	Percentage of Revenue
Eureka Union School District/Cavitt Jr. High	\$ 76,383	1	0.51%	\$ 42,338	1	0.54%
San Juan Unified School District	64,989	2	0.43%	28,096	2	0.36%
Roseville Joint Union High School	51,036	3	0.34%	27,847	3	0.35%
Parkway Committee	25,955	4	0.17%			
Bushnells Landscape Creations	20,374	5	0.13%	10,846	7	0.14%
Granite Bay Office LLC	19,125	6	0.13%	10,196	8	0.13%
City of Roseville	17,422	7	0.12%			
City of Folsom	16,525	8	0.11%	11,009	6	0.14%
Placer County Department of Facility Services	16,232	9	0.11%	11,307	5	0.14%
Granite Bay Estates Mhc LLC	14,842	10	0.10%	8,618	10	0.11%
Rolling Greens Estates LLC				14,809	4	0.19%
Bayside Covenant Church				9,340	9	0.12%
Total	\$ 322,884		2.14%	\$ 174,406		2.22%
Total Customer Revenue ^A	\$ 15,103,055			\$ 7,846,601		

Note:

^A Total Customer Revenue includes the District's total commercial and residential retail revenue.

Source: San Juan Water District Customer Service Department

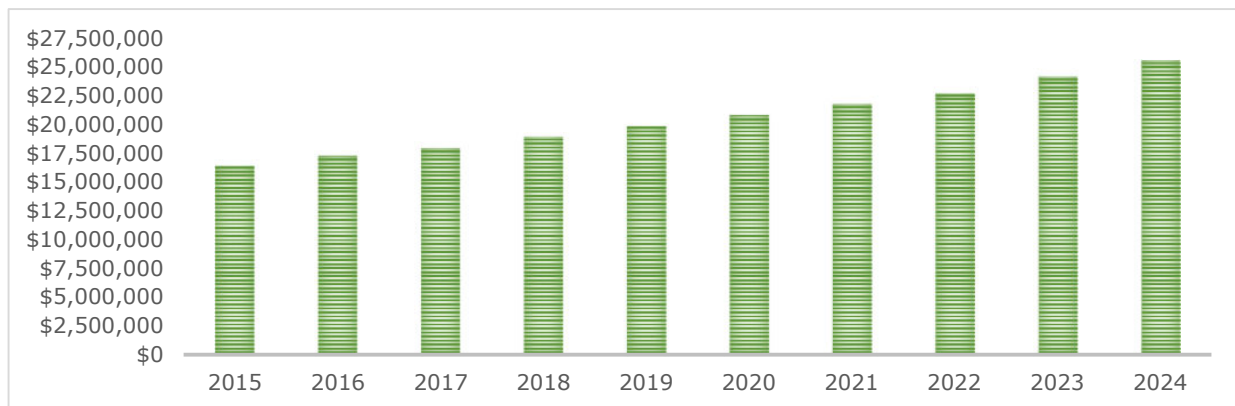
San Juan Water District
Table 7: Principal Property Taxpayers (Top 20)
 Current Year and Nine Years Ago

Taxpayer	Primary Land Use	Fiscal Year			
		2024		2015	
		Taxable Assessed Value	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Percentage of Total Taxable Assessed Value
Montage Apartments Prop Owner LLC	Apartments	\$ 84,199,375	0.33%		
Birdcage GRF2 LLC	Shopping Center	71,381,382	0.28%		
Ethan Conrad	Shopping Center	59,027,235	0.23%		
Rollingwood Commons Apartments LLC	Apartments	51,710,212	0.20%	\$ 34,922,165	0.21%
MG Atwood Apartments RIA LLC	Apartments	50,393,496	0.20%		
Madison Hills Property Owner LLC	Apartments	46,593,709	0.18%		
Mitchell/Sippola LP	Shopping Center	44,486,342	0.17%		
AU Zone Madison LLC/NMC Madison Market	Shopping Center	36,866,810	0.14%		
Gallery Park LLC/Westfal LLC	Apartments	34,889,238	0.14%		
Wal Mart Real Estate Business Trust	Commercial	34,425,988	0.13%	29,723,954	0.18%
HSRE Oakmont Fair Oaks LLC	Assisted Living Facility	33,797,188	0.13%		
Wellquest Granite Bay LLC	Assisted Living Facility	33,513,792	0.13%		
Almond Heights EAT LLC	Assisted Living Facility	31,353,972	0.12%		
Sacto Fair Oaks Blvd. Apts. LP	Apartments	30,820,382	0.12%	23,828,398	0.15%
MGP XII Sunrise Village LLC	Commercial	29,632,795	0.12%		
Marshall Field Stores Inc.	Commercial	28,773,975	0.11%	23,555,598	0.14%
Fair Oaks Fountains LLC	Apartments	28,486,310	0.11%		
EXR PR Folsom LLC	Industrial	28,327,140	0.11%		
Wedgewood Commons Apartments LLC	Apartments	27,678,748	0.11%		
Spring Creek Apartments LP	Apartments	27,316,567	0.11%		
Steadfast Sunrise I LLC	Commercial			84,881,125	0.52%
FAOF Oak Creak LLC	Apartments			52,433,753	0.32%
MP Birdcage Marketplace LLC	Shopping Center			49,660,040	0.30%
The Realty Associates Fund VIII LP	Shopping Center			34,981,401	0.21%
Grove at Sunrise LLC	Apartments			29,802,025	0.18%
PK I Cable Park LP	Commercial			22,992,641	0.14%
Costco Wholesale Corporation	Commercial			21,941,765	0.13%
PK II Country Gables SC LP	Shopping Center			21,155,752	0.13%
Madison & Sunrise Associates LLC	Commercial			20,721,784	0.13%
Salishan Apartments LP	Apartments			20,021,112	0.12%
Lowe's HIW Inc.	Commercial			19,908,845	0.12%
Placer Partners LLC	Commercial			19,525,578	0.12%
Fair Oaks Promenade LLC	Apartments			19,261,465	0.12%
Hunting Square Limited LP	Apartments			19,070,302	0.12%
Lake Point LLC	Apartments			18,714,117	0.11%
Orangevale Partners LLC	Apartments			17,793,369	0.11%
Total		\$ 813,674,656	3.19%	\$ 584,895,189	3.56%
2023-2024 Total Secured Assessed Valuation:		\$ 25,538,172,368			
2014-2015 Total Secured Assessed Valuation:				\$ 16,414,070,048	

Source: California Municipal Statistics, Inc

San Juan Water District
Table 8: Assessed Actual Value of Taxable Property
 (Accrual Basis of Accounting)
 Last Ten Fiscal Years
 (in thousands of dollars)

Fiscal Year	Secured Assessed Value	Unsecured Assessed Value	Total Assessed Value	Total Property Tax Revenue	Total Direct Tax Rate
2015	\$ 16,414,070	\$ 223,352	\$ 16,637,422	\$ 1,798	0.011%
2016	17,262,244	216,199	17,478,443	1,908	0.011%
2017	17,928,033	216,351	18,144,384	2,037	0.011%
2018	18,906,931	211,559	19,118,490	2,123	0.011%
2019	19,830,731	220,445	20,051,176	2,236	0.011%
2020	20,790,779	231,301	21,022,080	2,329	0.011%
2021	21,721,381	236,016	21,957,397	2,431	0.011%
2022	22,670,249	236,610	22,906,859	2,562	0.011%
2023	24,133,612	275,567	24,409,179	2,765	0.011%
2024	25,538,172	284,807	25,822,979	2,897	0.011%



Note: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Sources: *County of Sacramento and County of Placer (Fiscal Years 2011-2012 through 2014-2015)*
California Municipal Statistics, Inc. (Fiscal Year 2015-2016 through current)
San Juan Water District Finance Department (revenue - all years)

San Juan Water District
Table 9: Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years

Fiscal Year	2017 Revenue Refunding Bonds	Certificates of Participation	Economic Development Admin Loan	2022 Refunding Loan	Hinkle Reservoir Rehabilitation Loan	Eureka Pipeline Loan	SBITA	Unamortized Premiums	Total Debt	Percentage of Personal Income	Debt Per Capita ^A
2015	\$ 11,475,000	\$ 29,255,000	\$ 55,159	\$ -	\$ -		\$ -	\$ 1,435,162	\$ 42,220,321	48.24%	278.63
2016	11,035,000	28,825,000	27,826	-	-		-	1,312,829	41,200,655	45.52%	269.97
2017	36,710,000	-	-	-	-		-	3,217,870	39,927,870	41.32%	259.78
2018	35,300,000	-	-	-	-		-	3,013,568	38,313,568	35.74%	247.53
2019	34,250,000	-	-	-	-		-	2,812,806	37,062,806	32.73%	237.79
2020	33,165,000	-	-	-	-		-	2,615,939	35,780,939	29.81%	236.43
2021	32,030,000	-	-	-	-		-	2,424,194	34,454,194	26.02%	226.82
2022	22,795,000	-	-	8,152,537	-		-	1,740,867	32,688,404	24.82%	214.40
2023	22,140,000	-	-	8,152,537	846,424		24,213	1,635,886	32,799,060	23.55%	214.33
2024	21,460,000	-	-	6,670,292	22,865,492	3,345,186	-	1,530,906	55,871,876	#N/A	363.74

^A The total population used to calculate the Debt Per Capita for Fiscal Year 2020 double counted the retail population. The Debt Per Capita has been updated using the correct population for that fiscal year.

Note: Details regarding the District's debt can be found in the notes to the financial statements.

Source: San Juan Water District Finance Department

San Juan Water District
Table 10: Computation of Direct and Overlapping Bonded Debt

June 30, 2024

2023-2024 Assessed Valuation:

\$ 25,822,979,126

DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT	Total Debt 06/30/24	Percent Applicable ^A	District's Share of Debt 06/30/24
Los Rios Community College District	\$ 399,905,000	7.154%	\$ 28,609,204
Sierra Joint Community College District School Facilities Improvement District No. 4	201,485,000	7.475%	15,061,004
Folsom-Cordova Unified School District School Facilities Improvement District No. 2	10,102,054	8.953%	904,437
Folsom-Cordova Unified School District School Facilities Improvement District No. 5	176,155,000	10.102%	17,795,178
San Juan Unified School District	726,020,411	36.851%	267,545,782
Placer Union High School District	16,942,325	4.043%	684,978
Placer Union High School District School Facilities Improvement District No. 2	37,930,000	10.943%	4,150,680
Roseville Joint Union High School District	97,157,578	15.014%	14,587,239
Loomis Union School District	100,000	14.351%	14,351
Roseville City School District	7,780,272	0.560%	43,570
Carmichael Park and Recreation District	10,000,000	9.130%	913,000
Fair Oaks Recreation and Park District	24,725,058	98.923%	24,458,769
California Municipal Finance Authority Community Facilities District No. 2019-6	607,000	100.000%	607,000
California Municipal Finance Authority Community Facilities District No. 2020-8	2,795,000	100.000%	2,795,000
California Municipal Finance Authority Community Facilities District No. 2021-15	8,765,000	100.000%	8,765,000
California Municipal Finance Authority Community Facilities District No. 2022-3	3,085,000	100.000%	3,085,000
California Municipal Finance Authority Community Facilities District No. 2022-14	2,705,000	100.000%	2,705,000
Roseville Placer Valley Sports Complex and Tourism Marketing Assessment District	28,770,000	2.042%	587,483
California Statewide Community Development Authority Obligations	10,756,272	100.000%	10,756,272
San Juan Water District	55,871,876	100.000%	55,871,876
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT	\$ 1,821,657,846		\$ 459,940,823
OVERLAPPING GENERAL FUND DEBT			
Sacramento County General Fund Obligations	\$ 104,675,553	8.590%	\$ 8,991,630
Sacramento County Pension Obligation Bonds	433,295,000	8.590%	37,220,041
Sacramento County Board of Education Certificates of Participation	1,645,000	8.590%	141,306
Placer County General Fund Obligations	77,190,000	6.473%	4,996,509
Sierra Joint Community College District Certificates of Participation	406,000	4.962%	20,146
Roseville Joint Union High School District Certificates of Participation	59,375,000	15.014%	8,914,563
Eureka Union School District Certificates of Participation	1,625,000	73.641%	1,196,666
Roseville City School District Certificates of Participation	5,543,819	0.560%	31,045
City of Folsom Certificates of Participation	622,815	10.226%	63,689
City of Roseville Certificates of Participation	14,209,093	2.042%	290,150
Sacramento Metropolitan Fire District Certificates of Participation	7,277,000	19.108%	1,390,489
Sacramento Metropolitan Fire District Pension Obligation Bonds	22,935,000	19.108%	4,382,420
South Placer Fire Protection District Certificates of Participation	4,350,000	61.460%	2,673,510
Orangevale Recreation and Park District Certificates of Participation	823,000	99.957%	822,646
Sunrise Recreation and Park District Certificates of Participation	4,600,000	37.244%	1,713,224
Placer Mosquito and Vector Control District General Fund Obligations	1,566,000	6.473%	101,367
TOTAL GROSS OVERLAPPING GENERAL FUND DEBT	\$ 740,138,280		\$ 72,949,401
Less: Sacramento County supported obligations			950,102
TOTAL NET OVERLAPPING GENERAL FUND DEBT			\$ 71,999,299
TOTAL DIRECT DEBT			\$ 55,871,876
TOTAL GROSS OVERLAPPING DEBT			\$ 477,018,348
TOTAL NET OVERLAPPING DEBT			\$ 476,068,246
GROSS COMBINED TOTAL DEBT ^B			\$ 477,018,348
NET COMBINED TOTAL DEBT			\$ 476,068,246

Ratios to 2023-24 Assessed Valuation:

Direct Debt	0.22%
Total Direct and Overlapping Tax and Assessment Debt	1.78%
Gross Combined Total Debt	1.85%
Net Combined Total Debt	1.84%

Notes:

^A The percentage of overlapping debt applicable to the water district is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the water district divided by the overlapping district's total taxable assessed value.

^B Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.
San Juan Water District Finance Department

San Juan Water District
Table 11: Ratio of Annual Debt Service Expenses for All Debt to Total General Expenses
 Last Ten Fiscal Years

Fiscal Year	Principal	Interest^A	Total Debt Service	Total General Expenses^B	Ratio of Debt Service to Total General Expenses
2015	\$ 861,031	\$ 2,246,935	\$ 3,107,966	\$ 15,709,068	20.67%
2016	897,333	2,214,358	3,111,691	19,367,331	16.07%
2017	927,826	2,150,429	3,078,255	19,440,126	15.83%
2018	1,410,000	1,525,956	2,935,956	20,000,867	14.68%
2019	1,050,000	1,486,081	2,536,081	20,785,491	12.20%
2020	1,085,000	1,444,171	2,529,171	25,640,417	9.86%
2021	1,135,000	1,394,812	2,529,812	22,556,045	11.22%
2022	1,185,001	1,234,680	2,419,681	19,809,160	12.21%
2023	1,385,665	1,044,369	2,430,034	21,356,338	11.38%
2024	1,479,244	1,125,425	2,604,669	28,512,751	9.14%

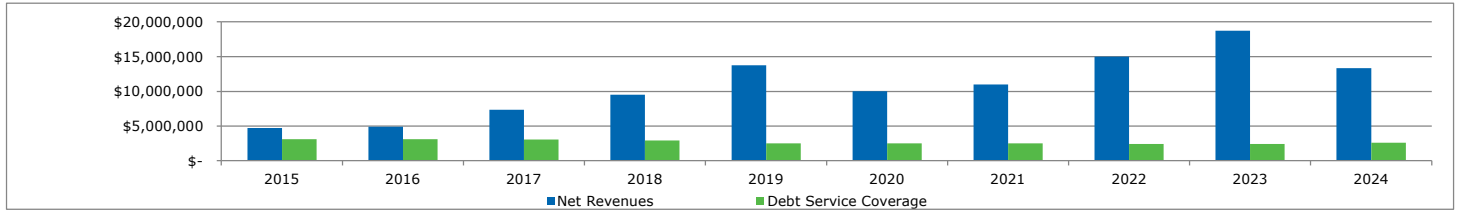
Notes:

^A Interest is the fiscal year interest expense less amortization expense.

^B Total general expenses are total expenses excluding interest expense. Details regarding the District's outstanding debt can be found in the notes to the financial statements.

Source: *San Juan Water District Finance Department*

San Juan Water District
Table 12: Debt Service Coverage
 Last Ten Fiscal Years



	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Retail Water Sales	\$ 7,846,437	\$ 8,255,437	\$ 9,114,487	\$ 10,922,285	\$ 11,405,735	\$ 12,716,838	\$ 13,902,296	\$ 14,302,815	\$ 15,103,055	\$ 16,818,338
Wholesale Water Sales	6,379,883	7,067,960	9,477,539	10,492,472	13,044,976	11,157,014	11,077,962	10,750,044	12,297,936	12,866,619
Capital Charges/Other Contributions ^A	-	-	-	-	-	-	1,420,305	2,605,254	-	-
Capital Contributions ^B	959,849	762,439	600,311	946,298	2,601,290	232,052	-	-	4,564,516	1,402,037
Connections/Annexations	1,020,687	657,865	399,703	397,668	207,520	380,793	-	-	-	-
Property Tax Revenue	1,799,464	1,908,134	2,036,972	2,123,196	2,236,374	2,328,700	2,431,477	2,562,122	2,765,083	2,896,935
Investment Income	147,684	217,332	123,079	107,104	654,311	811,433	143,967	(567,635)	751,196	1,754,878
Other	790,267	1,799,955	1,577,754	1,004,711	701,688	750,327	748,303	1,292,132	831,410	1,256,249
Total	\$ 18,944,271	\$ 20,669,122	\$ 23,329,845	\$ 25,993,734	\$ 30,851,894	\$ 28,377,157	\$ 29,724,310	\$ 30,944,732	\$ 36,313,196	\$ 36,995,055
Operation & Maintenance Costs										
Source of Supply	\$ 3,082,424	\$ 2,861,628	\$ 3,960,004	\$ 4,420,199	\$ 4,777,081	\$ 4,158,215	\$ 4,186,231	\$ 4,116,474	\$ 5,118,248	\$ 4,382,793
Transmission/Distribution	2,671,982	2,530,756	2,827,356	3,133,490	3,474,927	3,746,886	4,049,269	4,182,101	4,574,710	4,431,889
Water Treatment	2,147,336	2,004,076	2,384,261	2,781,469	2,769,364	3,242,385	2,742,205	3,273,649	3,399,152	3,674,430
Administration/General	3,301,971	3,727,237	3,738,168	2,719,157	2,934,918	2,934,726	3,111,632	3,027,296	3,080,727	3,801,136
Customer Service	540,731	572,400	552,993	648,714	661,246	736,420	690,755	731,227	854,064	816,368
Water Efficiency	682,311	726,091	512,520	369,331	413,627	725,636	491,287	508,745	480,448	564,234
Engineering	432,701	603,427	603,841	662,812	810,128	422,066	896,033	731,306	870,266	904,503
Pumping and Telemetry ^C	-	-	-	-	-	-	-	-	-	-
Retirement/Pension	586,942	443,149	976,780	1,603,957	1,132,056	2,244,459	2,313,614	(847,715)	(931,186)	5,059,114
Other	765,647	2,299,092	421,171	106,159	102,438	149,816	247,059	187,528	131,867	29,136
Total	\$ 14,212,045	\$ 15,767,856	\$ 15,977,094	\$ 16,445,288	\$ 17,075,785	\$ 18,360,609	\$ 18,728,085	\$ 15,910,611	\$ 17,578,296	\$ 23,663,601
Net Revenues	\$ 4,732,226	\$ 4,901,266	\$ 7,352,751	\$ 9,548,446	\$ 13,776,109	\$ 10,016,548	\$ 10,996,225	\$ 15,034,121	\$ 18,734,899	\$ 13,331,453
Debt Service										
2022 Refunding Loan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,369	\$ 840,100	\$ 896,390
2017 Bonds ^D	-	-	23,181	1,971,722	1,569,996	1,567,063	1,563,329	1,563,713	1,564,460	1,561,921
2012 Bonds	971,800	979,200	968,500	964,234	966,085	962,108	966,483	800,599	-	-
2009 COPs ^D	2,106,075	2,102,400	2,057,650	-	-	-	-	-	-	-
2003 COPs	-	-	-	-	-	-	-	-	-	-
EDA Loan	30,091	30,091	28,924	-	-	-	-	-	-	-
2012 COP	-	-	-	-	-	-	-	-	21	-
SBITA (ESRI)	-	-	-	-	-	-	-	-	25,000	25,000
Eureka SRF Loan	-	-	-	-	-	-	-	-	-	10,978
Hinkle SRF Loan	-	-	-	-	-	-	-	-	473	130,325
Total	\$ 3,107,966	\$ 3,111,691	\$ 3,078,255	\$ 2,935,956	\$ 2,536,081	\$ 2,529,171	\$ 2,529,812	\$ 2,419,681	\$ 2,430,055	\$ 2,624,612
Debt Service Coverage	1.52	1.58	2.39	3.25	5.43	3.96	4.35	6.21	7.71	5.08

Notes:

- ^A Capital Contributions and Other Contributions as of Fiscal Year 2020 includes Connections/Annexations (Capital Facilities Fees) and Capital Contributions, but excludes capital asset contributions (donations).
- ^B Capital Contributions excludes capital asset contributions (donations).
- ^C Beginning in Fiscal Year 2014-2015, Pumping and Telemetry is split between Water Treatment and Transmission and Distribution.
- ^D The 2009 COP Bonds were refunded in June 2017 by the 2017 Bonds.

Source: San Juan Water District Finance & Administrative Services Department

San Juan Water District
Table 13: Principal Employers for Counties Served

Current Year and Seven Years Ago

County of Sacramento Employer ^A	Fiscal Year					
	2024			2017		
	Number of Employees	Rank	Percentage of Total Employed	Number of Employees	Rank	Percentage of Total Employed
State of California	113,610	1	16.27%	74,462	1	11.34%
UC Davis Health	16,075	2	2.30%	10,467	4	1.59%
Sacramento County	13,611	3	1.95%	12,514	2	1.91%
Kaiser Permanente	11,856	4	1.70%	10,517	3	1.60%
U.S. Government	10,699	5	1.53%	10,322	5	1.57%
Sutter Health	10,129	6	1.45%	9,911	6	1.51%
Dignity Health	7,353	7	1.05%	8,039	7	1.22%
San Juan Unified School District	5,346	8	0.77%			
Intel Corporation	4,300	9	0.62%	6,000	8	0.91%
Los Rios Community College District	3,366	10	0.48%			
Apple Inc.				5,000	9	0.76%
Elk Grove Unified School District				4,620	10	0.70%
City of Sacramento						
Total	196,345		28.12%	151,852		23.13%
Total Employed in Sacramento County	698,300			656,400		

County of Placer Employer ^A	Fiscal Year					
	2024			2017		
	Number of Employees	Rank	Percentage of Total Employed	Number of Employees	Rank	Percentage of Total Employed
Sutter Health	6,672	1	3.56%	5,634	1	3.29%
Kaiser Permanente	6,094	2	3.25%	5,609	2	3.27%
Placer County	2,669	3	1.42%	2,898	3	1.69%
Thunder Valley Casino Resort	2,400	4	1.28%	2,500	4	1.46%
Sierra Joint Community College District	1,900	5	1.01%			
Roseville City School District	1,783	6	0.95%			
City of Roseville	1,386	7	0.74%	1,146	9	0.67%
Palisades Tahoe	1,321	8	0.71%			
Safeway, Inc.	1,217	9	0.65%	1,169	7	0.68%
Pacific Gas and Electric Co.	1,120	10	0.60%			
Hewlett-Packard Co.				2,000	5	1.17%
PRIDE Industries, Inc.				1,446	6	0.84%
Squaw Valley Alpine Meadows				1,161	8	0.68%
Union Pacific Railroad				1,091	10	0.64%
Total	26,562		14.18%	24,654		14.38%
Total Employed in Placer County	187,300			171,400		

^A Information is not available specific to San Juan Water District service area, so counties served are shown.

Sources: *Sacramento Business Journal July 05, 2024 / updated Nov 05, 2024*
Sacramento Business Journal 2017
California Employment Development Department

San Juan Water District
Table 14: Demographic and Economic Statistics
 Last Ten Fiscal Years

Fiscal Year	Wholesale Population^A	Retail Population^A	Total Personal Income^B	Per Capita Personal Income^{B,C}	Unemployment Rate^B
2015	151,531	29,452	87,513,638	57,753	5.78%
2016	152,614	29,578	90,506,232	59,304	5.61%
2017	153,697	29,704	96,641,943	62,878	4.62%
2018	154,781	29,830	107,192,168	69,254	4.08%
2019	155,865	29,957	113,234,951	72,649	3.74%
2020	151,341	29,680	120,033,390	79,313	13.06%
2021	151,903	29,712	132,411,997	87,169	7.05%
2022	152,468	29,744	131,688,105	86,371	3.66%
2023	153,034	29,776	139,258,474	90,998	4.37%
2024	153,603	29,808	Not yet available		4.67%

Note:

Beginning with Fiscal Year 2015, the population is based on the 2015 Urban Water Management Plan, which includes a new calculation methodology from the Department of Water Resources.

Beginning in Fiscal Year 2020, the population is based on the 2020 Urban Water Management Plan, which includes a new calculation methodology from the Department of Water Resources. Fiscal Year 2020 has been adjusted to actual numbers based on the plan.

^A Retail Population is included in the Wholesale Population.

^B Total Personal Income, Per Capita Personal Income and the Unemployment Rate are not available for the District's specific service area, so it includes totals for both Sacramento and Placer Counties.

^C Per Capita Personal Income calculation was adjusted for all years to use the Wholesale Population. The previous calculation included the Wholesale Population plus Retail Population, which resulted in the double counting of the Retail Population.

*Sources: U.S. Department of Commerce, Bureau of Economic Analysis (total personal income)
 San Juan Water District Urban Management Plan (population)
 California Employment Development Department (unemployment rate)*

San Juan Water District

Table 15: Staffing - Certificates - Licenses by Function/Program

Last Ten Fiscal Years

Comparison by Function/Program	Full-Time Equivalent Employees as of June 30									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Executive	3	3	4	4	4	4	4	4	4	4
Customer Service	4	4	4	4	5	5	4.5	4.5	5	4
Engineering Services	4	4	4	4	4	4	4	4	4	4
Field Services	15	15	15	15	15	13.0	13	14	14	15
Finance/Administrative Services	5	5	5	6	4	5	5	5	5	5
Operations	0	0	0	0	0	3	3	3	3	3
Water Efficiency	4	4	3	4	5	4	3.5	3.5	3	3
Water Treatment Operations	10	10	10	11	12	11.0	11	11	11	11
Total	45	45	45	47	48	48	48	49	49	49

Actual Versus Budgeted

(Current Year and 9 Years Ago)

	Fiscal Year 2024		Fiscal Year 2015	
	Filled as of	Budgeted	Filled as of	Budgeted
	June 30	June 30	June 30	June 30
Executive	4.00	4.00	3.00	3.00
Customer Service	4.00	4.50	4.00	4.00
Engineering Services	4.00	4.00	4.00	4.00
Field Services	15.00	14.96	14.00	14.00
Finance/Administrative Services	5.00	5.12	5.00	5.00
Operations	3.00	3.00	1.00	1.00
Water Efficiency	3.00	3.50	4.00	4.00
Water Treatment Operations	11.00	11.00	9.00	10.00
Total	49.00	50.08	44.00	45.00

Certificates and Licenses

June 30, 2024

American Water Works Association - Cross Connection Control Specialist	2
American Water Works Association - Water Use Efficiency Practitioner Grade 1	1
American Water Works Association - Water Quality Analyst	1
Northern CA Backflow Prevention Assoc - Backflow Prevention Assembly General Tes	8
Northern CA Backflow Prevention Assoc - Cross Connection Control Specialist	6
State Water Resources Control Board Water Distribution Operator	
Grade 1	0
Grade 2	6
Grade 3	8
Grade 4	9
Grade 5	1
State Water Resources Control Board Water Treatment Operator	
Grade 1	0
Grade 2	13
Grade 3	1
Grade 4	3
Grade 5	3
California Professional Engineer - Civil	5
Certified Public Accountant	1
Irrigation Association Certified Irrigation Landscape Auditor	1
Qualified Water Efficient Landscaper	4
The State Bar of California - Attorney	1

Source: San Juan Water District Finance Department
 San Juan Water District Field Services Department
 San Juan Water District Treatment Department

San Juan Water District

Table 16: Wholesale Water System Capital Asset and Operating Indicators

Last Ten Fiscal Years

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Facilities:										
# of Treatment Plants	1	1	1	1	1	1	1	1	1	1
Plant Capacity (MGD) ^A	150	150	150	150	150	150	150	150	150	150
Miles of Pipeline ^B	16	16	16	16	16	16	16	16	16	16
# of ARVs	89	90	90	92	93	93	94	94	94	94
# of Blow-offs	60	59	59	61	61	61	61	61	61	68
# of Fire Hydrants	14	14	14	14	14	14	15	15	15	15
# of Valves	48	48	48	51	51	51	51	51	51	56
# of Pumping Stations	-	1	1	1	1	1	1	1	1	1
# of Storage Tanks/Reservoirs	1	1	1	1	1	1	1	3	3	3
Water Supply Available (in acre-feet):										
Pre-1914 Water Rights	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000
USBR/CVP Water Contract	24,200	24,200	24,200	24,200	24,200	24,200	24,200	24,200	24,200	24,200
PCWA Contract	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Total Water Supply	82,200	82,200	82,200	82,200	82,200	82,200	82,200	82,200	82,200	82,200
Water Supply Delivered (in acre-feet):										
Pre-1914 Water Rights	29,372	26,219	27,126	33,996	28,466	32,846	33,215	31,269	23,928	36,136
USBR/CVP Water Contract	-	1,230	-	-	-	-	-	-	2,063	6,400
PCWA Contract	-	3,594	6,330	2,228	5,644	3,446	4,790	755	5,891	5,002
Total Water Supply Delivered	29,372	31,043	33,456	36,225	34,110	36,292	38,005	32,024	31,882	47,537
Production (average in acre-feet):										
Five Year	48,106	43,309	41,262	40,707	41,921	44,267	45,952	44,204	42,148	42,479
Ten Year	54,577	51,157	48,710	47,486	46,426	46,235	44,679	42,799	41,410	42,182
Fifteen Year	59,824	57,406	55,660	54,372	52,500	51,172	49,454	47,525	45,663	45,066
Twenty Year	59,548	58,737	58,066	57,760	56,832	55,954	54,562	52,824	51,288	49,967
Number of Retail Connections by Wholesale Customer:										
San Juan Water District	10,559	10,601	10,617	10,641	10,655	10,672	10,696	10,776	10,915	11,033
Citrus Heights Water District ^C	19,785	19,851	19,902	19,911	19,937	19,958	20,201	20,251	20,289	^E
Fair Oaks Water District ^C	13,894	13,996	13,986	14,031	14,241	14,390	14,390	14,371	14,380	^E
Orange Vale Water Company	5,600	5,600	5,600	5,673	5,679	5,679	5,682	5,648	5,702	5,702
City of Folsom	981	981	981	981	981	981	981	981	981	981
Total Connections	50,819	51,029	51,086	51,237	51,493	51,680	51,950	52,027	11,896	17,716
Population ^D	151,531	152,614	153,697	154,781	155,865	151,341	151,903	153,034	153,603	153,603

Notes:

^A Treatment plant is rated for 150 MGD. Normal permitted operation is 120 and permit conditions allow for up to 150 flows between May 15th and September 30th with State DPH conditional approval.

^B Wholesale pipeline numbers were calculated and removed from Retail's total miles of pipeline as of 2016.

^C Connections are reported as of agency's December 31 fiscal year end.

^D The District updated population statistics in its 2015 Urban Water Management Plan, and again in its 2020 Urban Water Management Plan based on new calculation methodologies from the Department of Water Resources. Fiscal Year 2020 number has been adjusted from what was previously reported. See Demographic and Economic Table 14 for additional information.

