



# S A W P A

SANTA ANA WATERSHED PROJECT AUTHORITY

11615 Sterling Avenue, Riverside, California 92503 • (951) 354-4220

## SPECIAL NOTICE REGARDING CORONAVIRUS DISEASE 2019 (COVID-19) AND PARTICIPATION IN PUBLIC MEETINGS

On March 4, 2020, Governor Newsom declared a State of Emergency resulting from the threat of COVID-19. Governor Newsom issued Executive Order N-25-20 (3-12-20) and Executive Order N-29-20 (3-17-20) which temporarily suspend portions of the Brown Act relative to conducting of public meetings. Accordingly, it has been determined that all Board and Committee meetings of the Santa Ana Watershed Project Authority held pursuant to the Brown Act will be conducted virtually, including meetings of the:

- SAWPA Commission
- PA 22, PA 23, and PA 24 Committees
- OWOW Steering Committee

## REGULAR MEETING OF THE COMMISSION TUESDAY, SEPTEMBER 15, 2020 – 9:30 A.M.

### PUBLIC PARTICIPATION

Public participation is welcome and encouraged. You may participate in the September 15, 2020 meeting of the SAWPA Commission by telephone\* and virtually through the Zoom app as follows:

Meeting Access Via Computer (Zoom):	Meeting Access Via Telephone*:
<ul style="list-style-type: none"> <li>• <a href="https://sawpa.zoom.us/j/97580743628">https://sawpa.zoom.us/j/97580743628</a></li> <li>• Meeting ID: 975 8074 3628</li> </ul>	<ul style="list-style-type: none"> <li>• 1 (669) 900-6833</li> <li>• Meeting ID: 975 8074 3628</li> </ul>

If you are unable to participate by telephone\* or virtually, you may also submit your comments and questions in writing for the Commission’s consideration by sending them to [publiccomment@sawpa.org](mailto:publiccomment@sawpa.org) with the subject line “Public Comment Item #” (insert the agenda item number relevant to your comment) or “Public Comment Non-Agenda Item”. Submit your written comments by 6:00 p.m. on Monday, September 14, 2020. All public comments will be provided to the Chair and may be read into the record or compiled as part of the record.

**\*IMPORTANT PRIVACY NOTE: Participation in the meeting via the Zoom app is strongly encouraged. Please keep in mind: (1) This is a public meeting; as such, the virtual meeting information is published on the World Wide Web and available to everyone. (2) Should you participate remotely via telephone, your telephone number will be your “identifier” during the meeting and available to all meeting participants. Participation in the meeting via the Zoom app is strongly encouraged; there is no way to protect your privacy if you elect to call in to the meeting. The Zoom app is a free download.**

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# S A W P A

SANTA ANA WATERSHED PROJECT AUTHORITY

11615 Sterling Avenue, Riverside, California 92503 • (951) 354-4220

**PURSUANT TO THE PROVISIONS OF EXECUTIVE ORDER N-25-20 ISSUED BY GOVERNOR GAVIN NEWSOM ON MARCH 12, 2020, AND EXECUTIVE ORDER N-29-20 ISSUED BY GOVERNOR GAVIN NEWSOM ON MARCH 17, 2020, ANY COMMISSION MEMBER MAY CALL INTO THE COMMISSION MEETING WITHOUT OTHERWISE COMPLYING WITH THE BROWN ACT'S TELECONFERENCING REQUIREMENTS.**

## **VIRTUAL ACCESSIBILITY FOR THE GENERAL PUBLIC:**

**Due to the spread of COVID-19, and until further notice, the Santa Ana Watershed Project Authority will be holding all upcoming Board and Committee meetings by teleconferencing and virtually through Zoom.**

**This meeting will be accessible as follows:**

<b>Meeting Access Via Computer (Zoom)*:</b>	<b>Meeting Access Via Telephone*:</b>
<ul style="list-style-type: none"> <li><a href="https://sawpa.zoom.us/j/97580743628">https://sawpa.zoom.us/j/97580743628</a></li> </ul>	<ul style="list-style-type: none"> <li>1 (669) 900-6833</li> </ul>
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<p><b>*Participation in the meeting via the Zoom app (a free download) is strongly encouraged; there is no way to protect your privacy if you elect to call in by phone to the meeting.</b></p>	

**All votes taken during this meeting will be conducted by oral roll call.**

## **REGULAR COMMISSION MEETING TUESDAY, SEPTEMBER 15, 2020 – 9:30 A.M.**

### **AGENDA**

**1. CALL TO ORDER/PLEDGE OF ALLEGIANCE (David J. Slawson, Chair)**

**2. ROLL CALL**

**3. PUBLIC COMMENTS**

Members of the public may address the Commission on items within the jurisdiction of the Commission; however, no action may be taken on an item not appearing on the agenda unless the action is otherwise authorized by Government Code §54954.2(b).

**4. ITEMS TO BE ADDED OR DELETED**

Pursuant to Government Code §54954.2(b), items may be added on which there is a need to take immediate action and the need for action came to the attention of the Santa Ana Watershed Project Authority subsequent to the posting of the agenda.

5.	<b><u>GOVERNMENT FINANCE OFFICERS ASSOCIATION (GFOA) ACHIEVEMENT AWARDS – FYE JUNE 30, 2019</u></b> .....	9
	<ul style="list-style-type: none"> <li>• <b>Certificate of Achievement for Excellence in Financial Reporting.</b> This award is the highest form of recognition in governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management.</li> </ul>	
6.	<b><u>CONSENT CALENDAR</u></b>	
	All matters listed on the Consent Calendar are considered routine and non-controversial and will be acted upon by the Commission by one motion as listed below.	
	A. <b><u>APPROVAL OF MEETING MINUTES: SEPTEMBER 1, 2020</u></b> .....	11
	<b>Recommendation:</b> Approve as posted.	
7.	<b><u>NEW BUSINESS</u></b>	
	A. <b><u>PROPOSITION 84 AND PROPOSITION 1 STATUS UPDATE</u></b> .....	17
	<b>Presenter:</b> Marie Jauregui	
	<b>Recommendation:</b> Receive and file.	
	B. <b><u>DISADVANTAGED COMMUNITIES INVOLVEMENT (DCI) PROGRAM STATUS (CM#2020.60)</u></b> .....	37
	<b>[This item is subject to the provisions of Project Agreement 25]</b>	
	<b>Presenter:</b> Rick Whetsel	
	<b>Recommendation:</b> Receive and file.	
	C. <b><u>EXTENSION OF AGREEMENT WITH WEST COAST ADVISORS FOR LEGISLATIVE AFFAIRS SERVICES (CM#2020.61)</u></b> .....	55
	<b>Presenter:</b> Rich Haller	
	<b>Recommendation:</b> Approve and authorize to extend the West Coast Advisors’ Agreement to provide state legislative affairs services for an additional period of 2 years for a not to exceed fee of \$240,000.	
	D. <b><u>UPDATE ON CLAIM FOR MONEY/DAMAGES   CLAIMANT LARRY McKENNEY</u></b>	
	<b>Presenter:</b> Rich Haller	
	<b>Recommendation:</b> Receive and file.	
8.	<b><u>INFORMATIONAL REPORTS</u></b>	
	<b>Recommendation:</b> Receive for information.	
	A. <b><u>CASH TRANSACTIONS REPORT – JULY 2020</u></b> .....	89
	<b>Presenter:</b> Karen Williams	
	B. <b><u>INTER-FUND BORROWING – JULY 2020 (CM#2020.58)</u></b> .....	95
	<b>Presenter:</b> Karen Williams	
	C. <b><u>PERFORMANCE INDICATORS/FINANCIAL REPORTING – JULY 2020 (CM#2020.59)</u></b> .....	101
	<b>Presenter:</b> Karen Williams	
	D. <b><u>PROJECT AGREEMENT 25 – OWOW FUND – FINANCIAL REPORT, JUNE 2020</u></b> .....	123
	<b>Presenter:</b> Karen Williams	

- E. **PROJECT AGREEMENT 26 – ROUNDTABLE FUND – FINANCIAL REPORT, JUNE 2020** ..... 127  
**Presenter:** Karen Williams
- F. **BUDGET VS ACTUAL VARIANCE REPORT – FYE 2020 FOURTH QUARTER – ENDING JUNE 30, 2020 (CM#2020.57)**..... 131  
**Presenter:** Karen Williams
- G. **FINANCIAL REPORT FOR THE FOURTH QUARTER ENDING JUNE 30, 2020** ..... 139
  - Inland Empire Brine Line
  - SAWPA**Presenter:** Karen Williams
- H. **FOURTH QUARTER FYE 2020 EXPENSE REPORTS** ..... 159
  - General Manager
  - Staff**Presenter:** Karen Williams
- I. **GENERAL MANAGER REPORT** ..... 161
- J. **STATE LEGISLATIVE REPORT** ..... 167  
**Presenter:** Rich Haller
- K. **CHAIR’S COMMENTS/REPORT**
- L. **COMMISSIONERS’ COMMENTS**
- M. **COMMISSIONERS’ REQUEST FOR FUTURE AGENDA ITEMS**

**9. CLOSED SESSION**

- A. **PUBLIC EMPLOYEE ANNUAL PERFORMANCE EVALUATION – PURSUANT TO GOVERNMENT CODE SECTION 54957**  
Title: General Manager
- B. **CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION PURSUANT TO GOVERNMENT CODE SECTION 54956.9(d)(2)**  
Name of Party: Larry McKenney

**10. ADJOURNMENT**

Americans with Disabilities Act: If you require any special disability related accommodations to participate in this meeting, call (951) 354-4220 or email [kberry@sawpa.org](mailto:kberry@sawpa.org). 48-hour notification prior to the meeting will enable staff to make reasonable arrangements to ensure accessibility for this meeting. Requests should specify the nature of the disability and the type of accommodation requested.

Materials related to an item on this agenda submitted to the Commission after distribution of the agenda packet are available for public inspection during normal business hours at the SAWPA office, 11615 Sterling Avenue, Riverside, and available at [www.sawpa.org](http://www.sawpa.org), subject to staff’s ability to post documents prior to the meeting.

**Declaration of Posting**

I, Kelly Berry, Clerk of the Board of the Santa Ana Watershed Project Authority declare that on September 9, 2020, a copy of this agenda has been uploaded to the SAWPA website at [www.sawpa.org](http://www.sawpa.org) and posted at the SAWPA office, 11615 Sterling Avenue, Riverside, California.

/s/

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Kelly Berry, CMC

**2020 SAWPA Commission Meetings/Events**

First and Third Tuesday of the Month

(NOTE: Unless otherwise noticed, all Commission Workshops/Meetings begin at **9:30 a.m.** and are held at SAWPA.)

<b>January</b> 1/7/20 <del>Commission Workshop</del> [cancelled] 1/21/20 Regular Commission Meeting	<b>February</b> 2/4/20 Commission Workshop 2/18/20 Regular Commission Meeting
<b>March</b> 3/3/20 Commission Workshop 3/17/20 Regular Commission Meeting	<b>April</b> 4/7/20 Commission Workshop 4/21/20 Regular Commission Meeting
<b>May</b> 5/5/20 Commission Workshop 5/19/20 Regular Commission Meeting	<b>June</b> 6/2/20 <del>Commission Workshop</del> [cancelled] 6/16/20 Regular Commission Meeting
<b>July</b> 7/7/20 Commission Workshop 7/21/20 Regular Commission Meeting 7/28 – 7/31/20 ACWA Spring Conference, Monterey	<b>August</b> 8/4/20 <del>Commission Workshop</del> [cancelled] 8/18/20 <del>Regular Commission Meeting</del> [cancelled]
<b>September</b> 9/1/20 Commission Workshop 9/15/20 Regular Commission Meeting	<b>October</b> 10/6/20 Commission Workshop 10/20/20 Regular Commission Meeting
<b>November</b> 11/3/20 Commission Workshop 11/17/20 Regular Commission Meeting	<b>December</b> 12/1/20 Commission Workshop 12/1 – 12/4/20 ACWA Fall Conference, Indian Wells 12/15/20 Regular Commission Meeting

**2021 SAWPA Commission Meetings/Events**

First and Third Tuesday of the Month

(NOTE: All meetings begin at 9:30 a.m., unless otherwise noticed, and are held at SAWPA.)

<b>January</b> 1/5/21 Commission Workshop 1/19/21 Regular Commission Meeting	<b>February</b> 2/2/21 Commission Workshop 2/16/21 Regular Commission Meeting
<b>March</b> 3/2/21 Commission Workshop 3/16/21 Regular Commission Meeting	<b>April</b> 4/6/21 Commission Workshop 4/20/21 Regular Commission Meeting
<b>May</b> 5/4/21 Commission Workshop 5/18/21 Regular Commission Meeting 5/4 – 5/7/21 ACWA Spring Conference, Monterey	<b>June</b> 6/1/21 Commission Workshop 6/15/21 Regular Commission Meeting
<b>July</b> 7/6/21 Commission Workshop 7/20/21 Regular Commission Meeting	<b>August</b> 8/3/21 Commission Workshop 8/17/21 Regular Commission Meeting
<b>September</b> 9/7/21 Commission Workshop 9/21/21 Regular Commission Meeting	<b>October</b> 10/5/21 Commission Workshop 10/19/21 Regular Commission Meeting
<b>November</b> 11/2/21 Commission Workshop 11/16/21 Regular Commission Meeting	<b>December</b> 12/7/21 Commission Workshop 12/21/21 Regular Commission Meeting 11/30 – 12/3/21 ACWA Fall Conference, Pasadena

# SAWPA COMPENSABLE MEETINGS

**IMPORTANT NOTE:** Due to the spread of COVID-19, and until further notice, the Santa Ana Watershed Project Authority will be holding all upcoming meetings by teleconferencing. Participation information will be included on each posted agenda or meeting notice.