^E Citrus Heights Water District and Fair Oaks Water District Number of Retail Connections is not available as their financials were not available online when preparing this table. Both Districts report on a calendar, not fiscal, year.

Sources: San Juan Water District Finance Department
 San Juan Water District Engineering Services Department
 San Juan Water District Wholesale Treatment Department

San Juan Water District
Table 17: Wholesale Water Production by Month
 Last Ten Fiscal Years
 (in million gallons)

	2014- 2015	2015- 2016	2016- 2017	2017- 2018	2018- 2019	2019- 2020	2020- 2021	2021- 2022	2022- 2023	2023- 2024
July	1,634	1,296	2,157	2,312	2,347	2,247	1,847	1,592	1,564	2,400
August	1,620	1,290	2,290	2,281	2,080	2,180	2,059	1,427	1,573	2,302
September	1,389	1,193	1,920	1,853	1,605	1,940	1,786	1,275	1,263	1,915
October	1,110	970	996	1,566	1,516	1,665	1,519	809	1,044	1,476
November	631	536	769	856	1,103	1,213	829	368	579	896
December	454	453	649	539	712	583	643	473	489	727
January	488	410	630	385	649	532	538	635	439	581
February	439	491	546	458	600	581	437	665	411	529
March	726	630	676	446	631	606	619	877	408	574
April	773	928	754	730	980	771	1,158	875	772	823
May	885	1,444	1,490	1,652	1,274	1,252	1,399	1,315	1,420	1,590
June	1,129	1,929	1,871	2,177	1,947	1,530	1,481	1,589	1,933	2,170
Annual Total	11,279	11,571	14,748	15,256	15,444	15,100	14,315	11,900	11,895	15,983
Average Monthly Water Production	940	964	1,229	1,271	1,287	1,258	1,193	992	991	1,332
Average Daily Water Production	30.9	31.7	40.4	41.8	42.3	41.4	39.2	32.6	32.6	43.8

Source: San Juan Water District Wholesale Operations Department

San Juan Water District
Table 18: Retail Water System Capital Asset and Operating Indicators
 Last Ten Fiscal Years

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Facilities:										
Miles of Main Line ^A	216	201	206	206	206	206	206	207	211	212
# of ARVs	673	769	769	775	775	778	783	787	801	868
# of Blow-offs	739	798	798	807	809	811	819	822	835	840
# of Fire Hydrants	1,432	1,454	1,454	1,462	1,463	1,463	1,476	1,486	1,525	1,514
# of Valves	2,675	2,849	2,849	2,852	2,864	2,867	2,883	2,936	3,022	3,053
# of Pumping Stations	6	9	9	9	9	9	9	9	9	9
# of Storage Tanks/Reservoirs	1	3	3	3	3	3	3	3	3	3
Active Connections:										
Single-Family Residential	9,964	10,003	10,011	10,030	10,049	10,063	10,083	10,158	10,253	10,384
Multi-Family Residential	119	119	119	119	119	117	117	117	117	117
Commercial	241	243	249	250	248	250	251	253	255	259
Institutional	11	11	11	11	11	11	11	11	11	11
Landscape Irrigation	211	212	212	215	212	214	218	221	223	224
Agricultural Irrigation	5	5	7	8	8	9	8	8	9	9
Other	8	8	8	8	8	8	8	8	8	10
Total Connections	10,559	10,601	10,617	10,641	10,655	10,672	10,696	10,776	10,876	11,014
Total New Connections	59	42	16	24	14	17	24	80	100	138
Consumption (units of ccf):										
Single-Family Residential	3,022,810	2,951,662	3,508,844	4,028,167	3,830,930	4,250,655	4,553,104	4,073,494	3,756,829	3,830,776
Multi-Family Residential	57,293	54,675	58,822	60,879	66,619	63,846	64,094	58,661	55,266	56,141
Commercial	129,490	122,397	145,857	163,192	160,740	166,246	183,094	164,337	159,288	167,022
Institutional	85,287	78,787	56,236	84,318	84,234	86,038	82,264	86,849	70,125	82,837
Landscape Irrigation	252,183	244,749	235,248	357,005	337,484	366,671	381,763	349,175	326,338	339,674
Agricultural Irrigation	10,745	9,864	84,530	20,337	26,877	26,976	30,029	29,318	23,405	26,350
Other (sewer lift/pump stations)	827	791	245	442	1,561	1,178	3,013	1,098	1,032	1,373
Total Consumption	3,558,634	3,462,925	4,089,781	4,714,338	4,508,445	4,961,610	5,297,361	4,762,932	4,392,283	4,504,173
Average Daily Consumption	9,750	9,487	11,205	12,916	12,352	13,593	14,513	13,049	12,034	12,340
Population ^B	29,452	29,578	29,704	29,830	29,957	29,680	29,712	29,776	29,808	29,808

Note:
^A Wholesale pipeline numbers were removed from Retail's total miles of pipeline as of 2016.
^B Fiscal Year 2020 Population total adjusted based on what was reported in the 2020 Urban Water Management Plan.

Sources: San Juan Water District Customer Services Department
 San Juan Water District Engineering Services Department

San Juan Water District
Table 19(a): Capital Facilities Fee Report - Summary
Per Government Code Section 66013(d) and (e)
Fiscal Year Ended June 30, 2024

Connection Fees, beginning balance		\$ 4,329,966
Wholesale Capital Facility Fees Collected	\$ 131,890	
Retail Capital Facility Fees Collected	1,270,147	
Total Capital Facility Fees Collected	1,402,037	
Interest Earned	50,466	
Fees Available	5,782,469	
Applied to:		
Reimbursement for Existing Facilities - Wholesale ^A	\$ 131,890	
Reimbursement for Existing Facilities - Retail ^A	381,044	
Current Year Projects	1,889,226	
Total Funds Applied	2,402,159	
Net Changes for the Year		(949,657)
Capital Facility Fees, ending balance		\$ 3,380,308

^A The Wholesale Capital Facility Fee and 30% of the Retail Capital Facility Fee were calculated using the Buy-In Methodology. This methodology results in a fee, or portion thereof, that is designed to reimburse the District's ratepayers for the current depreciated replacement value of the existing system. The value of the system, upon which the fee was calculated, is disclosed in the Wholesale and Retail Capital Facility Fee Studies, respectively. Both reports are available upon request.

The remaining 70% of the retail capital facility fee revenue is designated for projects that have an expansionary component, meaning the project, or a portion thereof, will use the system to accommodate future growth. The portion of the fee collected, but not yet spent is held in reserve. See Schedule 19(b) for a reporting of such assets/projects.

Source: San Juan Water District Finance & Administrative Services Department

San Juan Water District

**Table 19(b): Capital Facility Fee Report - Project Detail Per Government Code Section 66013(d) and (e)
Fiscal Year Ended June 30, 2024**

Capital Projects with a Growth Component 2021 - 2031

Project Description	Total Anticipated Costs	Capacity Related Costs	% Capacity Related	Costs Incurred Through June 30, 2020	Costs Incurred July 1, 2020 to Current	Costs Remaining	Fees Previously Applied	Fees Applied in Current Year	Future Fees to be Applied
5.0 MG Kokila Reservoir (Replace Hypalon w/Concrete Tank)	\$ 7,469,000	\$ 4,481,400	60%	\$ 5,267	\$ 276,732	\$ 7,187,001	\$ 166,039	\$ -	\$ 4,315,361
Replace 16" transmission pipeline in Eureka Road with 18" transmission pipeline. 3,925 linear feet from Barton to Auburn Folsom Road	4,000,000	2,400,000	60%	-	3,739,118	-	355,624	1,887,846	-
360 Linear feet of 10" pipeline with a pressure reducing station in Cavitt Stallman from Mystery Creek to Oak Pines	441,000	352,800	80%	15,872	390,704	-	312,563	-	-
2,980 Linear feet 8" pipeline extension on Spahn Ranch Road	616,000	492,800	80%	17,650	-	598,350	-	-	492,800
100 Linear feet of 8" pipeline in Eckerman to tie-in to "The Park" subdivision	50,000	30,000	60%	-	-	50,000	-	-	30,000
Main Replacements (TBD based on condition and # of breaks)	7,150,000	2,502,500	35%	-	-	7,150,000	-	-	2,502,500
4,300 Linear Feet of 12" Pipeline on Cavitt Stallman between Sierra Ponds and Vogel Valley	6,913,000	5,530,400	80%	-	-	6,913,000	-	-	5,530,400
2,000 Linear feet of 12" pipeline in Cavitt Stallman between Sierra Ponds and Oak Pine	1,545,000	1,236,000	80%	-	-	1,545,000	-	-	1,236,000
950 Linear feet of 12" pipeline in Hidden Lakes from 7960 W Hidden Lakes to Haley	844,000	506,400	60%	-	-	844,000.00	-	-	506,400
Douglas Pump Station & P6" to 12" Pipeline Improvement - Across Auburn Folsom Road	798,000	478,800	60%	-	1,380	796,620	-	1,380	477,420
650 Linear feet of 12" pipeline in Lakeland Drive from Douglas to East Granite	619,000	371,400	60%	-	-	619,000.00	-	-	371,400
Totals	\$ 30,445,000	\$ 18,382,500	60%	\$ 38,789	\$ 4,407,934	\$ 25,702,971	\$ 834,226	\$ 1,889,226	\$ 15,462,281

Source: 10-Year Retail CIP and 2021 Retail Capital Facility Fee Study

STAFF REPORT

To: Board of Directors
From: Tony Barela, Director of Operations
Date: January 15, 2025
Subject: Bacon PS Fence Project

RECOMMENDED ACTION

Staff requests a Board motion to authorize the Director of Operations to approve a construction contract with Pisor Fence Division, Inc. (Pisor) for **\$142,677** with a construction contingency of **\$14,300** (10%) for a total authorized budget of **\$156,977**. The staff recommendation was reviewed by the Engineering Committee, which recommends approval by the Board of Directors.

BACKGROUND

Bacon Pump Station is the largest pump station in the Retail Service Area (RSA) and serves three pressure zones, Sierra, ARC North, and Bacon Pressure Zones. The existing station is not fenced from the surrounding area which includes Baldwin Reservoir. There is a fence that separates the neighborhoods to the west and south, but nothing from the north and east. Over the last number of years, the District has experienced multiple breaches of the west and south fence lines by pedestrians for access to Baldwin Reservoir. Additionally, a contractor's Connex box was broken into by bad actors this last year. In 2023, the District replaced two generators that provide emergency power to the station, and these generators are not protected by existing fencing.

The new chain link fence line will be 7-feet tall, with an anti-climb mesh and razor wire on top and will surround the station and new generators providing the necessary security.

The Engineer's construction estimate is approximately \$181,000.

CURRENT STATUS

Four (4) contractors attended non-mandatory pre-bid meetings, and eight (8) bids were received on January 6, 2025. The Bid outcomes are summarized as follows:

Bidder	Bid Amount
Pisor Fence Division, Inc.	\$142,677
Zara Engineering and Construction	\$169,000
Dryco Construction, Inc.	\$182,150
Sierra National Construction, Inc.	\$192,295
B&M Civil, LLC	\$196,920
Saenz Landscape Construction Company	\$199,535
Lords Electric, Inc.	\$233,000
Pacific River Construction, Inc.	\$236,000

Pisor was the lowest responsive, responsible bidder. Pisor's bid documents were reviewed and found to be complete and in order, including license, insurance, and bonds.

FINANCIAL CONSIDERATIONS

The Project is included in FY 2024/2025 Retail CIP Budget.

STAFF REPORT

To: Board of Directors

From: Adam Larsen, Field Services Manager

Date: January 15, 2025

Subject: Hydrant and Valve Maintenance FY 2024/25

RECOMMENDED ACTION

Staff requests a Board motion to authorize the Field Services Manager to sign Amendment #2, 2nd year renewal to the professional services contract with Wachs Water Services (WWS) for professional services related to the inspection and maintenance of the District’s hydrants and valves for the Fiscal Year 2024/25, in the amount of \$136,750 plus a 10% contingency, for a total authorized amount of \$150,425. The staff recommendation was reviewed by the Engineering Committee, which recommends approval by the Board of Directors.

BACKGROUND

On January 25, 2023, the Board approved a contract with WWS in the amount \$118,424, which included three optional, 1-year extensions/renewals. The District is requesting Board approval for the 2nd year renewal in the amount of \$150,425. This project involves the inspection and maintenance of approximately 281 hydrants and their isolation valves, as well as 613 mainline valves in the District’s distribution system. The contract period of performance will be extended an additional 365 days.

The following table summarizes the current agreement and proposed additions:

Contract/Amendment	Date	Total	Duration	Completion Date
Original Contract	2/24/2023	\$118,424	365 Days	12/31/2023
Amendment 1 (1 st year renewal)	3/27/2024	\$134,836	365 Days	12/31/2024
Amendment 2 (2nd year renewal)	1/15/2025	\$150,425	365 Days	12/31/2025
Proposed Revised Contract		\$403,425	1,095 Days	12/31/2025

Wachs Water Services maintenance work has been great this past year and supportive of our scheduled requirements.

Staff is requesting Board authorization and approval for an authorized total budget of \$150,425 (includes contingency) for FY 2024/25 requirements. The revised contract value will be \$403,425 after Board review and approval.

FINANCIAL CONSIDERATIONS

This maintenance project is included in the FY 2024/25 Budget. Project costs are 100% Retail.

**SAN JUAN WATER DISTRICT
DIRECTOR COMMITTEE ASSIGNMENTS
2024**

INTERNAL COMMITTEE ASSIGNMENTS

<u>Committee</u>	<u>Chair</u>	<u>Member</u>	<u>Alternate</u>
Engineering	Dan Rich	Ken Miller	Manuel Zamorano
Finance	Pam Tobin	Ken Miller	Manuel Zamorano
Legal Affairs	Ted Costa	Manuel Zamorano	Dan Rich
Personnel	Ken Miller	Ted Costa	Manuel Zamorano
Public Information	Manuel Zamorano	Ted Costa	Ken Miller
Urban Water Management/ Water Transfer	Dan Rich	Manuel Zamorano	Ted Costa

EXTERNAL COMMITTEE ASSIGNMENTS

<u>Committee</u>	<u>Assignment</u>	<u>Alternate</u>
ACWA	Pam Tobin	
ACWA Foundation	Pam Tobin	
ACWA JPIA	Pam Tobin	
CVP Water Users Assn.	Ted Costa	
FOWD 2x2	Ted Costa, Dan Rich	
RWA	Dan Rich/Greg Z.	Ted Costa/Paul Helliker
SGA	Ted Costa	Dan Rich
Sacramento LAFCo	Pam Tobin	

STAFF REPORT

To: Board of Directors
From: Donna Silva, Director of Finance and Human Resources
Date: January 15, 2025
Subject: Presentation of Draft Retail Financial Plan and Rate Study

RECOMMENDED ACTION

Receive presentation; direct staff to prepare Proposition 218 Notice based on the rate schedule selected by the Board after receiving and considering the results of the study.

BACKGROUND

The District completed the Retail Master Plan in FY 2020-21, which identified the capital improvements needed to the distribution system over the next 10 years. This informed the 2021 Financial Plan and rate schedule for 2022-2024 and continues to serve as an important driver for this update to the financial plan and new rate schedule. As a result of the master plan, the District implemented new annual infrastructure replacement programs that have contributed to an ongoing increase in capital spending. Examples include the service lateral replacement program, meter replacement program, Air Relief Valve Replacement program, etc.

The District's last Retail Financial Plan and Rate Study was completed in March 2022, resulting in a three-year rate schedule ending January 1, 2024.

Hildebrand Consulting was selected in February 2024 to update the financial plan and develop recommendations for retail water rates for a four-year period from Calendar year 2025 through 2028. The purpose of the study was to ensure that the District's water rates are sufficient to fund ongoing operations and maintenance, debt service (including meeting rate covenants) and capital improvements while maintaining prudent reserves.

The study builds upon the actual results for FY 2023-24 and generally utilizes the FY 2024-25 budget as the base year for analysis. Certain one-time expenses were removed prior to applying inflation assumptions. The following cost inflation assumptions were used in the financial plan:

Salaries:	3% per year
Health Benefits:	5% per year
Utilities:	5% per year
Source of Supply:	5% for two years then 4% thereafter
Operating Expenses:	3% per year

When combined, the inflation assumptions range between 3 and 4%.

The draft retail plan was presented to the Board last month. Staff received direction to prioritize projects in the 10-Year Capital Improvement Plan (CIP) and look at different rate scenarios based on that prioritization

CURRENT STATUS

In the process of prioritizing the CIP for different rate scenarios, staff was able to further analyze the CIP and made some changes as follows:

- Some projects were pushed further out because they are lower priority, and it created a more realistic alignment with workload capabilities
- Costs were increased on some projects based on known costs, whereas estimates were used in the master plan
- Adjustments were made to some projects, such as the service lateral replacement project to reflect the delayed start to the program
- Projects were reconfigured resulting in a lower cost (Field Services Parts and Equipment Shelters)
- A new project was added: Site Security Improvements

The result of these adjustments was a reduction in the CIP of approximately \$2 million. Based on these lower costs, the staff's recommended rate increases are even lower than they were at the last meeting. Below is a summary of the proposed rates:

	2025	2026	2027	2028	Thereafter
2021 Financial Plan	7%	6%	6%	6%	3%
1 st Draft 2024 Financial Plan	5%	5%	5%	4%	4%, 3%
Current Recommendation	4%	4%	4%	3%	3%

To fund the new ongoing infrastructure replacement projects, the Board had approved 8% rate increases for each of the past three years (2022-2024). Those increases, combined with favorable operating results and the new reductions in the CIP have resulted in the capital fund reserve being on target. ***From this point forward, rate increases are commensurate with projected inflation, as shown in the table above.***

The Financial Plan recommends the following rate schedule for 2025 through 2028:

	Current	Proposed Implementation Dates				
		July 1, 2025	Jan. 1, 2026	Jan. 1, 2027	Jan. 1, 2028	Jan. 1, 2029
Overall Rate Revenue Increase -->		4%	4%	4%	3%	3%
Daily Base Charges						
Up to 1" meter	\$2.92	\$3.06	\$3.18	\$3.31	\$3.41	\$3.51
1 1/2" meter	\$7.34	\$7.82	\$8.13	\$8.46	\$8.71	\$8.97
2" meter	\$11.61	\$12.39	\$12.89	\$13.41	\$13.81	\$14.22
3" meter	\$21.54	\$23.06	\$23.98	\$24.94	\$25.69	\$26.46
4" meter	\$35.72	\$38.29	\$39.82	\$41.41	\$42.65	\$43.93
6" meter	\$71.18	\$76.39	\$79.45	\$82.63	\$85.11	\$87.66
8" meter	\$113.73	\$122.10	\$126.98	\$132.06	\$136.02	\$140.10
Water Usage Charge (\$/CCF)						
All water usage	\$1.07	\$1.08	\$1.12	\$1.16	\$1.19	\$1.23
Daily Private Fire Line Rates*						
4" line	\$1.09	\$1.91	\$1.97	\$2.03	\$2.09	\$2.15
6" line	\$1.28	\$2.19	\$2.26	\$2.33	\$2.40	\$2.47
8" line	\$1.42	\$2.48	\$2.55	\$2.63	\$2.71	\$2.79
10" line	\$1.55	\$2.73	\$2.81	\$2.89	\$2.98	\$3.07
12" line	\$1.70	\$2.93	\$3.02	\$3.11	\$3.20	\$3.30

* Fire Line Rates are increased by 3% per year based on estimated cost inflation

Alternative Options:

The proposed rate increases assume that the District generally wishes to be on a pay-as-you-go basis for capital improvements, but anticipates issuing debt for large projects, specifically the Kokila Reservoir Replacement Project (\$10.1 million), new pipeline in Cavitt Stallman Road from Sierra Ponds to Vogel Valley (\$7.5 million), and acquisition of retail groundwater production facility or investment in retail groundwater production capacity (\$5.15 million). The first two projects are expected to use the low-interest rate program through the State of California’s Drinking Water Revolving Loan Fund (SRF). Since the retail groundwater project has yet to be defined, the study anticipates it will be financed through a costlier bond issuance. If the project ends up being the construction of a well, the project costs could be greater than the \$5.15 million assumed in the plan, but there will likely be grant opportunities and the District would be able to utilize the low-interest rate loan program through the SRF.

At the last Board meeting, staff were directed to prioritize the CIP and look at different funding alternatives. Staff accomplished this by sorting the projects into 3 categories as follows:

1. **Regulatory:** these are projects that are needed to satisfy a regulatory or statutory requirement, primarily addressing water loss
2. **Risk Mitigation:** these are projects that are needed to reduce the risk of system failure, reduce the risk of untimely deterioration of supplies, reduce the risk of losing an ADA lawsuit and increase site security.
3. **Other System Improvements:** this category includes projects that improve system efficiency, protect equipment, increase water supply reliability, etc.

A detailed listing of the projects within each of these categories is attached to the staff report.

The consultant examined the following alternatives:

1. **All Recommended Projects: No rate increases and no new debt:** this approach is not recommended as revenues would not be sufficient. The District runs out of cash in 3 years (FY 2027-28).
2. **All Recommended Projects: No debt issuance – all pay as you go:** while this option results in the lowest costs over time, due to the large upcoming projects it would require 10% rate increases for the next 3 years, followed by 3 years of 1% rate increases, with no further rate increases needed through the planning period. A rate reduction sometime after FY 2033-34 would be likely.
3. **Regulatory Projects As Scheduled – All other projects delayed by 4 years:** this alternative results in no rate increases for the next 6 years, but then 2 years of 25% rate increases, inflationary thereafter. The reason no rate increases would happen in the first 6 years is that it would be hard to justify rate increases with the high amount of reserves that are on hand.
4. **Regulatory & Risk Mitigation Projects As Schedule – All other projects delayed by 4 years:** this alternative results in a 4% rate increase in 2025 and 3% thereafter. This alternative would delay several pump station improvements that could result in significant operating savings, but the quantity of those savings will not be known until the pump station optimization project is completed later this year. Certain pipeline projects would be delayed and if we have an unanticipated significant main line break, it will result in another project having to be deferred to free up funds for the repair/replacement. Improvements at and around the Mooney Tank would be delayed, but the delay would be manageable.

Next Steps:

Staff request direction from the Board on the preferred rate schedule and informal approval to prepare and send the required notice of public hearing for the chosen rate schedule. Staff, in consultation with the rate consultant and legal counsel, will finalize the Retail Financial Plan and Rate Study Report and prepare and send the required Proposition 218 notice of public hearing. The rates published in the notice set the maximum amount of a potential rate increase. After the hearing, the Board could choose to approve rates lower than those noticed, but not higher. The notice must be sent at least 45 days prior to the public hearing. The public hearing on the proposed rates will be held in the spring.

Attachments:

San Juan 2024 Retail Rate Study Presentation
Prioritized Capital Improvement Plan (CIP)



2024 Retail Water Rate Study

Board Presentation of Final Recommendations

January 15, 2025



Agenda

1. Retail Enterprise Financial Plan
2. Cost of Service / Rate Design
3. Project Schedule

The Rate Setting Process

Revenue Requirements

Compares the revenues of the utility to its expenses to determine the overall level of rate adjustment

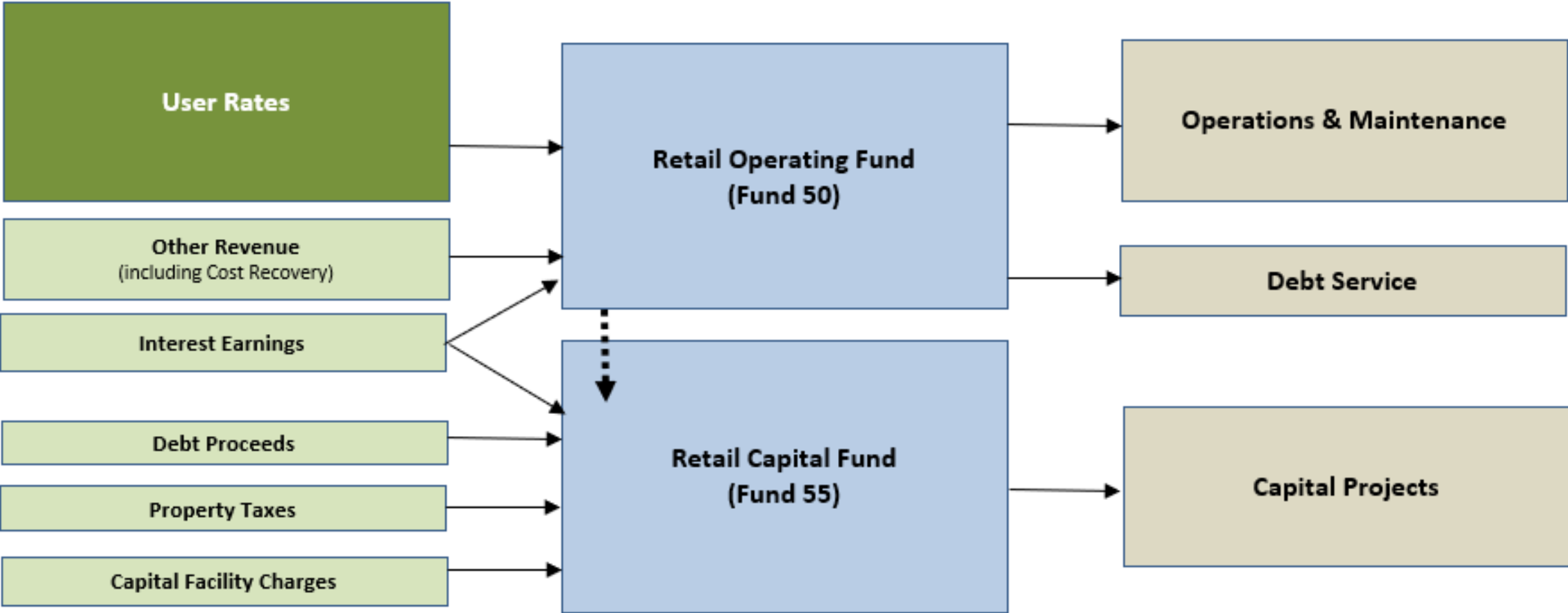
Cost-of-Service

Equitably allocates the revenue requirements between the various customer classes of service

Rate Design

Design rates for each class of service to meet the revenue needs of the utility, along with any other rate design goals and objectives

Schematic of Retail Utility Funds/Reserve Structure



Cash Balances

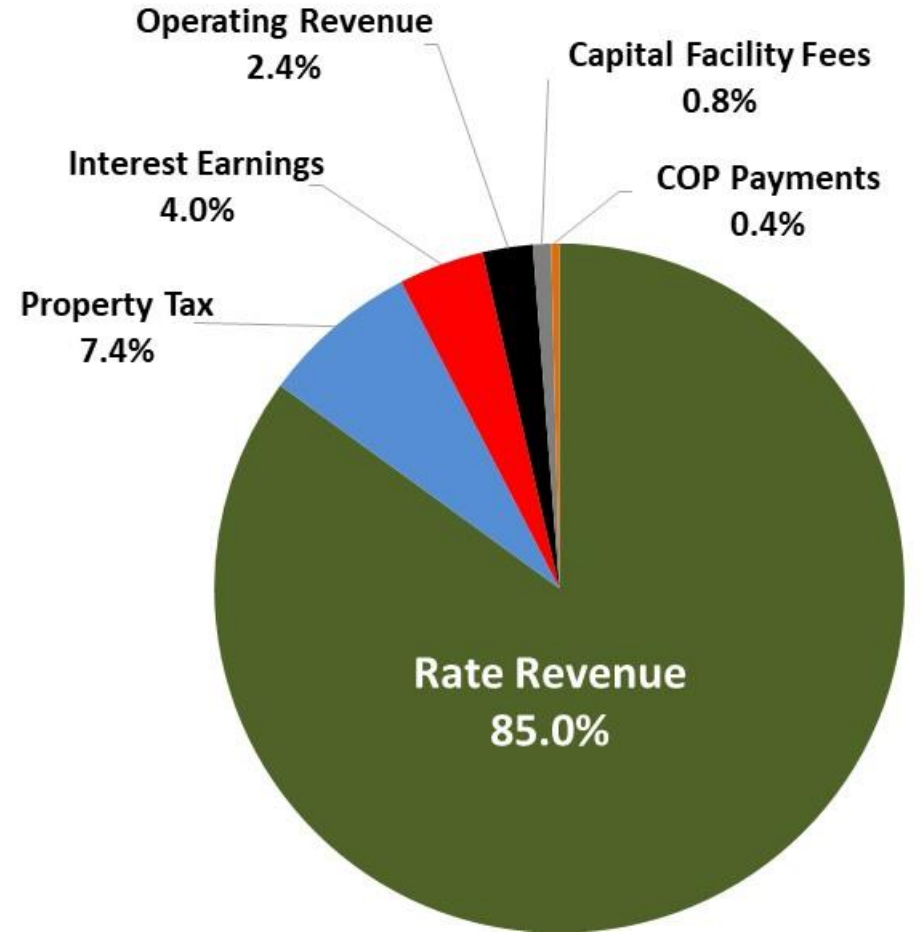
Fiscal Year beginning July 1, 2024

Operating Fund	\$2,810,000
Capital Fund	\$21,763,000
Combined Total:	\$24,573,000

Revenue

FY2024/25 Forecast *

Rate Revenue	\$17,542,000
Non-Rate Revenue	
Property Tax	\$1,530,000
Interest Earnings	\$825,000
Operating Revenue	\$485,000
Capital Facility Fees	\$175,000
COP Payments	\$79,000
Total:	\$20,636,000

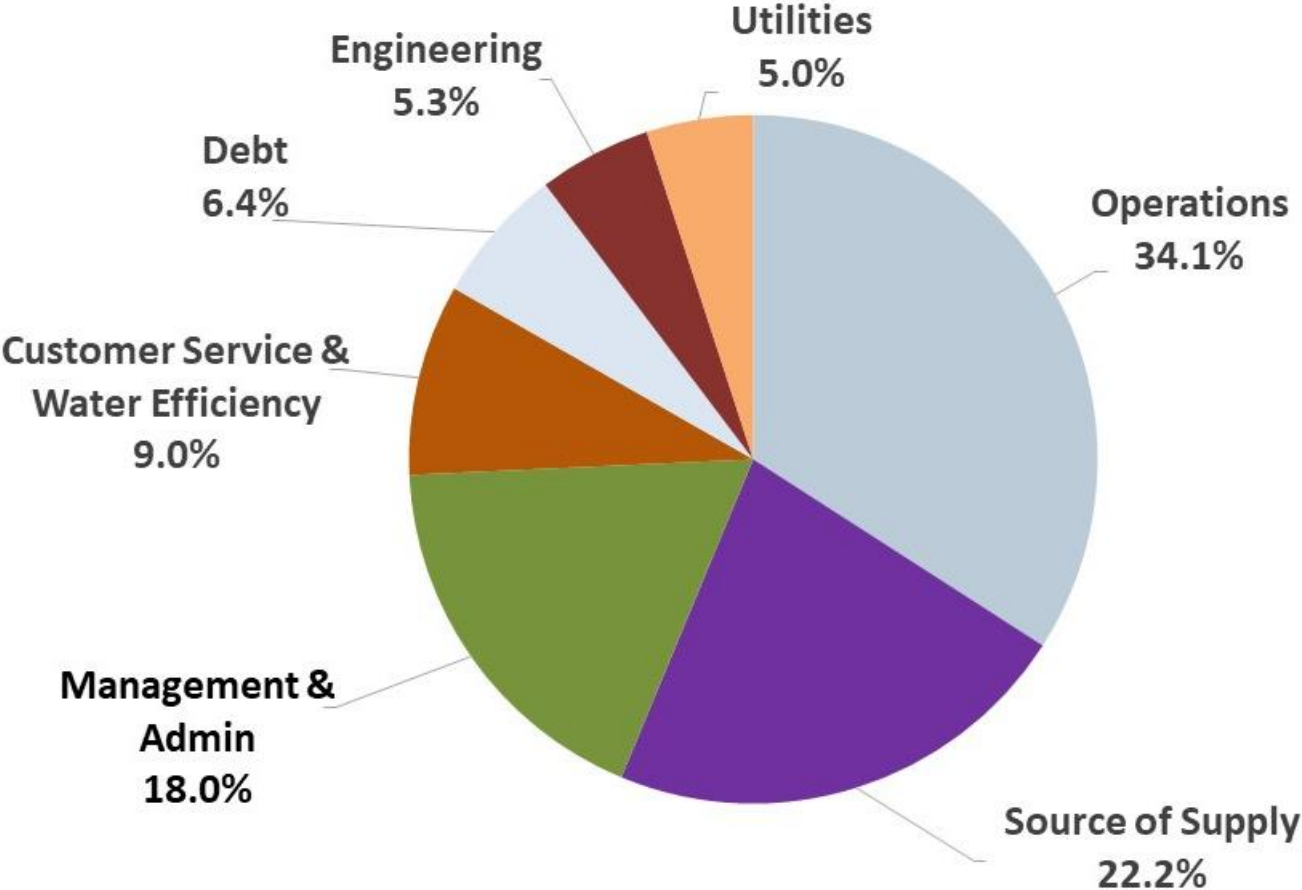


* All revenue based on 24/25 budget except rate revenue which is equal to 23/24 actual revenue

Operating Expenses

FY2024/25 Budget

Operations	\$5,183,000
Source of Supply	\$3,368,000
Management & Admin	\$2,739,000
Customer Service & Water Efficiency	\$1,367,000
Debt	\$976,000
Engineering	\$806,000
Utilities	\$761,000
Total Budget:	\$15,200,000



Escalation Assumptions

Salaries	3% per year
Health Benefits and OPEB	5% per year
Utilities	5% per year
Sources of Supply	5% for two years then 4% thereafter
Chemicals	3% per year
Supplies	3% per year
Professional Services	3% per year

Reserve Policies

The following are established District reserve policies. In addition to protecting the District against unforeseen circumstances, these policies also contribute towards the District's credit rating.

“Minimum Reserve”

Operating Reserve: 20% of O&M budget (\$2.8 million)

“Target Reserve”

Capital Reserve:

- Consistent with 2021 Recommendation: Propose a reserve level equal to 100% of average annual capital spending in order to support PayGo capital funding (\$10.0M)

Rate Increase Drivers*

- Escalation (see previous slide)
- Continue to transition to Pay-Go

Cost Control Measures

Action	Impact
Paid down unfunded pension liability	Savings of \$11.2 million through FY 2038/39
Debt refinance	Savings of \$8.8 million through FY 2036/37
Renegotiated contract with PCWA (twice)	Savings of over \$275,000 per year
Completion of two groundwater substitution transfers	Lower wholesale revenue requirements; therefore, lower Retail supply costs
Water transfers	Lower wholesale revenue requirements; therefore, lower Retail supply costs
Salary schedule reduction	Partial salary freeze FY 2019/20 through FY 2021/22

* Note that the 2021 Rate Study anticipated slightly higher rate increases for this time period

Large PayGo Capital Projects (over \$1 million)

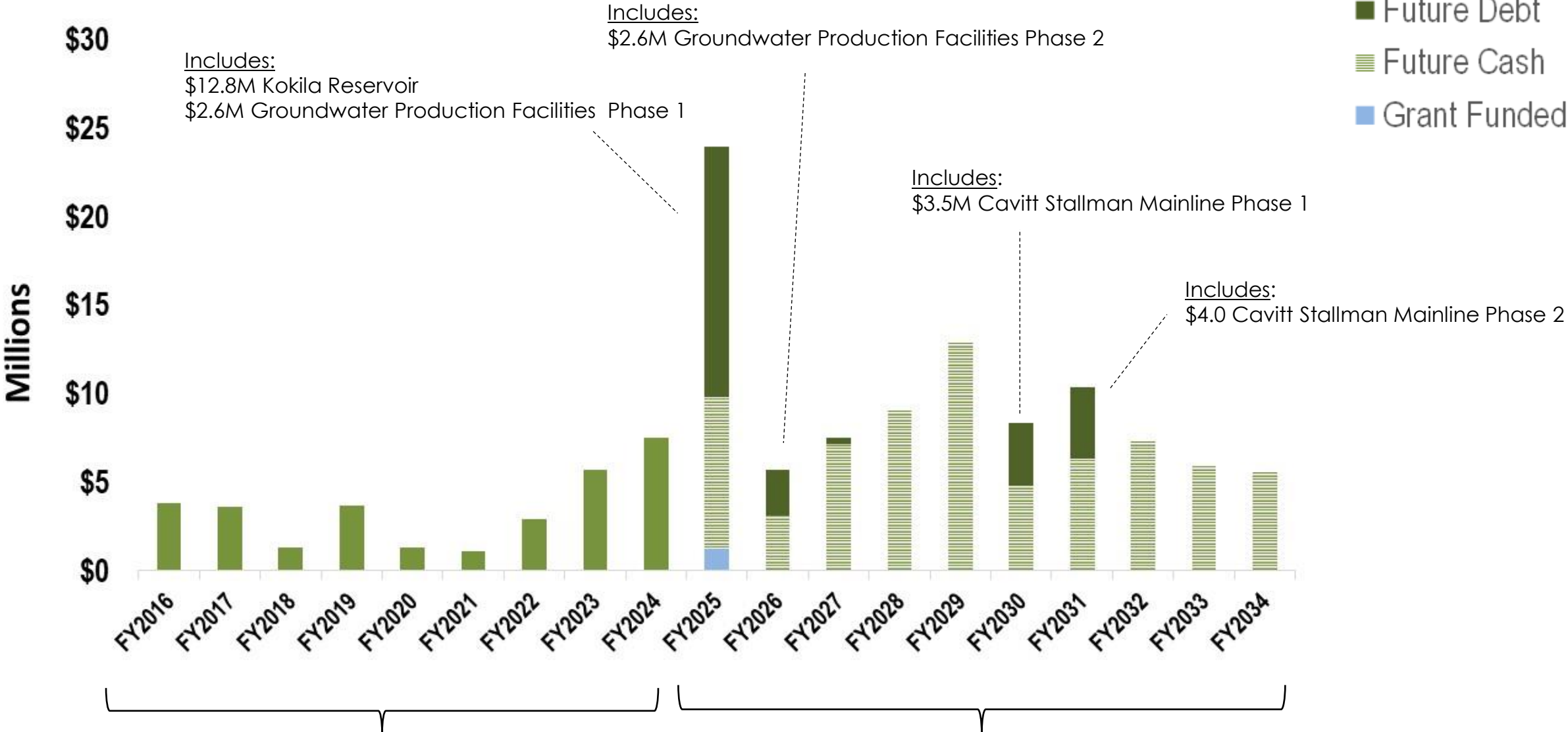
	Approx. Annual Cost	Total Cost Over Planning Period
85 Service Line Replacements Per Year	\$1.7M	\$19,112,000
ARV Replacements, 45 per year for 20 years	\$1M	\$12,310,000
Condition Assessments	\$568K	\$5,680,000
Hydrant Replacements (20 per year)	\$449K	\$5,379,000
New Admin/Executive Building and modifications to existing Kenneth H. Miller Admin Building (40W/60R)		\$4,996,000
Residential Meter & Endpoint Replacements	\$387K	\$3,876,000
Future Main Replacement (TBD)	\$349K	\$3,439,000
Seeno Ave. (Replace apx. 3,000 lf of 10' pipe and all appurtenances)		\$1,744,000
Cavitt Stallman (Oak Pine to Sierra Ponds 2000 LF of 12")		\$1,684,000
Del Oro Rd. (Replace approx. 3,050 lf of 6 in steel pipeline w/ 8 in)		\$1,529,000
Granite Ave. (replace approx. 1,300 LF of 12" pipe w/ all appurtenances)		\$1,359,000
Wilhoff Ln. (Replace approx. 2,300 LF of 6 in steel pipe w/ 8 in)		\$1,164,000

Large Debt Capital Projects (over \$1 million)

	Total Cost Over Planning Period
Kokila Reservoir Replacement – SRF	\$12,860,000
Cavitt Stallman (Sierra Ponds to Vogel Valley, 6,900 LF of 12") – SRF Loan	\$7,968,000
Retail Groundwater Production Capacity – Funding source TBD	\$5,150,000

Recommended Capital Spending

- Historical
- Future Debt
- ▨ Future Cash
- Grant Funded



Recent Average Capital:
\$3.4M

Forecasted Average Capital: **\$9.7M**
(\$7.1 million excluding debt-funded projects)

Capital Project Prioritization

1. **Regulatory Projects** – projects that are needed to satisfy a regulatory or statutory requirement, primarily addressing water loss
1. **Risk Mitigation Projects** – projects that reduce the risk of system failure, untimely deterioration of supplies, losing an ADA lawsuit and increase site security
1. **Other System Improvements** – projects that improve system efficiency, protect equipment, increase water supply reliability, etc.

Capital Spending Prioritization - Regulatory

REGULATORY PROJECTS											
Construction Inflation Factor =	1.03	1.06	1.09	1.13	1.16	1.19	1.23	1.27	1.30	1.34	
Project Name	Total Future Cost	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35
Distribution Appurtenances											
Service Line Replacements (85 Planned Replacements/Yr)	\$ 16,762,000	\$ -	\$ 1,650,000	\$ 1,700,000	\$ 1,750,000	\$ 1,803,000	\$ 1,857,000	\$ 1,913,000	\$ 1,970,000	\$ 2,029,000	\$ 2,090,000
Air Release Valve Replacements (20yrs @ 45 ARV Replacements/Yr, 878 Total)	\$ 10,410,000	\$ 250,000	\$ 1,000,000	\$ 1,030,000	\$ 1,061,000	\$ 1,093,000	\$ 1,126,000	\$ 1,159,000	\$ 1,194,000	\$ 1,230,000	\$ 1,267,000
Pump Station Improvements											
Bacon Manifold Piping Modifications (Conn. Surge Valves to Suction)	\$ 23,000				23,000						
SJWD Site Building Improvements											
Clean Fleet Elec Improvements	\$ 348,000					\$ 348,000					
Large Non-Capital Projects											
Residential Meter & Endpoint Replacement	\$ 3,209,000	\$ 280,000	\$ 288,000	\$ 297,000	\$ 306,000	\$ 315,000	\$ 325,000	\$ 334,000	\$ 344,000	\$ 355,000	\$ 365,000
Vehicles											
Executive - Vehicle #32 - Retail Share (2014 Ford Edge) - 50/50 split W/R	\$ 14,000					\$ 14,000					
Conservation - Vehicle #46 (2022 Ford Ranger)	\$ 68,600							\$ 68,600			
Conservation - Vehicle #34 (2016 Chevy Coloardo)	\$ 51,450					\$ 51,450					
Engineering - Vehicle #41 (2022 Ford F-150 4x4) - 50/50 split W/R	\$ 34,300							\$ 34,300			
Engineering - Vehicle #33 (2016 F-150 SuperCab) - 25/75 split W/R	\$ 52,000		\$ 52,000								
Field Ops - Vehicle #49 (2022 Ford F-150)	\$ 68,600							\$ 68,600			
Field Ops - Vehicle #48 (2022 Ford Explorer)	\$ 35,000							\$ 35,000			
Field Ops - Vehcile #42 (2022 Ford F-150)	\$ 68,600							\$ 68,600			
Field Ops - Vehicle #35 (2017 F-450, used old V9 bed)	\$ 133,000									\$ 133,000	
Field Ops - Vehicle #36 (2017 F-550 w/ Royal Utility Bed)	\$ 126,190							\$ 126,190			
Field Ops - Vehicle #37 (2020 F-250 Crew Cab, 4x4)	\$ 127,573						\$ 127,573				
Field Ops - Vehicle #38 (2020 F-150 CrewCab, 4x2)	\$ 61,000						\$ 61,000				
Field Ops - Vehicle #39 (2020 F-450, used old V#28 bed)	\$ 111,400						\$ 111,400				
Field Ops - Equip #E09 (2011 Loader - John Deere)	\$ 138,000		\$ 138,000								
Field Ops - Vehicle #E168-15 (2015 Safety Trailer; Night Work; SWPPP)	\$ 19,000	\$ 19,000									
Field Ops - Vehicle #E172-16 (2016 Vermeer)	\$ 134,000	\$ 134,000									
Field Ops - Equip #E178-17 (2017 Compressor) - replaced Veh #E59 in 2017	\$ 35,000			\$ 35,000							
Field Ops - Vehicle #E180-17 (2017 - 270 Mud Trailer) - replaced Veh #E30 in 2017	\$ 9,000			\$ 9,000							
Field Ops - Equip #E187-17 (2017 Mud Trailer) - replaced Veh #E70 in 2017	\$ 9,000			\$ 9,000							
Category 1 (Regulatory) Capital Improvement Program Totals:	\$ 32,047,713	\$ 683,000	\$ 3,128,000	\$ 3,080,000	\$ 3,140,000	\$ 3,624,450	\$ 3,607,973	\$ 3,406,000	\$ 3,909,290	\$ 3,747,000	\$ 3,722,000

Capital Spending Prioritization – Risk Mitigation

RISK MITIGATION PROJECTS - Original Timing Shown (projects pushed out 4 years in Alternative 1)											
Construction Inflation Factor =		1.03	1.06	1.09	1.13	1.16	1.19	1.23	1.27	1.30	1.34
Project Name	Total Future Cost	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35
Distribution Mainline Replacements											
Cavitt Stallman (Oak Pine to Sierra Ponds, 2,000 LF of 12")	\$ 1,684,000		\$ 80,000		\$ 1,604,000						
Cavitt Stallman (Sierra Ponds to Vogel Valley, 6,900 LF of 12")	\$ 7,968,000		\$ 361,000			\$ 3,547,000	\$ 4,060,000				
Lakeland Dr from Douglas to East Granite (650-LF of 12-in)	\$ 541,000			\$ 541,000							
Hidden Lakes 12-in Main (950-LF, 15 Serv, 7960 W Hidden Lakes to Haley)	\$ 738,000			\$ 738,000							
Santa Juanita 3" Pipeline Replacment Project	\$ 649,000	\$ 649,000									
Del Oro Rd (Replace approx. 3,050 lf of 6-in steel pipeline w/ 8-in)	\$ 1,529,000			\$ 15,000	\$ 1,514,000						
Wilhoff Ln (Replace approx 2,300 lf of 6-in steel pipe w/ 8-in)	\$ 1,164,000			\$ 11,000	\$ 1,153,000						
Seeno Ave (Replace approx 3,000 lf of 10-in pipe, and all appurtenances)	\$ 1,744,000	\$ 204,000	\$ 1,540,000								
Greenhills Dr (Replace approx 1,800 lf of 6-in pipe w/ 8-in, and all appurtenances)	\$ 951,000	\$ 111,000	\$ 840,000								
Granite Ave (Replace approx 1,300 lf of 12-in pipe, and all appurtenances)	\$ 1,359,000							\$ 1,359,000			
Distribution Appurtenances											
Hydrant Replacements (10 Replacements/Yr)	\$ 2,892,000	\$ 206,000	\$ 212,000	\$ 219,000	\$ 225,000	\$ 232,000	\$ 239,000	\$ 246,000	\$ 253,000	\$ 522,000	\$ 538,000
Wharf Hydrant Replacements (Total 96, 10-Yr Replacement)	\$ 2,062,000	\$ 232,000	\$ 239,000	\$ 246,000	\$ 253,000	\$ 261,000	\$ 269,000	\$ 277,000	\$ 285,000		
Pressure Reducing Stations											
Hidden Lakes PRV Replacement	\$ 82,000			82,000							
Condition Assessment Projects											
Bacon Pump Station Manifold Evaluation	\$ 54,000	\$ 54,000									
Condition Assessments (from Rtl MP)	\$ 5,680,000		\$ 90,000	\$ 1,230,000	\$ 90,000	\$ 100,000	\$ 1,040,000	\$ 1,720,000	\$ 930,000	\$ 190,000	\$ 290,000
SJWD Site Building Improvements											
Containment Area for Vactor Residuals & Materials	\$ 546,000			\$ 546,000							
Field Services Parts Shelter (40'x120')	\$ 295,000			\$ 295,000							
New Admin/Exec Building & modifications to existing Admin Bldg (40W/60R)	\$ 4,996,000	\$ 414,000			\$ 4,582,000						
Site Security Evaluation and Design (50/50 split W/R)	\$ 477,000		\$ 477,000								
Miscellaneous CIP Items											
2030 Retail Master Plan Update (timing not changed in alternatives)	\$ 358,000						\$ 358,000				
Category 2 (Risk) Capital Improvement Program Totals:	\$35,769,000	\$1,870,000	\$3,839,000	\$3,923,000	\$ 9,421,000	\$4,140,000	\$ 5,966,000	\$3,602,000	\$1,468,000	\$ 712,000	\$ 828,000

Capital Spending Prioritization – Other System Improvements

OTHER SYSTEM IMPROVEMENTS - Original Timing Shown (projects pushed out 4 years in Alternatives 1 and 2)											
Construction Inflation Factor =		1.03	1.06	1.09	1.13	1.16	1.19	1.23	1.27	1.30	1.34
	Total Future Cost	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35
Distribution Mainline Replacements											
Fuller Drive Pipeline Extension at AFR intersection (575-lf of 10-in)	\$ 443,000			\$ 443,000							
Bacon - ARC-N Intertie at Bacon PS	\$ 299,000						\$ 43,000		\$ 256,000		
Future Main Replacements (TBD based on condition and high No. of breaks)	\$ 3,439,000	\$ 300,000	\$ 309,000	\$ 318,000	\$ 328,000	\$ 338,000	\$ 348,000	\$ 358,000	\$ 369,000	\$ 380,000	\$ 391,000
Spahn Ranch Road Pipeline (2,980-LF of 8")	\$ 783,000									\$ 783,000	
Storage Tanks											
Mooney Ridge Hydro-Tank Evaluation (Condition analysis)	\$ 52,000	\$ 52,000									
Mooney Tank Building New Roof	\$ 232,000					\$ 232,000					
Mooney Tank Air-compressor and controls	\$ 103,000	\$ 103,000									
Mooney Tank Road Improvements	\$ 103,000	\$ 103,000									
Pressure Reducing Stations											
East Roseville Parkway PRV (new)	\$ 159,000		159,000								
Pump Station Improvements											
Douglas BPS Pump Station Improvements	\$ 476,000					\$ 46,000	\$ 430,000				
ARC-N MCC Replacement/Control Enclosures (MCC next to ARC-N Main Breaker)	\$ 365,000		\$ 36,000	\$ 329,000							
ARC-N #1 and #2 - Relocation into new MCC	\$ 33,000			\$ 33,000							
ARC-N# 3 - New VFD & Controls/Components	\$ 48,000			\$ 48,000							
ARC-N #4 and #5 Relocation to Pit Room and new VFD/components	\$ 87,000		\$ 8,000	\$ 79,000							
Bacon BPS #3 - New VFD/components into new Section w/ Bacon Generator	\$ 245,000		\$ 24,000	\$ 221,000							
Bacon BPS #4 - New VFD/components into new Section w/ Bacon Generator	\$ 245,000		\$ 24,000	\$ 221,000							
Bacon BPS #5 - New VFD/components into new Section w/ Bacon Generator	\$ 66,000			\$ 66,000							
SJWD Site Building Improvements											
Field Services Equipment Shelter (40'x240')	\$ 328,000			\$ 328,000							
Miscellaneous CIP Items											
Retail Groundwater Production Facilities (timing not changed in alternatives)	\$ 2,575,000	\$ 2,575,000									
Category 3 (System Improvements) Capital Improvement Program Totals:	\$10,081,000	\$3,133,000	\$ 560,000	\$2,086,000	\$ 328,000	\$ 616,000	\$ 821,000	\$ 358,000	\$ 625,000	\$1,163,000	\$ 391,000

Capital Spending Scenarios

1. Recommended Projects

- \$9.7 million per year (\$7.1 million per year, if Kokila Reservoir, Cavitt Stallman Pipeline and Groundwater Production Capacity are excluded, given that they will be funded by debt)

2. Alternative 1

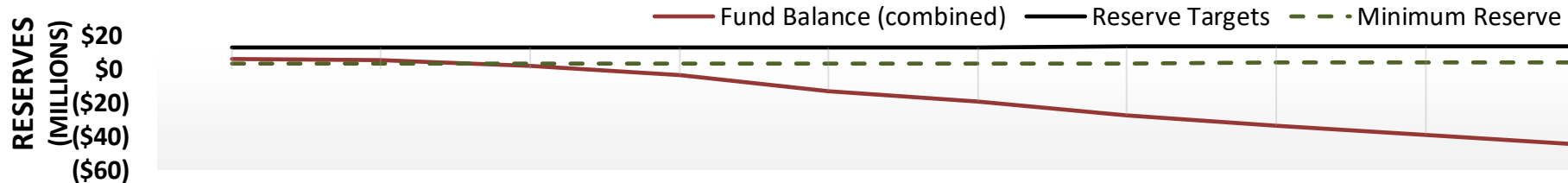
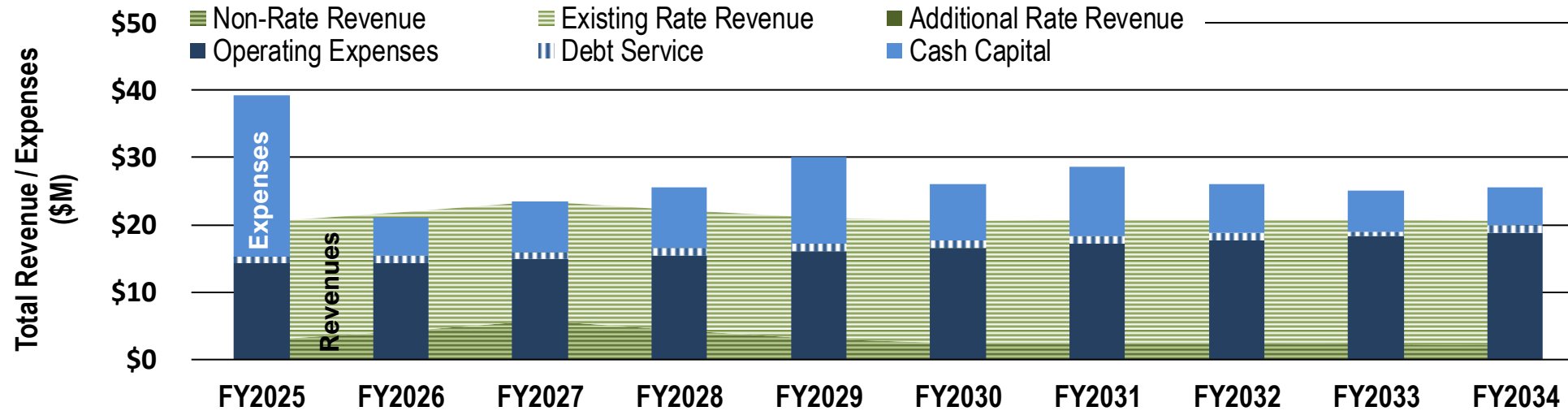
- Regulatory Projects As-Scheduled
- Risk Mitigation and System Improvements delayed by 4 years

3. Alternative 2

- Regulatory and Risk Mitigation Projects As-Scheduled
- System Improvements delayed by 4 years

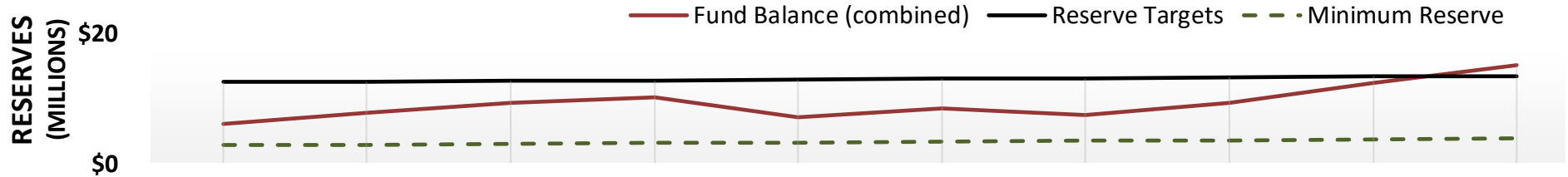
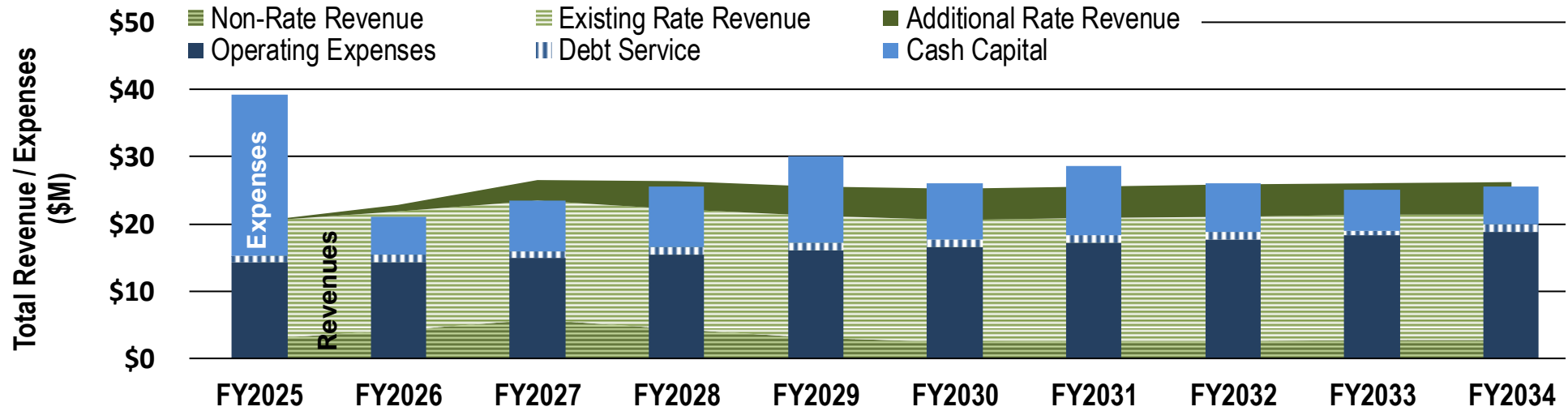
Financial Forecast – Recommended Projects As-Scheduled

No Rate Increase & No New Debt



	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034
	Proposed				Estimates					
Rate Revenue Increase	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Debt Coverage Ratio	5.64	10.77	10.30	9.57	6.57	5.36	4.94	4.49	3.92	3.33
Net Debt Proceeds										

Financial Forecast – Recommended Projects As-Scheduled No New Debt

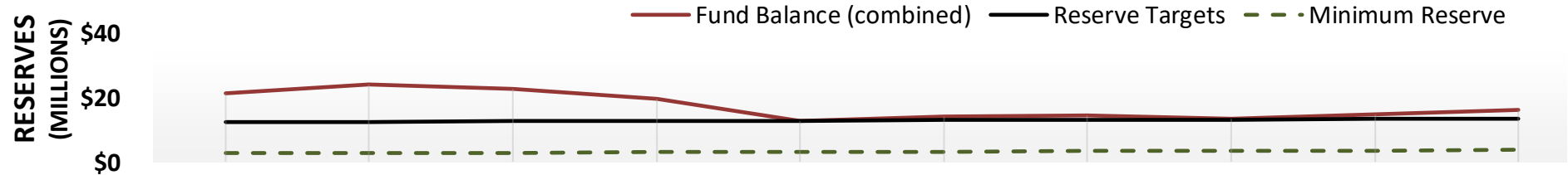
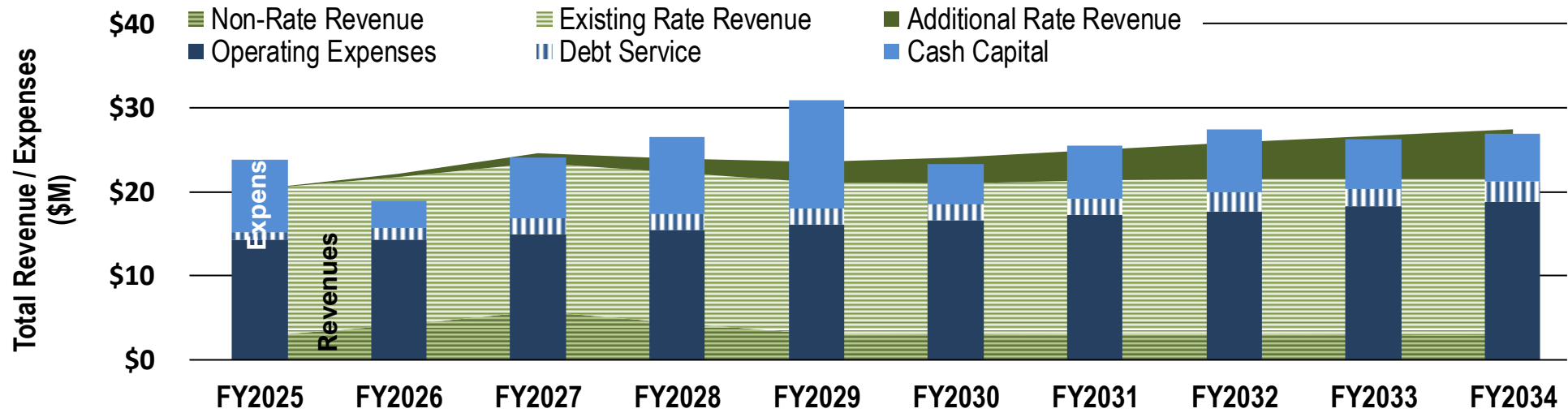


	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034
	Proposed				Estimates					
Rate Revenue Increase	10.0% *	10.0%	10.0%	1.0%	1.0%	1.0%	0.0%	0.0%	0.0%	0.0%
Debt Coverage Ratio	5.64	10.77	10.30	9.57	6.57	7.91	9.49	10.32	10.19	10.05
Net Debt Proceeds										