Commissioners and Alternate Commissioners will receive compensation for attending the meetings listed below, pursuant to the Commission Compensation, Expense Reimbursement, and Ethics Training Policy.

**IMPORTANT NOTE:** These meetings are subject to change. Prior to attending any meetings listed below, please confirm meeting details by viewing the website calendar using the following link:

<https://sawpa.org/sawpa-calendar/>

## MONTH OF: September 2020

DATE	TIME	MEETING DESCRIPTION	LOCATION
9/1/20	10:00 AM	PA 24 Committee Mtg	CANCELLED
9/1/20	12:30 PM	Santa Ana Sucker Conservation Team	VIRTUAL/TELEPHONICALLY
9/8/20	8:30 AM	PA 22 Committee Mtg	CANCELLED
9/21/20	1:30 PM	MSAR TMDL/Regional WQ Monitoring Task Force	VIRTUAL/TELEPHONICALLY
9/22/20	10:00 AM	Basin Monitoring Program Task Force Mtg	VIRTUAL/TELEPHONICALLY
9/22/20	1:30 PM	Lake Elsinore/Canyon Lake TMDL Task Force Mtg	VIRTUAL/TELEPHONICALLY
9/24/20	11:00 AM	OWOW Steering Committee Mtg	VIRTUAL/TELEPHONICALLY

## MONTH OF: October 2020

DATE	TIME	MEETING DESCRIPTION	LOCATION
10/6/20	8:30 AM	PA 23 Committee Mtg	VIRTUAL/TELEPHONICALLY
10/6/20	10:00 AM	PA 24 Committee Mtg	VIRTUAL/TELEPHONICALLY
10/13/20	8:30 AM	PA 22 Committee Mtg	VIRTUAL/TELEPHONICALLY
10/15/20	4:00 PM	LESJWA Board of Directors Mtg	VIRTUAL/TELEPHONICALLY

*Please Note:* We strive to ensure the list of Compensable Meetings set forth above is accurate and up-to-date; the list is compiled based on input from SAWPA staff and Department Managers regarding meeting purpose and content.

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For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO

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**SAWPA COMMISSION  
REGULAR MEETING MINUTES  
SEPTEMBER 1, 2020**

**COMMISSIONERS PRESENT**

David J. Slawson, Chair, Eastern Municipal Water District  
Kati Parker, Vice Chair, Inland Empire Utilities Agency  
Kelly E. Rowe, Secretary-Treasurer, Orange County Water District  
Brenda Dennstedt, Western Municipal Water District  
T. Milford Harrison, San Bernardino Valley Municipal Water District

**COMMISSIONERS ABSENT**

None

**ALTERNATE COMMISSIONERS  
PRESENT; NON-VOTING**

June D. Hayes, Alternate, San Bernardino Valley Municipal Water District

**STAFF PRESENT**

Rich Haller, Karen Williams, Carlos Quintero, Mark Norton, David Ruhl,  
Dean Unger, Ian Achimore, Marie Jauregui, Sara Villa

**OTHERS PRESENT**

Andrew D. Turner, Lagerlof, LLP; Michael Boccadoro, West Coast  
Advisors; Beth Olhasso, West Coast Advisors; Richard Meyerhoff, GEI  
Consultants; Ryan Kearns, CWE; Larry McKenney

The Regular Commission meeting of the Santa Ana Watershed Project Authority was called to order at 9:30 a.m. by Chair Slawson on behalf of the Santa Ana Watershed Project Authority, 11615 Sterling Avenue, Riverside, California. The record will reflect this meeting was conducted virtually.

**1. CALL TO ORDER/PLEDGE OF ALLEGIANCE**

Pursuant to the provisions of Executive Order N-25-30 issued by Governor Gavin Newsom on March 12, 2020, and Executive Order N-29-20 issued by Governor Gavin Newsom on March 17, 2020, any Commission member may call into the Commission meeting without otherwise complying with the Brown Act's teleconferencing requirements. In concert with state and local efforts to prevent the spread of COVID-19, and until further notice, the Santa Ana Watershed Project Authority will be holding all Board and Committee meetings by teleconference and virtually through the Zoom app.

As set forth on the posted meeting agenda, this Commission meeting was accessible to the public by teleconference and through Zoom. Members of the public who were unable to participate by teleconference or virtually were invited to submit comments and questions in writing via email for the Commission's consideration. All votes taken during this meeting were conducted via oral roll call.

**2. ROLL CALL**

An oral roll call was duly noted and recorded by the acting Clerk of the Board.

**3. PUBLIC COMMENTS**

Larry McKenney addressed the SAWPA Commission regarding his claim against SAWPA and expressed his concerns regarding the process. Chair Slawson noted he will coordinate with Rich Haller to obtain an update on this matter.

**4. ITEMS TO BE ADDED OR DELETED**

There were no added or deleted items.

## 5. CONSENT CALENDAR

### A. APPROVAL OF MEETING MINUTES: JULY 21, 2020

Recommendation: Approve as posted.

### B. TREASURER'S REPORT – JUNE 2020

Recommendation: Approve as posted.

### C. TREASURER'S REPORT – JULY 2020

Recommendation: Approve as posted.

**MOVED**, approve the Consent Calendar.

Result:	<b>Adopted by Roll Call Vote (Unanimously)</b>
Motion/Second:	Dennstedt/Rowe
Ayes:	Dennstedt, Harrison, Parker, Rowe, Slawson
Nays:	None
Abstentions:	None
Absent:	None

## 6. WORKSHOP DISCUSSION AGENDA

### A. LEGISLATIVE REPORT

Michael Boccadoro and Beth Olhasso of West Coast Advisors provided a PowerPoint presentation overview of the Legislative Report and Water Supply Update. It is very dry right now, though the state water project storage facilities are satisfactory. Lake Oroville is at 72% of average and San Luis Reservoir is at 104% of average. The surface water supplies remain constrained and moving water through the delta continues to be difficult. New information was received regarding the financing with the Delta Conveyance Authority, and the next steps include having permitting completed by 2024. The Final Water Resilience Portfolio has been released and it includes over 120 different recommendations. Those relevant to SAWPA include: to achieve reliable access to safe and affordable drinking water; drive greater water use efficiency in all sectors; make funding available for groundwater recharge and storage projects; and, support cities and counties on stormwater capture and reuse.

The legislature concluded their regular legislative session last August 31<sup>st</sup>, and it was significantly impacted by COVID-19. The timing and the volume of the legislature decreased, and the governor and legislature leadership directed members to focus on economic recovery, pandemic relief, housing, and wildfires. Members have significantly decreased their bill packages, and some ended up with no bills. Olhasso referenced the PowerPoint and provided a recap on the proposed 2020 Climate Bonds that were tabled due to the lack of resources and the debt deficits. There will not be a general election ballot until the gubernatorial election in 2022, so there will not be a bond discussion come 2021. Boccadoro noted that the new legislature will be sworn in December 2020, and there is some discussion that there will be a special legislative session called between now and November. The major water issues for 2021 are the Bay-Delta flows/water reliability, affordability/rising energy and compliance costs, water quality (PFOA/PFOS), protection of property taxes/reserves, elimination of ocean discharge, and the conveyance/delta tunnel. There is also a Los Angeles Waterkeeper lawsuit over ocean discharge of partially treated wastewater. Rich Haller informed the Commissioners that he will distribute the press release to everyone, and he appreciates West Coast Advisors engagement.

Information was provided regarding the following specific legislation:

- SB 414 (Eastern Municipal Small System Water Authority Act) has been held in the Assembly Appropriations Committee. Every bill that has above \$150,000 price tag to the state goes to the Appropriations Committee and gets put in a “suspense file”, so that members can look at the total price tag of legislation that they are pushing to the state. It did not get a no vote (fail), it

just did not get a vote to move on. Commissioner Rowe raised concern that SB 414 is an important disadvantaged community effort to a lot of the small water districts and the state's help is needed.

- AB 2560 (Orange County Water District in congruence with the California Municipal Utilities Association), to establish a more transparent procedure of notifications and response levels at the State Water Resource Control Board; the bill is on the Governor's desk awaiting signature. Olhasso noted that with Rich Haller's approval, a letter will be sent to the governor on behalf of SAWPA in support of the legislation.
- AB 3030 is a bill that would require the state to conserve 30% of the state's lands and water by 2030; there was a lot of opposition from the water community and it was placed in the Appropriations Committee.
- AB 1672 is a bill on product labeling for flushable wipes to address the significant problem of non-flushable wipes clogging sewers. AB 1672 bill was also placed in the Appropriations Committee.

This item was for informational and discussion purposes; no action was taken on Agenda Item No. 6.A.

## 7. NEW BUSINESS

### A. 2019 SANTA ANA RIVER WATERSHED SUSTAINABILITY ASSESSMENT (CM#2020.55)

**[This item is subject to the provisions of Project Agreement 25]**

Ian Achimore provided a PowerPoint presentation contained in the agenda packet on pages 25 - 47. The Santa Ana River Watershed Sustainability Assessment (Assessment) was developed to provide feedback to decision-makers and stakeholders of the One Water One Watershed (OWOW) Plan regarding how the six (6) plan goals are being achieved across the watershed. These goals include: (1) Achieve resilient water resources through innovation and optimization, (2) Ensure high-quality water for all people and the environment, (3) Preserve and enhance recreational areas, open space, habitat, and natural hydrologic function, (4) Engage with members of disadvantaged communities to diminish environmental injustices, (5) Educate and build trust between people and organizations, and, (6) Improve data integration, tracking, and reporting to strengthen decision-making. The Assessment tracks all six (6) goals with an indicator rating system that was adopted by the Commission in February 2019. Achimore referenced the PowerPoint and provided the data results for the twelve indicators outlined. Overall, the watershed is doing very well in meeting its goals, although more data is needed on the Disadvantaged Communities related measures. New data will be available through 2020-21 high-resolution aerial imagery and updates to the State's CalEnviroScreen database. Updates of this Assessment are very important as this will document changes over time, especially between wet and dry years. Going forward, SAWPA will update the Assessment every three-to-five years so changes over time can be monitored.

**MOVED**, adopt the 2019 Santa Ana River Watershed Sustainability Assessment.

Result:	<b>Adopted by Roll Call Vote (Unanimously)</b>
Motion/Second:	Rowe/Parker
Ayes:	Dennstedt, Harrison, Parker, Rowe, Slawson
Nays:	None
Abstentions:	None
Absent:	None

**B. ASSESSING HOMELESSNESS IMPACT ON WATER QUALITY, RIPARIAN AND AQUATIC HABITAT IN UPPER SANTA ANA RIVER WATERSHED | TASK 2 REPORT (CM#2020.56)**

**[This item is subject to the provisions of Project Agreement 25]**

Mark Norton introduced Richard Meyerhoff/GEI Consultants and Ryan Kearns/CWE. Ryan Kearns provided a PowerPoint presentation contained in the agenda packet on pages 59 - 82. Through a scoping effort with SAWPA member agency staff and release of a Request for Proposals (RFP), GEI Consultants was hired to undertake the development of a monitoring program which would include a detailed assessment of the homeless encampment impacts to water quality and riparian habitat in the upper Santa Ana River Watershed as well as any ongoing data collected from the pathogen TMDLs in the watershed. The study is now complete and GEI Consultants recommended a monitoring program which could be implemented in phases. Three (3) monitoring locations were selected: Market Street Bridge, Mission Boulevard Bridge, and Van Buren Boulevard Bridge. These locations were selected due to permanent overhead structure and easy access to collect monitoring samples. The preliminary monitoring programs consists of preliminary field visits, dry weather events, rapid trash assessment, wet weather events, annual physical habitat and bioassessments, and annual reporting. The program will be implemented in three (3) years to include ten (10) dry weather events, twenty (20) wet weather events, and three (3) physical habitat and bioassessments. The preliminary program budget is \$846,500, with an Alternative Option Phase IA for \$88,800 or Alternate Option Phase 1B for \$181,700. At the request of Commissioner Parker, Kearns clarified they will be conducting a population estimate every January with the Riverside County point-in-time count and it is a single year approach.

Commissioner Dennstedt raised concerns on the nexus of benefits to the Western customers – how does this get incorporated into Western’s mission, what is the result/goal, and what are we trying to achieve? Norton noted that this is a voluntary program and it is not a mandate. We know there is an impact, we know that homeless encampments no doubt have a negative impact on water quality and habitat, but how much in comparison to other contributions, particularly because of water quality regulations. The Regional Board is intensely interested; in fact, they passed a resolution to recognize and address the issue. SAWPA staff approached them to determine if they would be willing to potentially fund the monitoring program; they are investigating funding sources. The Regional Board and the state overall have shown an increase of desire to address homelessness issues, but also recognizing that they have an impact on the habitat and water quality. SAWPA staff presented the study to the member agency general managers and requested feedback. Their suggestion was perhaps to start with the alternate option Phase 1A approach and see if there is momentum behind this and maybe receive contributing funds from other agencies, such as the flood control agencies as well as the Regional Board. Commissioner Dennstedt noted that the public is going to look at this and say, “Well, of course the homeless on the river has an impact – what are you doing to solve the problem?” Riverside County Flood Control should be addressing the trash and illegal dumping concerns along with code enforcement. It’s really an evolving problem that does not have a solution at this point. Commissioner Dennstedt stated she does not feel comfortable committing funds from her agency with no explanation of the direct benefit to Western’s customers.

Chair Slawson stated that one of the values is quantifying the impact – is it any more significant or insignificant in comparison to those recreating or in terms of the water quality impact compared to the number of homes that are on septic and high groundwater areas in San Bernardino?

Commissioner Harrison suggested this monitoring program would be ideal for Proposition 1, Round 2. Norton noted that this could be set up as a pilot scale project that could be included and funded fully by the grant, but will require a 50% local match, though the monitoring programs and sampling programs are typically not viewed as implementation projects. Commissioner Parker stated it is important to

determine the homelessness impact to the Santa Ana River, and was supportive of spending \$88,000 to determine what impact they have and should the water community be funding efforts to relocate homeless from the Santa Ana River. Commissioner Rowe noted that there may already be a program in place and the study would be unnecessary; he was not in favor of committing too much money.