10-Year Cumulative Rate Increase: 37%
10-Year Cumulative Inflation Increase: 58%

* Assumes that first rate increase will occur on July 1, 2025

Financial Forecast – Recommended Projects As-Scheduled With Debt



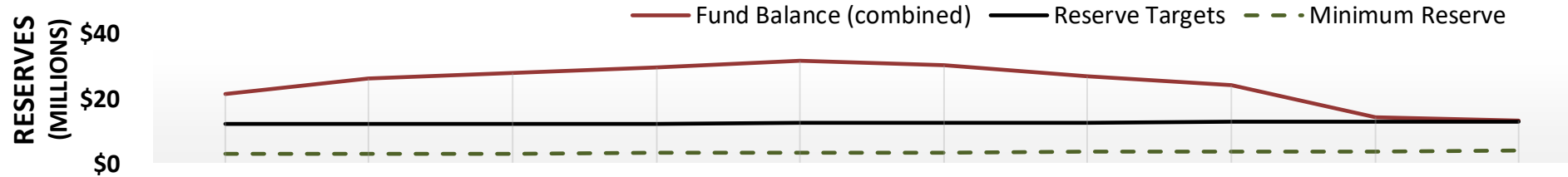
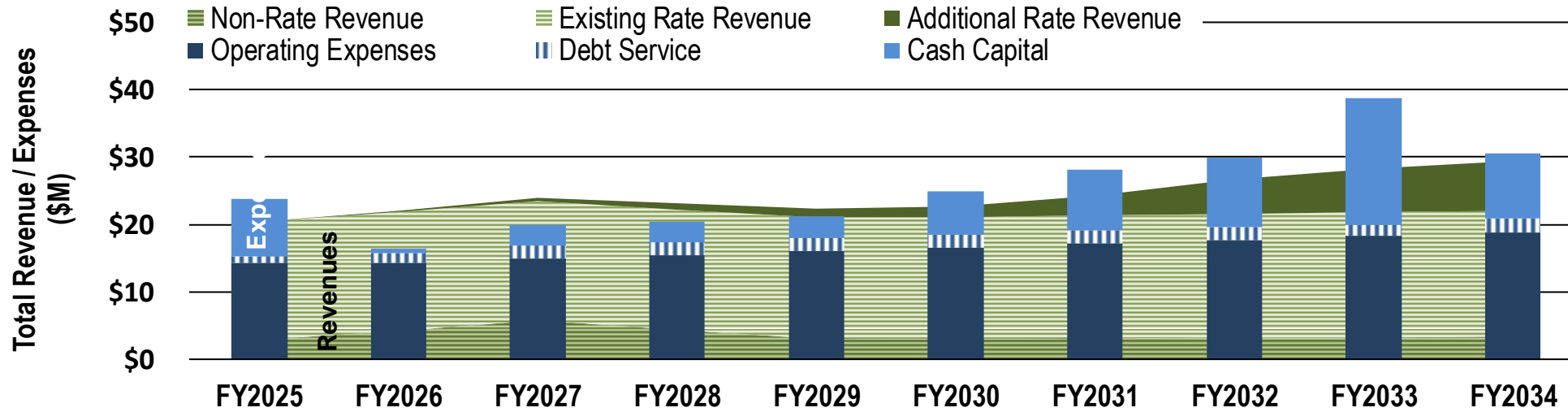
	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034
	* Proposed				Estimates					
Rate Revenue Increase	4.0%	4.0%	4.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
Debt Coverage Ratio	5.64	10.77	10.30	9.57	6.57	5.16	3.93	4.07	4.11	4.17
Net Debt Proceeds	\$14.2M	\$2.6M	\$0.4M			\$3.5M	\$4.1M			

10-Year Cumulative Rate Increase: 38%
10-Year Cumulative Inflation Increase: 58%

* Assumes that first rate increase will occur on July 1, 2025

Alternative 1 – Regulatory Projects As-Scheduled

All other projects delayed by 4 years



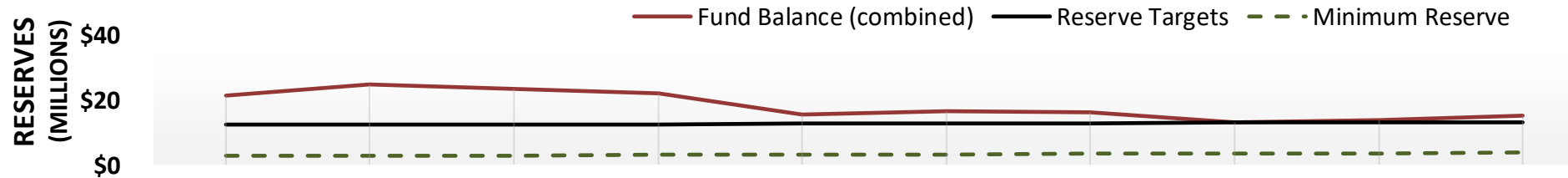
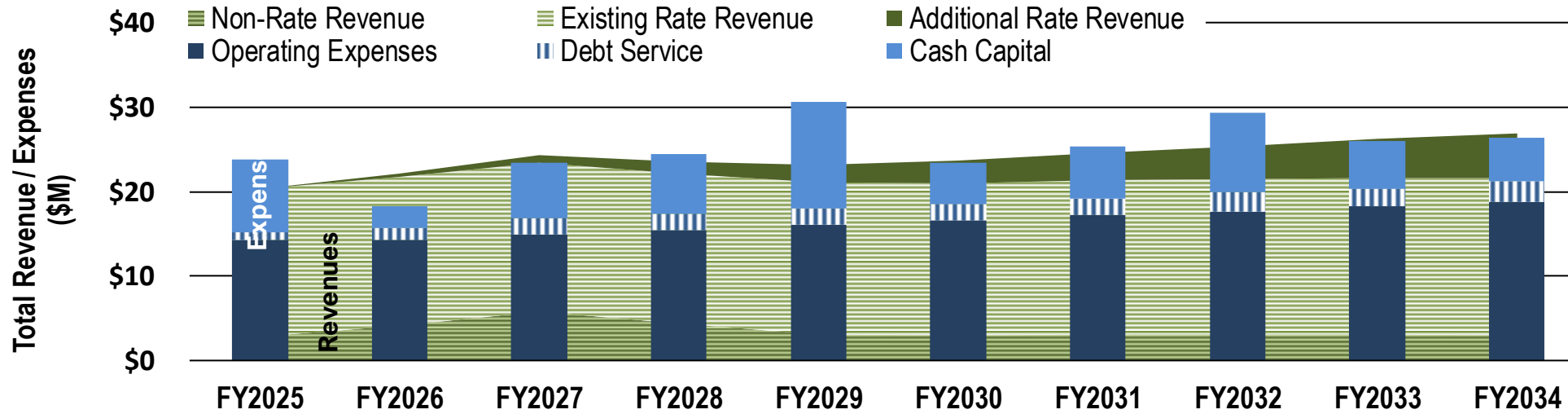
	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034
	Proposed				Estimates					
Rate Revenue Increase	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	10.0%	10.0%	3.0%	3.0%
Debt Coverage Ratio	5.64	10.77	10.30	9.57	6.57	4.78	3.49	3.51	3.51	3.57
Net Debt Proceeds	\$14.2M	\$2.6M								

10-Year Cumulative Rate Increase: 45%
10-Year Cumulative Inflation Increase: 58%

* Assumes that first rate increase will occur on July 1, 2025

Alternative 2 – Regulatory & Risk Mitigation Projects As-Scheduled

All other projects delayed by 4 years



	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034
	Proposed				Estimates					
Rate Revenue Increase	4.0%*	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
Debt Coverage Ratio	5.64	10.77	10.30	9.57	6.57	5.09	3.79	3.88	3.95	4.00
Net Debt Proceeds	\$14.2M	\$2.6M	\$0.4M			\$3.5M	\$4.1M			

10-Year Cumulative Rate Increase: 36%
10-Year Cumulative Inflation Increase: 58%

* Assumes that first rate increase will occur on July 1, 2025

Proposed Rate Increase Comparison

	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
Proposed Rate Increase:	4.0%	3.0%	3.0%	3.0%	3.0%	3.0%
Previous Rate Study Forecasted Increase:	6.0%	6.0%	3.0%	3.0%	3.0%	3.0%
Forecasted Operating Costs Inflation	4.0%	3.7%	4.0%	3.1%	3.8%	2.7%

Current Water Rates

Meter Size	Daily Base Charges	
Up to 1" meter	\$2.92	} 73% of revenue
1 1/2" meter	\$7.34	
2" meter	\$11.61	
3" meter	\$21.54	
4" meter	\$35.72	
6" meter	\$71.18	
8" meter	\$113.73	
Water Usage Charge (\$/CCF)		} 27% of revenue
All water usage	\$1.07	

Cost of Service

Account Charge – Per account

- Customer Service costs

} 4.4% of costs

Meter Charge – Based on meter size

- All remaining costs

} 69.2% of costs

Usage Charge – Based on water usage

- Wholesale purchase costs
- Electricity costs
- Water Efficiency
- Operations
- Engineering (partial)

} 26.4% of costs

Proposed Rate Schedule

	Current	Proposed Implementation Dates				
		July 1, 2025	Jan. 1, 2026	Jan. 1, 2027	Jan. 1, 2028	Jan. 1, 2029
Overall Rate Revenue Increase -->		4%	4%	4%	3%	3%
Daily Base Charges						
Up to 1" meter	\$2.92	\$3.06	\$3.18	\$3.31	\$3.41	\$3.51
1 1/2" meter	\$7.34	\$7.82	\$8.13	\$8.46	\$8.71	\$8.97
2" meter	\$11.61	\$12.39	\$12.89	\$13.41	\$13.81	\$14.22
3" meter	\$21.54	\$23.06	\$23.98	\$24.94	\$25.69	\$26.46
4" meter	\$35.72	\$38.29	\$39.82	\$41.41	\$42.65	\$43.93
6" meter	\$71.18	\$76.39	\$79.45	\$82.63	\$85.11	\$87.66
8" meter	\$113.73	\$122.10	\$126.98	\$132.06	\$136.02	\$140.10
Water Usage Charge (\$/CCF)						
All water usage	\$1.07	\$1.08	\$1.12	\$1.16	\$1.19	\$1.23
Daily Private Fire Line Rates*						
4" line	\$1.09	\$1.91	\$1.97	\$2.03	\$2.09	\$2.15
6" line	\$1.28	\$2.19	\$2.26	\$2.33	\$2.40	\$2.47
8" line	\$1.42	\$2.48	\$2.55	\$2.63	\$2.71	\$2.79
10" line	\$1.55	\$2.73	\$2.81	\$2.89	\$2.98	\$3.07
12" line	\$1.70	\$2.93	\$3.02	\$3.11	\$3.20	\$3.30

* Fire Line Rates are increased by 3% per year based on estimated cost inflation

Bill Impact Analysis ¹

	Meter Size	Water Use (CCF)	Current Bill	Proposed Bill ¹	Change	
					\$	%
Residential						
Low Use	1"	30	\$207.30	\$216.00	\$8.70	4.2%
Median Use	1"	32	\$209.44	\$218.16	\$8.72	4.2%
Average	1"	61	\$240.52	\$249.53	\$9.01	3.7%
High Use	1"	120	\$303.60	\$313.20	\$9.60	3.2%
Multi-family	1 1/2"	200	\$654.40	\$685.20	\$30.80	4.7%
Multi-family	2"	400	\$1,124.60	\$1,175.40	\$50.80	4.5%
Multi-family	3"	800	\$2,148.40	\$2,247.00	\$98.60	4.6%
Retail Business	1"	25	\$201.95	\$210.60	\$8.65	4.3%
Restaurant	2"	400	\$1,124.60	\$1,175.40	\$50.80	4.5%
Institution	3"	800	\$2,148.40	\$2,247.00	\$98.60	4.6%
Irrigation	2"	400	\$1,124.60	\$1,175.40	\$50.80	4.5%

¹ With Year 1 rate increases

Next Steps

- Mail Prop 218 Notice Early February
- Public Hearing Early April
- Final Board Decision Late April
- First Rate Increase May 1

SAN JUAN WATER DISTRICT
TEN-YEAR RETAIL CAPITAL IMPROVEMENT PROGRAM - SUMMARY TABLE
(Original Project Timing - Not changed for Alternatives)

REGULATORY PROJECTS											
Construction Inflation Factor =		1.03	1.06	1.09	1.13	1.16	1.19	1.23	1.27	1.30	1.34
Project Name	Total Future Cost	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35
Distribution Appurtenances											
Service Line Replacements (85 Planned Replacements/Yr)	\$ 16,762,000	\$ -	\$ 1,650,000	\$ 1,700,000	\$ 1,750,000	\$ 1,803,000	\$ 1,857,000	\$ 1,913,000	\$ 1,970,000	\$ 2,029,000	\$ 2,090,000
Air Release Valve Replacements (20yrs @ 45 ARV Replacements/Yr, 878 Total)	\$ 10,410,000	\$ 250,000	\$ 1,000,000	\$ 1,030,000	\$ 1,061,000	\$ 1,093,000	\$ 1,126,000	\$ 1,159,000	\$ 1,194,000	\$ 1,230,000	\$ 1,267,000
Pump Station Improvements											
Bacon Manifold Piping Modifications (Conn. Surge Valves to Suction)	\$ 23,000				23,000						
SJWD Site Building Improvements											
Clean Fleet Elec Improvements	\$ 348,000					\$ 348,000					
Large Non-Capital Projects											
Residential Meter & Endpoint Replacement	\$ 3,209,000	\$ 280,000	\$ 288,000	\$ 297,000	\$ 306,000	\$ 315,000	\$ 325,000	\$ 334,000	\$ 344,000	\$ 355,000	\$ 365,000
Vehicles											
Executive - Vehicle #32 - Retail Share (2014 Ford Edge) - 50/50 split W/R	\$ 14,000					\$ 14,000					
Conservation - Vehicle #46 (2022 Ford Ranger)	\$ 68,600								\$ 68,600		
Conservation - Vehicle #34 (2016 Chevy Colorado)	\$ 51,450					\$ 51,450					
Engineering - Vehicle #41 (2022 Ford F-150 4x4) - 50/50 split W/R	\$ 34,300								\$ 34,300		
Engineering - Vehicle #33 (2016 F-150 SuperCab) - 25/75 split W/R	\$ 52,000		\$ 52,000								
Field Ops - Vehicle #49 (2022 Ford F-150)	\$ 68,600								\$ 68,600		
Field Ops - Vehicle #48 (2022 Ford Explorer)	\$ 35,000								\$ 35,000		
Field Ops - Vehicle #42 (2022 Ford F-150)	\$ 68,600								\$ 68,600		
Field Ops - Vehicle #35 (2017 F-450, used old V9 bed)	\$ 133,000									\$ 133,000	
Field Ops - Vehicle #36 (2017 F-550 w/ Royal Utility Bed)	\$ 126,190								\$ 126,190		
Field Ops - Vehicle #37 (2020 F-250 Crew Cab, 4x4)	\$ 127,573						\$ 127,573				
Field Ops - Vehicle #38 (2020 F-150 CrewCab, 4x2)	\$ 61,000						\$ 61,000				
Field Ops - Vehicle #39 (2020 F-450, used old V#28 bed)	\$ 111,400						\$ 111,400				
Field Ops - Equip #E09 (2011 Loader - John Deere)	\$ 138,000		\$ 138,000								
Field Ops - Vehicle #E168-15 (2015 Safety Trailer; Night Work; SWPPP)	\$ 19,000	\$ 19,000									
Field Ops - Vehicle #E172-16 (2016 Vermeer)	\$ 134,000	\$ 134,000									
Field Ops - Equip #E178-17 (2017 Compressor) - replaced Veh #E59 in 2017	\$ 35,000			\$ 35,000							
Field Ops - Vehicle #E180-17 (2017 - 270 Mud Trailer) - replaced Veh #E30 in 2017	\$ 9,000			\$ 9,000							
Field Ops - Equip #E187-17 (2017 Mud Trailer) - replaced Veh #E70 in 2017	\$ 9,000			\$ 9,000							
Category 1 (Regulatory) Capital Improvement Program Totals:	\$ 32,047,713	\$ 683,000	\$ 3,128,000	\$ 3,080,000	\$ 3,140,000	\$ 3,624,450	\$ 3,607,973	\$ 3,406,000	\$ 3,909,290	\$ 3,747,000	\$ 3,722,000

SAN JUAN WATER DISTRICT
TEN-YEAR RETAIL CAPITAL IMPROVEMENT PROGRAM - SUMMARY TABLE
(Original Project Timing - Not changed for Alternatives)

RISK MITIGATION PROJECTS - Original Timing Shown (projects pushed out 4 years in Alternative 1)											
Construction Inflation Factor =		1.03	1.06	1.09	1.13	1.16	1.19	1.23	1.27	1.30	1.34
Project Name	Total Future Cost	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35
Distribution Mainline Replacements											
Cavitt Stallman (Oak Pine to Sierra Ponds, 2,000 LF of 12")	\$ 1,684,000		\$ 80,000		\$ 1,604,000						
Cavitt Stallman (Sierra Ponds to Vogel Valley, 6,900 LF of 12")	\$ 7,968,000		\$ 361,000			\$ 3,547,000	\$ 4,060,000				
Lakeland Dr from Douglas to East Granite (650-LF of 12-in)	\$ 541,000			\$ 541,000							
Hidden Lakes 12-in Main (950-LF, 15 Serv, 7960 W Hidden Lakes to Haley)	\$ 738,000			\$ 738,000							
Santa Juanita 3" Pipeline Replacment Project	\$ 649,000	\$ 649,000									
Del Oro Rd (Replace approx. 3,050 lf of 6-in steel pipeline w/ 8-in)	\$ 1,529,000			\$ 15,000	\$ 1,514,000						
Wilhoff Ln (Replace approx 2,300 lf of 6-in steel pipe w/ 8-in)	\$ 1,164,000			\$ 11,000	\$ 1,153,000						
Seeno Ave (Replace approx 3,000 lf of 10-in pipe, and all appurtenances)	\$ 1,744,000	\$ 204,000	\$ 1,540,000								
Greenhills Dr (Replace approx 1,800 lf of 6-in pipe w/ 8-in, and all appurtenances)	\$ 951,000	\$ 111,000	\$ 840,000								
Granite Ave (Replace approx 1,300 lf of 12-in pipe, and all appurtenances)	\$ 1,359,000							\$ 1,359,000			
Distribution Appurtenances											
Hydrant Replacements (10 Replacements/Yr)	\$ 2,892,000	\$ 206,000	\$ 212,000	\$ 219,000	\$ 225,000	\$ 232,000	\$ 239,000	\$ 246,000	\$ 253,000	\$ 522,000	\$ 538,000
Wharf Hydrant Replacements (Total 96, 10-Yr Replacement)	\$ 2,062,000	\$ 232,000	\$ 239,000	\$ 246,000	\$ 253,000	\$ 261,000	\$ 269,000	\$ 277,000	\$ 285,000		
Pressure Reducing Stations											
Hidden Lakes PRV Replacement	\$ 82,000			82,000							
Condition Assessment Projects											
Bacon Pump Station Manifold Evaluation	\$ 54,000	\$ 54,000									
Condition Assessments (from Rtl MP)	\$ 5,680,000		\$ 90,000	\$ 1,230,000	\$ 90,000	\$ 100,000	\$ 1,040,000	\$ 1,720,000	\$ 930,000	\$ 190,000	\$ 290,000
SJWD Site Building Improvements											
Containment Area for Vector Residuals & Materials	\$ 546,000			\$ 546,000							
Field Services Parts Shelter (40'x120')	\$ 295,000			\$ 295,000							
New Admin/Exec Building & modifications to existing Admin Bldg (40W/60R)	\$ 4,996,000	\$ 414,000			\$ 4,582,000						
Site Security Evaluation and Design (50/50 split W/R)	\$ 477,000		\$ 477,000								
Miscellaneous CIP Items											
2030 Retail Master Plan Update (timing not changed in alternatives)	\$ 358,000						\$ 358,000				
Category 2 (Risk) Capital Improvement Program Totals:	\$ 35,769,000	\$ 1,870,000	\$ 3,839,000	\$ 3,923,000	\$ 9,421,000	\$ 4,140,000	\$ 5,966,000	\$ 3,602,000	\$ 1,468,000	\$ 712,000	\$ 828,000

SAN JUAN WATER DISTRICT
TEN-YEAR RETAIL CAPITAL IMPROVEMENT PROGRAM - SUMMARY TABLE
(Original Project Timing - Not changed for Alternatives)

OTHER SYSTEM IMPROVEMENTS - Original Timing Shown (projects pushed out 4 years in Alternatives 1 and 2)											
Construction Inflation Factor =		1.03	1.06	1.09	1.13	1.16	1.19	1.23	1.27	1.30	1.34
	Total Future Cost	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35
Distribution Mainline Replacements											
Fuller Drive Pipeline Extension at AFR intersection (575-lf of 10-in)	\$ 443,000			\$ 443,000							
Bacon - ARC-N Intertie at Bacon PS	\$ 299,000						\$ 43,000		\$ 256,000		
Future Main Replacements (TBD based on condition and high No. of breaks)	\$ 3,439,000	\$ 300,000	\$ 309,000	\$ 318,000	\$ 328,000	\$ 338,000	\$ 348,000	\$ 358,000	\$ 369,000	\$ 380,000	\$ 391,000
Spahn Ranch Road Pipeline (2,980-LF of 8")	\$ 783,000									\$ 783,000	
Storage Tanks											
Mooney Ridge Hydro-Tank Evaluation (Condition analysis)	\$ 52,000	\$ 52,000									
Mooney Tank Building New Roof	\$ 232,000					\$ 232,000					
Mooney Tank Air-compressor and controls	\$ 103,000	\$ 103,000									
Mooney Tank Road Improvements	\$ 103,000	\$ 103,000									
Pressure Reducing Stations											
East Roseville Parkway PRV (new)	\$ 159,000		159,000								
Pump Station Improvements											
Douglas BPS Pump Station Improvements	\$ 476,000					\$ 46,000	\$ 430,000				
ARC-N MCC Replacement/Control Enclosures (MCC next to ARC-N Main Breaker)	\$ 365,000		\$ 36,000	\$ 329,000							
ARC-N #1 and #2 - Relocation into new MCC	\$ 33,000			\$ 33,000							
ARC-N# 3 - New VFD & Controls/Components	\$ 48,000			\$ 48,000							
ARC-N #4 and #5 Relocation to Pit Room and new VFD/components	\$ 87,000		\$ 8,000	\$ 79,000							
Bacon BPS #3 - New VFD/components into new Section w/ Bacon Generator	\$ 245,000		\$ 24,000	\$ 221,000							
Bacon BPS #4 - New VFD/components into new Section w/ Bacon Generator	\$ 245,000		\$ 24,000	\$ 221,000							
Bacon BPS #5 - New VFD/components into new Section w/ Bacon Generator	\$ 66,000			\$ 66,000							
SJWD Site Building Improvements											
Field Services Equipment Shelter (40'x240')	\$ 328,000			\$ 328,000							
Miscellaneous CIP Items											
Retail Groundwater Production Facilities (timing not changed in alternatives)	\$ 2,575,000	\$ 2,575,000									
Category 3 (System Improvements) Capital Improvement Program Totals:	\$ 10,081,000	\$ 3,133,000	\$ 560,000	\$ 2,086,000	\$ 328,000	\$ 616,000	\$ 821,000	\$ 358,000	\$ 625,000	\$ 1,163,000	\$ 391,000
Total All Categories	\$ 77,897,713	\$ 5,686,000	\$ 7,527,000	\$ 9,089,000	\$ 12,889,000	\$ 8,380,450	\$ 10,394,973	\$ 7,366,000	\$ 6,002,290	\$ 5,622,000	\$ 4,941,000

STAFF REPORT

To: Board of Directors

From: Donna Silva, Director of Finance and Human Resources

Date: January 15, 2025

Subject: Wholesale Late Payment Fee

RECOMMENDED ACTION

Approve Resolution 25-01 reaffirming penalties and interest for delinquent water and service charges under San Juan Water District's Wholesale water supply agreements.

BACKGROUND

District operations are conducted pursuant to various statutory authorities, including statutes pertaining to Community Services Districts (Government Code Section 61000, et seq.) and Municipal Water Districts (Water Code Section 71000, et seq.) Government Code Section 61115 states that a Community Services District may provide for a basic penalty for the nonpayment of charges of not more than 10 percent, plus an additional penalty of not more than 1 percent per month for the nonpayment of the charges and the basic penalty, via resolution or ordinance, but does not require that it do so.

Section 11 of the current wholesale water supply agreements states that "San Juan's wholesale water rates and charges will include interest and penalties for delinquent payments, as appropriate."

At the June 24, 2020, Board meeting, the Board approved, by motion, the addition of a 10% penalty and 1% interest per month to be charged on delinquent wholesale water bills. Delinquency is defined as 45 days from the invoice date, or 2 weeks after the next scheduled wholesale customer agency board meeting after receipt of the invoice from San Juan, whichever is later.

While San Juan is not required to adopt provisions for penalties and interest for delinquent payments by resolution or ordinance, to avoid any spurious challenges to San Juan's adoption of such provisions by motion, Resolution 25-01 reaffirms San Juan's previous adoption of these provisions.

Attachments:

Resolution 25-01

RESOLUTION NO. 25-01

**A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SAN JUAN WATER DISTRICT
REAFFIRMING THE ADOPTION OF PENALITIES AND INTEREST CHARGES FOR
WHOLESALE DELINQUENT WATER AND SERVICE CHARGES**

WHEREAS, District operations are conducted pursuant to various statutory authorities, including statutes pertaining to Community Services Districts (Government Code Section 61000, et seq.) and Municipal Water Districts (Water Code Section 71000, et seq.);

WHEREAS, Government Code Section 61115 states that a Community Services District may establish rates or other charges for services and facilities that the district provides via resolution or ordinance; and

WHEREAS, The Board may impose a basic penalty for nonpayment of charges, not exceeding 10%, plus an additional penalty of up to 1% per month on the unpaid amount;

WHEREAS, the District's Board of Directors adopted penalties and interest charges for wholesale delinquent water and service charges at duly-noticed Board meetings on June 24, 2020;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of San Juan Water District that the wholesale penalties and interest charges previously approved by the Board of Directors on the dates just cited are hereby reaffirmed.

PASSED AND ADOPTED by the Board of Directors of the San Juan Water District on the 15th day of January 2025, by the following vote:

AYES:	DIRECTORS:
NOES:	DIRECTORS:
ABSENT:	DIRECTORS:

EDWARD J. "TED" COSTA
President, Board of Directors
San Juan Water District

ATTEST

TERI GRANT
Secretary, Board of Directors

STAFF REPORT

To: Board of Directors
From: Greg Zlotnick, Water Resources Manager
Date: January 15, 2025
Subject: Potential San Juan Retail Groundwater Well – Part 2

RECOMMENDATION

Continue to pursue partnerships with neighboring agencies (including Wholesale Customer Agencies) to expand groundwater banking/transfer activities and to improve dry year reliability. Only if such partnerships do not bear fruit should San Juan consider development of its own groundwater facilities.

BACKGROUND

At the conclusion of its discussion regarding this issue at its October 16th meeting, the Board asked staff to return with additional information regarding the cost of beginning the process to develop a groundwater well, which would include identifying potential properties on which to site a well, and the availability of grant funding to support that process.

DISCUSSION

Property Identification

Staff thanks the Sacramento Suburban Water District (SSWD) for sharing relevant documentation and processes it developed for its own property identification and well siting needs to inform this discussion. SSWD retained West Yost (WY) consultants to undertake the property identification component of seeking to site a groundwater well through a GIS tool WY had developed. District staff met with WY to receive a briefing on their tool. WY's GIS-based methodology provides for transparently, repeatably, objectively, and efficiently identifying potentially qualified sites for future groundwater wells. Once identified, additional site-specific investigation would be recommended for selected parcels.

To apply its GIS tool within only the Sacramento County portion of San Juan's wholesale service area, WY very roughly estimated it would recommend a budget of \$75,000 to \$100,000, noting that additional refinement could alter those numbers. The higher end of the cost range would provide for application of the GIS-based well siting tool, a Well Siting Technical Memorandum (TM) detailing the

work completed and documenting a recommended list of potential well site locations, as well as a board presentation on the study and outcome.

The criteria used to limit or expand the analysis would affect the budget. Moreover, WY assumed it would not need to undertake hydrogeological analyses since it has or would access existing data and analyses within the region. However, there is no guarantee that that assumption would hold true and further such analyses could still be necessary, which would result in an increased budget.

The following is a list comprising a “Property Acquisition Roadmap” used by SSWD, showing tasks that would take place after identifying potential parcels (Phase A in the list, fulfilled for example, through application of the WY GIS tool), and a chart describing additional external resources that would need to be contracted for as part of a well siting process:

- Phase A – Identify Parcels
- Phase B – Determine Availability of Parcels
- Phase C – Perform Due Diligence
- Phase D – Negotiate Purchase Agreement
- Phase E – Proceed Through Escrow
- Phase F – Close Property Acquisition
- Phase G – Test Well

Prior to Phase D, the General Manager would screen the potential properties that cleared the process favorably and bring a recommendation to the Board.

External Resources

Service	Role	Property Acquisition Phase
Property Agent	<ul style="list-style-type: none"> • Support Staff through Property Acquisition • Initial and primary point of contact with Property Owner(s) • Support purchase negotiations, escrow process and closing 	Phase B through Phase F
Environmental Assessment Firm	<ul style="list-style-type: none"> • Prepare Phase 1 Environmental Site Assessment 	Phase C
Appraiser	<ul style="list-style-type: none"> • Conduct appraisal of parcels. This service may be available through the Property Agent 	Phase C
Land Surveyor	<ul style="list-style-type: none"> • Stake property boundaries and test well location, if needed 	Phase C and/or Phase G
Engineer	<ul style="list-style-type: none"> • Hydraulic analysis, design and construction of test well, if required 	Phase C and/or Phase G

Rincon Consultants, another firm staff contacted that was willing to provide a rough, non-binding estimate for a Well Siting Report, indicated the cost could be \$50,000 or more, while acknowledging that “Investigations of large areas with

multiple legal parcels, complicated regulatory environments, and/or significant hydrogeologic data gaps increase the effort required.”

There would be additional costs to carry out necessary environmental site assessments. Based upon conversations with various consulting firms, a guesstimate for that work ranges widely from \$50,000 to \$100,000 or so.

In addition to drilling pilot boreholes in recommended potential locations, ultimately drilling a test well (Phase G above) would be necessary, entailing additional costs beyond the property identification/acquisition process, environmental assessment, and pilot boreholes. As noted in the Staff Report last meeting, a test well is estimated to cost around \$300,000. Consequently, the investment necessary to get to the point at which the design and construction of a well could begin is estimated to range in cost from approximately \$400,000 to \$500,000.

Funding Opportunities

The Ferguson Group (TFG), San Juan’s federal advocacy firm, is well versed in identifying and pursuing federal grants and appropriations (commonly referred to as “earmarks”) for agency projects.

In fact, TFG recently worked to secure a \$1.25M earmark for the District’s Kokila Reservoir project. In addition, the District facilitated TFG’s engagement with Orange Vale Water Company (OVWC) to secure earmarks totaling \$2.075M in support of OVWC’s current well rehabilitation project.

TFG provided the District with a comprehensive memo (attached) regarding the potential sources of federal grant funds and programs which could be targeted for appropriations through the earmark process to support San Juan’s development of a groundwater well project, including whether such financing is available for planning and/or construction.

TFG confirmed, as reported in the Staff Report provided last month on this subject, there are no state grant programs available to pursue at this time for well projects and state programs generally will not support only planning efforts.

TFG concluded the following regarding federal planning grant opportunities:

“While many grant funding programs are available for the funding of full ground water well projects, very few opportunities exist for the sole purpose of planning. Most programs that allow for planning activities to be included in the project scope **also require those activities to be accompanied with construction or implementation activities.**”

[Emphases added.]

With respect to pursuing an earmark for funding support, TFG advises:

“...given the political and competitive nature of earmarking, TFG recommends SJWD explore this method of funding when the project is further developed and is ready to move into implementation and/or construction.”

The only federal program TFG identified that could provide a grant in support of planning for a groundwater well is the Department of Interior’s “WaterSMART: Planning and Project Design Grants program”, which is administered by the Bureau of Reclamation.

TFG’s memo calls out several important “things SJWD should consider” relative to this particular program:

- ✓ The minimum award amount under this program is \$100,000. The maximum award is \$400,000.
- ✓ **It is expected that applicants will have already performed some general planning work and preliminary studies that led to the identification of a specific location for project design.**
[Emphases added.]
- ✓ Project design projects should result in a final design package at approximately a 60% design level with the anticipation that the package will lead to applying for construction funding.
- ✓ Acceptance of planning funds under this program will not require SJWD to move in to construction on the project.

The next round of applications for this program will not be open until next summer. It then takes approximately 6 months for the selection of recipients, and an additional 4 or 5 months for the awards to be made. As a result of this timeline, funding from this program, were it to be made available to the District, would not be received until the spring of 2026.

As described in the TFG memo, there are a few other grant programs that the District could pursue in support of developing a well, but those funding sources are focused on support of actual project construction. Should the District ultimately decide to pursue development of a groundwater well, staff will work with TFG to seek funding support from those sources.