Commissioner Harrison made a revised motion to continue taking any action on this item for two months in order to receive input from other involved agencies regarding potential funding sources and provide time for discussion with member agency general managers.

**MOVED**, (1) Receive and file this status report regarding the Task 2 Report for Assessing Homelessness Impact on Water Quality, Riparian and Aquatic Habitat in Upper Santa Ana River Watershed as prepared by GEI Consultants; and (2) Continue this item for two (2) months in order to receive input from other involved agencies regarding potential funding sources and provide time for discussion with member agency general managers.

Result:	<b>Adopted by Roll Call Vote (Unanimously)</b>
Motion/Second:	Harrison/Parker
Ayes:	Dennstedt, Harrison, Parker, Rowe, Slawson
Nays:	None
Abstentions:	None
Absent:	None

**C. ACCOMPLISHMENTS 2020 | GOALS 2021**

Rich Haller provided a verbal update on SAWPA's accomplishments and goals for FY 2020-21. A list of accomplishments and goals structured by three (3) business lines of the Inland Empire Brine Line, OWOW and Task Forces will be presented at the next meeting to provide an opportunity for any input on the successes of SAWPA.

This item was for informational and discussion purposes; no action was taken on Agenda Item No. 7.C.

**8. INFORMATIONAL REPORTS**

The following oral/written reports/updates were received and filed.

**A. CASH TRANSACTIONS REPORT – JUNE 2020**

**B. INTER-FUND BORROWING – JUNE 2020 (CM#2020.54)**

**C. PERFORMANCE INDICATORS/FINANCIAL REPORTING – JUNE 2020 (CM#2020.53)**

**D. GENERAL MANAGER REPORT – AUGUST 2020**

**E. STATE LEGISLATIVE REPORT**

**F. CHAIR'S COMMENTS/REPORT**

There were no comments/reports from the Chair.

**G. COMMISSIONERS' COMMENTS**

There were no Commissioner comments.

**H. COMMISSIONERS' REQUEST FOR FUTURE AGENDA ITEMS**

Commissioner Dennstedt requested that, in light of the communication received during Public Comments, the next meeting agenda include an open/closed session regarding information received relative to the claim filed with SAWPA. This would include a report on the issue of Special Counsel, the cost, the time spent, who was retained and when, and the budget impacts. Rich Haller noted that those items will be provided in detail. Chair Slawson asked legal counsel Andrew Turner, Lagerlof, LLP, if it is appropriate to discuss special counsel cost in closed session as it relates to the specifics of

the case? Andrew Turner noted he would investigate it because the outside counsel has been retained by the insurance company. Rich Haller noted that the meeting agenda will include both an open and closed session item.

**9. CLOSED SESSION**

There was no Closed Session.

**10. ADJOURNMENT**

There being no further business for review, Chair Slawson adjourned the meeting at 11:52 a.m.

**Approved at a Regular Meeting of the Santa Ana Watershed Project Authority Commission on Tuesday, September 15, 2020.**

---

David J. Slawson, Chair

Attest:

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Kelly Berry, CMC  
Clerk of the Board



# Proposition 84 & Proposition 1 Status Update

Commission Meeting | September 15, 2020

Marie Jauregui, Project Manager

Item No.7.A.

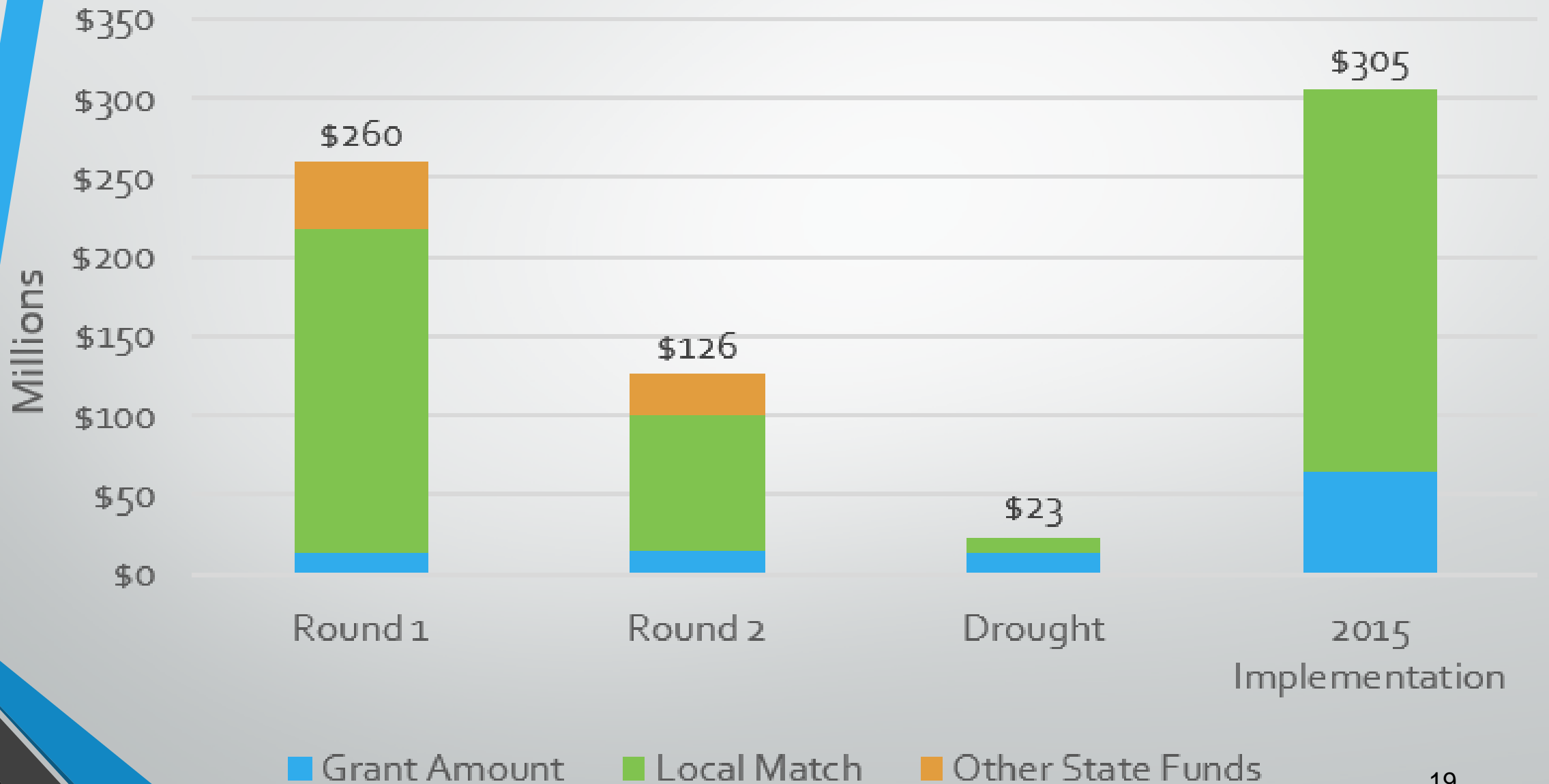



# Proposition 84 Project Status

Round	No. of Projects	Projects Complete*	Grant Amount	Grant Invoiced	Total Cost
Round 1 <i>(Aug 2011 – Jun 2019)</i>	13	13	\$12.0M	\$12.0M	\$260M
Round 2 <i>(Feb 2014 – Dec 2020)</i>	18	12	\$14.5M	\$10.4M	\$126M
Drought Round <i>(Jan 2014 – Dec 2020)</i>	2	2	\$12.0M	\$12.0M	\$23M
2015 Implementation Round <i>(Feb 2014 – Dec 2020)</i>	3	0	\$61.0M	\$25.0M	\$305M
<b>Total</b>	<b>36</b>	<b>27</b>	<b>\$99.5M</b>	<b>\$59.4M</b>	<b>\$714M</b>

\*Includes projects that are substantially complete

# Total Project Cost Components





# Proposition 84 Round 2 Projects

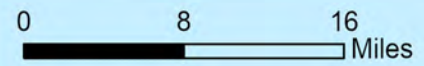
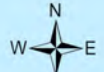
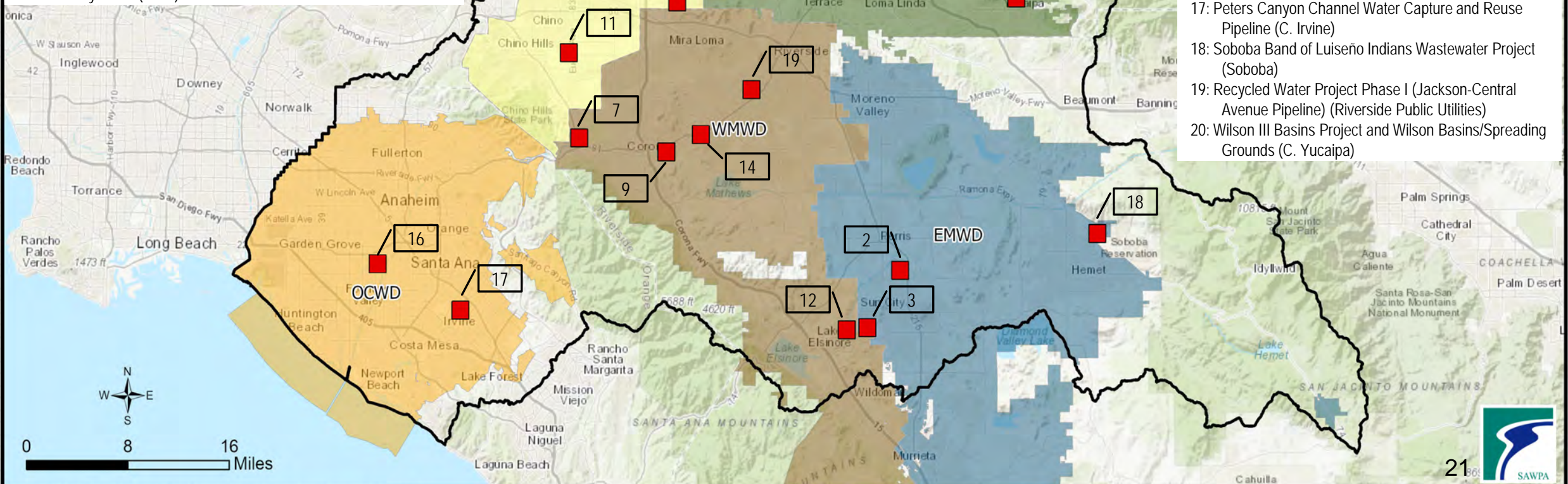
(February 2014 – July 2021)



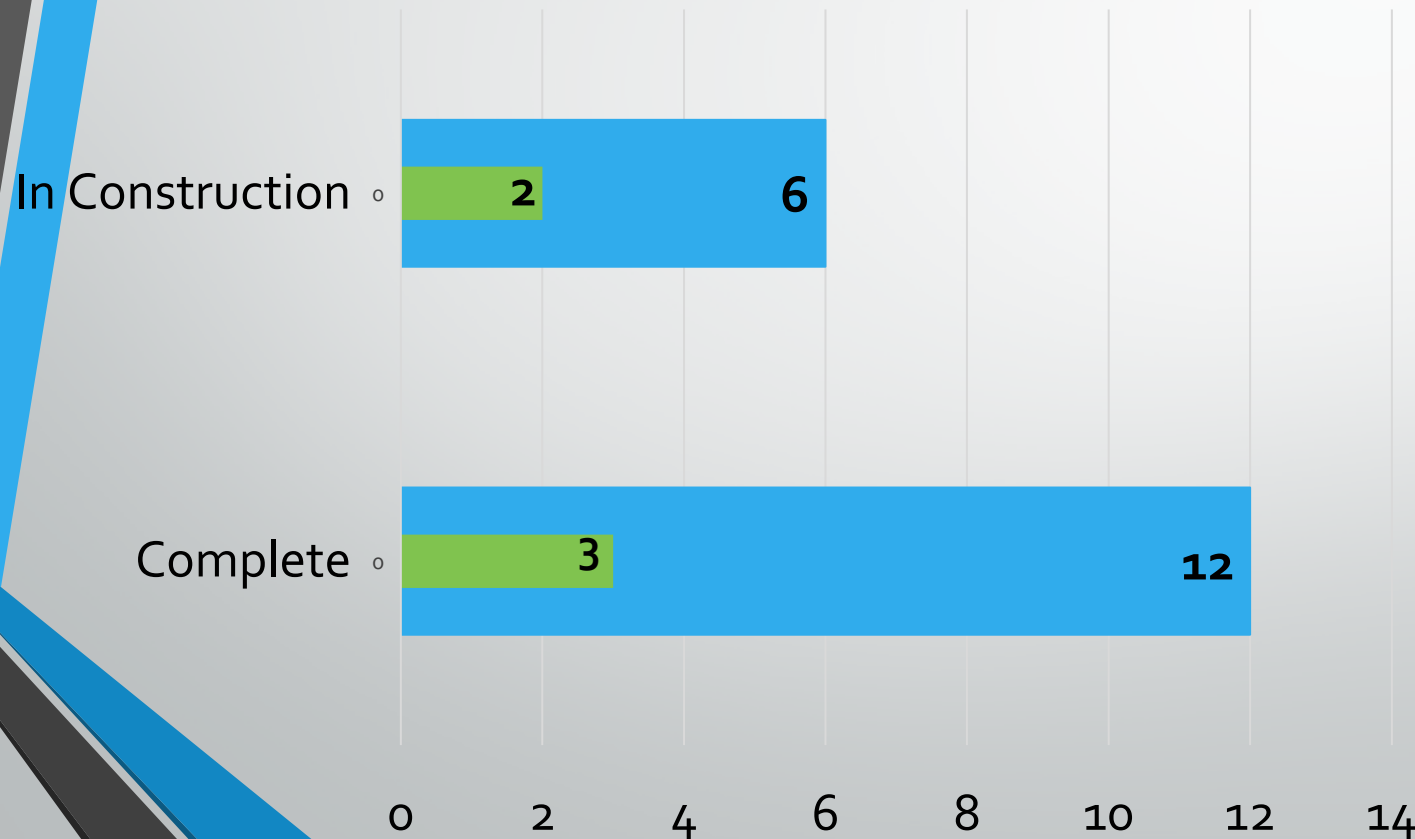
# Proposition 84 Round 2 Funded Projects