Conclusion

Based on the foregoing, and the information provided in the Staff Report for the Board's October meeting, staff's recommendation remains the same with regard to whether the District should consider pursuing the development of its own groundwater well:

Direct staff to continue to pursue potential partnerships with neighboring agencies (including Wholesale Customer Agencies) who already operate groundwater facilities, and only if such partnerships do not bear fruit should San Juan Retail consider development of its own groundwater facilities. This recommendation is equally applicable to San Juan Wholesale.



TO: San Juan Water District

DATE: November 4, 2024

Funding Opportunities for Groundwater Well Development Activities

Overview

The San Juan Water District (SJWD) is interested in pursuing funding for the development of a groundwater well, specifically for costs associated with planning, initial property search, assessment, and land acquisition. While many grant funding programs are available for the funding of full ground water well projects, very few opportunities exist for the sole purpose of planning. Most programs that allow for planning activities to be included in the project scope also require those activities to be accompanied with construction or implementation activities. Funding opportunities included in this memo are grouped by those ideal for planning only and those ideal for planning and/or construction.

In addition to competitive grant funding, SJWD could also consider pursuing congressionally directed spending (earmarks) in the FY 2026 appropriations cycle for a ground water well project through programs and accounts administered by the Environmental Protection Agency and the U.S. Army Corps of Engineers. However, given the political and competitive nature of earmarking, TFG recommends SJWD explore this method of funding when the project is further developed and is ready to move into implementation and/or construction. Information on potential earmark funding accounts is included at the end of this memo.

Program Summary Information

TFG has provided a summary for each of the programs identified as a potential funding opportunity. Each summary includes a brief synopsis of the program, eligibility requirements, funding amounts, award ranges, match commitment requirements, and most recent solicitation dates, or periods of time for which the program is open and accepting applications. Additional information can be found in the linked TFG Profile and Summary for the program as well as in the Things to Consider box.

Program information is based on the most recent solicitation available. Generally, grant programs change little from year-to-year, making previous solicitations reliable and accurate in predicting future solicitations. TFG has noted where any large-scale changes to programs are anticipated. Previous solicitation dates indicate when the program was last run and act as a good indicator of when a program might be re-run as the majority are released on an annual basis. TFG has checked that all existing programs included in this memo are

anticipated to be re-run in 2024 or 2025. Programs not anticipated to be re-run were not included in this memo.

Competitive Funding Opportunities for Planning Activities

The following program has been identified as a potential funding opportunity for SJWD to pursue for planning only activities associated with the development of a ground water well.

Identified Funder	Competition	Deadline
U.S. Department of Interior – Bureau of Reclamation	WaterSMART: Planning and Project Design Grants	Anticipated Summer 2025

DOI - WaterSMART: Planning and Project Design Grants

The purpose of the [WaterSMART: Planning and Project Design Grants program](#) is to provide funding for collaborative planning and design projects to support water management improvements. This includes funding for:

- Water Strategy Grants: Projects to conduct planning activities to improve water supplies (e.g., water supplies to disadvantaged communities that do not have reliable access to water, water marketing, water conservation, drought resilience, and ecological resilience).
- Project Design Grants: Projects to conduct project-specific design for projects to improve water management or water supplies.
- Drought Contingency Planning: Proposals to develop a new or update an existing Drought Contingency Plan.

ELIGIBILITY: Water Strategy Grants and Project Design Grants eligible applicants are divided into two categories. Category A applicants are states, Tribes, irrigation districts, and water districts; State, regional, or local authorities, the members of which include one or more organizations with water or power delivery authority; and other organizations with water or power delivery authority. Category B applicants are nonprofit conservation organizations that are acting in partnership with, and with the agreement of, an entity described in Category A. Drought Contingency Planning eligible applicants are a state, Tribe, irrigation district, water district, or other organization with water or power delivery.

FUNDING: For FY 2023 and FY 2024, approximately \$35 million is available to support an estimated 60-70 awards through this program. Awards are provided through two separate funding groups: • Water Strategy and Project Design Grants: o Maximum Award: \$400,000.00 o Minimum Award: \$100,000.00 • Drought Contingency Planning: o Maximum Award: \$400,000.00 o Minimum Award: \$25,000.00 Project awards for Water Strategy Grants and Project Design Grants will be made through grants or cooperative agreements as applicable to each project. Project awards for Drought Contingency Planning will be made through cooperative agreements.

MATCH AND COST SHARING: Applicant cost-share requirements for projects will depend on the project type as follows:

- Water Strategy Grants and Project Design Grants: Applicants must be capable of cost sharing 25 percent or more of the total project costs.

- For all other projects, applicants must be capable of cost sharing 50 percent or more of the total project costs.
- Drought Contingency Plans: In exceptional circumstances and upon request of the applicant, Reclamation may reduce or waive the non-Federal cost share requirement, if an overwhelming Federal interest and a significant financial need are identified.
- Proposals for the planning or design of projects the purpose of which is to provide domestic water supplies to disadvantaged communities may be eligible for 0% nonfederal cost share

MOST RECENT SOLICITATION: August 7, 2023 to April 2, 2024.



[TFG Profile and Summary: FY 2023-24 WaterSMART Planning and Project Design Grants](#)

THINGS SJWD SHOULD CONSIDER:

- ✓ The minimum award amount under this program is \$100,000. The maximum award is \$400,000.
- ✓ It is expected that applicants will have already performed some general planning work and preliminary studies that led to the identification of a specific location for project design.
- ✓ Project design projects should result in a final design package at approximately a 60% design level with the anticipation that the package will lead to applying for construction funding.
- ✓ Acceptance of planning funds under this program will not require SJWD to move in to construction on the project.

Competitive Funding Opportunities for Construction Activities

The following program has been identified as a potential funding opportunity for SJWD to pursue for construction activities associated with the development of a ground water well. In most cases, planning activities are also covered under these programs.

Identified Funder	Competition	Deadline
U.S. Department of Interior – Bureau of Reclamation	WaterSMART: Drought Response Program, Drought Resiliency Projects	Anticipated Spring to Summer 2025
U.S. Environmental Protection Agency	Water Infrastructure Finance and Innovation Act (WIFIA) Program	Open
U.S. Department of Interior – Bureau of Reclamation	Small Surface Water and Groundwater Storage Projects	Open

DOI - WaterSMART: Drought Response Program Drought Resiliency Projects

The [WaterSMART Drought Response Program](#) supports a proactive approach to drought by providing financial assistance to develop and update comprehensive drought plans and implement projects that will build long-term resilience to drought. This program will support projects that that can increase water management

flexibility and reliability to help entities prepare for and address the impacts of drought and water supply shortages. Projects that may be funded under this program are divided into four task areas: Task A: Increasing the reliability of water supplies through infrastructure improvements; Task B: Increasing the reliability of water supplies through groundwater; Task C: Improving water management through decision support tools, modeling, and measurement; and Task D: Construction of domestic water supply projects of which the primary purpose is to provide domestic water supplies to Tribal or disadvantaged communities that do not have reliable access to water supplies. Applicants must also demonstrate that the proposed project is supported by an existing drought planning effort.

ELIGIBILITY: Eligible applicants are states, tribes, irrigation districts, water districts, and other state, regional, or local authorities with water or power delivery authority located in the Western United States, as well as nonprofit conservation organizations working in partnership with the entities listed above.

FUNDING: In FY 2025, an unspecified amount of funding is available to support an estimated 20-40 awards through this program. Awards are provided through separate funding groups:

- For Categories A through C:
 - Group I: Up to \$750,000 will be available for projects generally completed within two years
 - Group II: Up to \$3,000,000 will be available for projects completed within three years and funded on an annual basis, contingent upon future appropriations. Category A entities are limited to a total of \$3,000,000. Category B applicants may be considered for multiple awards up to a total of \$15,000,000, if the Category A partners are different for each project selected
- For Category D:
 - Up to \$10,000,000 will be available for the construction of domestic water supply projects for Tribes or disadvantaged communities that do not have reliable access to water supplies and will be completed within three years

MATCH AND COST SHARING: Applicants applying for funding under Tasks A-C must be capable of cost sharing 50 percent or more of the total project costs. Applicants applying for funding through Task D must provide a five percent cost-share of the total project's costs.

MOST RECENT SOLICITATION: July 24, 2024 to October 7, 2024. The anticipated award date is September 1, 2025.



[TFG Profile and Summary: FY 2025 WaterSMART Drought Response Program Drought Resiliency Project Grants](#)

THINGS SJWD SHOULD CONSIDER:

- ✓ The minimum award amount under this program is \$25,000. The maximum award is \$3 million.
- ✓ Funding will be awarded to projects that increase water supply reliability and build long-term resilience to drought and aim to mitigate the necessity for emergency drought response actions, such as water hauling and temporary infrastructure.
- ✓ Well projects funded under this program are meant to be used for supplemental supplies during times of drought and not part of long-term planning efforts to support increased need due to population growth or increased irrigation demands.
- ✓ Funding can **NOT** go toward the purchase of water, land, or land with the primary purpose to secure a permanent easement.

EPA – Water Infrastructure Finance and Innovation Act (WIFIA) Program

The purpose of the [Water Infrastructure Finance and Innovation Act \(WIFIA\) program](#) is to accelerate investment in the nation's water, wastewater, and stormwater infrastructure by providing long-term, low-cost, supplemental credit assistance under customized terms to creditworthy water infrastructure projects of national and regional significance. This program is implementing the following five key priorities of the funding agency including: increasing investment in economically stressed communities, making rapid progress on lead service line replacement, addressing perfluoroalkyl and polyfluoroalkyl substances (PFAS) and emerging contaminants, strengthening climate resilience in the water sector, and supporting one water innovation and resilience.

ELIGIBILITY: Eligible applicants are corporations, partnerships, joint ventures and trusts; state, local, and tribal governments; and state infrastructure financing authorities.

FUNDING: In FY 2024, approximately \$6.5 billion is available to help finance an unspecified number of direct loans or loan guarantees. Projects must have eligible costs that are reasonably anticipated to be equal to or exceed \$20 million, or for small communities (serving not more than 25,000 individuals), project costs that are reasonably anticipated to equal or exceed \$5 million.

MATCH AND COST SHARING: In general, applicants must provide 51% of the project costs. The maximum amount of WIFIA credit assistance to a project is 49 percent of eligible project costs in almost all instances. The funding agency may offer small community prospective borrowers credit assistance up to 80 percent of the eligible project costs.

MOST RECENT SOLICITATION: September 10, 2024. Letters of Intent accepted on a rolling basis.



[TFG Profile and Summary: FY 2024 Credit Assistance Under the Water Infrastructure Finance and Innovation Act \(WIFIA\) Program](#)

THINGS SJWD SHOULD CONSIDER:

- ✓ Funding is administered through a long-term, low interest loan and funds 49% of the total project cost.
- ✓ The minimum project size is \$20 million for large communities.
- ✓ The application process occurs in two steps. First, a Letter of Intent is submitted to EPA. Upon review, EPA will invite recommend entities to submit a full application for funding.

DOI - Small Surface Water and Groundwater Storage Projects

The purpose of this [program](#) is to enhance water storage opportunities for future generations. Award funding will support stakeholder efforts in the western United States to stretch scarce water supplies and avoid conflicts over water. Projects must include planning, design, and construction of small surface water and groundwater storage facilities. Projects are expected to enhance and make more reliable municipal and irrigation water supplies, provide opportunities to enhance groundwater management abilities, and provide water quality improvements and ecosystem benefits. Projects will provide western communities with new sources of water and increase water management flexibility, making water supplies more reliable and increasing resilience to climate change. A project must have a completed small storage feasibility study submitted to Reclamation for review prior to application submission.

ELIGIBILITY: Eligible applicants are state governments, county governments, city or township governments, special district governments, independent school districts, institutions of higher education, Native American Tribal governments and organizations, public housing authorities/Indian housing authorities, nonprofits, Individuals, for-profit organizations and small businesses. Joint powers authorities organized pursuant to state law are also eligible.

MATCH AND COST SHARING: Applicants must be capable of cost sharing 75 percent or more of the total project costs.

FUNDING: In FY 2025, approximately \$43.5 million is available to support an estimated 3 – 7 awards of up to \$30 million through this program.

MOST RECENT SOLICITATION: Period 1: Proposals due December 12, 2024 with Feasibility Study submitted by August 15, 2024. Period 2: Proposals due July 15, 2025 with Feasibility Study submitted by April 30, 2025.



[TFG Profile and Summary: FY 2025 Small Surface Water and Groundwater Storage Projects \(Small Storage Program\)](#)

THINGS SJWD SHOULD CONSIDER:

- ✓ Funding of up to \$30 million per project can be awarded through this program. The average federal award from previous years is about \$5 million.
- ✓ A completed feasibility study is required to be submitted to Reclamation prior to submitting a full application for funding. Feasibility studies for Period 1 were due to Reclamation August 15, 2024. Feasibility studies for Period 2 are due April 30, 2025.
- ✓ Projects must have water storage capacity of not less than 200 acre-feet and not more than 30,000 acre-feet, and increase surface water or groundwater storage, or convey water, directly or indirectly, to or from surface water or groundwater storage.
- ✓ Projects must be ready to proceed once a financial agreement is in place with Reclamation after a notice to award.

Congressionally Directed Spending (Earmarks)

In addition to the competitive funding opportunities presented above, opportunities exist in the congressionally directed spending and the federal appropriations process to potentially fund construction of a ground water well.

Corps of Engineers – Section 219 Environmental Infrastructure Program

Section 219 of the Water Resources Development Act of 1992 (P.L. 102-580) authorizes the U.S. Army Corps of Engineers to assist non- federal interests in carrying out water-related environmental infrastructure and resource protection and development projects. Such assistance may be in the form of technical, planning, and/or design assistance for water supply and storage, treatment and distribution systems; and wastewater treatment systems including treatment plants. Projects must specifically be authorized by Congress to be eligible for funds under this program. To be eligible to compete for assistance, a project must be within a state, county, city, or region specifically authorized by Congress to be eligible for funds under this program. A 25% non-federal match is required under this account.

NOTE: SJWD is an eligible participant on the Sacramento Area, CA Section 219 authorization and has already partners with the Corps on projects within the SJWD service area under the program.

EPA – State and Tribal Assistance Grants (STAG)

The EPA STAG account funds local wastewater and drinking water infrastructure projects. This includes construction of and modifications to municipal sewage treatment plants and drinking water treatment plants. Dams and reservoirs are not eligible under this account. Projects must be publicly owned or owned by a nonprofit entity and eligible for the funding under the state’s Clean Water or Drinking Water State Revolving Funds (SRF) loan programs. Privately-owned projects are not eligible for infrastructure grants, even if they are otherwise eligible for assistance under a SRF program. A 20% match is required for any portion of a project funded through a STAG infrastructure grant.

NOTE: SJWD is an eligible participant on the Sacramento Area, CA Section 219 authorization and has already partners with the Corps on projects within the SJWD service area under the program.

Next Steps

To best match a specific project with a program, TFG recommends consultation with funding agency staff, and congressional staff for congressionally directed spending, before the solicitation period opens. Funding agency staff are generally more willing to speak with prospective applicants and give tips and advice when the solicitation is not open. TFG is available to work with SJWD to meet with potential funding agencies, if desired, and to vet program eligibility as SJWD continues to explore ground water well development.

STAFF REPORT

To: Board of Directors

From: Donna Silva, Director of Finance

Date: January 15, 2025

Subject: Overview of Deferred Compensation Options for Employee Retirement Savings

RECOMMENDED ACTION

Receive and provide direction to staff.

BACKGROUND

At the October 16, 2024, Board meeting, Director Zamorano asked staff to investigate and report back to the Board on the District's ability to offer a deferred compensation plan to its employees. The purpose of this report is to provide an overview of the different kinds of deferred compensation plans which are available for use by the District. Additionally, this report highlights the potential benefits of offering an employer matching contribution to employees' deferred compensation plans.

ANALYSIS

A deferred compensation plan is a voluntary retirement savings plan that allows an employee to defer any amount, subject to annual limits, from their paycheck, usually pre-tax. The funds are invested within the account and earn interest and dividends, which are also tax free until withdrawal. An employer may or may not choose to provide a matching contribution to encourage employees to utilize this retirement savings tool. Deferred Compensation plans are available under various sections of the Internal Revenue Code as follows:

1. 401(k) Plan

- **Eligibility:** Primarily for private-sector employees. NOT AVAILABLE TO GOVERNMENT ENTITIES. (Unless plan was in place prior to 1986).
- **Contribution Limits:** Up to \$23,000 for standard 401(k) plans in 2024, with lower limits for SIMPLE 401(k) plans.
- **Key Features:** Contributions grow tax-deferred until withdrawn. Withdrawals before age 59½ may incur a 10% penalty.
- **Catch-Up Contributions:** Available for participants over age 50.

2. 403(b) Plan

- **Eligibility:** Suited for employees in public schools, non-profits, and other public-sector roles.
- **Contribution Limits:** Up to \$23,000 in 2024.
- **Key Features:** Similar to 401(k) plans, but tailored for non-profit and public-sector employees. Money cannot be withdrawn penalty free until retirement age of 59 ½.

- **Catch-Up Contributions:** Includes additional options for employees with 15+ years of service.

3. 457(b) Plan

- **Eligibility:** Designed for government employees.
- **Contribution Limits:** Up to \$23,000 in 2024.
- **Key Features:** Contributions and earnings are tax-deferred until withdrawn. No penalties for early withdrawal upon separation from employment.
- **Catch-Up Contributions:** Allows employees nearing retirement age to increase contributions if they did not maximize contributions in prior years.
- **Vesting requirements prohibited:** all employer contributions are available to employee upon separation from service.

The District currently offers a 457 plan to its employees through CalPERS. This is separate and distinct from the CalPERS Pension system. The CalPERS 457 Plan provides a convenient, low-cost way for employees of public agencies to save for retirement with several investment options and financial support resources. Key benefits include:

- **Investment Options:** Core investment options designed for public employees, including Target Retirement Date Funds and a self-directed brokerage option.
- **Contribution Flexibility:** Allows for both pre-tax and Roth after-tax contributions.
- **Additional Support:** CalPERS offers financial education and workshops to support employee financial literacy.
- **Low Fees:** Total fund expenses ranging from 0.21% to 0.34%.
- **Roth 457 Option:** Allows employees to make after-tax contributions with tax-free qualified withdrawals.

30 of the District’s 49 employees are currently utilizing the 457 Deferred Compensation plan, contributing an average of just under 9% of their wages. Of those participating, just over half are considered PEPRA employees, meaning their pension benefit is lower than those of the “classic” employees. *Figure 1* provides additional employee participation information:

CalPERS Member Type	Currently Enrolled Employees Annual Deferred Compensation Contributions	Employees Currently Enrolled in a Deferred Compensation Plan	Employees Not Currently Enrolled in a Deferred Compensation Plan	Total Employees	% Enrolled
Classic T1	\$ 57,800.00	6	3	9	67%
Classic T2	107,382.00	8	5	13	62%
PEPRA	179,532.71	16	11	27	59%
Grand Total	\$ 344,714.71	30	19	49	61%

Interestingly, the employee group with the highest pension benefit (Classic Tier 1) is utilizing the deferred contribution retirement savings plan the most, and the employee group with the lowest pension benefit is using it the least, in terms of participation percent, not raw number of employees participation.

Benefits of Employer Matching Contribution

In addition to employee contributions, the 457 plan allows the employer to contribute on behalf of employees. Some employers will offer a match, up to a set percentage of pay to incentivize employee participation. For example, the District could offer a matching contribution of up to 3% of an employee compensation. If the employee does not participate in the program, the District contributes nothing. If the employee contributes 2% of their compensation to the plan, the District would match that by contributing an equal amount. If the employee contributed 5%, the District would contribute the maximum matching contribution of 3%.

The District could choose any amount to contribute, either as a match or not. The IRS annual contribution limits apply to the sum total of both employee and employer contributions. The plan itself allows for the District to offer a contribution to certain employees only, such as PEPRA employees. The law is less clear. The Age Discrimination in Employment Act prohibits an employer from providing a benefit to employees under the age of 40 that is not provided to employees over the age of 40. There is an exception for benefits that are based “on a reasonable factor other than age”. This exception would seem to apply in this instance there are many government entities that utilize this exemption to provide increased contributions to their PEPRA employees, but there is some risk involved.

The brief analysis below outlines the potential cost to the District if the Board decides to implement an employer match for current staff and assumes that all employees would choose to participate if the match is introduced.

An employer matching contribution is calculated for four different percentages ranging from two to six percent. Employer contributions are calculated as percentage of the employee salary limited to rules and regulations set forth from the IRS. *Figure 2* below shows the maximum employer match contributions for all employees at different percentages of contributions.

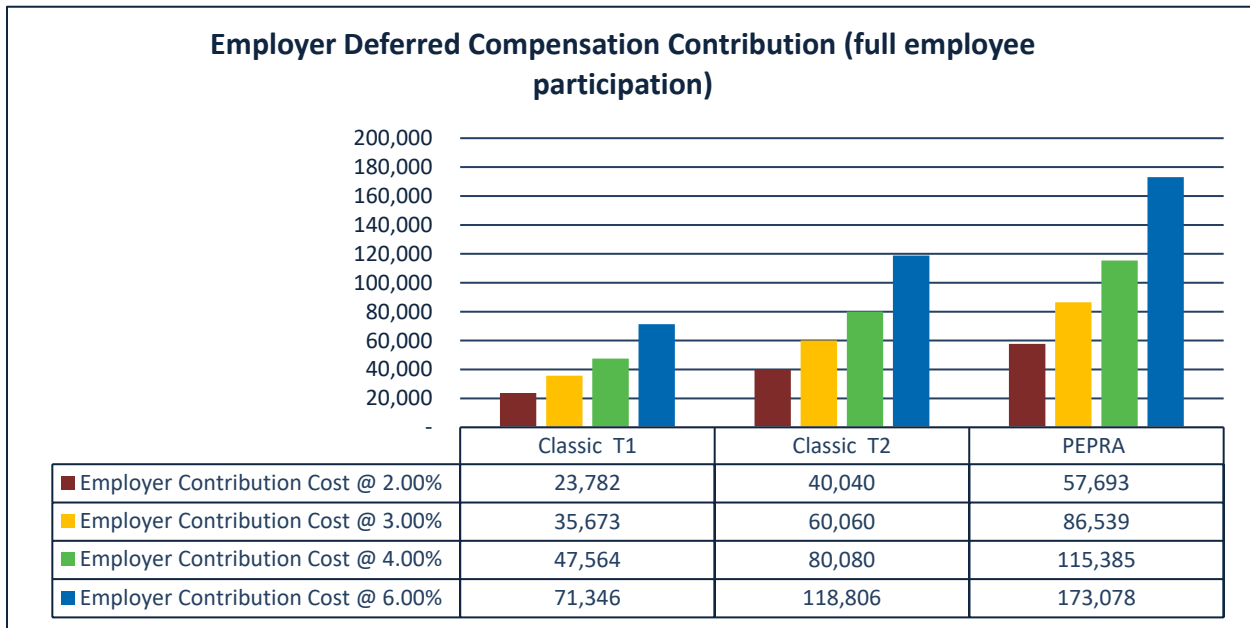


Figure 2 - Employer Deferred Compensation Cost – Full Employee Participation

The costs for various levels of employer contributions (match or not) are as shown below:

- 2% contribution = \$121,514
- 3% contribution = \$182,272
- 4% contribution = \$243,029
- 6% contribution = \$363,230

These costs are subject to increases as employees salary increase due to annual COLA and employee performance reviews.

If the board wishes to provide a 457 contribution (match or not) to PEPRA employees to make them approximately equal to the amount contributed for Classic Tier 2 employees pension, the match would need to be 9% and would equate to approximately \$256,500.

Implementing an employer matching contribution would enhance retirement readiness and bolster the District's appeal as an employer of choice.

The first section of the CalPERS 457 Deferred Compensation Enrollment Kit is attached as it contains detailed information on the plan.

ATTACHMENTS

Excerpt from CalPERS 457 Deferred Compensation Enrollment Kit



Your choice, simplified.
Enrollment Kit



We are CalPERS

CalPERS is the largest public pension fund in the U.S., with assets of approximately \$400 billion. The retirement system administers retirement benefits for more than 2 million current and retired California State, public school, and local public agency employees and their families on behalf of nearly 3,000 public employers in the state. CalPERS also administers health benefits for 1.5 million enrollees and offers additional programs, including a deferred compensation retirement savings plan, member education services, and an employer trust for post-retirement benefits.

Your CalPERS 457 Plan.

All employees whose employers have adopted the CalPERS 457 Plan (the "Plan") are eligible to join the Plan and there are currently no minimum service requirements to fulfill. The Plan is a voluntary savings program that allows you to defer any amount, subject to annual limits, from your paycheck on pre-tax and/or Roth after-tax basis (if your employer can process Roth contributions from their payroll). In addition, your contributions and their earnings, if any, can benefit from the power of tax-deferred compounding. What this means is that you don't pay income taxes on your pre-tax investments or earnings until you start to take withdrawals, usually in retirement, and federal tax-free withdrawals of your Roth after-tax contributions and any earnings when you retire (qualifying factors apply).

Designed with your interests in mind

- Promotes smart investing principles
- Easy payroll deduction of contributions
- Pre-tax contributions and earnings can benefit from the power of tax-deferral
- Withdrawals of pre-tax contributions and earnings are taxed as ordinary income when distributions begin
- Roth after-tax contributions can be made, if your employer can process Roth contributions from their payroll
- Simplified fee structure
- Dedicated Account Managers can help you define retirement goals and integrate them with existing defined benefit planning
- Access to financial learning resources, provided by Voya Institutional Plan Services, LLC.

This Guide is intended to introduce you to general investment concepts and help you understand the investment options available to you as a participant in the Plan. This Guide is not intended to provide investment advice. You should consider consulting with an outside investment advisor prior to investing.

Table of Contents	Preparing your action plan	How much will you need?	How much can you save?
	1	2-3	2-3
What's your investment strategy?	Introducing your fund options	Account Management	Plan Features
4-5	6-7	8	9

Plan Forms

All forms noted in this brochure can be found at calpers.voya.com (go to *Plan Information > CalPERS 457 Plan Information*, then go to *Plan Information > Forms* at the top of the page) or obtained by calling the Plan Information Line at **800-260-0659**.

Your Personal Identification Number (PIN)

You will receive a PIN in the mail shortly after you complete the enrollment process. You will need your PIN to access your account information and to make transactions either online or through the Plan Information Line.

PIN Reset Capabilities

When you log on to the Plan website for the first time, you will be prompted to establish a username and password to access your account online. Your PIN can still be used for automated phone service, though, on the Plan Information Line. If you misplaced your PIN, please call **800-260-0659** to request a PIN reset.

Your PIN will be mailed to your address on record within three business days.

Need Assistance?

Participant Service Representatives are available Monday – Friday, 6:00 a.m. to 5:00 p.m. PT (excluding stock market holidays) to assist you with transactions, information about your account or any other general CalPERS 457 Plan questions and requests by calling the Plan Information Line at **800-260-0659**.

Ready to enroll?

Visit calpers457.com to download the *Participant Enrollment Kit*, then return the completed forms to your Personnel/Payroll Department and you're on your way!

Preparing your action plan.

It's never too late to start and it's never too small an amount to invest when it comes to planning for your retirement.

You may enroll in the Plan at any time, as there is no waiting or enrollment period. Your contributions are made through easy payroll deductions and the Plan is flexible so you may stop, increase, or decrease your contributions as often as your employer allows without penalty or cost.

The Target Retirement Date Funds have been designated as the default investment under the Plan. IF YOU DO NOT MAKE AN AFFIRMATIVE INVESTMENT ELECTION PRIOR TO THE DATE THE FIRST CONTRIBUTION IS DEPOSITED INTO YOUR ACCOUNT, YOUR CONTRIBUTIONS WILL BE INVESTED IN THE APPROPRIATE TARGET RETIREMENT DATE FUND, BASED ON YOUR DATE OF BIRTH AND ASSUMING YOU WILL RETIRE AT AGE 59. Prior to investing you should carefully review all fund information and objectives and consider consulting with an outside investment adviser. Investing involves risk, including possible loss of principal.



Tips to planning.

Unexpected challenges will likely cross your path at some point or another over your career. By creating an action plan, you may have an easier time staying on track to meet your retirement goals. Here are a few things to consider as you get started:

-  **Maintain an emergency fund.**

The Plan was not designed to be a short-term savings vehicle or to replace your household emergency fund. Therefore, it is important that you have another source of savings that you can access easily for emergencies.

 - Most experts suggest having three to six months of your living expenses set aside in cash.
-  **Be consistent.**

Consistency is important to help you achieve your retirement goals.

 - The contribution amount you select is made every pay period via payroll deduction, making the Plan a consistent and convenient way to save.
-  **Make small changes where you can.**

Keep a spending journal for a few weeks to help you track where your money is going and to identify saving opportunities, such as:

 - Bring your lunch to work.
 - Brew your own coffee.
 - Drink tap water instead of buying bottled water.
 - Stream a movie and pop your own popcorn on Saturday night.
-  **Keep it together!**

If you have an eligible IRA or retirement plan from a previous employer, you may want to consider moving those funds into the CalPERS 457 Plan. Just complete a *Rollover Contribution Form* to start the transfer process. Assets rolled over from another plan may be subject to additional restrictions.

STEP ONE: How much will you need?

Today, many financial experts agree that you will need 70% or more of your current income to maintain your current lifestyle in retirement. Your long-term strategy not only has to work up to the day you retire, it will most likely need to continue generating growth and income throughout your retirement.

So, if you have 30 years before you retire, and you live another 30 years after you retire, you're looking at creating and maintaining a 60-year investment strategy!

Chances are you're going to need to rely on personal savings, over and above your Social Security and defined benefit pension benefits, when it comes to meeting your retirement income goals. Participating in the CalPERS 457 Plan is another way to save for your retirement goals.



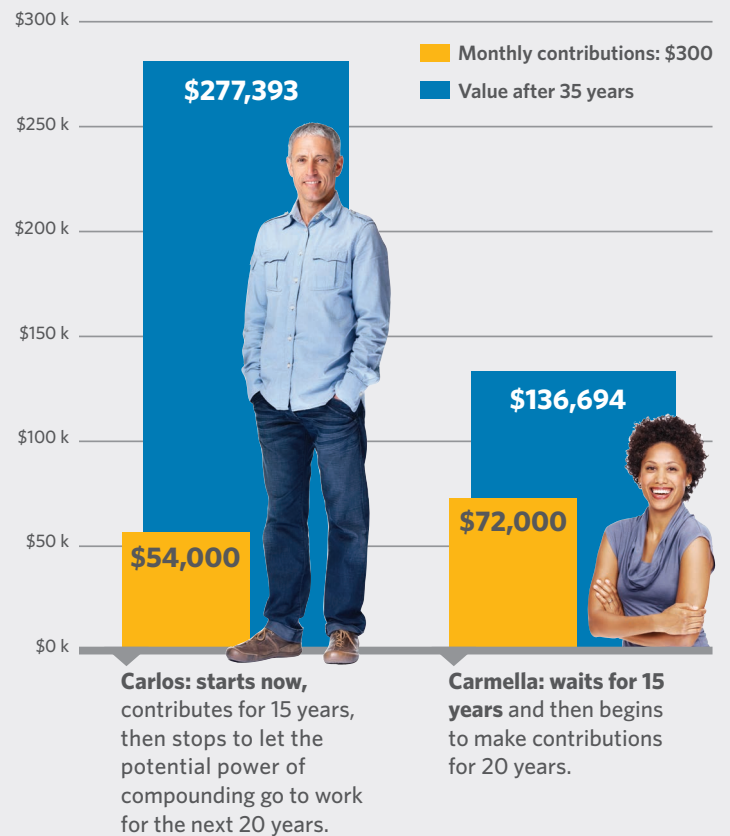
STEP TWO: How much can you save?

Deciding how much to save is a personal decision. Check out the **My Retirement Overview**[®] calculator at [voya.com/tool/how-much-do-i-need-to-retire](https://www.voya.com/tool/how-much-do-i-need-to-retire).^{*} It can help you determine how much you can really afford to save from each paycheck.