- 2: Perris Desalination Program - Brackish Water Well 94 (EMWD)
- 3: Quail Valley Subarea 9 Phase 1 Sewer System Project (EMWD)
- 4: Forest First - Increase Stormwater Capture and Decrease Sediment Loading through Forest Ecological Restoration (US Forest Service)
- 5: Wineville Regional Recycled Water Pipeline and Groundwater Recharge System Upgrades (IEUA)
- 6: Plunge Creek Water Recharge and Habitat Improvement (SBVMWD)
- 7: Prado Basin Sediment Management Demonstration Project (OCWD)
- 8: San Sevaïne Ground Water Recharge Basin (IEUA)
- 9: Corona/Home Gardens Multi-Jurisdictional Water Transmission Line Project (C. Corona)
- 10: Enhanced Stormwater Capture and Recharge along the Santa Ana River (SBVMWD)
- 11: Regional Residential Landscape Retrofit Program (IEUA)
- 12: Canyon Lake Hybrid Treatment Process (LESJWA)
- 14: Customer Handbook to Using Water Efficiently in the Landscape (WMWD)
- 15: Lower Day Basin (IEUA)

- 16: Commercial/Industrial/ Institutional Performance-Based Water Use Efficiency Program (MWD OC)
- 17: Peters Canyon Channel Water Capture and Reuse Pipeline (C. Irvine)
- 18: Soboba Band of Luiseño Indians Wastewater Project (Soboba)
- 19: Recycled Water Project Phase I (Jackson-Central Avenue Pipeline) (Riverside Public Utilities)
- 20: Wilson III Basins Project and Wilson Basins/Spreading Grounds (C. Yucaipa)



# Proposition 84 Round 2 Project Status Update



- 6 Projects are in Construction with 2 of those 6 starting construction in the next quarter
- 12 Projects are Complete with 3 of those 12 pending the Project Completion Report



# Proposition 84 Round 2 Project Status Update

## Under Construction

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Grant Billed	% Constr. Complete	% Project Complete
Forest First	USFS	\$ 1,000,000	\$ 2,055,039 37.00%	\$ 2,499,121	\$ 5,554,160	87%	90%	95%
Plunge Creek Water Recharge and Habitat Improvement*	SBVWCD	\$ 500,000	\$ 184,731 26.00%	\$ 25,769	\$ 710,500	39%	0%	52%
Prado Basin Sediment Mgmt Demonstration Project	OCWD	\$ 750,000	\$ 1,444,000 37.00%	\$ 1,704,000	\$ 3,898,000	35%	50%	55%
Lower Day Basin	IEUA	\$ 750,000	\$ 1,531,171 37.00%	\$ 1,857,130	\$ 4,138,301	5%	18%	80%

\* Construction will begin next quarter

Green – Project on schedule or ahead of schedule

Yellow/Green – Delay experienced but will finish prior to Grant Completion Date

Yellow – Delay experienced, not on schedule, unsure if project will complete on time

Orange/Red – Project behind schedule, unsure if project will complete on time, or requires additional information

# Proposition 84 Round 2 Project Status Update

## Under Construction\*

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Grant Billed	% Constr. Complete	% Project Complete
CII Performance Based WUE Program	MWDOC	\$ 500,000	\$ 898,179 37.00%	\$ 1,029,333	\$ 2,427,512	100%	N/A	96%
Wilson III Basins Project and Wilson Basins/ Spreading Grounds*	Yucaipa	\$ 750,000	\$ 5,176,131 39.51%	\$ 7,173,869	\$ 13,100,000	28%	0%	58%

\* Construction will begin next quarter

Green – Project on schedule or ahead of schedule

Yellow/Green – Delay experienced but will finish prior to Grant Completion Date

Yellow – Delay experienced, not on schedule, unsure if project will complete on time

Orange/Red – Project behind schedule, unsure if project will complete on time, or requires additional information



# Proposition 84 Round 2 Project Status Update

Construction Complete – Final Report Pending

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Grant Billed	% Constr. Complete	% Project Complete
Quail Valley Subarea 9 Phase I Sewer System	EMWD	\$ 1,930,000	\$ 2,960,000 37.00%	\$ 3,110,000	\$ 8,000,000	25%	100%	99%
Enhanced SW Capture/Recharge Along the SAR	SBVMWD	\$ 1,000,000	\$ 11,581,000 87.88%	\$ 597,200	\$ 13,178,200	100%	100%	95%
Recycled Water Project Phase I	Riverside	\$ 1,000,000	\$ 4,283,000 35.88%	\$ 6,655,000	\$ 11,938,000	50%	50%	50%

Green – Project on schedule or ahead of schedule

Yellow/Green – Delay experienced but will finish prior to Grant Completion Date

Yellow – Delay experienced, not on schedule, unsure if project will complete on time

Orange/Red – Project behind schedule, unsure if project will complete on time, or requires additional information

# Proposition 84 Round 2 Project Status Update

## Construction Complete – Retention Released

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Grant Billed	% Constr. Complete	% Project Complete
Perris Desalination Program Well 94	EMWD	\$ 1,000,000	\$ 0 0.00%	\$ 9,238,280	\$ 10,238,280	100%	100%	100%
Wineville Regional Recycled Water Pipeline/GW Recharge System Upgrades	IEUA	\$ 1,000,000	\$ 0 0.00%	\$ 29,500,000 <sup>1</sup>	\$ 30,500,000	100%	100%	100%
Corona/Home Gardens Multi-Jurisdictional Wtr Transmission Line	Corona	\$ 1,300,000	\$ 2,327,494 37.00%	\$ 2,663,031	\$ 6,290,525	100%	100%	100%
San Sevaine GW Recharge Basin	IEUA	\$ 750,000	\$ 925,001 32.34%	\$ 1,184,999	\$ 2,860,000	100%	100%	100%

<sup>1</sup> \$29,500,000 in Other State Funds

Green – Project on schedule or ahead of schedule

Yellow/Green – Delay experienced but will finish prior to Grant Completion Date

Yellow – Delay experienced, not on schedule, unsure if project will complete on time

Orange/Red – Project behind schedule, unsure if project will complete on time, or requires additional information

# Proposition 84 Round 2 Project Status Update

## Construction Complete – Retention Released

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Grant Billed	% Constr. Complete	% Project Complete
Regional Residential Landscape Retrofit	IEUA	\$ 500,000	\$ 370,000 37.00%	\$ 130,000	\$ 1,000,000	100%	N/A	100%
Canyon Lake Hybrid Treatment Process	LESJWA	\$ 500,000	\$ 327,635 37.00%	\$ 57,865	\$ 885,500	100%	100%	100%
Customer Handbook to Using Water Efficiently	WMWD	\$ 120,000	\$ 42,000 25.93%	\$ 0	\$ 162,000	100%	N/A	100%
Peters Canyon Channel Water Capture and Reuse Pipeline	Irvine	\$ 1,000,000	\$ 3,211,086 37.00%	\$ 4,467,523	\$ 8,678,609	100%	100%	100%
Soboba Band of Luiseno Indians Wastewater Project	Soboba	\$ 147,905	\$ 53,000 26.38%	\$ 0	\$ 200,905	100%	N/A	100%

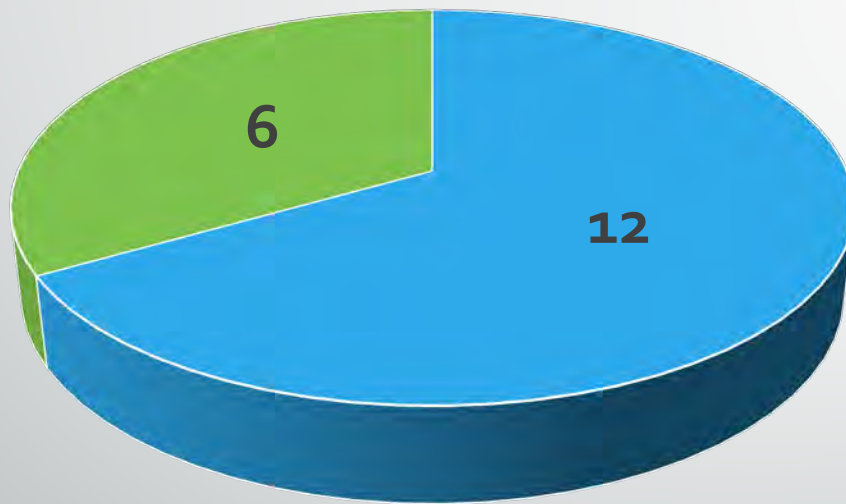
Green – Project on schedule or ahead of schedule

Yellow/Green – Delay experienced but will finish prior to Grant Completion Date

Yellow – Delay experienced, not on schedule, unsure if project will complete on time


Orange/Red – Project behind schedule, unsure if project will complete on time, or requires additional information

# Proposition 84 Round 2 Project Status Update



■ Complete   ■ On Schedule

- Amendment No. 4 was fully executed by DWR on July 23, 2020
  - Time extension (July 31, 2021)
  - Scope, budget, schedule changes
  - Minor adjustments to deliverables



# Proposition 1 Round 1 Projects

(January 2015 – December 2025)

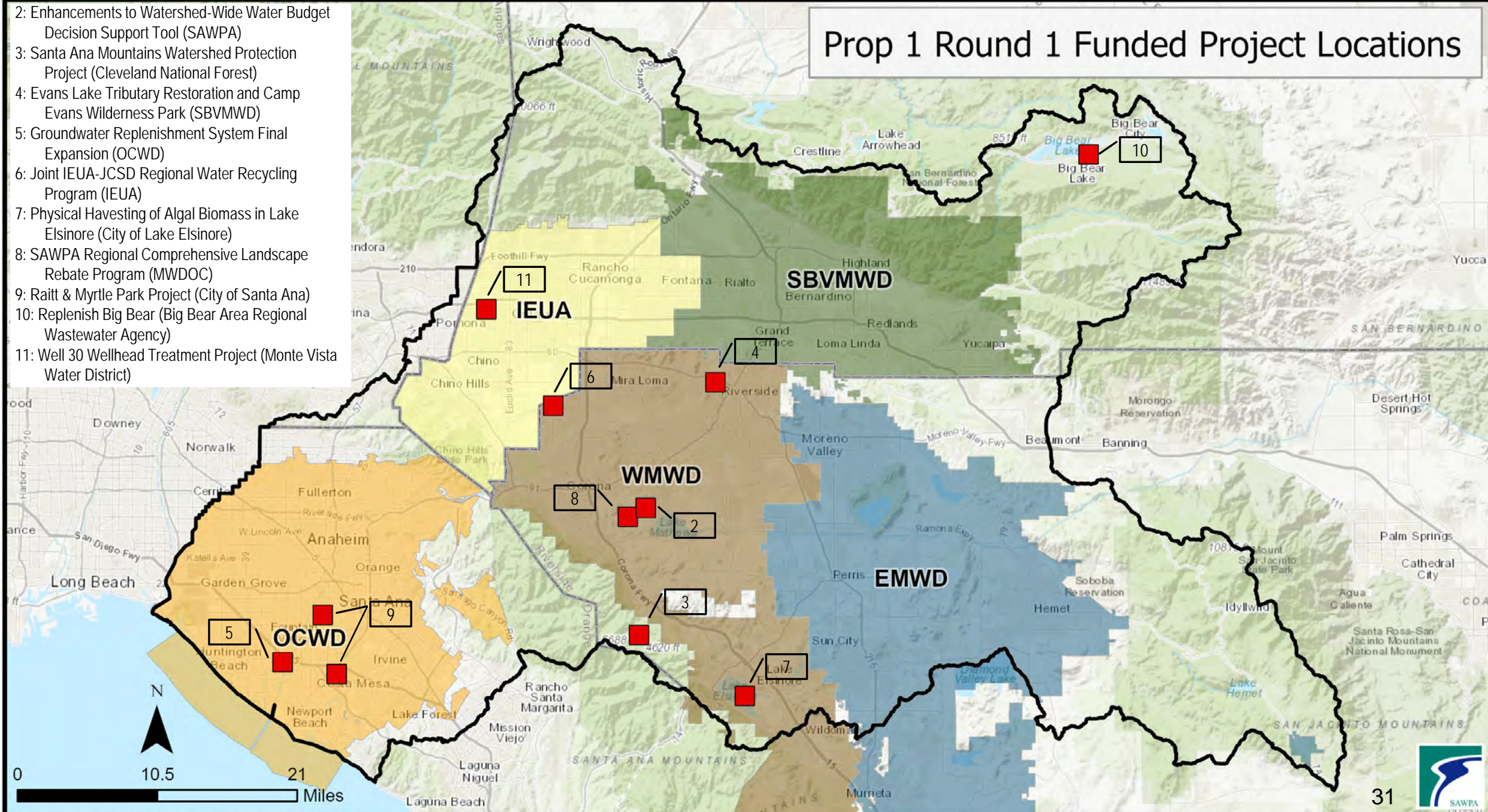
# Status of Draft Agreement

- Required Pre-Agreement deliverables submitted to DWR on August 5, 2020
- Staff is working with DWR and project proponents to resolve outstanding comments to scope/budget/schedule
- Gathering resolutions from project proponents
  - This needs to be done before Agreement can be executed