Don't put off until tomorrow what you can do today.

You might think you can't afford to put much aside, but making small changes now could make a big difference over the long term. By investing early, your money has more time to work for you.

This chart demonstrates the potential power of time vs. the potential cost of waiting.

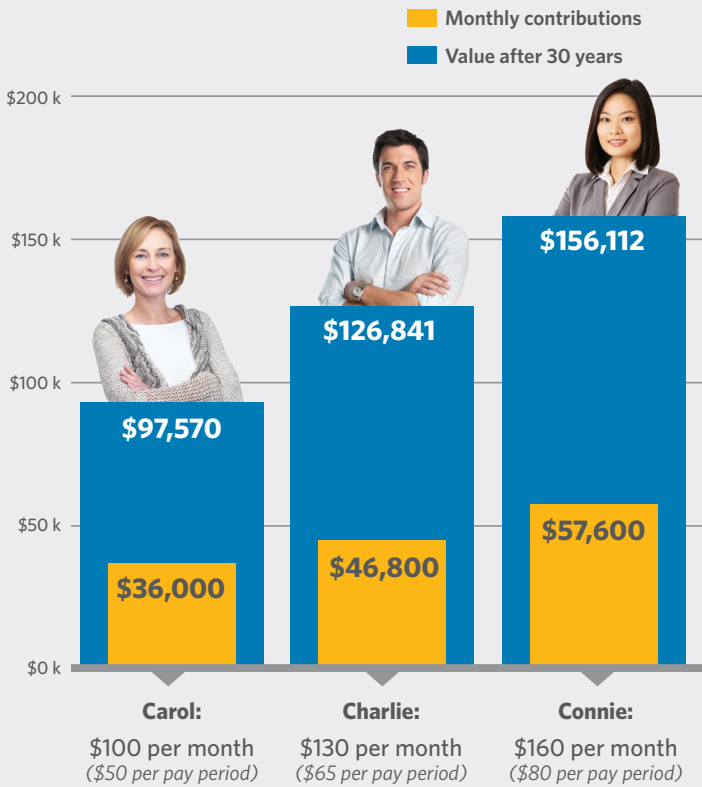


^{*} **IMPORTANT:** The illustrations or other information generated by the calculators are hypothetical in nature, do not reflect actual investment results, and are not guarantees of future results. This information does not serve, either directly or indirectly, as legal, financial or tax advice and you should always consult a qualified professional legal, financial and/or tax advisor when making decisions related to your individual tax situation.

This hypothetical example assumes a 6% effective annual interest rate and no withdrawals. For illustrative purposes only, to show how the number of years invested in the Plan could affect participant account values. Not intended as a guarantee of past or future performance of any security. Hypothetical assumptions are not guaranteed. Your actual results may vary. Actual rate of return may be more or less than shown and will depend upon a number of different factors, including a participant's choice of investment options. Any fees, expenses or charges that may be associated with the Plan are not considered in this illustration. Plans having these charges would reflect lower net returns. Systematic investing does not ensure a profit nor guarantee against a loss in declining markets. You should consider your financial ability to consistently invest in up as well as down markets. Consider your personal investment horizon and current as well as anticipated income bracket when making an investment decision. Changes in tax rates and tax treatment of investment earnings may impact results.

Pay yourself first with Plan contributions.

This chart demonstrates the potential added value of contributing more money over time.



This hypothetical example assumes bimonthly employee contributions and a 6% average annual return. Any fees, expenses or charges that may be associated with the Plan are not considered in this illustration. Plans having these charges would reflect lower net returns. Hypothetical assumptions are not guaranteed. Systematic investing does not ensure a profit nor guarantee against a loss in declining markets. You should consider your financial ability to consistently invest in up as well as down markets.

Incentives to help you save.

IRS Saver's Credit

To encourage low- and moderate-income individuals to save, the federal government offers a tax credit for contributions to eligible retirement plans. You may be eligible for a credit on your federal taxes based on your adjusted gross income. If you take this tax credit you can still deduct your contributions to qualified retirement savings plans as allowed under current law. For more information or to see if you qualify, contact your tax professional.

Catch-Up Provisions

Age 50 Catch-Up — allows a participant who is at least age 50 before the end of the tax year to make additional contributions of \$7,500, for a maximum of \$30,500.

Special 3-Year Catch-Up — allows a participant who meets special conditions and has not been contributing the maximum in previous tax years to contribute up to twice the maximum annual contribution amount during the three years prior to their Normal Retirement Age. The current annual limit is \$46,000 or the amount of Catch-Up credit available to you, whichever is less.

IRS regulations state the Age 50 Catch-Up Provision cannot be used in the same calendar year as the Special 3-Year Catch-Up Provision.

2024 Maximum Annual Contribution Limits

100% of income, up to \$23,000

Age 50 Catch-Up: \$7,500

Special 3-Year Catch-Up: \$46,000

Annual IRS contribution limits are subject to change.

The Bottom Line.

Start planning for your retirement early!

- **Just starting out in your career?** You might think you can't afford to put anything aside. By investing early, though, your investment has the opportunity to grow tax-deferred over a longer period. In the future you may want to consider increasing your contributions as your salary increases.
- **Nearing retirement?** When starting later in life it's important to consider your investment and tax-shelter strategies carefully. Consider consulting with an investment and tax advisor prior to making investment decisions.

STEP THREE: What's your investment strategy?

When it comes to investing, people have different levels of risk tolerance and experience. There are some that have limited knowledge in actively developing an investment portfolio and there are those who prefer to select their own mix of investments.

Offering a simple approach to investing, the Plan's investment lineup is organized into choices designed to match your level of interest in investing.

Your choice, simplified.

Your Choice	Your Involvement	The Investment Approach
<p>Help-Me-Do-It</p> <p>▼</p> <p><i>Target Retirement Date Funds — A diversified portfolio in a single fund.</i></p>	<p>You select the fund, CalPERS manages the asset allocation of the fund.</p> <p>This approach is convenient if you don't have the desire, time or experience to actively select your asset allocation and manage it over time.</p>	<p>Over time, the investment mix of each fund gradually shifts from a greater concentration of higher-risk investments to a greater concentration of lower-risk investments. This disciplined and systematic approach is designed to reduce volatility through diversification, especially as each fund approaches its target date and the years after retirement. However, there is no guarantee that a fund will achieve its strategic objective.</p>
<p>Do-It-Myself</p> <p>▼</p> <p><i>Core Funds — A carefully selected list of passively managed investment options.</i></p>	<p>You select your funds and actively design and manage your asset allocation over time.</p> <p>If you like to design and actively manage your own asset allocation based on your individual circumstances, you can choose from a carefully selected list of core investment fund options.</p>	<p>CalPERS has selected a set of six index funds in different asset classes (stocks, bonds, and cash equivalents) so you can diversify your portfolio based on your personal situation.</p>

Personal Choice Retirement Account®

The Personal Choice Retirement Account® (PCRA) is a fee-based brokerage account that affords you more flexibility in choosing your own retirement savings investments, with access to thousands of different mutual funds from hundreds of fund families. Investments are limited to mutual funds made available by the Schwab PCRA. Please call the Plan Information Line at **800-260-0659** for information on how to enroll into the PCRA option. Please note, however, the mutual funds are not selected, reviewed or monitored by CalPERS.

Schwab Personal Choice Retirement Account® (PCRA) is offered through Charles Schwab & Co., Inc. (Member SIPC), a registered broker-dealer which also provides other brokerage and custody services to its customers. ©2023 Charles Schwab & Co., Inc. All rights reserved. Used with permission. Charles Schwab and Voya Financial are separate and unaffiliated and are not responsible for each other's policies or services,

Participant Fees

We strive to provide investments and services at a reasonable cost using a simple fee schedule with an overall objective of minimizing expenses. There are costs associated with investing in the underlying investment fund options offered under the Plan. Each of the investment fund options currently have an annual fee of less 0.40%, prorated daily based on your account balance. CalPERS periodically reviews fees and operating costs, and changes to fees and costs may be made at any time.

More information about the fees associated with each investment offering can be found in the Fund Fact Sheets on calpers457.com.



What are target date funds?

Target date funds are diversified funds that are designed for investors who don't have the time, desire, or expertise to choose an appropriate asset mix for their situation and actively manage it. Over time, the investment mix of a target date fund gradually shifts from a greater concentration of higher-risk investments to a greater concentration of lower-risk investments.

Target date funds are designed for investors who intend to retire during or near the target date year that is included in the name or description of the fund. However, you should not choose a target date fund solely based on your age or intended retirement date. You should also consider factors such as your risk tolerance, personal circumstances, and complete financial situation. While target date funds are intended to offer a simpler way to diversify your portfolio, you should continue to monitor your investments and make adjustments as needed.

What are index funds?

Index funds are designed to produce results that mirror the performance of the index they track by buying and holding the stocks or bonds included in the index. That's why these funds are often described as passively managed. If you want to invest in a certain asset class, such as the stocks or bonds of large U.S. companies, an index fund gives you a convenient way to invest without having to choose individual stocks or bonds.

What is an index?

A fund's performance is usually compared with its market benchmark or index. An index is a grouping of stocks or bonds selected to represent a particular market. The best-known index is the Dow Jones Industrial Average that follows 30 of the largest U.S. companies. The Standard & Poor's 500 Index widens the range to include 500 of the largest U.S. companies for a broader reading of the market. An index is not managed and cannot be invested in directly.

Investing 102



The Asset Classes

There are three basic asset classes and each has specific risk and return features to consider. There are also asset allocation investments, like the target date funds, that generally contain a mix of any of the three asset classes.

Asset Class	Benefit	Risk
Asset Allocation	Professionals make the diversification, asset allocation and rebalancing decisions	Shifting to a conservative mix over time helps manage risk, but does not guarantee earnings growth
Asset Class	Benefit	Risk
Cash Equivalents	Designed to protect original investment or principal	May not keep pace with inflation over time
Bond	Generally offer greater income potential than short-term investments and not as much risk as stocks	Lower growth potential
Stocks	Historically, stocks have provided greater long-term returns than other asset classes	Due to market volatility the value of stocks can go up and down over short periods of time



Investing 103



Investment risk vs. inflation risk

Investment risk is generally associated with the potential that investments may go down in value as a result of market volatility, though other risks exist. Stocks are generally considered riskier investments because they tend to fluctuate in value more than conservative investments like bonds. Conservative investments may help reduce investment risk, but over the long term they can expose you to another kind of risk — inflation risk. When investments are earning less than the rate of inflation, they are actually losing value.

The importance of asset allocation & diversification

Combining different types of investments through asset allocation and diversification may help you manage risk and maximize your return potential by smoothing out market fluctuations, while still taking advantage of the market's potential for higher returns.

Asset allocation involves assigning specific percentages of your investments to different asset classes according to your financial goals, risk tolerance and time horizon. Diversification is a risk management technique that mixes a variety of investments within a portfolio. It involves distributing your money among different securities, sectors, industries and strategies within a number of asset classes. Diversification through asset allocation does not ensure a profit or protect against loss.

Help-Me-Do-It

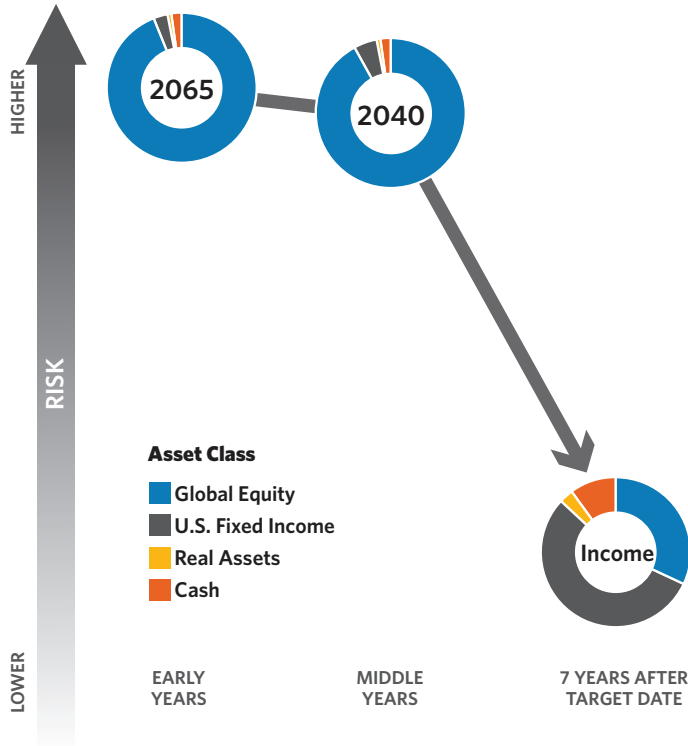
**Target Retirement Date Funds —
A diversified portfolio in a single fund.**

CalPERS Target Date Funds

The Target Retirement Date Funds offer diversified portfolios for participants who don't have the time, desire or expertise to choose an appropriate asset mix for their situation and actively manage it over time.

Funds that evolve over time.

Over time, the investment mix of each fund gradually shifts from a greater concentration of higher-risk investments (such as stock funds) to a greater concentration of lower-risk investments (such as bond funds). Each fund will reach its most conservative asset allocation seven years after the target date year. The shift, known as a "glide path," focuses on asset accumulation to help achieve participants' retirement objectives. This disciplined and systematic approach is designed to reduce volatility through diversification, especially as each fund approaches its target date and the years after retirement. However, there is no guarantee that a fund will achieve its strategic objective. The CalPERS Board of Administration reserves the right to change the target asset allocations, asset classes, underlying portfolios, and benchmarks at any time.



For illustration purposes only. Actual fund allocations may vary. Please refer to the individual fund fact sheets.

Picking your target date fund.

Each fund is designed for an investor who intends to retire during or near the target date year that is included in the name of the fund. However, you should not choose a fund solely based on your age or intended retirement date. You should also consider factors such as your risk tolerance, personal circumstances, and complete financial situation. For example, even if you intend to retire in 2030, you may decide that the 2025, 2035 or other fund is more appropriate for you.

If your birthdate is....	Your CalPERS Target Retirement Date Fund may be...
On or after 2004	CalPERS Target Retirement 2065 Fund
On or between 1999 and 2003	CalPERS Target Retirement 2060 Fund
On or between 1994 and 1998	CalPERS Target Retirement 2055 Fund
On or between 1989 and 1993	CalPERS Target Retirement 2050 Fund
On or between 1984 and 1988	CalPERS Target Retirement 2045 Fund
On or between 1979 and 1983	CalPERS Target Retirement 2040 Fund
On or between 1974 and 1978	CalPERS Target Retirement 2035 Fund
On or between 1969 and 1973	CalPERS Target Retirement 2030 Fund
On or between 1964 and 1968	CalPERS Target Retirement 2025 Fund
On or between 1959 and 1963	CalPERS Target Retirement 2020 Fund
On or before 1958	CalPERS Target Retirement Income Fund

Based on assumption that retirement age is 59.

The "target date" is the approximate date when a participant plans to retire (assuming a retirement age of 59). There is no guarantee that any investment option will achieve its stated objective. Principal value fluctuates and you may lose money, including losses near and following retirement, and there is no guarantee that the investment will provide adequate retirement income. Asset allocation, diversification and rebalancing do not ensure a profit or protect against loss in declining markets.

While target date funds are intended to offer a simpler way to diversify your portfolio, you should continue to monitor your Plan investments and make adjustments as needed.

Do-It-Myself

Core Funds — A carefully selected list of passively managed investment options.

Core Funds

If you like to pick, actively manage and design your asset allocation, you can choose from a carefully selected list of core investment fund options. CalPERS has selected a set of six index funds in different asset classes (stocks, bonds, and cash equivalents) so you can diversify your portfolio based on your personal situation.

Index Fund	Asset Class
State Street Short Term Investment Fund	Cash Equivalent
State Street Real Asset Fund	Inflation Protection
State Street U.S. Short-Term Government/ Credit Bond Index Fund	Bond
State Street U.S. Bond Index Fund	Bond
State Street Russell All Cap Index Fund	U.S. Stocks
State Street Global All Cap Equity ex U.S. Index Fund	Global Stocks

Building your investment portfolio.

It is important for you to determine how long you plan to keep your money invested, and your willingness to stay invested during market ups and downs, and build a portfolio appropriate for that strategy.

When developing your investment strategy, you need to consider:

- How much to save and invest today.
- Your investment time horizon.
- Your risk tolerance.

Once you determine the answers to these questions you can create an investment mix that will help you work toward your objective.

A reminder about asset allocation.

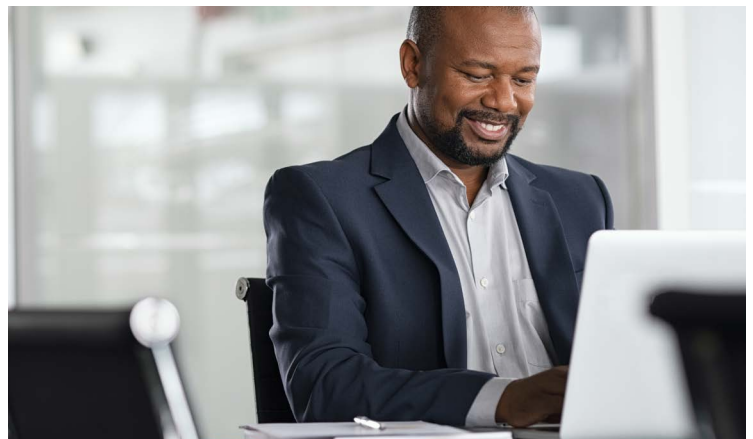
Asset allocation helps to reduce investment risk by spreading your money among different investments, or across the main asset classes. Combining different types of investments, i.e. stocks, bonds and cash equivalents, may help you manage risk and maximize your return potential by smoothing out market fluctuations, while still taking advantage of the market's potential for higher returns. However, diversification through asset allocation does not specifically ensure a profit or protect against loss.

Be aware of inflation risk.

When you're ready to retire, you'll most likely be living in a much more expensive world than today. Conservative investments (like bonds) may help reduce volatility risk, but over the long term they can expose you to inflation risk. When investments are earning less than the rate of inflation, they are actually losing value.

Want to learn more?

Attend a CalPERS 457 Plan webinar. Visit calpers457.com to view the schedule of upcoming webinars.



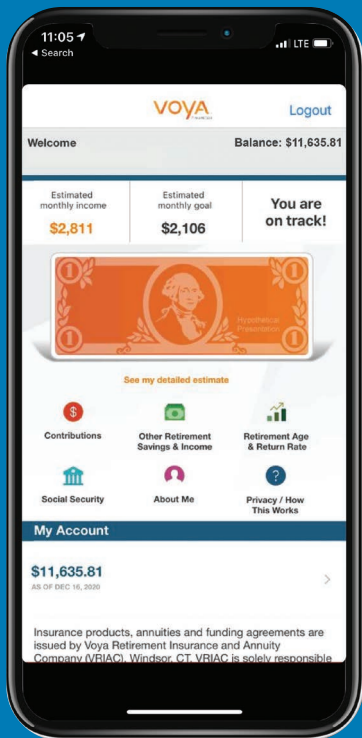
Account Management is at your fingertips.

We're just a click away!

The Plan gives you 24/7 access to your account (excluding any period of time dedicated to scheduled standard system maintenance) to manage your Plan investments and manage your personal information by logging into your account online or calling the Plan Information Line.

Download the **Voya Retire** mobile app for iPhone® and Android™ devices to view information about your account or to use the savings calculator.

- To try the mobile app for the first time, register your username at calpers.voya.com. Then visit your favorite app store (keyword: **Voya Retire**) for the Voya Retire mobile app. For more information, visit mobile.voya.com.



iPhone is a trademark of Apple Inc., registered in the U.S. and other countries. Android is a trademark of Google Inc. Amazon and Kindle are trademarks of Amazon.com, Inc. or its affiliates.

Account access

You will need your PIN to access your account by phone to complete any transactions, to register your username online, or to change any personal information if not done by form.

What can you do where?	ONLINE	MOBILE APP	PHONE
Investments			
Change and/or monitor your investment elections	●	●	●
Review current and historic balances	●	●	●
Transfer money among funds	●	●	●
Reallocate account balance	●	●	●
Automatic rebalancing	●		●
Personal Information			
To review or change designation of beneficiary information	●		●

These requests must be submitted by form to your employer's benefit coordinator for processing.

Type of Request	Form Name
Enroll in the Plan	<i>Employee New Enrollment</i>
Distribution Request	<i>Distribution</i>
457 Transfers into CalPERS 457 Plan	<i>457 Account Transfer</i>
IRA, 401(a), 401(k) or 403(b) Rollover	<i>Rollover</i>

Confirmation of changes

You will be mailed a confirmation within three business days following any changes made to your account. If you do not receive a confirmation in a timely manner, please contact the Plan Information Line to ensure that your changes were properly made to your account. It is your responsibility to monitor these changes and to promptly notify a Participant Service Representative by calling **800-260-0659** weekdays between 6:00 a.m. - 5:00 p.m. PT (excluding stock market holidays) if a change to your account was not implemented correctly.

Features of the CalPERS 457 Plan.



Distribution Flexibility

You may begin taking distributions from your CalPERS account at any time once you retire or separate from employment. The Plan offers you the flexibility to receive:

- a lump sum.
- a partial lump sum.
- payments for a specific time period.
- payments based on your life expectancy or the combined life expectancy of you and your spouse.
- payments through the purchase of an annuity.

There is no early withdrawal penalty in the CalPERS 457 Plan. You may take a distribution at anytime once you have separated from employment. Federal tax-free distributions of Roth after-tax contributions and earnings, though, require additional qualifying factors.

Required Minimum Distributions

Federal tax law requires you to begin taking distributions from your pre-tax savings source no later than April 1 of the year following the year you reach age 73, unless you are still employed. If you remain employed beyond April 1 following the year in which you reach age 73, payment must begin by April 1 in the year following the year you end your employment. Distributions from the Roth after-tax savings source are not required.

* CalPERS does not offer legal or tax advice. You should consult with your independent tax and legal advisors regarding your individual situation and if the Roth plan option is appropriate for you.

Tax Liability on Pre-Tax Distributions

Pre-tax distributions are treated as ordinary income in the year the money is paid and are subject to federal and state income taxes. 20% is withheld for federal tax purposes, as well as 2% for state taxes for California residents, at the time of payment on all distributions. A rollover to another eligible retirement plan or a traditional IRA is not subject to tax withholding.

Purchasing Service Credit

You may choose to use your investments in the Plan to purchase Pension Service Credit, if eligible.

In-service Withdrawals

Generally, you cannot withdraw money from your account while you are still employed by your employer with the exception of:

- **Unforeseeable Emergency Withdrawals**
You may make an emergency withdrawal under qualifying circumstances prior to separating from service.
- **Loan Privilege (if available)**
You may borrow from your account balance to assist you in meeting your financial needs only if your employer has adopted the loan provision of the Plan. Additional fees apply.

Roth Plan Option*

If your employer can process Roth contributions from their payroll, you can make contributions of money that has already been taxed. This helps you build a nest egg of federal tax-free income in retirement. Your qualified withdrawals of contributions and any earnings then come out federal tax-free, which means you could potentially end up with more in net distributions in retirement.

Guidelines & Forms

Guidelines on distributions, tax liability and in-service withdrawals are available on calpers457.com.

All forms noted in this brochure can be found at calpers.voya.com (go to *Plan Information* > *CalPERS 457 Plan Information*, then go to *Plan Information* > *Forms* at the top of the page) or obtained by calling the Plan Information Line at **800-260-0659**.

Easy 24/7 account access
at calpers.voya.com or
800-260-0659 (*Press 2*)

- View, download, and print account statements
- Manage beneficiary information online
- Automatic account rebalancing
 - Automatically rebalances an account to current investment elections
- Reallocation of account balances
 - Redistribute fund balances across multiple funds in one simple transaction
- Download forms and stay up-to-date on Plan rules

For more information:

- Visit calpers457.com
- Call **800-260-0659**
 - **Press 2** for a Participant Service Representative weekdays between 6:00 a.m. - 5:00 p.m. PT, excluding stock market holidays
 - **Press 3** to schedule a meeting with a dedicated Account Manager*
- **Personal Phone Appointment**

Schedule a one-on-one personal phone appointment with your dedicated Account Manager. Phone appointments are available in both English and Spanish. Take advantage of this unique benefit offered to help you stay on track. Go to calpers457.timetap.com or call toll-free at **888-713-8244**.

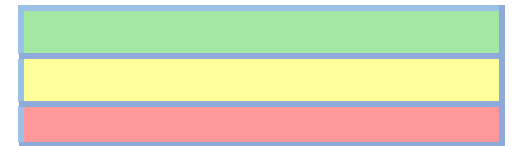
 - Schedule a phone appointment at a time of your choice
 - Receive an email confirmation of your appointment
 - Receive an email reminder one hour prior to your appointment

* *Information from registered Plan Service Representatives is for educational purposes only and is not legal, tax or investment advice. Local Plan Service Representatives are registered representatives of Voya Financial Advisors, Inc., member SIPC (VFA). Plan administration services provided by Voya Institutional Plan Services, LLC.*



Operations Plan Report Card FY 2024-25

On Track
 Delayed
 Issues



ADMINISTRATION/WATER RESOURCES/IT

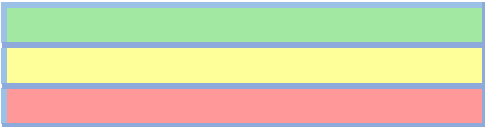
Task - Strategic Plan Goal & Objective	Original Target Date	Updated Target Date	Completion Date	Comments
Water Quality Control Plan – represent District interests and collaborate with regional and statewide partners to ensure the WQCP is reasonable and achievable - A/5; F/1	Ongoing			
Delta conveyance – engage as necessary to protect District interests as new project develops, permits sought - A/5	Ongoing			
Represent the District’s interests in the implementation of groundwater banking and in the expansion of the regional groundwater bank - A/1,2,4; F/1	Ongoing			
Monitor and respond to regulatory proposals from the SWRCB and DWR in the “Making Conservation a Way of Life” program (water loss regulations, indoor and outdoor efficiency standards, reporting, etc.); collaborate with ACWA, RWA and others around the state to ensure regulations are reasonable - A/1,5; C/2; D/5; F/1	Ongoing			
Collaborate with San Juan Board of Directors and employees, and SSWD Board and management in conducting discussions about and analysis of potential combination - A-F/All	Ongoing			
If conditions warrant and allow, complete actions necessary to implement a groundwater substitution and/or conserved water transfer - A/5; F/1	6/2025			
Prepare annual water rights reports to SWRCB and submit estimated schedule of deliveries of PCWA and CVP supplies to Reclamation - A/All	Post-14 > 2/2025 Pre-14 > 2/2025 Reclamation > 3/2025			
Provide Monthly summary reports to Reclamation showing usage of water rights, PCWA, and CVP supplies, as well as treatment of SSWD’s PCWA deliveries - A/All	The 10 th of the following month			Ongoing
3rd Annual SJWD Employee Kids Day - E/3	6/2025			
Complete Current Cycle of Reviewing and Updating all Board Ordinances - C/1	6/2025			
Update Records Retention Schedule - C/1	9/2024	12/2024		Completed

CUSTOMER SERVICE

Task - Strategic Plan Goal & Objective	Target Date	Updated Target Date	Completion Date	Comments
Cross train customer service staff to be proficient in customer service related functions to build redundancy to accommodate vacations, illnesses and staff turnover - C/3	6/2025			Ongoing
Work with Field Service and Water Efficiency staff to diagnose customer meter problems and repair promptly - C/2,3	6/2025			Ongoing
Work with Field Service staff to update utility billing databases for the meter replacement rollout to ensure accurate customer billing - C/3	6/2025			Ongoing
Successful transition to Tax roll liens as the primary means of collecting delinquencies - D/6	8/2024		7/2024	

Operations Plan Report Card FY 2024-25

On Track
 Delayed
 Issues



DISTRIBUTION (Field Services)

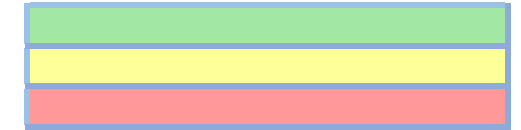
Task - Strategic Plan Goal & Objective	Target Date	Updated Target Date	Completion Date	Comments
Complete the 2025 CO-OP Maintenance Program - B/2	6/2025			
Complete the 2024 Cross Connection Control Program - B/2	12/2024		12/24/2024	
Complete the 2025 Leak Detection Program - B/2	6/2025			
Complete the 2024 Air/Vacuum Relief Valve Program - B/2	12/2024		9/26/2024	
Complete the 2025 Dead End Flushing Program - B/2	6/2025			
Complete the 2025 Valve Exercise Program - B/2	6/2025			
Complete the 2025 Hydrant Maintenance Program - B/2	6/2025			
Complete the 2025 District Meter Replacement and Testing Program - B/2	6/2025			
Kokila Reservoir Replacement Project - B/1,3	6/2025			

ENGINEERING SERVICES

Task - Strategic Plan Goal & Objective	Target Date	Updated Target Date	Completion Date	Comments
Bid and start construction of the Kokila Reservoir Replacement Project - B/3	10/2024	2/2025		On hold pending DWSRF environmental review
Complete design and construction and/or rehabilitation of one of the Backwash Hoods (construction of the second Backwash Hood to be completed in FY25/26) B/3	6/2025			In Construction
Complete construction of the Administration Building Electrical Service Upgrade Project - B/3	6/2025			
Complete design and construction of the Service Lines and Air Release Valves Replacement Programs - B/3	6/2025			In Construction
Complete construction of the Lime Tower Improvements Project - B/3	1/2025		9/2024	Completed
Complete design of FY24/25 Pipeline Replacement Projects (construction in FY27/28) - B/3	6/2025			

Operations Plan Report Card FY 2024-25

On Track
Delayed
Issues



FINANCE and HUMAN RESOURCES

Task - Strategic Plan Goal & Objective	Target Date	Updated Target Date	Completion Date	Comments
Complete funding agreement for State Revolving Loan Funds for Kokila Reservoir Project - D/4	12/2024			Application complete - in review by SRF
Apply for a grant from Environmental Protection Agency for a portion of the Kokila Reservoir Replacement Project - A/7	9/2024	10/31/2024	12/31/2024	Grant application has been submitted
Secure funding for the Retail Groundwater Supply project - A/2	6/2025			
Complete Retail Financial Plan and Rate Study - D/1	6/2025			In process
Conduct User Fee Study and make fee recommendations to Board - D/5	6/2025			
Update Personnel Manual - E/3	8/2024	9/2024	9/23/2024	Completed
Fill any open positions within six months - E/5	6/2025			
Complete annual performance evaluations by the end of February - E/6	2/2025			
Complete revisions to Treatment Plant Shift Operators MOU - E/6	8/2024	12/2024	11/20/2024	Completed
Provide Retirement Planning workshop for employees utilizing VALIC - E/2	12/2024		7/2024	Completed

WATER EFFICIENCY

Task - Strategic Plan Goal & Objective	Target Date	Updated Target Date	Completion Date	Comments
Provide 6 educational customer workshops (wholesale) - C/2,7	6/2025			On Track
Implement rebate incentive programs and provide on-site assistance to 100 customers to support State mandated water use reductions requirements - C/1,2,5	6/2025			On Track
Conduct a student art calendar contest to be distributed to all wholesale agencies annually - C/2,7	5/2025			On Track
Test and replace inoperable meter reading equipment upon failure and send failed meter information to Field Services for replacement - C/3,5	6/2025			On Track

WATER TREATMENT

Task - Strategic Plan Goal & Objective	Target Date	Updated Target Date	Completion Date	Comments
Rebuild and Retrofit Filter Underdrain Pumping System - B/2	3/2025			
Replace WTP Entry Carpeting - B/2	4/2025		9/1/2024	
Rehabilitate Sludge Vac Valving - B/2	4/2025		12/1/2025	
Perform Pipelines Cathodic Protection Survey - B/2	6/2025			

STAFF REPORT

To: Board of Directors
From: Paul Helliker, General Manager
Date: January 15, 2025
Subject: General Manager’s Monthly Report (December)

RECOMMENDED ACTION

For information only, no action requested.