# Prop 1 Round 1 Funded Project Locations

- 2: Enhancements to Watershed-Wide Water Budget Decision Support Tool (SAWPA)
- 3: Santa Ana Mountains Watershed Protection Project (Cleveland National Forest)
- 4: Evans Lake Tributary Restoration and Camp Evans Wilderness Park (SBVMWD)
- 5: Groundwater Replenishment System Final Expansion (OCWD)
- 6: Joint IEUA-JCSD Regional Water Recycling Program (IEUA)
- 7: Physical Harvesting of Algal Biomass in Lake Elsinore (City of Lake Elsinore)
- 8: SAWPA Regional Comprehensive Landscape Rebate Program (MWDOC)
- 9: Raitt & Myrtle Park Project (City of Santa Ana)
- 10: Replenish Big Bear (Big Bear Area Regional Wastewater Agency)
- 11: Well 30 Wellhead Treatment Project (Monte Vista Water District)



# Proposition 1 Round 1 Update

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Cost Share
Enhancements to Watershed-Wide Water Budget Decision Support Tool	SAWPA	\$ 500,000	\$ 864,354	\$ 364,354	\$ 1,728,708	50%
Santa Ana Mountains Watershed Protection Project	Cleveland National Forest	\$ 497,998	\$ 0	\$ 732,144	\$ 1,230,142	0%
Evans Lake Tributary Restoration and Camp Evans Wilderness Park <sup>2</sup>	SBVMWD	\$ 2,000,000	\$ 3,017,736	\$ 1,017,735	\$ 6,035,471	50%
Groundwater Replenishment System Final Expansion	OCWD	\$ 3,589,553	\$ 10,000,000	\$ 2,694,545	\$ 16,284,098	61%

<sup>2</sup> This project will be added via Amendment; CEQA is expected to be complete in June 2021



# Proposition 1 Round 1 Update

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Cost Share
Joint IEUA-JCSD Regional Water Recycling Program	IEUA	\$ 2,617,970	\$ 16,555,000	\$ 13,937,030	\$ 33,110,000	50%
Physical Harvesting of Algal Biomass in Lake Elsinore – Pilot Program	City of Lake Elsinore	\$ 297,000	\$ 0	\$ 0	\$ 297,000	0%
Regional Comprehensive Landscape Rebate Program	MWDOC	\$ 2,767,344	\$ 2,787,218	\$ 0	\$ 5,554,562	50%
Raitt & Myrtle Park <sup>2</sup>	City of Santa Ana	\$ 1,670,000	\$ 0	\$ 246,500	\$ 1,916,500	0%

<sup>2</sup> This project will be added via Amendment; Permitting is expected to be complete in early 2021

# Proposition 1 Round 1 Update

Project Name	Agency	Grant Amount	Required Funding Match	Additional Cost Share	Total Project Cost	% Cost Share
Replenish Big Bear <sup>3</sup>	BBARWA	\$ 4,563,338	\$ 0	\$ 36,853,662	\$ 41,417,000	0%
Well 30 Wellhead Treatment	MVWD	\$ 3,431,225	\$ 9,980,024	\$ 3,400,000	\$ 16,811,249	59%

<sup>3</sup> DAC project; received a waiver for required funding match



Questions?

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## COMMISSION MEMORANDUM NO. 2020.60

**DATE:** September 15, 2020

**TO:** SAWPA Commission

**SUBJECT:** Disadvantaged Communities Involvement (DCI) Program Status

**PREPARED BY:** Rick Whetsel, Senior Watershed Manager  
**(This item is subject to the provisions of Project Agreement 25)**

### RECOMMENDATION

It is recommended that the SAWPA Commission receive and file this information report about the current status of the Disadvantaged Communities Involvement (DCI) Program.

### DISCUSSION

The Disadvantaged Communities Involvement Program (DCI Program) for the Santa Ana River Watershed has three main Program Elements, within which are twenty separate activities. Those three Program Elements consist of 1) Strengths and Needs Assessment, 2) Engagement and Education, 3) Project Development. A fourth element contains grant administration tasks assigned to SAWPA.

The attached presentation provides an update on the activities within each of these Project Elements.

### BACKGROUND

The Disadvantaged Communities Involvement Program is a Prop 1 funded effort within the Integrated Regional Water Management Program to ensure the involvement of disadvantaged communities, economically distressed areas, and underrepresented communities in integrated regional water management planning. As the Santa Ana River Watershed approved Regional Water Management Group, SAWPA was awarded a \$6.3 million grant in June 2017.

In January 2020, an amendment to this agreement was approved to modify the Work Plan and Schedule to reflect current project conditions, as well as, to extend the term of the agreement from April 30, 2020 to July 31, 2021.

SAWPA manages the program with five program partners: California State University, Local Government Commission (a 501c3 nonprofit), the California Rural Water Association (a 501c3 nonprofit), the Water Education Foundation (a 501c3 nonprofit), and the University of California Irvine. Each partner organization has a defined scope of work, and together is responsible for project management and reporting.

The California State University is a project partner within the DCI Program. In accordance with their mission to help achieve a long-term, sustainable water supply for California through education, research and policy development while balancing the needs of urban, agricultural and environmental concerns, is currently supporting SAWPA on DCI Program Activity 18: Technical Assistance for Community Needs.

The Local Government Commission is a project partner within the DCI Program. In accordance with their mission to work to build thriving communities that integrate civic engagement with environmental, social, and economic priorities is currently supporting SAWPA on the following DCI Program Activities:

- Activity 15: Water Agency Community Engagement Training
- Activity 16: Local Elected Leader Training

The California Rural Water Association is a project partner within the DCI Program. In accordance with their mission to provide training, technical assistance, resources and information to assist water and wastewater utilities in achieving high standards of service is currently supporting SAWPA on the following DCI Program Activities:

- Activity 14: Community Water Education
- Activity 15: Water Agency Community Engagement Training
- Activity 18: Technical Assistance for Community Needs

The Water Education Foundation is a project partner within the DCI Program. In accordance with their mission to inspire understanding of water and catalyze critical conversations to build bridges and inform collaborative decision-making have completed their efforts to support the SAWPA DCI Program.

The University of California Irvine is a project partner within the DCI Program. In accordance with their mission to discover and disseminate knowledge through research, teaching and creative expression in acclaimed academic programs have completed their efforts to support the SAWPA DCI Program.

The Newkirk Center for Science and Society is a project partner within the DCI Program. In accordance with their mission to focus on the interaction between science and society, including the role of society in the production of scientific knowledge and technological systems and artifacts and the effects of scientific knowledge on society have completed their efforts to support the SAWPA DCI Program.

## **CRITICAL SUCCESS FACTORS**

OWOW Goal 2. Active participation of a diverse group of stakeholders representing counties, cities, and water districts, as well as the private sector and the regulatory, environmental, and environmental justice communities who integrate the different interests in the watershed beyond political boundaries. Ensuring all perspectives are heard and valued.

OWOW CSF 4. OWOW criteria and values are transparent to watershed-wide stakeholders.

OWOW CSF 5. A strong reputation and sufficient capacity within SAWPA staff for strategic facilitation, planning, communication, leadership and community engagement.

## **RESOURCE IMPACTS**

Work described in this informational report will be funded entirely by SAWPA's Disadvantaged Communities Involvement Grant (398 account) from DWR

Attachments:

1. PowerPoint presentation

# Disadvantaged Communities Involvement Program

## Status Report

**Rick Whetsel, Senior Watershed Manager  
SAWPA Commission | September 15, 2020  
Item No. 7.B.**














# Disadvantaged Communities Involvement Program (DCI) Program

DWR established the Disadvantaged Community Involvement Grant Program to support the following objectives:

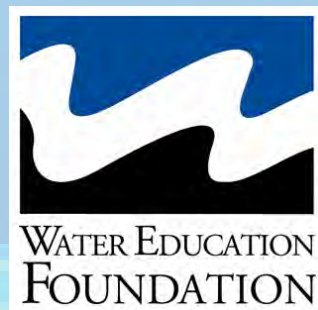
- 1) Work collaboratively to **involve DACs**, community-based organizations, and stakeholders in IRWM Planning efforts
- 2) Increase the understanding, and identify the **water management needs** of disadvantaged communities
- 3) Develop strategies and long-term solutions that appropriately address the identified DAC water management needs
- 4) **Support technical assistance** for planning of future construction projects including feasibility, design, CEQA, etc. - Not construction at this stage.



<b>Disadvantaged Communities Involvement (DCI) Grant Program Eligible Grant Activities</b>		<b>In SAWPA Scope</b>
<b>General Activity</b>	<b>Examples of Activity</b>	
<b>Technical assistance</b>	<b>Service provider trainings, local circuit rider programs to train water and wastewater staff</b>	
<b>Needs assessments</b>	<b>Surveys or meetings with community members to identify water management needs</b>	
<b>Project development activities</b>	<b>Planning activities, environmental compliance, or pre-construction engineering/design activities</b>	
<b>Site assessment</b>	<b>Water quality assessments, median household income surveys, data and mapping activities</b>	
<b>Engagement in IRWM efforts</b>	<b>DAC regional engagement coordinator role, DAC Advisory Committee to RWMG, DAC representatives in governance</b>	
<b>Governance Structure</b>	<b>Evaluation of governance structures and plan financing efforts, assessments of the level of DAC involvement in decision making processes</b>	
<b>Community outreach</b>	<b>Public project meetings open to community members, door-to-door outreach</b>	
<b>Education</b>	<b>Translation or interpretive services for information sharing, water education campaigns for community members, education for RWMGs on DAC needs</b>	
<b>Facilitation</b>	<b>Facilitated RWMG meetings, facilitated project development meetings</b>	
<b>Enhancement of DAC in IRWM Plans</b>	<b>Development of Funding Area-wide DAC plan to be utilized as a unified approach for all IRWM plans</b>	

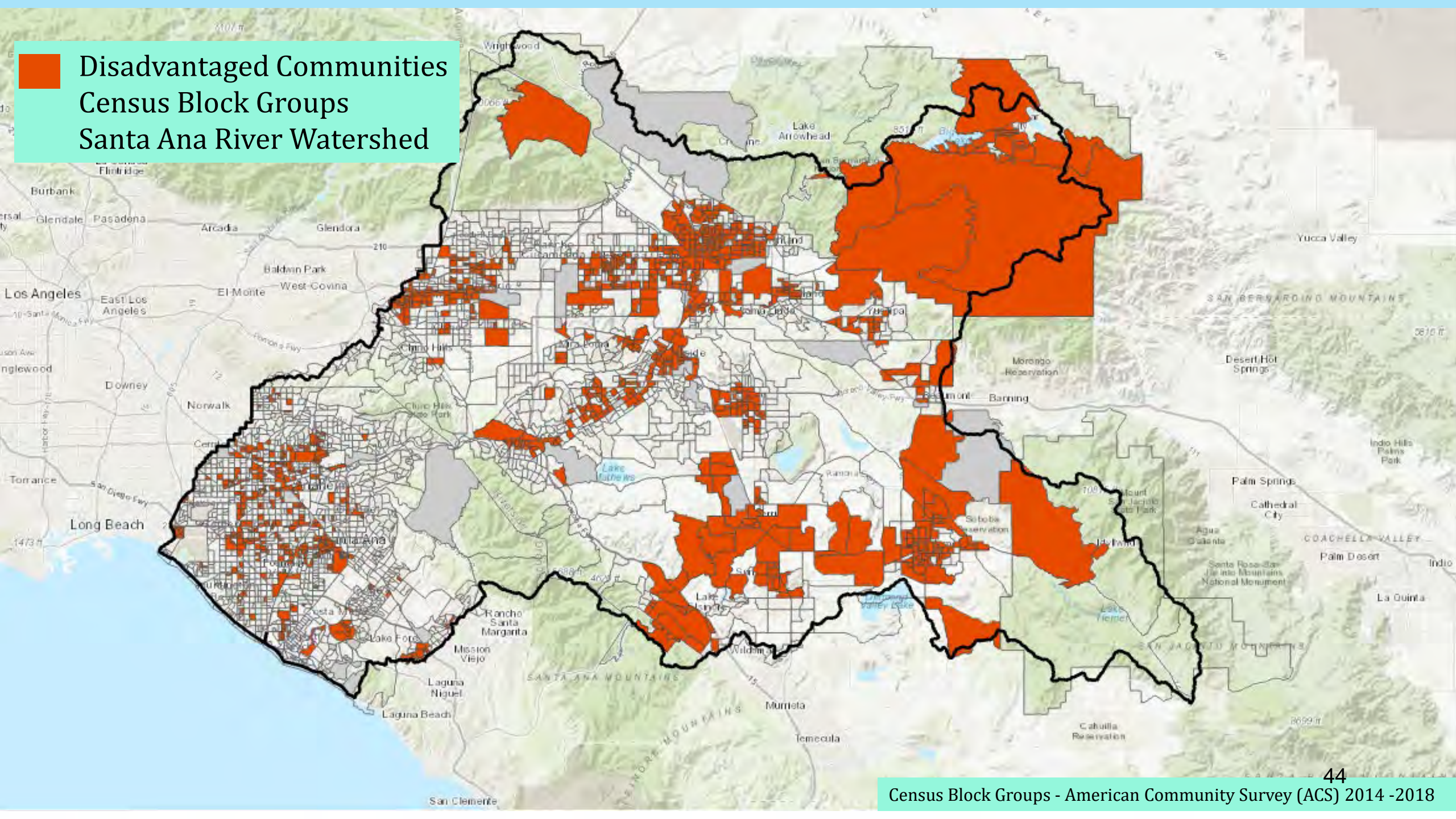
# Program Partners

Leveraging Resources for Biggest Impact



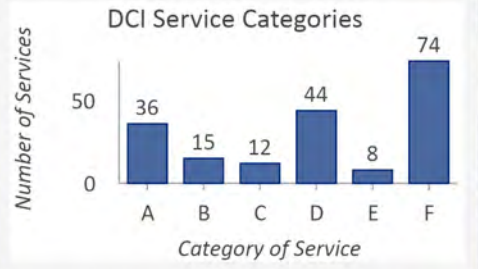


Disadvantaged Communities  
Census Block Groups  
Santa Ana River Watershed





# SAWPA Disadvantaged Community (DAC) Involvement Program - DAC Census Block Groups Benefited



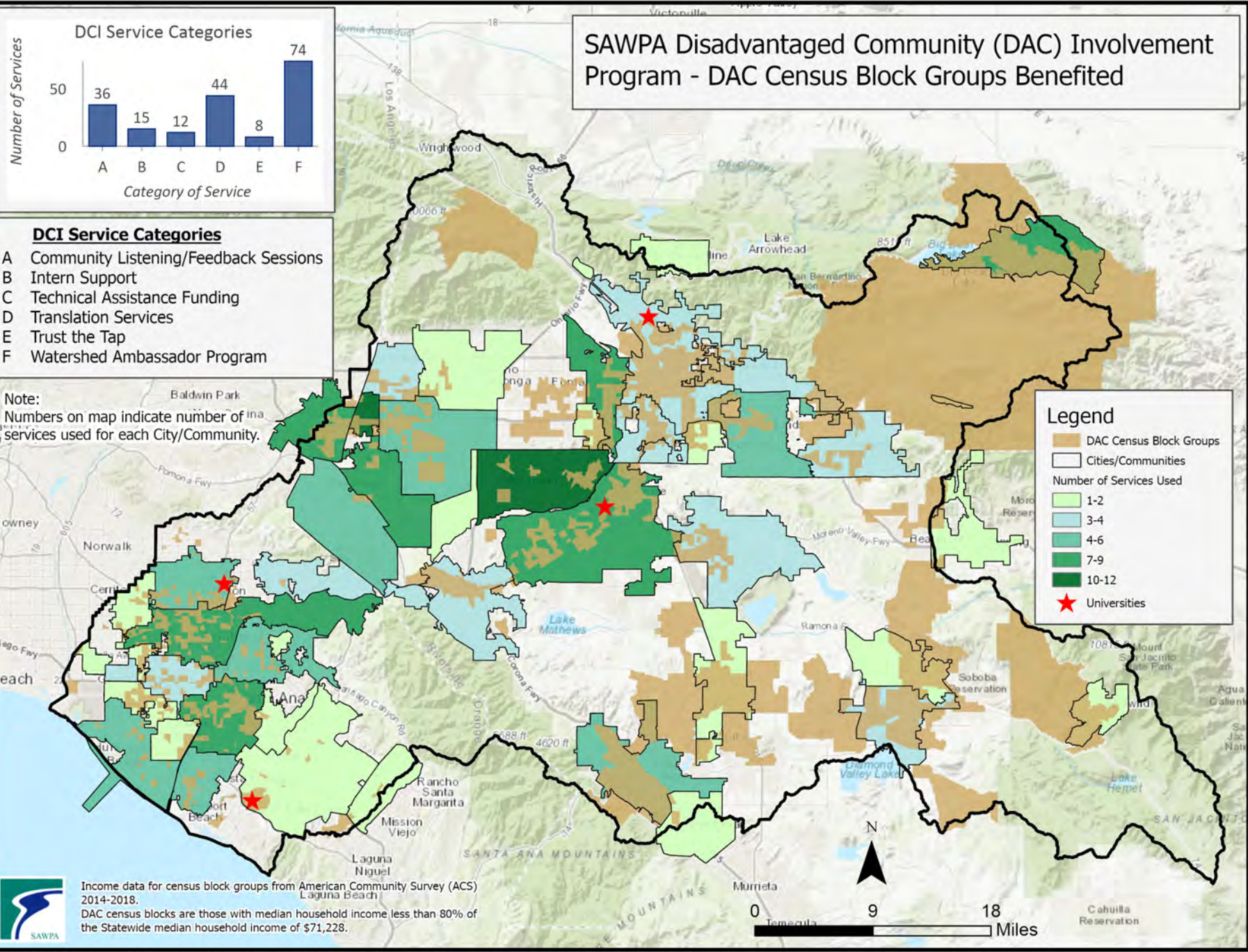
- DCI Service Categories**
- A Community Listening/Feedback Sessions
  - B Intern Support
  - C Technical Assistance Funding
  - D Translation Services
  - E Trust the Tap
  - F Watershed Ambassador Program

Note:  
Numbers on map indicate number of services used for each City/Community.

**Legend**

- DAC Census Block Groups
- Cities/Communities
- Number of Services Used
- 1-2
- 3-4
- 4-6
- 7-9
- 10-12
- Universities

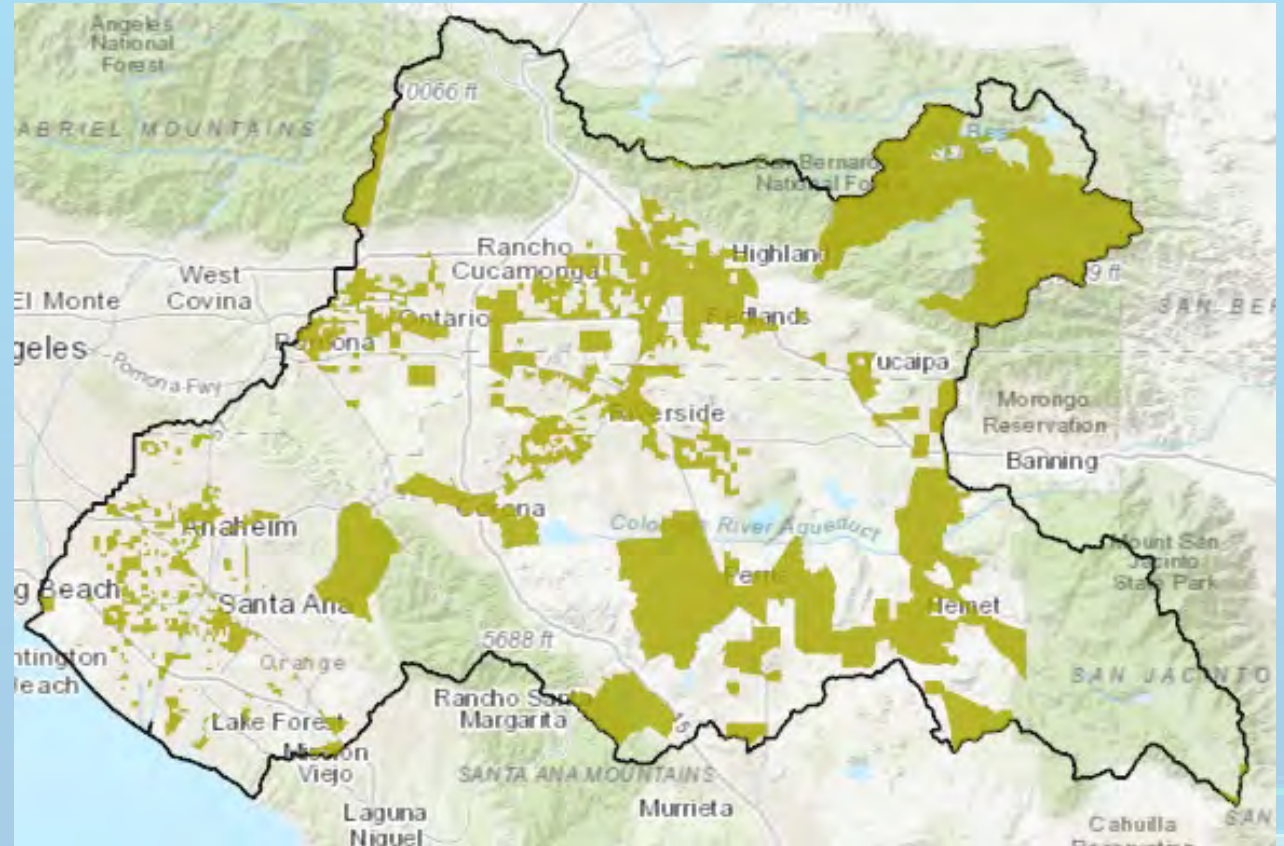
Income data for census block groups from American Community Survey (ACS) 2014-2018.  
DAC census blocks are those with median household income less than 80% of the Statewide median household income of \$71,228.





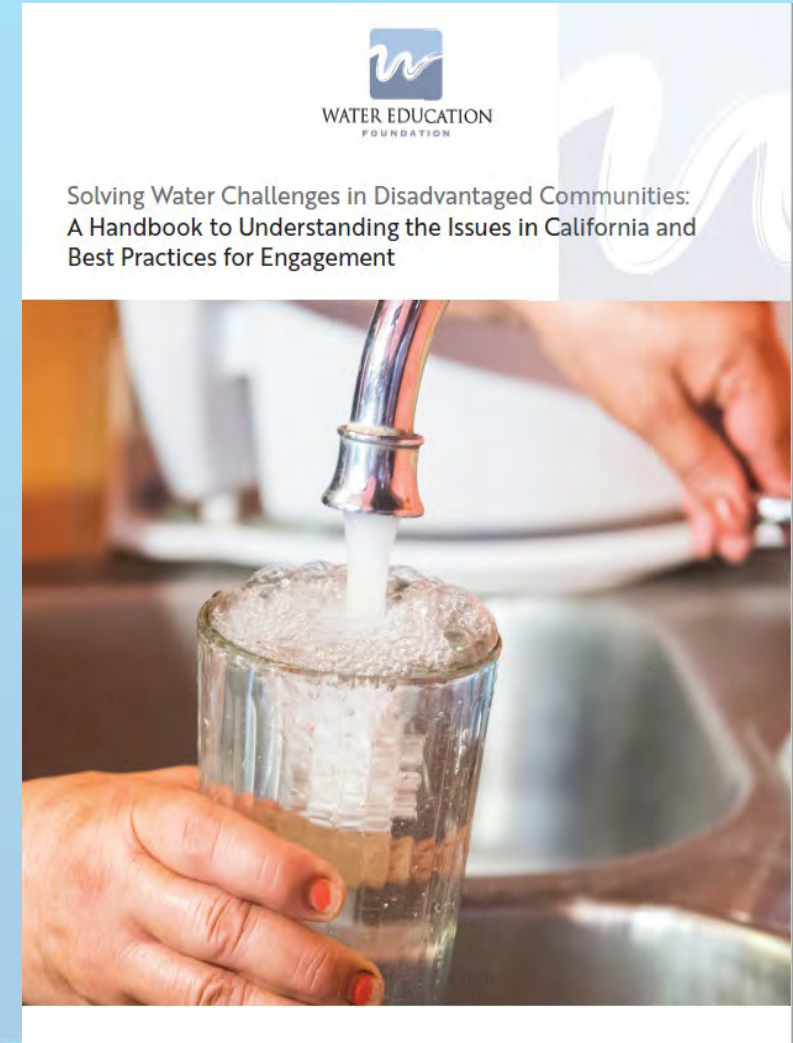
# DCI Program Elements

1. Strengths and Needs Assessment
2. Education and Engagement
3. Project Development
4. Administration



# Engagement Best Practices Publication

- Objective: Produce publication to report on engagement of disadvantaged communities and water management
- Case studies from around the state, including the SAWPA region
- Format: Printed publication distributed Statewide
- Activity Lead: Water Education Foundation
- Completion Date: July 2020



# Disadvantaged Communities and Tribal Involvement Lessons Learned Summit

- SAWPA hosted statewide virtual Summit
- Focus on Disadvantaged Communities and Tribes Lessons Learned through the Prop 1 IRWM Program
- Highlights SAWPA DACI Program
  - Includes findings from other IRWM regions around the State
- Event Planning Committee Led by SAWPA
  - Includes DWR, other IRWM Regions and NGOs
- Proposed Schedule:
  - 3 virtual events lasting approximately 4 hours each (9:00 - 1:00)
  - Dates: Thur 10/8/20, Tue 10/13/20, Wed, 10/14/20
- Key Deliverable: Summary Findings Report





# Technical Assistance for Community Need

- Objective: Technical Assistance (TA) funding to support the development of projects and programs that address the water needs of disadvantaged and underrepresented communities.
- Requires evaluation of projects, plans, and programs following set of evaluation criteria developed by DCI Technical Advisory Committee (TAC)
- Allocated Funding \$2.9 M
- Work is ongoing



## DCI Program Technical Assistance Funding

TA Award	Project Sponsor:	Project Title:
\$25,630	CRWA / CSU WRPI	Median Household Income Surveys
\$74,441	SAWPA	Assessing the Water Quality, Riparian, and Aquatic Habitat Impacts of Homelessness in the Upper Santa Ana River Watershed
\$350,000	Soboba Band of Luiseno Indians	Residential Asbestos Cement Pipe Abandonment and Replacement Project
\$500,000	Big Bear Area Regional Wastewater Agency	Replenish Big Bear
\$121,939	California Rural Water Association	Tribal Advisory Committee (Tribal AC)
\$175,000	Box Springs MWC	Rehabilitation, Removal or Replacement of Water Storage Reservoirs with SCADA
\$200,000	City of Colton	Two New Potable Wells with Generators
\$100,000	Devore WC	New Reservoir, Distribution System Upgrades and New Well
\$150,000	Idyllwild WD	Water Treatment Plant Upgrade with SCADA
\$100,000	Marygold MWC	New Well and Generator Project
\$25,000	Riverside Highland WC	Ion Exchange System
\$250,000	Terrace MWC	New Potable Well
\$200,000	Eastern Municipal WD	Quail Valley Sub-Area 4 Septic to Sewer, Phase 1 Planning Analysis
\$277,990	City of Rialto	Bohnert/Banyon Septic to Sewer Project
\$100,000	Orange County WD	Watershed Education and Field Trip Program for Disadvantaged Community Elementary School Students
\$100,000	City of Fullerton	Fullerton's Water Future - Ensuring Delivery of Clean, Safe Drinking Water
\$50,000	Huerta del Valle	Reconnecting and Enhancing Water Resources for greater community and environmental benefit.
\$100,000	City of Santa Ana	Washington Avenue Well Project
\$2,900,000	Total Technical Assistance funding Awarded	