TREATMENT PLANT OPERATIONS

Water Production

Item	December 2024	December 2023	Difference
Monthly Production AF	1,798.52	2,231.27	-19.4%
Daily Average MG	18.90	23.45	-19.4%
Annual Production AF	50,665.40	46,340.97	9.3%

Water Turbidity

Item	December 2024	November 2024	Difference
Raw Water Turbidity NTU	4.14	2.62	58%
Treated Water Turbidity NTU	0.016	0.016	0%
Monthly Turbidity Percentage Reduction	99.61%	99.37%	

*Folsom Lake Reservoir Storage Level AF**

Item	2024	2023	Difference
Lake Volume AF	329,932	480,888	-31%

AF – Acre Feet

MG – Million Gallons

NTU – Nephelometric Turbidity Unit

* Total Reservoir Capacity: 977,000 AF

Other Items of Interest:

- Perform annual plant meter verifications
- Complete annual chlorine equipment maintenance

SYSTEM OPERATIONS

Distribution Operations:

Item	December 2024	November 2024	Difference
Leaks and Repairs	8	5	+3
Mains Flushed	0	0	0
Valves Exercised	0	0	0
Hydrants Maintenance	0	0	0
Back Flows Tested	5	24	-19
Customer Service Calls	23	26	-3

Distribution System Water Quality:

Water Quality Samples Taken	# Failed Samples	Supporting Information
50 Lab 12 In-House	0	

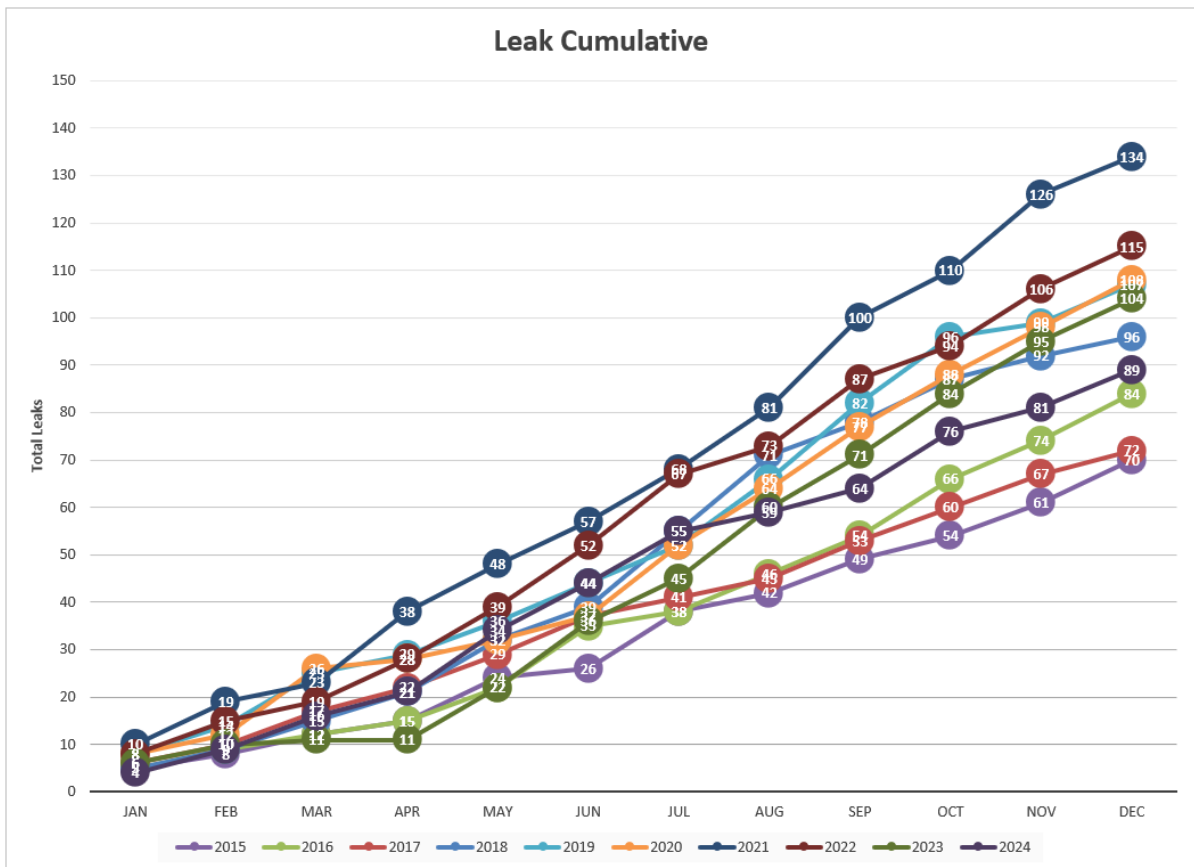


Figure 1: Annual Distribution System Leaks

CUSTOMER SERVICE ACTIVITIES

Billing Information for Month of December

Total Number of Bills Issued	Total Number of Reminders Mailed	Total Number of Shut-off Notices Delivered	Total Number of Disconnections
3856	675	0	0

Water Efficiency Activities for December

Water Waste Complaints Received	Number of Customers Contacted for High Usage (potential leaks)	Number of Rebates Processed	Number of Meters Tested/Repaired (non-reads)
1	160	1	50

Other Activities

- None

ENGINEERING - NEW URBAN DEVELOPMENTS (SJWD Retail Service Area)

Project Title	Description	Status	Issues / Notes
Chula Acres	4-Lot Minor Subdivision (8149 Excelsior Ave)	In Construction	Water main installed. Construction on hold.
Greenside Parcel Split (5640 Macargo)	Minor parcel split of 2.0-Ac parcel into 3 lots	In Construction	Contractor to submit deposit for construction.
The Ivy at Granite Bay (formerly Pond View)	Senior Living Community (5620, 5630, 5640, 5650 Douglas Blvd; APNs 048-142-089, -092)	In Planning	Developer to submit improvement plans in 2025.
The Residences at GB	4-Lot Minor Subdivision (NW Cor. Barton & E Rsvl Pkwy)	In Design Review	Project on hold
Hawk Estates	6-Lot Minor Subdivision (Dearwester Ln)	In Planning	Anticipate 1 st plan review submittal in 2025
Canyon Terrace Apartments	Apartment Complex (7 new buildings; 1600 Canyon Terrace Ln)	In Construction	Construction started November 2022
Whitehawk I	24 Lot Subdivision (Douglas, east of Sierra College)	In Design	2nd plan review submitted 11/2024
WellQuest Granite Bay Cottages	16 Senior Housing Units (just east of 9747 Sierra College Blvd)	In Design	Initial plan review submittal 11/2024

ENGINEERING - CAPITAL PROJECTS

Status Update for Current Retail Projects

Project Title	Description	Status	Issues / Notes
Spahn Ranch Rd. Main Extension	Install new pipeline; provides looped distribution network	In Design	Construction in FY 25/26
Kokila Reservoir Replacement	Replace existing hypalon lined and covered reservoir with a new concrete tank	In Design	Secured EPA Grant, and applying for SRF funding. Construction in FY 24/25
Canyon Falls Village and "Subway" PRS Replacements	Rehabilitation of existing Pressure Reducing Stations (near the intersections of Canyon Falls Dr and Santa Juanita Ave, and AFR and Park PI)	In Design	Construction in FY 24/25
Service Line Replacement Projects (85/year)	Yearly program to replace 85 services per year as identified in the 2020 Retail Master Plan	In Design	FY23/24 replacements (ACE Shopping Center & Hidden Oaks) to be Bid in 2025
Air Release Valve Replacements (45/year for next 20 years)	Replacement of 45 Air Release Valves per year for the 20 years as identified in the 2020 Retail Master Plan	In Construction	Notice to Proceed issued 8/26/24
Lakeland Dr Pipeline Replacement	Replacement of approx. 650-lf of 8-in pipe with new 12-in (from Douglas Blvd to W Granite Dr)	In Design	Design in FY24/25, Construction in FY26/27
W Hidden Lakes Dr Pipeline Replacement	Replacement of approx. 950-lf of existing 8-in pipe with new 12-in (from 7960 W Hidden Lakes Dr to Haley Dr)	In Design	Design in FY24/25, Construction in FY26/27
Fuller Dr Pipeline Extension	Installation of approx. 575-lf of new 10-in pipe (Fuller Dr, just east of AFR)	In Design	Design in FY24/25, Construction in FY26/27
Santa Juanita Ave Pipeline Replacement	Replacement of approx. 1,500-lf of existing 3-in pipe with new 8-in (from 8045 Santa Junita Ave to Barton Rd)	In Design	Design in FY24/25, Construction in FY25/26
Administration Building Electrical Panel Upgrade	Replacement of the electrical service at the Administration Building (50/50 split W/R)	In Design	Construction in FY24/25

Status Update for Current Wholesale Projects

Project Title	Description	Status (% Complete)	Issues/ Notes
Backwash Hood Rehabilitation and Rail Track Improvements	Rehabilitate or replace the two oldest Filter Backwash Hoods in the North and South basins, and replacement of the Rail Track.	In Construction	Construction for first Hood in FY24/25, second Hood in FY25/26
Administration Building Electrical Panel Upgrade	Replacement of the electrical service at the Administration Building (50/50 split W/R)	In Design	Construction in FY24/25

SAFETY & REGULATORY TRAINING – December 2024

Training Course	Staff
None	

FINANCE/BUDGET

See attached



San Juan Water District, CA

Wholesale Operating Income Statement Group Summary

For Fiscal: 2024-2025 Period Ending: 12/31/2024

Account	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
Fund: 010 - WHOLESALE					
Revenue					
41000 - Water Sales	11,508,200.00	11,508,200.00	0.00	6,293,364.59	5,214,835.41
43000 - Rebate	2,000.00	2,000.00	766.67	1,313.55	686.45
45000 - Other Operating Revenue	0.00	0.00	0.00	5.00	-5.00
49000 - Other Non-Operating Revenue	242,300.00	242,300.00	19,908.42	100,283.42	142,016.58
49990 - Transfer In	82,300.00	82,300.00	0.00	0.00	82,300.00
Revenue Total:	11,834,800.00	11,834,800.00	20,675.09	6,394,966.56	5,439,833.44
Expense					
51000 - Salaries and Benefits	4,727,800.00	4,727,800.00	312,463.99	1,943,856.06	2,783,943.94
52000 - Debt Service Expense	853,300.00	853,300.00	35,232.58	78,336.96	774,963.04
53000 - Source of Supply	893,800.00	893,800.00	3,692.64	343,454.99	550,345.01
54000 - Professional Services	879,500.00	879,500.00	1,246.97	185,373.94	694,126.06
55000 - Maintenance	691,900.00	691,900.00	4,727.54	178,917.72	512,982.28
56000 - Utilities	365,800.00	365,800.00	0.00	203,627.11	162,172.89
57000 - Materials and Supplies	1,307,200.00	1,307,200.00	17,746.31	592,137.60	715,062.40
58000 - Public Outreach	46,500.00	46,500.00	0.00	14,826.95	31,673.05
59000 - Other Operating Expenses	818,100.00	818,100.00	118,933.18	651,245.51	166,854.49
69000 - Other Non-Operating Expenses	2,500.00	2,500.00	0.00	0.00	2,500.00
Expense Total:	10,586,400.00	10,586,400.00	494,043.21	4,191,776.84	6,394,623.16
Fund: 010 - WHOLESALE Surplus (Deficit):	1,248,400.00	1,248,400.00	-473,368.12	2,203,189.72	-954,789.72
Total Surplus (Deficit):	1,248,400.00	1,248,400.00	-473,368.12	2,203,189.72	

Fund Summary

Fund	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
010 - WHOLESAL	1,248,400.00	1,248,400.00	-473,368.12	2,203,189.72	-954,789.72
Total Surplus (Deficit):	1,248,400.00	1,248,400.00	-473,368.12	2,203,189.72	



San Juan Water District, CA

Wholesale Capital Income Statement Group Summary

For Fiscal: 2024-2025 Period Ending: 12/31/2024

Account	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
Fund: 011 - Wholesale Capital Outlay					
Revenue					
42000 - Taxes & Assessments	1,530,000.00	1,530,000.00	6,619.09	22,478.36	1,507,521.64
44000 - Connection Fees	75,000.00	75,000.00	2,228.00	31,571.00	43,429.00
49000 - Other Non-Operating Revenue	850,000.00	850,000.00	0.00	489,751.45	360,248.55
Revenue Total:	2,455,000.00	2,455,000.00	8,847.09	543,800.81	1,911,199.19
Expense					
55000 - Maintenance	720,000.00	720,000.00	0.00	39,035.68	680,964.32
61000 - Capital Outlay	2,934,900.00	2,934,900.00	0.00	352,310.51	2,582,589.49
69900 - Transfers Out	82,300.00	82,300.00	0.00	0.00	82,300.00
Expense Total:	3,737,200.00	3,737,200.00	0.00	391,346.19	3,345,853.81
Fund: 011 - Wholesale Capital Outlay Surplus (Deficit):	-1,282,200.00	-1,282,200.00	8,847.09	152,454.62	-1,434,654.62
Total Surplus (Deficit):	-1,282,200.00	-1,282,200.00	8,847.09	152,454.62	

Fund Summary

Fund	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
011 - Wholesale Capital Outl...	-1,282,200.00	-1,282,200.00	8,847.09	152,454.62	-1,434,654.62
Total Surplus (Deficit):	-1,282,200.00	-1,282,200.00	8,847.09	152,454.62	



San Juan Water District, CA

Retail Operating Income Statement Group Summary

For Fiscal: 2024-2025 Period Ending: 12/31/2024

Account	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
Fund: 050 - RETAIL					
Revenue					
41000 - Water Sales	17,455,000.00	17,455,000.00	1,420,023.78	6,851,350.47	10,603,649.53
45000 - Other Operating Revenue	472,100.00	472,100.00	16,989.99	137,365.10	334,734.90
49000 - Other Non-Operating Revenue	282,600.00	282,600.00	12,800.42	105,990.71	176,609.29
Revenue Total:	18,209,700.00	18,209,700.00	1,449,814.19	7,094,706.28	11,114,993.72
Expense					
41000 - Water Sales	0.00	0.00	139.10	2,271.04	-2,271.04
51000 - Salaries and Benefits	6,974,200.00	6,974,200.00	469,430.52	2,868,974.74	4,105,225.26
52000 - Debt Service Expense	556,800.00	556,800.00	37,528.82	66,265.07	490,534.93
53000 - Source of Supply	3,367,800.00	3,367,800.00	0.00	1,619,970.88	1,747,829.12
54000 - Professional Services	1,144,300.00	1,144,300.00	3,197.73	214,626.72	929,673.28
55000 - Maintenance	441,200.00	441,200.00	6,428.01	134,944.77	306,255.23
56000 - Utilities	767,000.00	767,000.00	0.00	412,125.93	354,874.07
57000 - Materials and Supplies	365,900.00	365,900.00	8,497.28	103,445.21	262,454.79
58000 - Public Outreach	85,000.00	85,000.00	0.00	24,171.25	60,828.75
59000 - Other Operating Expenses	1,076,100.00	1,076,100.00	40,009.06	609,218.07	466,881.93
69000 - Other Non-Operating Expenses	58,800.00	58,800.00	0.00	0.00	58,800.00
69900 - Transfers Out	2,284,100.00	2,284,100.00	0.00	0.00	2,284,100.00
Expense Total:	17,121,200.00	17,121,200.00	565,230.52	6,056,013.68	11,065,186.32
Fund: 050 - RETAIL Surplus (Deficit):	1,088,500.00	1,088,500.00	884,583.67	1,038,692.60	49,807.40
Total Surplus (Deficit):	1,088,500.00	1,088,500.00	884,583.67	1,038,692.60	

Fund Summary

Fund	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
050 - RETAIL	1,088,500.00	1,088,500.00	884,583.67	1,038,692.60	49,807.40
Total Surplus (Deficit):	1,088,500.00	1,088,500.00	884,583.67	1,038,692.60	



San Juan Water District, CA

Retail Capital Income Statement Group Summary

For Fiscal: 2024-2025 Period Ending: 12/31/2024

Account	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
Fund: 055 - Retail Capital Outlay					
Revenue					
42000 - Taxes & Assessments	1,530,000.00	1,530,000.00	6,619.08	22,478.35	1,507,521.65
44000 - Connection Fees	100,000.00	100,000.00	26,663.00	119,216.00	-19,216.00
49000 - Other Non-Operating Revenue	1,930,000.00	1,930,000.00	0.00	384,858.02	1,545,141.98
49792 - Proceeds from Issuance of Debt	17,110,000.00	17,110,000.00	0.00	0.00	17,110,000.00
49990 - Transfer In	2,284,100.00	2,284,100.00	0.00	0.00	2,284,100.00
Revenue Total:	22,954,100.00	22,954,100.00	33,282.08	526,552.37	22,427,547.63
Expense					
54000 - Professional Services	400,000.00	400,000.00	0.00	43,019.93	356,980.07
61000 - Capital Outlay	24,090,600.00	24,090,600.00	49,479.02	1,456,288.13	22,634,311.87
Expense Total:	24,490,600.00	24,490,600.00	49,479.02	1,499,308.06	22,991,291.94
Fund: 055 - Retail Capital Outlay Surplus (Deficit):	-1,536,500.00	-1,536,500.00	-16,196.94	-972,755.69	-563,744.31
Total Surplus (Deficit):	-1,536,500.00	-1,536,500.00	-16,196.94	-972,755.69	

Fund Summary

Fund	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
055 - Retail Capital Outlay	-1,536,500.00	-1,536,500.00	-16,196.94	-972,755.69	-563,744.31
Total Surplus (Deficit):	-1,536,500.00	-1,536,500.00	-16,196.94	-972,755.69	

Summary

Project Summary

Project Number	Project Name	Total Revenue	Total Expense	Revenue Over/ (Under) Expenses
185170	Bacon Pump Station Perimeter Fenc	0.00	11,601.00	-11,601.00
191280	Hinkle Reservoir Cover	-1,078,837.21	428.50	-1,079,265.71
201117	Backwash Hood Rehabilitation (Two)	0.00	122,838.50	-122,838.50
201126	Lime Tower Design and Replacemen	-2,318.65	151,391.76	-153,710.41
201153	Thickener Access Ladders (3)	-8,130.07	25,405.04	-33,535.11
215114	Bacon Pump Station Generator Rep	-90,573.27	2,240.00	-92,813.27
215120	Kokila Reservoir (Replace Hypalon w	0.00	1,751.78	-1,751.78
235110	FY22-23 Service Laterals Planned Rej	-63,551.06	2.05	-63,553.11
241105	Powdered Activated Carbon System	0.00	31,351.93	-31,351.93
245100	Connex Storage Box - Upper Yard Re	0.00	26,044.52	-26,044.52
245103	Power Monitors for LGB Hinkle & AR	0.00	1,563.25	-1,563.25
245107	FY23-24 Meter Replacement Progra	0.00	0.00	0.00
245108	FY23-24 Air/Vacuum Relief Valve Rej	0.00	23,107.09	-23,107.09
245112	Douglas Blvd and Auburn Folsom Ro	0.00	190,979.99	-190,979.99
245113	FY23-24 Fire Hydrant Replacements	0.00	3,033.40	-3,033.40
255125	Pump Station Evaluation (All District	0.00	43,019.93	-43,019.93
255133	FY24-25 Air/Vacuum Relief Valve Rej	0.00	75,183.82	-75,183.82
255137	FY24-25 Failed Service Laterals Repl	0.00	448,711.21	-448,711.21
255147	FY 24-25 Meter Replacement Progra	0.00	418,261.54	-418,261.54
255149	Vacuum Pit Improvements	0.00	39,270.68	-39,270.68
255151	FY24-25 Blow Off Valve (BOV) Replac	0.00	27,195.36	-27,195.36
Project Totals:		-1,243,410.26	1,643,381.35	-2,886,791.61

Group Summary

Group	Total Revenue	Total Expense	Revenue Over/ (Under) Expenses
CIP - Asset	-1,243,410.26	1,612,029.42	-2,855,439.68
CIP - Expense	0.00	31,351.93	-31,351.93
Group Totals:	-1,243,410.26	1,643,381.35	-2,886,791.61

Type Summary

Type	Total Revenue	Total Expense	Revenue Over/ (Under) Expenses
Engineering	-164,573.05	1,561,852.41	-1,726,425.46
Field Services	0.00	81,100.44	-81,100.44
Water Treatment Plant	-1,078,837.21	428.50	-1,079,265.71
Type Totals:	-1,243,410.26	1,643,381.35	-2,886,791.61

GL Account Summary

GL Account Number	GL Account Name	Total Revenue	Total Expense	Revenue Over/ (Under) Expenses
011-20030	Retentions Payable	1,089,285.93	0.00	1,089,285.93
011-700-54120	Professional Services - Other	0.00	31,351.93	31,351.93
011-700-61145	Capital Outlay - WTP & Impro...	0.00	274,230.26	274,230.26
011-700-61155	Capital Outlay - Reservoirs & ...	0.00	428.50	428.50
011-700-61160	Capital Outlay - Equipment a...	0.00	25,405.04	25,405.04
055-20030	Retentions Payable	154,124.33	0.00	154,124.33
055-700-54120	Professional Services - Other	0.00	43,019.93	43,019.93
055-700-61120	Capital Outlay - Improvemen...	0.00	50,871.68	50,871.68
055-700-61135	Capital Outlay - Pump Station...	0.00	3,803.25	3,803.25
055-700-61140	Capital Outlay - Buildings & I...	0.00	26,044.52	26,044.52
055-700-61150	Capital Outlay - Mains/Pipeli...	0.00	768,212.92	768,212.92
055-700-61153	Capital Outlay - Meters and E...	0.00	418,261.54	418,261.54
055-700-61155	Capital Outlay - Reservoirs & ...	0.00	1,751.78	1,751.78
GL Account Totals:		1,243,410.26	1,643,381.35	2,886,791.61



Account	010 - WHOLESALE	011 - Wholesale Capital Outlay	050 - RETAIL	055 - Retail Capital Outlay	Total
Asset					
Type: 1000 - Assets					
10010 - Cash and Investments	5,220,698.15	27,319,312.37	4,320,705.44	21,892,368.74	58,753,084.70
10510 - Accounts Receivable	0.00	0.01	638,354.01	-0.01	638,354.01
11000 - Inventory	6,857.83	0.00	392,328.17	330,389.77	729,575.77
12000 - Prepaid Expense	85,235.16	0.00	27,815.16	0.00	113,050.32
12850 - Lease Receivable	969,664.74	0.00	969,664.75	0.00	1,939,329.49
14010 - Deferred Outflows	4,331,567.56	0.00	4,927,206.29	0.00	9,258,773.85
17010 - Capital Assets - Work in Progress	779,207.35	0.00	2,178,784.38	0.00	2,957,991.73
17150 - Capital Assets - Land Non-depreciable	120,712.00	0.00	166,272.00	0.00	286,984.00
17160 - Capital Assets - Improvements Other Than Buildings	1,292,811.55	0.00	108,342.32	0.00	1,401,153.87
17200 - Capital Assets - Pump Stations & Improvements	7,047,178.00	0.00	9,438,813.81	0.00	16,485,991.81
17300 - Capital Assets - Buildings & Improvements	1,336,421.99	0.00	304,844.05	0.00	1,641,266.04
17350 - Capital Assets - Water Treatment Plant & Imp	42,079,818.94	0.00	16,000.00	0.00	42,095,818.94
17400 - Capital Assets - Mains/Pipelines & Improvements	28,130,034.95	0.00	60,143,204.00	0.00	88,273,238.95
17410 - Capital Assets - Meters	17,097.25	0.00	1,100,805.78	0.00	1,117,903.03
17500 - Capital Assets - Reservoirs & Improvements	27,012,211.53	0.00	2,492,421.90	0.00	29,504,633.43
17700 - Capital Assets - Equipment & Furniture	13,759,391.25	0.00	1,133,444.66	0.00	14,892,835.91
17750 - Capital Assets - Vehicles	434,187.29	0.00	1,115,711.84	0.00	1,549,899.13
17800 - Capital Assets - Software	277,730.52	0.00	629,123.80	0.00	906,854.32
17850 - Capital Assets - Intangible	666,196.00	0.00	0.00	0.00	666,196.00
17900 - Less Accumulated Depreciation	-46,864,620.37	0.00	-34,010,832.98	0.00	-80,875,453.35
Total Type 1000 - Assets:	86,702,401.69	27,319,312.38	56,093,009.38	22,222,758.50	192,337,481.95
Total Asset:	86,702,401.69	27,319,312.38	56,093,009.38	22,222,758.50	192,337,481.95
Liability					
Type: 1000 - Assets					
10510 - Accounts Receivable	0.00	0.00	99,219.84	0.00	99,219.84
Total Type 1000 - Assets:	0.00	0.00	99,219.84	0.00	99,219.84
Type: 2000 - Liabilities					
20010 - Accounts Payable	80,598.78	28,116.70	67,131.04	99,756.15	275,602.67
20100 - Retentions Payable	0.00	0.00	0.00	0.01	0.01
21200 - Salaries & Benefits Payable	41,296.02	0.00	78,329.66	0.00	119,625.68
21250 - Payroll Taxes Payable	0.01	0.00	-0.01	0.00	0.00
21300 - Compensated Absences	596,164.61	0.00	680,419.42	0.00	1,276,584.03
21373 - Deferred Inflows of Resources - Leases	942,670.58	0.00	942,669.78	0.00	1,885,340.36

Balance Sheet

As Of 12/31/2024

Account	010 - WHOLESALE	011 - Wholesale Capital Outlay	050 - RETAIL	055 - Retail Capital Outlay	Total
21500 - Premium on Issuance of Bonds Series 2017	914,344.22	0.00	616,561.50	0.00	1,530,905.72
21600 - OPEB Liability	2,238,823.79	0.00	3,065,844.31	0.00	5,304,668.10
21700 - Pension Liability	2,611,908.12	0.00	3,455,920.54	0.00	6,067,828.66
22010 - Deferred Income	0.00	0.00	66,746.38	0.00	66,746.38
22050 - Deferred Inflows	983,749.92	0.00	1,038,091.43	0.00	2,021,841.35
23000 - Loans Payable	23,468,452.60	0.00	3,622,915.38	0.00	27,091,367.98
24000 - Current Bonds Payables	426,000.00	0.00	284,000.00	0.00	710,000.00
24250 - Bonds Payable 2017 Refunding	12,450,000.00	0.00	8,300,000.00	0.00	20,750,000.00
24300 - Loan - Refunding	3,811,517.43	0.00	2,069,546.35	0.00	5,881,063.78
29010 - Other Payables	9.93	0.00	0.00	0.00	9.93
Total Type 2000 - Liabilities:	48,565,536.01	28,116.70	24,288,175.78	99,756.16	72,981,584.65
Total Liability:	48,565,536.01	28,116.70	24,387,395.62	99,756.16	73,080,804.49
Equity					
Type: 3000 - Equity					
30100 - Investment in Capital Assets	33,863,776.22	0.00	29,652,709.37	0.00	63,516,485.59
30500 - Designated Reserves	1,157,794.55	27,138,741.06	882,690.31	19,715,449.68	48,894,675.60
30600 - Restricted Fund Balance	0.00	0.00	0.00	3,380,308.35	3,380,308.35
30700 - Restricted Debt Service Reserve	912,105.19	0.00	131,521.48	0.00	1,043,626.67
Total Type 3000 - Equity:	35,933,675.96	27,138,741.06	30,666,921.16	23,095,758.03	116,835,096.21
Total Total Beginning Equity:	35,933,675.96	27,138,741.06	30,666,921.16	23,095,758.03	116,835,096.21
Total Revenue	6,394,966.56	543,800.81	7,094,706.28	526,552.37	14,560,026.02
Total Expense	4,191,776.84	391,346.19	6,056,013.68	1,499,308.06	12,138,444.77
Revenues Over/Under Expenses	2,203,189.72	152,454.62	1,038,692.60	-972,755.69	2,421,581.25
Total Equity and Current Surplus (Deficit):	38,136,865.68	27,291,195.68	31,705,613.76	22,123,002.34	119,256,677.46
Total Liabilities, Equity and Current Surplus (Deficit):	86,702,401.69	27,319,312.38	56,093,009.38	22,222,758.50	192,337,481.95



San Juan Water District, CA

Check Report

By Vendor Name

Date Range: 12/05/2024 - 01/02/2025

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: APBNK-APBNK						
	Void	12/10/2024	Regular	0.00	0.00	60532
	Void	01/02/2025	Regular	0.00	0.00	60571
03845	All Pro Backflow, Inc.	12/17/2024	Regular	0.00	950.00	60540
03406	Alpha Analytical Laboratories Inc.	12/10/2024	Regular	0.00	523.00	60523
03406	Alpha Analytical Laboratories Inc.	12/17/2024	Regular	0.00	900.00	60541
03406	Alpha Analytical Laboratories Inc.	01/02/2025	Regular	0.00	1,530.00	60561
03981	Alpha CM, Inc.	01/02/2025	EFT	0.00	15,802.00	409744
01039	American Family Life Assurance Company of Co	12/26/2024	Bank Draft	0.00	301.50	Q386912-26-2C
01039	American Family Life Assurance Company of Co	12/26/2024	Bank Draft	0.00	301.50	Q386912-26-2C
01026	American River Ace Hardware, Inc.	01/02/2025	Regular	0.00	16.47	60562
03838	Aria Service Group	01/02/2025	EFT	0.00	3,384.00	409745
01328	Association of California Water Agencies / Joint	12/20/2024	EFT	0.00	7,489.46	409741
01167	Badger Meter, Inc.	01/02/2025	EFT	0.00	13,192.90	409746
02617	Barela, Tony	12/17/2024	Regular	0.00	241.50	60542
03899	Bennett Engineering Services Inc	01/02/2025	EFT	0.00	24,885.00	409747
03594	Borges & Mahoney, Inc.	12/10/2024	Regular	0.00	296.46	60524
03594	Borges & Mahoney, Inc.	12/17/2024	Regular	0.00	1,877.27	60543
03925	California Municipal Utilities Association	01/02/2025	EFT	0.00	30,000.00	409748
03080	California State Disbursement Unit	12/06/2024	Bank Draft	0.00	1.50	PAY0000000000
03080	California State Disbursement Unit	12/06/2024	Bank Draft	0.00	1,741.26	PAY0000000000
03080	California State Disbursement Unit	12/20/2024	Bank Draft	0.00	1,741.26	PAY0000000000
03080	California State Disbursement Unit	12/20/2024	Bank Draft	0.00	1.50	PAY0000000000
03130	CalPERS Retirement	12/06/2024	Bank Draft	0.00	48,092.66	1002792329
03130	CalPERS Retirement	12/20/2024	Bank Draft	0.00	46,729.21	1002804000
01330	CDW Government LLC	12/17/2024	EFT	0.00	4,594.00	409734
01366	Citistreet/CalPERS 457	12/06/2024	Bank Draft	0.00	8,523.08	1002792332
01366	Citistreet/CalPERS 457	12/20/2024	Bank Draft	0.00	8,328.92	1002804003
01372	City of Folsom	01/02/2025	Regular	0.00	45.87	60563
01378	Clark Pest Control of Stockton	12/10/2024	Regular	0.00	1,481.00	60525
01423	County of Sacramento	12/10/2024	Regular	0.00	84,729.95	60526
01423	County of Sacramento	12/17/2024	Regular	0.00	30,513.25	60544
01423	County of Sacramento	01/02/2025	Regular	0.00	302.50	60564
03890	Datalink Networks, Inc.	01/02/2025	EFT	0.00	3,226.56	409749
01521	DataProse, LLC	12/10/2024	EFT	0.00	7,694.97	409724
01509	Domenichelli & Associates, Inc.	01/02/2025	EFT	0.00	2,898.00	409750
01519	Downtown Ford Sales	12/10/2024	Regular	0.00	25,780.93	60527
03163	Economic Development Department	12/20/2024	Bank Draft	0.00	12,657.60	0-632-220-304
03163	Economic Development Department	12/06/2024	Bank Draft	0.00	270.87	1-496-240-784
03163	Economic Development Department	12/06/2024	Bank Draft	0.00	12,459.27	1-496-240-784
03775	ECORP Consulting, Inc.	01/02/2025	Regular	0.00	5,163.20	60565
03776	EETS Inc.	01/02/2025	EFT	0.00	15,580.00	409751
01611	Ferguson Enterprises, Inc	01/02/2025	EFT	0.00	2,218.17	409752
03702	Flowline Contractors, Inc.	01/02/2025	EFT	0.00	38,782.00	409753
01630	FM Graphics, Inc.	12/17/2024	Regular	0.00	734.66	60545
01644	Franchise Tax Board	12/10/2024	Regular	0.00	75.00	60528
01644	Franchise Tax Board	12/20/2024	Regular	0.00	75.00	60560
01651	Future Ford, Inc.	01/02/2025	EFT	0.00	228.00	409754
03870	Genuine Parts Company	12/10/2024	Regular	0.00	24.76	60529
03091	Granite Bay Ace Hardware	01/02/2025	Regular	0.00	240.68	60566
01706	Graymont Western US Inc.	12/17/2024	EFT	0.00	8,120.84	409735
01733	Harris Industrial Gases	12/17/2024	Regular	0.00	108.05	60546
01741	HDR Engineering, Inc.	01/02/2025	EFT	0.00	882.50	409755
01763	Holt of California	01/02/2025	Regular	0.00	1,594.09	60567
03164	Internal Revenue Service	12/06/2024	Bank Draft	0.00	60,747.47	270474173963