# CivicSpark Fellows Program

- Objective: Host two CivicSpark Water Action Fellows each year of the program to support program implementation.
- Activity Lead: CSUSB / Civic Spark Fellows
- Year 2020 CivicSpark Fellow: Bailey Lai
- Program Closed Out: July 2020
- Bailey Lai continuing support to DACI Program as consultant for SAWPA through Project Partners until end of the Year



# DCI Program Budget (through Q2 2020)

Program Element		Budget	Expenses	Balance	% Spent
<b>1</b>	<b>Strengths &amp; Needs</b>	\$ 898,644	\$ 898,644	\$ -	100%
<b>2</b>	<b>Engagement / Education</b>	\$ 1,853,068	\$ 1,495,135	\$ 357,933	81%
<b>3</b>	<b>Project Development</b>	\$ 3,233,288	\$ 1,524,652	\$ 1,708,636	47%
<b>4</b>	<b>Administration</b>	\$ 315,000	\$ 216,963	\$ 98,037	69%
	<b>Total</b>	<b>\$ 6,300,000</b>	<b>\$ 4,135,395</b>	<b>\$ 2,164,605</b>	<b>66%</b>



# Program Schedule

Element / Activity		2020 Q3	2020 Q4	2021 Q1	2021 Q2	2021 Q3
<b>PE 1</b>	<b>Strengths &amp; Needs Assessment</b>					
<b>PE 2</b>	<b>Engagement / Education</b>					
12	<b>Engagement Best Practices Publications</b>					
14	<b>Community Water Education</b>					
15	<b>Water Agency Engagement Training</b>					
16	<b>Local Elected Leader Training</b>					
<b>PE 3</b>	<b>Project Development</b>					
18	<b>Technical Assistance / Project Implementation</b>					
20	<b>CivicSpark Water Fellows</b>					
<b>PE 4</b>	<b>Grant Administration</b>					

# Questions



## COMMISSION MEMORANDUM NO. 2020.61

**DATE:** September 15, 2020

**TO:** SAWPA Commission

**SUBJECT:** Extension of Agreement with West Coast Advisors for Legislative Affairs Services

**PREPARED BY:** Rich Haller, P.E., General Manager

### **RECOMMENDATION:**

It is recommended that the Commission approve and authorize to extend the West Coast Advisors' Agreement to provide state legislative affairs services for an additional period of 2 years for a not to exceed fee of \$240,000.

### **DISCUSSION:**

At the time of contract award in November 2018, an option to extend the West Coast Advisors contract for two years, from December 2020 to December 2022, was included as an option. The defined fee was \$240,000 for the two-year period. West Coast Advisors' (Michael Boccadoro and Beth Olhasso) performance has been very good over the first two- years of the contract. There is no benefit to SAWPA to issue an RFP at this time. Therefore, it is proposed to execute the option to extend the contract two years.

West Coast Advisors facilitates SAWPA's state legislative program tracking policies and legislation as they are developed. They develop strategies to work with Department leaders and key legislators for the benefit of the watershed. Watershed efforts are coordinated during a weekly conference call with water agencies. A monthly report is prepared for presentation to the Commission.

### **CRITICAL SUCCESS FACTORS**

None.

### **RESOURCE IMPACTS**

None.

### **Attachments:**

1. Current General Services Agreement with West Coast Advisors
2. Current Task Order with West Coast Advisors



## **SANTA ANA WATERSHED PROJECT AUTHORITY** **AGREEMENT FOR SERVICES BY INDEPENDENT CONSULTANT**

This Agreement is made this **20<sup>th</sup> day of November, 2018** by and between the Santa Ana Watershed Project Authority ("SAWPA") located at 11615 Sterling Avenue, Riverside, CA 92503 and **West Coast Advisors** ("Consultant") whose address is 925 L Street, Sacramento, CA 95814.

### **RECITALS**

This Agreement is entered into on the basis of the following facts, understandings, and intentions of the parties to this Agreement:

- SAWPA desires to engage the professional services of Consultant to perform such professional consulting services as may be assigned, from time to time, by SAWPA in writing;
- Consultant agrees to provide such services pursuant to, and in accordance with, the terms and conditions of this Agreement and has represented and warrants to SAWPA that Consultant possesses the necessary skills, qualifications, personnel, and equipment to provide such services; and
- The services to be performed by Consultant shall be specifically described in one or more written Task Orders issued by SAWPA to Consultant pursuant to this Agreement.

### **AGREEMENT**

Now, therefore, in consideration of the foregoing Recitals and mutual covenants contained herein, SAWPA and Consultant agree to the following:

### **ARTICLE I**

#### **TERM OF AGREEMENT**

**1.01** This agreement shall become effective on the date first above written and shall continue for a period of two (2) years, through **December 31, 2020**, with an option for two (2) additional years at SAWPA's sole discretion.

### **ARTICLE II**

#### **SERVICES TO BE PERFORMED**

**2.01** Consultant agrees to provide such professional consulting services as may be assigned, from time to time, in writing by the Commission and the General Manager of SAWPA. Each assignment shall be made in the form of a written Task Order. Each such Task Order shall include, but shall not be limited to, a description of the nature and scope of the services to be performed by Consultant, the amount of compensation to be paid, and the expected time of completion.

**2.02** Consultant may at Consultant's sole cost and expense, employ such competent and qualified independent professional associates, subcontractors, and consultants as Consultant deems necessary to perform each assignment; provided that Consultant shall not subcontract any work to be performed without the prior written consent of SAWPA.

### **ARTICLE III**

#### **COMPENSATION**

**3.01** In consideration for the services to be performed by Consultant, SAWPA agrees to pay Consultant as provided for in each Task Order.

**3.02** Each Task Order shall specify a total not-to-exceed sum of money and shall be based upon the regular hourly rates customarily charged by Consultant to its clients.



**3.03** Consultant shall not be compensated for any services rendered nor reimbursed for any expenses incurred in excess of those authorized in any Task Order unless approved in advance by the Commission and General Manager of SAWPA, in writing.

**3.04** Unless otherwise provided for in any Task Order issued pursuant to this Agreement, payment of compensation earned shall be made in monthly installments after receipt from Consultant of a timely, detailed, corrected, written invoice by SAWPA's Project Manager, describing, without limitation, the services performed, when such services were performed, the time spent performing such services, the hourly rate charged therefore, and the identity of individuals performing such services for the benefit of SAWPA. Such invoices shall also include a detailed itemization of expenses incurred. Upon approval by an authorized SAWPA employee, SAWPA will pay within 30 days after receipt of a valid invoice from Consultant.

#### **ARTICLE IV**

#### **CONSULTANT OBLIGATIONS**

**4.01** Consultant agrees to perform all assigned services in accordance with the terms and conditions of this Agreement including those specified in each Task Order. In performing the services required by this Agreement and any related Task Order Consultant shall comply with all local, state and federal laws, rules and regulations. Consultant shall also obtain and pay for any permits required for the services it performs under this Agreement and any related Task Order.

**4.02** Except as otherwise provided for in each Task Order, Consultant will supply all personnel and equipment required to perform the assigned services.

**4.03** Consultant shall be solely responsible for the health and safety of its employees, agents and subcontractors in performing the services assigned by SAWPA. Consultant hereby covenants and agrees to:

**4.03a** Obtain a Commercial General Liability and an Automobile Liability insurance policy, including contractual coverage, with limits for bodily injury and property damage in an amount of not less than \$2,000,000.00 per occurrence for each such policy. Such policy shall name SAWPA, its officers, employees, agents and volunteers, as an additional insured, with any right to subrogation waived as to SAWPA, its officers, employees, agents and volunteers. If Commercial General Liability Insurance or other form with an aggregate limit is used, either the general aggregate limit shall apply separately to the work assigned by SAWPA under this Agreement or the general aggregate limit shall be at least twice the required occurrence limit. The coverage shall be at least as broad as Insurance Services Office Commercial General Liability Coverage (occurrence Form CG 00 01) and Insurance Services Office Form CA 00 01 covering Automobile Liability, Code 1 (any auto). The Commercial Liability Insurance shall include operations, products and completed operations, as applicable;

**4.03b** Obtain a policy of Professional Liability (errors and omissions) insurance appropriate to the Consultant's profession in a minimum amount of \$2,000,000.00 per claim or occurrence to cover any negligent acts or omissions or willful misconduct committed by Consultant, its employees, agents and subcontractors in the performance of any services for SAWPA. Architects' and engineers' coverage shall include contractual liability;

**4.03c** Obtain a policy of Employer's Liability insurance in a minimum amount of \$1,000,000.00 per accident for bodily injury and property damage.

**4.03d** Provide worker's compensation insurance or a California Department of Insurance-approved self-insurance program in an amount and form required by the State of California and the Employer's Liability Insurance that meets all applicable Labor Code requirements, covering all persons or entities providing services on behalf of the Consultant and all risks to such persons or entities;

**4.03e** Consultant shall require any subcontractor that Consultant uses for work performed for SAWPA under this Agreement or related Task Order to obtain the insurance coverages specified above.

**4.03f** Consultant hereby agrees to waive subrogation which any insurer of Consultant may seek to require from Consultant by virtue of the payment of any loss. Consultant shall obtain an endorsement that may be necessary to give effect to this waiver of subrogation. In addition, the Workers Compensation policy shall be endorsed with a waiver of subrogation in favor of SAWPA for all work performed by Consultant, and its employees, agents and subcontractors.

All such insurance policy or policies shall be issued by a responsible insurance company with a minimum A. M. Best Rating of "A-" Financial Category "X", and authorized and admitted to do business in, and regulated by, the State of California. If the insurance company is not admitted in the State of California, it must be on the List of Eligible Surplus Line Insurers (LESLI), shall have a minimum A.M. Best Rating of "A", Financial Category "X", and shall be domiciled in the United States, unless otherwise approved by SAWPA in writing. Each such policy of insurance shall expressly provide that it shall be primary and noncontributory with any policies carried by SAWPA and, to the extent obtainable, such coverage shall be payable notwithstanding any act of negligence of SAWPA that might otherwise result in forfeiture of coverage. Evidence of all insurance coverage shall be provided to SAWPA prior to issuance of the first Task Order. Such policies shall provide that they shall not be canceled or amended without 30 day prior written notice to SAWPA. Consultant acknowledges and agrees that such insurance is in addition to Consultant's obligation to fully indemnify and hold SAWPA free and harmless from and against any and all claims arising out of an injury or damage to property or persons caused by the negligence, recklessness, or willful misconduct of Consultant in performing services assigned by SAWPA.

**4.04** Consultant hereby covenants and agrees that SAWPA, its officers, employees, and agents shall not be liable for any claims, liabilities, penalties, fines or any damage to property, whether real or personal, nor for any personal injury or death caused by, or resulting from, or claimed to have been caused by or resulting from, any negligence, recklessness, or willful misconduct of Consultant. Consultant shall hold harmless, defend and indemnify SAWPA and its officers, employees, agents and volunteers from and against any and all liability, loss, damage, fines, penalties, expense and costs, including, without limitation, attorneys' fees and litigation expenses and costs, of every nature arising out of or related to Consultant's negligence, recklessness, or willful misconduct related to or arising from the performance of the work required under this Agreement and any related Task Order or Consultant's failure to comply with any of its obligations contained in this Agreement and any related Task Order, except as to such loss or damage which was caused by the active negligence or willful misconduct of SAWPA.

**4.05** In the event that SAWPA requests that specific employees or agents of Consultant supervise or otherwise perform the services specified in each Task Order, Consultant shall ensure that such individual(s) shall be appointed and assigned the responsibility of performing the services.

**4.06** In the event Consultant is required to prepare plans, drawings, specifications and/or estimates, the same shall be furnished with a registered professional engineer's number and shall conform to local, state and federal laws, rules and regulations. Consultant shall obtain all necessary permits and approvals in connection with this Agreement, any Task Order or Change Order. However, in the event SAWPA is required to obtain such an approval or permit from another governmental entity, Consultant shall provide all necessary supporting documents to be filed with such entity, and shall facilitate the acquisition of such approval or permit.

## **ARTICLE V**

### **SAWPA OBLIGATIONS**

**5.01** SAWPA shall:

**5.01a** Furnish all existing studies, reports and other available data pertinent to each Task Order that are in SAWPA's possession;

**5.01b** Designate a person to act as liaison between Consultant and the General Manager and Commission of SAWPA.

## ARTICLE VI

### **ADDITIONAL SERVICES, CHANGES AND DELETIONS**

**6.01** During the term of this Agreement, the Commission of SAWPA may, from time to time and without affecting the validity of this Agreement or any Task Order issued pursuant thereto, order changes, deletions, and additional services by the issuance of written Change Orders authorized and approved by the Commission of SAWPA.

**6.02** In the event Consultant performs additional or different services than those described in any Task Order or authorized Change Order without the prior written approval of the Commission of SAWPA, Consultant shall not be compensated for such services.

**6.03** Consultant shall promptly advise SAWPA as soon as reasonably practicable upon gaining knowledge of a condition, event, or accumulation of events, which may affect the scope and/or cost of services to be provided pursuant to this Agreement. All proposed changes, modifications, deletions, and/or requests for additional services shall be reduced to writing for review and approval or rejection by the Commission of SAWPA.

**6.04** In the event that SAWPA orders services deleted or reduced, compensation shall be deleted or reduced by a comparable amount as determined by SAWPA and Consultant shall only be compensated for services actually performed. In the event additional services are properly authorized, payment for the same shall be made as provided in Article III above.