Check Report

Date Range: 12/05/2024 - 01/02/2025

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
03164	Internal Revenue Service	12/06/2024	Bank Draft	0.00	1,597.21	270474173963
03164	Internal Revenue Service	12/20/2024	Bank Draft	0.00	59,305.85	270475500802
03164	Internal Revenue Service	12/20/2024	Bank Draft	0.00	84.17	270475500802
01917	Kennedy/Jenks Consultants, Inc.	01/02/2025	EFT	0.00	2,091.70	409756
03628	Lees Automotive Repair Inc.	12/10/2024	EFT	0.00	653.67	409725
02024	MCI WORLDCOM	12/17/2024	Regular	0.00	55.67	60547
02027	Mcmaster-Carr Supply Company	01/02/2025	EFT	0.00	53.26	409757
01472	Mel Dawson, Inc.	12/17/2024	EFT	0.00	7,526.62	409736
01472	Mel Dawson, Inc.	01/02/2025	EFT	0.00	2,037.55	409758
03959	MSLA Landscape Architecture, Inc.	01/02/2025	Regular	0.00	1,275.00	60568
02093	NDS Solutions, Inc	12/17/2024	Regular	0.00	559.66	60548
02131	ODP Business Solutions, LLC	12/10/2024	Regular	0.00	787.12	60530
02131	ODP Business Solutions, LLC	01/02/2025	Regular	0.00	951.91	60569
02150	Pace Supply Corp	12/17/2024	Regular	0.00	576.08	60549
02150	Pace Supply Corp	01/02/2025	Regular	0.00	18,417.15	60570
02158	Pacific Storage Company	12/17/2024	EFT	0.00	113.84	409737
02146	PG&E	12/10/2024	Regular	0.00	307,140.66	60531
02146	PG&E	01/02/2025	Regular	0.00	10.00	60572
03961	Prosoio Communications	12/17/2024	Regular	0.00	5,182.50	60550
01736	Quadient Leasing USA, Inc. - Lease	12/10/2024	EFT	0.00	462.81	409726
03843	Raptis, Matthew	01/02/2025	Regular	0.00	130.00	60573
02283	Recology Auburn Placer	01/02/2025	Regular	0.00	812.25	60574
02223	Rexel Inc (Platt - Rancho Cordova)	01/02/2025	Regular	0.00	804.06	60575
02292	Rexel USA Inc	12/10/2024	EFT	0.00	907.00	409727
03092	Rich, Dan	12/20/2024	EFT	0.00	1,056.80	409742
02328	Rocklin Windustrial Co	12/17/2024	Regular	0.00	133.83	60551
02328	Rocklin Windustrial Co	01/02/2025	Regular	0.00	64.70	60576
03385	S J Electro Systems Inc	12/17/2024	EFT	0.00	940.00	409738
02357	Sacramento Municipal Utility District (SMUD)	01/02/2025	Regular	0.00	20,088.78	60577
03977	Seale, Steven M.	01/02/2025	Regular	0.00	80.81	60578
03822	SIJ Holdings LLC	12/10/2024	EFT	0.00	528.32	409728
03267	Silva, Donna	12/10/2024	Regular	0.00	172.50	60533
02514	State Water Resources Control Board - SWRCB	12/18/2024	Regular	0.00	140.00	60558
02514	State Water Resources Control Board - SWRCB	12/18/2024	Regular	0.00	60.00	60559
03830	Stoel Rives LLP	12/17/2024	EFT	0.00	13,464.30	409739
01641	Sun Life Assurance Company of Canada	12/14/2024	Bank Draft	0.00	11,948.20	1444122
01411	SureWest Telephone	12/17/2024	Regular	0.00	3,850.28	60552
02572	Thatcher Company of California, Inc.	12/10/2024	EFT	0.00	32,040.00	409729
02572	Thatcher Company of California, Inc.	01/02/2025	EFT	0.00	16,020.00	409759
02581	The Ferguson Group, LLC	01/02/2025	EFT	0.00	6,750.00	409760
03729	Tree Pro Tree Services, Inc.	12/17/2024	Regular	0.00	8,143.43	60553
03846	U.S. Bancorp Asset Management, Inc.	01/02/2025	EFT	0.00	1,041.93	409761
02651	United Parcel Service, Inc.	12/10/2024	Regular	0.00	154.68	60534
02651	United Parcel Service, Inc.	01/02/2025	Regular	0.00	65.80	60579
02667	US Bank Corporate Payments Sys (CalCard)	12/16/2024	Bank Draft	0.00	23,073.20	474-700783-24
03077	VALIC	12/06/2024	Bank Draft	0.00	5,090.08	378388
03077	VALIC	12/20/2024	Bank Draft	0.00	5,101.91	381859
03986	Vaneli's Inc.	12/10/2024	EFT	0.00	103.00	409730
03986	Vaneli's Inc.	12/17/2024	EFT	0.00	112.25	409740
03986	Vaneli's Inc.	01/02/2025	EFT	0.00	176.00	409762
02690	Verizon Wireless	12/17/2024	Regular	0.00	3,680.36	60554
02700	Viking Shred LLC	12/10/2024	Regular	0.00	64.00	60535
02700	Viking Shred LLC	12/17/2024	Regular	0.00	64.00	60555
01687	W. W. Grainger, Inc.	12/17/2024	Regular	0.00	318.43	60556
01687	W. W. Grainger, Inc.	01/02/2025	Regular	0.00	303.22	60580
02710	WageWorks, Inc.	12/10/2024	EFT	0.00	110.00	409732
03387	WageWorks, Inc	12/10/2024	EFT	0.00	438.07	409731
03387	WageWorks, Inc	12/20/2024	EFT	0.00	438.07	409743
03791	Water Systems Consulting, Inc.	01/02/2025	EFT	0.00	19,360.75	409763
03915	Webster Bank, N.A.	12/10/2024	EFT	0.00	54,362.88	409733
02730	Western Area Power Administration	01/02/2025	EFT	0.00	1,850.00	409764

Check Report

Date Range: 12/05/2024 - 01/02/2025

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
03445	Zlotnick, Greg	12/17/2024	Regular	0.00	53.33	60557

Bank Code APBNK Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	91	52	0.00	531,343.85
Manual Checks	0	0	0.00	0.00
Voided Checks	0	2	0.00	0.00
Bank Drafts	21	21	0.00	308,098.22
EFT's	64	41	0.00	341,617.22
	176	116	0.00	1,181,059.29

All Bank Codes Check Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	91	52	0.00	531,343.85
Manual Checks	0	0	0.00	0.00
Voided Checks	0	2	0.00	0.00
Bank Drafts	21	21	0.00	308,098.22
EFT's	64	41	0.00	341,617.22
	176	116	0.00	1,181,059.29

Fund Summary

Fund	Name	Period	Amount
999	INTERCOMPANY	12/2024	928,702.48
999	INTERCOMPANY	1/2025	252,356.81
			1,181,059.29



San Juan Water District, CA

Vendor History Report

By Vendor Name

Posting Date Range 07/01/2024 - 12/31/2024

Payment Date Range -

Payable Number	Description	Units	Price	Post Date	1099 Account Number	Payment Number	Payment Date	Amount	Shipping Dist Amount	Tax	Discount	Net	Payment	
Vendor Set: 01 - Vendor Set 01														
03092 - Rich, Dan														
Exp. Reimb 12-2024	ACWA Conf Flight, Mileage & Hotel			12/19/2024		409742	12/20/2024	1,056.80	0.00	0.00	0.00	1,056.80	1,056.80	
	ACWA Conf Flight, Milea	0.00	0.00		010-010-52110			1,056.80	0.00	0.00	0.00	1,056.80	1,056.80	
					050-010-52110			528.40	528.40					
								528.40	528.40					
02162 - Tobin, Pamela														
Exp Reimb 07-2024	ACWA BOD Wrkshp Prkng, SSWD/SJWD BC9/17/2024					409581	9/17/2024	124.50	0.00	0.00	0.00	124.50	124.50	
	ACWA BOD Wrkshp Prkr	0.00	0.00		010-010-52110			124.50	62.25			124.50	124.50	
					050-010-52110				62.25					
									62.25					
Exp Reimb 08-2024	Reg 8 Prgm Airport,CH Chmbr Meet Electer9/17/2024					409581	9/17/2024	701.12	0.00	0.00	0.00	701.12	701.12	
	Reg 8 Prgm Reg/Flight/P:	0.00	0.00		010-010-52110			701.12	350.56			701.12	701.12	
					050-010-52110				350.56					
									350.56					
Exp Reimb 10-2024	ACWA Fndtin, SJWD BBQ, ACWA Reg 5 Milk10/15/2024					409629	10/15/2024	367.74	0.00	0.00	0.00	367.74	367.74	
	ACWA Fndtin, SJWD BBQ	0.00	0.00		010-010-52110			367.74	183.87			367.74	367.74	
					050-010-52110				183.87					
									183.87					
Exp Reimb 11-2024	SSWD/SJWD Joint BOD,CCWD Memorial Se11/12/2024					409682	11/12/2024	144.72	0.00	0.00	0.00	144.72	144.72	
	SSWD/SJWD Joint BOD,(0.00	0.00		010-010-52110			144.72	72.36			144.72	144.72	
					050-010-52110				72.36					
									72.36					
Vendors: (2)								Total 01 - Vendor Set 01:	2,394.88	0.00	0.00	0.00	2,394.88	2,394.88
Vendors: (2)								Report Total:	2,394.88	0.00	0.00	0.00	2,394.88	2,394.88



Payroll Set: 01-San Juan Water District

Employee Number	Employee Name	Pay Code	# of Payments	Units	Pay Amount
0690	Costa, Ted	Reg - Regular Hours	6	43.00	7,925.00
			0690 - Costa Total:	43.00	7,925.00
0670	Miller, Ken	Reg - Regular Hours	6	24.00	4,425.00
			0670 - Miller Total:	24.00	4,425.00
1003	Rich, Daniel	Reg - Regular Hours	6	17.00	3,175.00
			1003 - Rich Total:	17.00	3,175.00
0650	Tobin, Pamela	Reg - Regular Hours	6	50.00	9,250.00
			0650 - Tobin Total:	50.00	9,250.00
1039	Zamorano, Manuel	Reg - Regular Hours	6	20.00	3,700.00
			1039 - Zamorano Total:	20.00	3,700.00
			Report Total:	154.00	28,475.00



Payroll Set: 01-San Juan Water District

Account	Account Description	Units	Pay Amount
010-010-58110	Director - Stipend	77.00	14,237.50
	010 - WHOLESALE Total:	77.00	14,237.50
050-010-58110	Director - Stipend	77.00	14,237.50
	050 - RETAIL Total:	77.00	14,237.50
	Report Total:	154.00	28,475.00



Payroll Set: 01-San Juan Water District

Pay Code	Description	# of Payments	Units	Pay Amount
Reg - Regular Hours	Regular Hours	30	154.00	28,475.00
		Report Total:	154.00	28,475.00

2024/25 Actual Deliveries and Revenue - By Wholesale Customer Agency

July - December 2024								
	Budgeted Deliveries	Budgeted Revenue	Actual Deliveries	Actual Revenue	Delivery Variance		Revenue Variance	
San Juan Retail	7,160	\$ 1,716,995	7,616.99	\$ 1,741,196	457	6.4%	\$ 24,200	1.4%
Citrus Heights Water District	5,995	\$ 1,520,864	6,512.40	\$ 1,548,247	517	8.6%	\$ 27,383	1.8%
Fair Oaks Water District	3,757	\$ 1,074,976	5,475.29	\$ 1,165,971	1,718	45.7%	\$ 90,995	8.5%
Orange Vale Water Co.	2,264	\$ 565,340	2,497.33	\$ 577,709	234	10.3%	\$ 12,369	2.2%
City of Folsom	656	\$ 166,833	709.52	\$ 169,676	54	8.2%	\$ 2,843	1.7%
Granite Bay Golf Course	238	\$ 8,411	248.81	\$ 8,795	11	4.6%	\$ 385	4.6%
Sac Suburban Water District	5,092	\$ 1,353,148	7,937.45	\$ 2,109,298	2,845	55.9%	\$ 756,150	55.9%
TOTAL	25,162	\$ 6,406,568	30,997.79	\$ 7,320,892	5,835.75	23.2%	\$ 914,324	14.3%

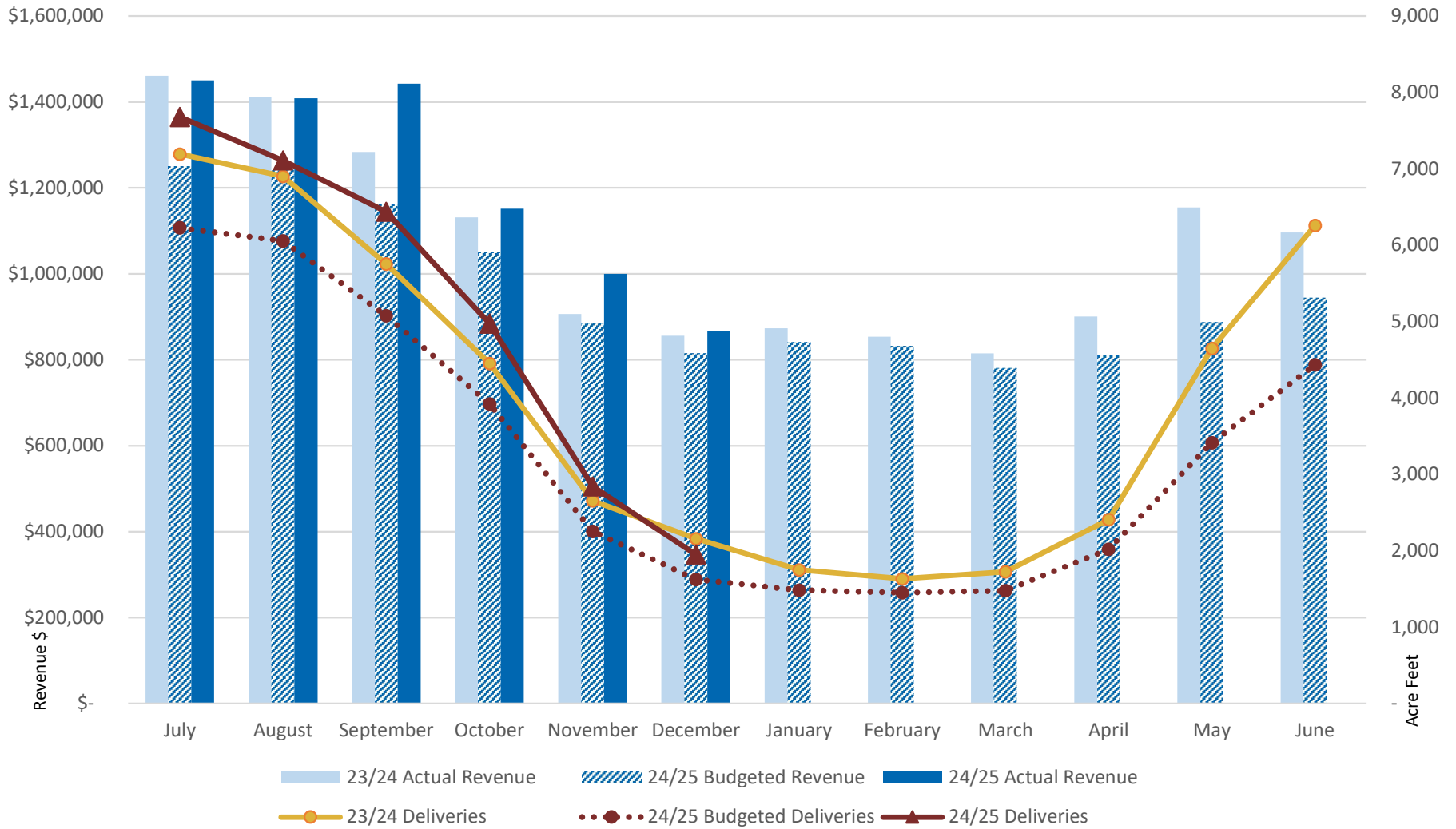
Budgeted Deliveries	25,162.04
Actual Deliveries	30,997.79
Difference	5,835.75
	23.2%

Budgeted Water Sale Revenue	\$ 6,406,568
Actual Water Sale Revenue	\$ 7,320,892
Difference	\$ 914,324
	14.3%

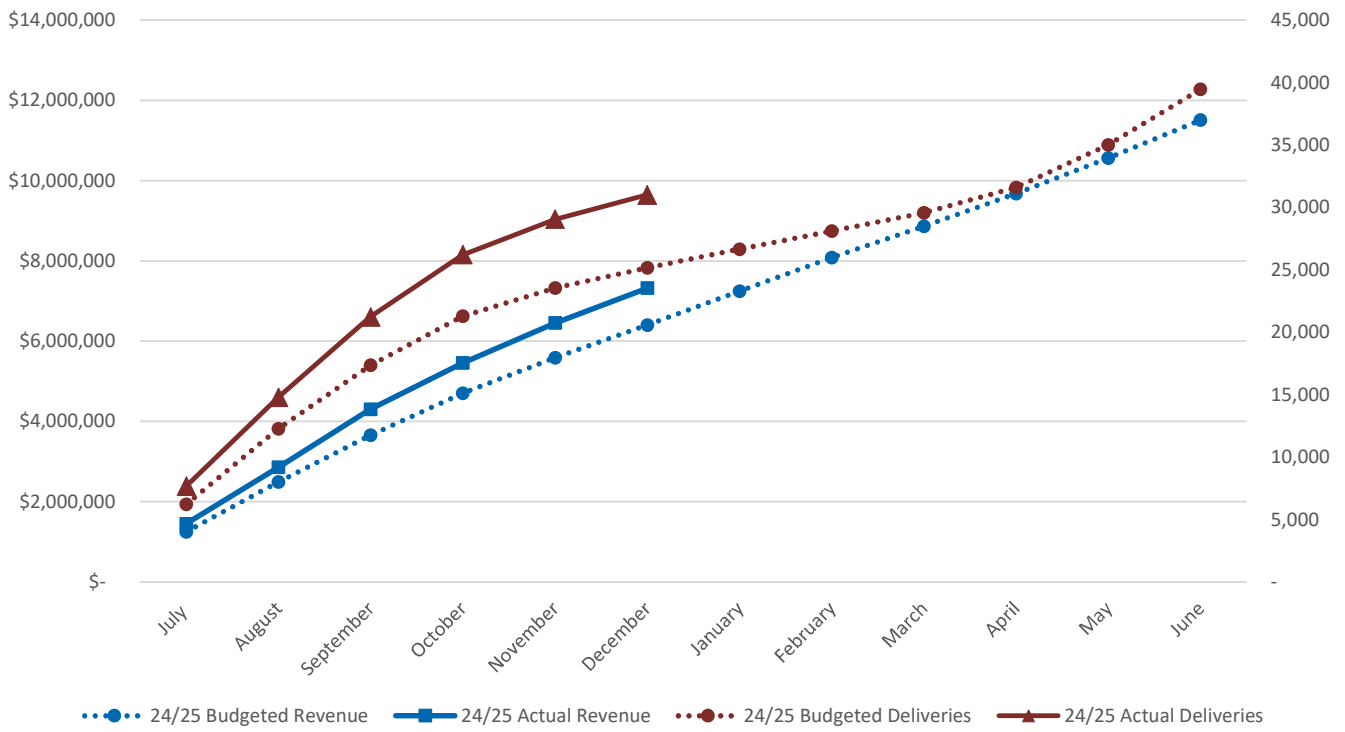
Conclusion:

Monthly water deliveries in the first half of the fiscal year have surpassed what was anticipated in the budget. The largest variances in deliveries come from Fair Oaks Water District, who has taken 1,718 acre feet, or 45.7% more than anticipated and deliveries of treated PCWA water to Sacramento Suburban Water District, which have exceeded expectations by 2,845 acre feet, a 55.9% variance. The positive variance in deliveries is generating revenues 14% higher than anticipated for the first six months of the year.

Comparison of Fiscal Year 2023/2024 Actuals to 2024/2025 Projections and Actuals of Deliveries and Revenue



Cumulative Water Deliveries and Revenues FY 2024-25



Director Tobin's Report

ACWA

1/15/2025

ACWA (Association of California Water Agencies) is actively responding to the severe climate-driven wildfires in Southern California. Their response includes:

- working with key state legislative committees and legislators in affected districts. This advocacy is focused on providing information and offering themselves as points of contact for any inquiries related to wildfires.
- prioritizing support for its member agencies that are directly impacted by the wildfires. One of their key strategies includes connecting affected agencies with each other, enabling them to share resources and experiences.
- continue collaborating with both its member agencies and external partner organizations to address the ongoing challenges posed by the wildfires, working together to help mitigate the immediate impacts and plan for long-term resilience.

Governor Gavin Newsom's proposed budget for the 2025-2026 fiscal year, unveiled on January 10, includes significant allocations from the voter-approved climate bond (Proposition 4), which will be directed toward addressing water-related challenges, climate resilience, and environmental concerns. Some of the key components of the proposal include:

Key Allocations from the \$3.8 Billion Climate Bond:

1. **Dam Safety and Climate Resilience** – \$231.5 million
 - This funding will support efforts to improve dam safety and strengthen the state's infrastructure against climate-related threats.
2. **Water Quality, Safe Drinking Water, and Tribal Water Infrastructure** – \$183.2 million
 - Aiming to ensure safe drinking water, this allocation also focuses on improving water infrastructure for tribal communities.
3. **Flood Management Projects** – \$173.1 million
 - Funding for flood management is essential to reduce flood risks and protect communities.
4. **Water Reuse and Recycling** – \$153.4 million
 - This will support initiatives aimed at enhancing water recycling and reuse, which are vital in drought-prone regions.
5. **Salton Sea Management Program** – \$148.2 million
 - Addressing the ecological and public health impacts of the Salton Sea is a priority with this funding.

In addition to these allocations, the Governor's budget also includes adjustments that shift some General Fund allocations to bond funding, including those for **dam safety** and **recycled water** programs, as part of efforts to maintain a balanced budget.

ACWA (Association of California Water Agencies) has expressed its intent to advocate for the continued prioritization of funding for water and climate resilience, including supporting initiatives outlined in the Governor's proposed budget.

Visit the ACWA Advisory on the website for details on funding for wildfire, forest resilience, and other related topics.

This proposed budget is an important step in addressing California's climate and water challenges.

On January 10, ACWA submitted comments to the State Water Resources Control Board regarding the draft updates to the Water Quality Control Plan for the San Francisco Bay/Sacramento–San Joaquin Delta Watershed (Bay-Delta Plan). These proposed updates include two potential pathways for managing water flow in the region:

1. **Unimpaired Flow Pathway:** A pathway that would focus on maintaining natural, unimpaired flow conditions.
2. **Healthy Rivers and Landscapes (HRL) Program Pathway:** Previously referred to as the **Voluntary Agreements**, this pathway emphasizes collaborative, locally driven strategies to support both environmental and water management needs.

ACWA's Position:

ACWA has expressed **strong support** for the **HRL Program** as the preferred pathway for updating the Bay-Delta Plan. The coalition letter from ACWA urges the State Water Board to make specific changes to the revised draft of the Sacramento/Delta updates and Staff Report to reflect this preference. ACWA's support for the HRL Program is rooted in the belief that it offers a more balanced, flexible approach that incorporates the input of diverse stakeholders.

Next Steps:

Based on public input, including the comments submitted by ACWA, the State Water Board staff will develop a revised draft of the proposed updates. The State Water Board is expected to consider approval of the final draft updates as early as the **second quarter of 2025**.

On January 10, ACWA submitted comments to the State Water Resources Control Board regarding draft updates to the Sacramento/Delta sections of the Bay-Delta Plan. The draft proposes options for either an unimpaired flow pathway or the Healthy Rivers and Landscapes (HRL) Program, formerly known as the Voluntary Agreements. ACWA's coalition letter strongly supports the HRL Program and recommends specific changes to the draft updates and Staff Report.

Following public input, State Water Board staff will revise the draft updates, with final approval anticipated as early as Q2 2025. For details, visit acwa.com/resources.

Continuing Resolution

Last month, Congress passed a continuing resolution that prevented a government shutdown and included key provisions for ACWA member agencies. Highlights include:

- Extension of the Farm Bill through September 30, 2025.
- \$110 billion in disaster-related funding to address droughts, wildfires, floods, and other disasters.
- \$1.5 billion for U.S. Army Corps of Engineers projects, including disaster risk reduction and water infrastructure improvements.
- \$920 million for the Emergency Watershed Protection Program under the Natural Resources Conservation Service.

Scholarship Toolkit

- ACWA offers annual scholarships to graduate and undergraduate students majoring in water resources-related fields. To help promote these opportunities, member agencies are encouraged to use the updated 2025–26 Scholarship Toolkit. The toolkit includes new graphics in various sizes, sample social media posts, a sample newsletter, and a website widget.

Upcoming Events

- **ACWA DC2025:** February 25–27
- **ACWA 2025 Legislative Symposium:** March 26

ACWA-JPIA

2025 Executive Committee Election

The 2025 Executive Committee election will occur during ACWA JPIA's Board of Directors meeting at the Membership Summit in May 2025.

- **Positions:** Four Executive Committee seats, each with a four-year term.
- **Deadline:** Friday, April 11, 2025, at 4:30 PM.
- **Nomination Info:** Procedures and sample resolutions are available on the JPIA website.

ACWA Foundation

- Rolled out the **Bette Boatman Emerging Leader Award** at the ACWA Spring conference
- Raised \$2,500 of the \$25,000 scholarship.
- retreat on January 27 at 980 9th St., Sacramento 10:00am-12 noon
- Lisa Mealoy, Foundation executive director
- Dept of the Treasury IRS Tax Exempt and Gov. Entities got their 501C3 designation retro dated 01/30/2024. All donations to this organization is tax deductible. #92-0785873

DRAFT Bette Boatmun Emerging Leader Award Nomination Form

Nominee Name: _____
Current Role/Title: _____
Organization: _____
Phone: _____
Email: _____
Business Address: _____

Years with current organization: _____
Years total in the water industry: _____

1. Briefly describe the nominee's career history and aspirations. (up to 100 words)
2. Briefly describe the nominee's current role and responsibilities. (up to 100 words)
3. Describe how the nominee has helped others enter or grow their careers in the water industry. (up to 200 words)
4. Describe how the nominee has advanced a culture of equity and inclusion in their organization and/or in the water industry as a whole. (up to 200 words)
5. Briefly describe how the nominee has demonstrated leadership skills in their professional and/or personal life. (up to 100 words)

This candidate has been nominated by

Name: _____
Title: _____
Organization: _____
Contact: _____

If accepted to receive the *Bette Boatmun Emerging Leader Award*, this nominee's General Manager (or equivalent position in their organization) fully supports their participation in the leadership program and commits to accommodate the candidate's successful completion of their management training course.

Name: _____
Title: _____
Organization: _____
Contact: _____

**Finance Committee Meeting Minutes
San Juan Water District
January 7, 2025
4:00 p.m.**

Committee Members: Pam Tobin, Director (Chair)
Manuel Zamorano, Director (Alternate Member)

District Staff: Donna Silva, Director of Finance & Human Resources
Teri Grant, Board Secretary/Administrative Assistant

Members of the Public: Anthony Wong
Mike McRae, SJWD Board Director

- 1. Review General Manager Reimbursements (W & R)**
The Committee reviewed the November credit card charges for the General Manager and found them to be in order and there was no reimbursement request from the General Manager.
- 2. Review Check Register from December 2024 (W & R)**
The Committee reviewed the December 2024 check register and found it to be in order.
- 3. Review of Legal Bills (W & R)**
The Committee reviewed the legal bills and found them to be in order.
- 4. Other Finance Matters (W & R)**
There were no other matters discussed.
- 5. Public Comment**
There were no public comments.

The meeting was adjourned at 4:18 p.m.

**Engineering Committee Meeting Minutes
San Juan Water District
January 9, 2025
1:00 p.m.**

Committee Members: Manuel Zamorano, Alternate Member

District Staff: Paul Helliker, General Manager
Tony Barela, Director of Operations
Donna Silva, Director of Finance
Andrew Pierson, Director of Engineering Services
Adam Larsen, Field Services Manager
Teri Grant, Board Secretary/Administrative Assistant

Members of the Public: Mike McRae, SJWD Board Member
Pam Tobin, SJWD Board Member
Steve Kenning

Topics: Bacon Pump Station Fence Project (R)
Hydrant and Valve Maintenance FY 2024/25 (R)
Other Engineering Matters
Public Comment

1. Bacon Pump Station Fence Project (R)

Mr. Barela reviewed the written staff report which will be included in the Board packet.

The Engineering Committee recommends consideration of a motion by the Board to authorize and approve the award of a construction contract to apparent lowest responsive and responsible bidder for the Bacon Pump Station Fence Project.

2. Hydrant and Valve Maintenance FY 2024/25 (R)

Mr. Larsen reviewed the written staff report which will be included in the Board packet. In response to Director Zamorano's question, he explained that maintenance of the hydrants includes a valve check every 5 years, along with checking the hydrants for lubrication, checking for the break-away system on the unit, checking the height of the unit, flushing the lateral and checking for any repairs that might be needed. GM Helliker explained that this item was outsourced about 4 years ago when staff completed an analysis of operations and determined that additional staffing was necessary to adequately maintain San Juan's system and facilities. The Board considered this analysis and decided that it was more efficient to use a contractor to perform this work. Mr. Barela explained that staff will be performing another analysis of operations this year and will bring this item back to the Board or Committee. In response to Mr. Steve Kenning's question, Mr. Larsen explained that the contractor provides a report on each hydrant and any repairs that need to be done are completed by District staff.

The Engineering Committee recommends consideration of a motion by the Board to authorize and approve Amendment #2, 2nd year renewal to the contract with Wachs Water

Services (WWS) for professional services related to the inspection and maintenance of the District's hydrants and valves for the fiscal year 2024/25.

3. Other Engineering Matters

There were no other matters discussed.

4. Public Comment

There were no public comments.

The meeting was adjourned at 1:16 p.m.