## ARTICLE VII

### **CONSTRUCTION PROJECTS: CONSULTANT CHANGE ORDERS**

**7.01** In the event SAWPA authorizes Consultant to perform construction management services for SAWPA, Consultant may determine, in the course of providing such services, that a Change Order should be issued to the construction contractor, or Consultant may receive a request for a Change Order from the construction contractor. Consultant shall, upon receipt of any requested Change Order or upon gaining knowledge of any condition, event, or accumulation of events, which may necessitate issuing a Change Order to the construction contractor, promptly consult with the liaison, General Manager and Commission of SAWPA. No Change Order shall be issued or executed without the prior approval of the Commission of SAWPA.

## ARTICLE VIII

### **TERMINATION OF AGREEMENT**

**8.01** In the event the time specified for completion of an assigned task in a Task Order exceeds the term of this Agreement, the term of this Agreement shall be automatically extended for such additional time as is necessary to complete such Task Order and thereupon this Agreement shall automatically terminate without further notice.

**8.02** Notwithstanding any other provision of this Agreement, SAWPA, at its sole option, may terminate this Agreement at any time by giving 10 day written notice to Consultant, whether or not a Task Order has been issued to Consultant.

**8.03** In the event of termination, the payment of monies due Consultant for work performed prior to the effective date of such termination shall be paid after receipt of an invoice as provided in this Agreement.

## ARTICLE IX

### **CONSULTANT STATUS**

**9.01** Consultant shall perform the services assigned by SAWPA in Consultant's own way as an independent contractor, in pursuit of Consultant's independent calling and not as an employee of SAWPA.



Consultant shall be under the control of SAWPA only as to the result to be accomplished and the personnel assigned to perform services. However, Consultant shall regularly confer with SAWPA's liaison, General Manager, and Commission as provided for in this Agreement.

**9.02** Consultant hereby specifically represents and warrants to SAWPA that the services to be rendered pursuant to this Agreement shall be performed in accordance with the standards customarily applicable to an experienced and competent professional consulting organization rendering the same or similar services. Furthermore, Consultant represents and warrants that the individual signing this Agreement on behalf of Consultant has the full authority to bind Consultant to this Agreement.

## **ARTICLE X**

### **AUDIT AND OWNERSHIP OF DOCUMENTS**

**10.01** All draft and final reports, plans, drawings, specifications, data, notes, and all other documents of any kind or nature prepared or developed by Consultant in connection with the performance of services assigned to it by SAWPA are the sole property of SAWPA, and Consultant shall promptly deliver all such materials to SAWPA. Consultant may retain copies of the original documents, at its option and expense. Use of such documents by SAWPA for project(s) not the subject of this Agreement shall be at SAWPA's sole risk without legal liability or exposure to Consultant. SAWPA agrees to not release any software "code" without prior written approval from the Consultant.

**10.02** Consultant shall retain and maintain, for a period not less than four years following termination of this Agreement, all time records, accounting records, and vouchers and all other records with respect to all matters concerning services performed, compensation paid and expenses reimbursed. At any time during normal business hours and as often as SAWPA may deem necessary, Consultant shall make available to SAWPA's agents for examination of all such records and will permit SAWPA's agents to audit, examine and reproduce such records.

## **ARTICLE XI**

### **MISCELLANEOUS PROVISIONS**

**11.01** This Agreement supersedes all previous agreements, either oral or written, between the parties hereto with respect to the rendering of services by Consultant for SAWPA and contains all of the covenants and agreements between the parties with respect to the rendering of such services in any manner whatsoever. Any modification of this Agreement will be effective only if it is in writing signed by both parties.

**11.02** Consultant shall not assign or otherwise transfer any rights or interest in this Agreement without the prior written consent of SAWPA. Unless specifically stated to the contrary in any written consent to an assignment, no assignment will release or discharge the assignor from any duty or responsibility under this Agreement.

**11.03** In the event Consultant is an individual person and dies prior to completion of this Agreement or any Task Order issued hereunder, any monies earned that may be due Consultant from SAWPA as of the date of death will be paid to Consultant's estate.

**11.04** Time is of the essence in the performance of services required hereunder. Extensions of time within which to perform services may be granted by SAWPA if requested by Consultant and agreed to in writing by SAWPA. All such requests must be documented and substantiated and will only be granted as the result of unforeseeable and unavoidable delays not caused by the lack of foresight on the part of Consultant.

**11.05** Consultant shall comply with all local, state and federal laws, rules and regulations including those regarding nondiscrimination and the payment of prevailing wages.

**11.06** SAWPA expects that Consultant will devote its full energies, interest, abilities and productive time to the performance of its duties and obligations under this Agreement, and shall not engage in any other consulting activity that would interfere with the performance of Consultant's duties under this Agreement or





**SANTA ANA WATERSHED PROJECT AUTHORITY  
TASK ORDER NO. WCA100-03-03**

**CONSULTANT:** West Coast Advisors **VENDOR NO. 1326**  
 925 L Street, Suite 800  
 Sacramento, CA 95814

**COST:** \$235,000.00

**PAYMENT:** Upon Proper Invoice

**REQUESTED BY:** Larry McKenney, Executive Counsel November 20, 2018

**FINANCE:** K. Williams 11-20-18  
 Karen Williams, CFO Date

**FINANCING SOURCE:** Acct. Coding 100-03-60121-05  
 Acct. Description Consulting – State Legislative

**COMMISSION AUTHORIZATION REQUIRED FOR THIS TASK:** YES (X) NO ( )  
 Authorization: November 20, 2018; CM#2018.118

This Task Order is issued upon approval and acceptance by the Santa Ana Watershed Project Authority (SAWPA) and West Coast Advisors (Consultant) pursuant to the Agreement for Services between SAWPA and Consultant, entered into on November 20, 2018, and continuing for a period of two (2) years, through **December 31, 2020**, with a SAWPA option for two (2) additional years.

**I. PROJECT NAME OR DESCRIPTION**

State Government Relations and Lobbying Services

**II. SCOPE OF WORK / TASKS TO BE PERFORMED**

Consultant shall provide all labor and materials for the project to facilitate, coordinate and provide strategic counsel and advocacy services for all SAWPA legislative and regulatory efforts and requests related to water bonds and other related legislative and governmental actions and priorities, as determined by the SAWPA Commission and the General Manager. The full scope of work is shown in the State Government Relations and Lobbying Services Proposal (Attachment A) and Task List (Attachment B).

**III. PERFORMANCE TIME FRAME**

Consultant shall begin work on the date of this Task Order and shall continue the performance of such services for a period of two (2) years, through **December 31, 2020**, with a SAWPA option for two (2) additional years.

**IV. SAWPA LIAISON**

Richard Haller and/or Larry McKenney shall serve as liaison between SAWPA and Consultant.

**V. COMPENSATION**

For the services rendered by Consultant pursuant to this Task Order, Consultant shall receive a total not-to-exceed sum of **\$235,000.00** for a period of two (2) years, with a SAWPA option for two (2) additional years in an amount not to exceed \$240,000.00. Payment for such services shall be made within 30 days upon receipt of timely and proper invoices from the Consultant,



as required by the above-mentioned Agreement. Consultant shall provide to SAWPA each such invoice within 15 days after the end of the month in which the services were performed.

**VI. CONTRACT DOCUMENTS PRECEDENCE**

In the event of a conflict in terms between and among the contract documents herein, the document item highest in precedence shall control. The precedence shall be:

- a. The Agreement for Services by Independent Consultant/Contractor.
- b. The Task Order or Orders issued pursuant to the Agreement, in numerical order.
- c. Exhibits attached to each Task Order, which are incorporated by reference herein, which may describe, among other things, the Scope of Work and compensation therefore.

In witness whereof, the parties have executed this Task Order on the date indicated below.

**SANTA ANA WATERSHED PROJECT AUTHORITY**

      11/21/18  
Richard E. Haller, P.E., General Manager      Date

**WEST COAST ADVISORS**

      12/1/18  
(Signature)      Date

Michael Boccadoro  
Print/Type Name and Title

Attachment A



# West Coast Advisors

*Strategic Public Affairs*

## STATE GOVERNMENT RELATIONS & LOBBYING SERVICES PROPOSAL

Submitted to



West Coast Advisors is uniquely qualified to provide government relations services to the Santa Ana Watershed Project Authority

**Michael Boccadoro**

[mboccadoro@westcoastadvisors.com](mailto:mboccadoro@westcoastadvisors.com)

925 L Street, Suite 800

Sacramento, CA 95814

P 916.441.4383 | F 916.441.4132



# West Coast Advisors

*Strategic Public Affairs*

September 26, 2018

Richard Haller  
General Manager  
Santa Ana Watershed Project Authority  
11615 Sterling Avenue  
Riverside, California 92503

Dear Mr. Haller:

West Coast Advisors (WCA) appreciates the opportunity to respond to the State Legislative Lobbying Services RFP and continue to provide government relations services to the Santa Ana Watershed Project Authority (SAWPA). SAWPA remains the premier integrated watershed program in California and we look forward to continuing to provide SAWPA with highly effective representation in Sacramento before the California Legislature and administration. A new Governor and administration in Sacramento represents a critical opportunity for SAWPA to re-energize and prioritize its state government policy goals and objectives.

WCA is uniquely qualified to continue providing these services to SAWPA. Our firm is highly regarded as one of the most effective practitioners in the water, energy, environmental, and resources arena. Our efforts on behalf of SAWPA have been highly successful, including ensuring substantial funding for integrated regional water management programs (IRWMP). We have also worked effectively with other water, wastewater, and special district organizations on key issues, including protection of local property tax revenues, energy, and climate policy related issues. The conclusion of the Brown Administration and the inauguration of a new Governor will bring both new challenges and opportunities for SAWPA and its member agencies in Sacramento. This proposal seeks to both address the challenges and highlight strategies to capitalize on these opportunities.

WCA is uniquely qualified for the following reasons:

- More than 60 years of combined experience and effective representation before the California Legislature. The firm has extensive long-term relationships with key members and staff (see attached letters) and is highly regarded as a “problem solver” in Sacramento circles.
- Extensive knowledge of water policy in California. We have worked for multiple urban and rural water agencies and have an effective existing working relationship with SAWPA member agencies and their advocacy teams in Sacramento.

- A highly effective team player with extensive working relationships with other water organizations, including the Association of California Water Agencies (ACWA), California Association of Sanitation Agencies (CASA), California Special Districts Association (CSDA), WateReuse California, State Water Contractors, CalDesal, and the California Wastewater Climate Change Group (CWCCG).
- Extensive knowledge of Santa Ana Watershed issues and local water and energy efforts. Our long-term work on behalf of SAWPA and other local water agencies has provided us with a solid understanding of regional water and energy issues and related challenges.
- More than 25 years of experience before the California Public Utilities Commission and the California Energy Commission. We have been highly successful as formal intervenors working to address energy issues and challenges for the firm's clients, including implementation of key water/energy nexus programs.
- Complete working knowledge of the state's renewable energy laws and programs. WCA is responsible for the creation or enhancement of key renewable energy programs such as the state's Feed-in-Tariff (FiT) and Net-Energy Metering (NEM) programs to facilitate effective participation by water agencies.
- Extensive experience with California climate policy development and greenhouse gas reduction programs, including funding under the California Climate Investment Portfolio.
- A proven track record for securing greenhouse gas reduction funds (GGRF) for client projects. WCA has directly secured more than \$260 million for dairy methane reduction projects and hundreds of millions more for agricultural and food processing clients.
- Extensive high-level relationships with key Administration staff and key regulatory agencies, including but not limited to, the California Environmental Protection Agency (Cal EPA), California Air Resources Board (ARB), State Water Resources Control Board (SWRCB), Cal Recycle, Natural Resources Agency, Department of Water Resources (DWR) and the California Department of Fish and Wildlife. While some of these relationships will be changing in the new administration, many may not in the short-term.
- Effective working relationships with the state's investor owned utilities (IOUs), including Southern California Edison, Sempra Energy, and the Southern California Gas Company.
- Comprehensive understanding of Sacramento-San Joaquin Delta issues and the policies and politics surrounding the proposed California WaterFix.
- Extensive knowledge of political dynamics and how they affect public policy decision making in Sacramento. Our work on behalf of several "Fortune 100" clients provides us with access to extensive public polling and political analysis benefitting our public agency clients.

- Maintenance of a comprehensive “in-house” legislative district database that enables us to track emerging political trends in electoral politics and as well as local voter sentiments on key issues such as water, energy, and climate policy.

We have addressed each of the RFP requirements in the proposal that follows. We also expand on the points identified above, our proven track record, and how we are in a unique position to continue to assist SAWPA in its water, energy, and other policy and program goals. We have attached several letters of recommendation from key legislators to document our legislative relationships. We are fully prepared to comply with SAWPA’s conflicts policy, however we do not anticipate any conflicts arising. Again, we look forward to continuing to provide highly effective state government relations services to SAWPA in the future.

Sincerely,



Michael Boccadoro  
President  
West Coast Advisors  
925 L Street Suite, 800  
Sacramento, CA 95814  
[mboccadoro@westcoastadvisors.com](mailto:mboccadoro@westcoastadvisors.com)  
916-441-4383 (phone)  
916-441-4132 (fax)

## About the Company

West Coast Advisors is an independent, nonpartisan, issues-focused public affairs and advocacy firm. Our strategic public affairs practice specializes in helping clients anticipate and navigate potential problems, turn challenges into opportunities and leverage public affairs objectives. Experienced in local, regional, and state public affairs and advocacy campaigns for corporations, associations, coalitions and public agencies, our team of professionals has the ability to handle a diverse array of client needs.

WCA specializes in complex and often controversial public issues. We leverage our deep understanding of local, regional and state government affairs and our network of influencers to create, plan, and execute compelling and impactful public affairs campaigns to achieve the strategic objectives of our clients.

**Two words best define West Coast Advisors – strategy and execution.** Every move is calculated and carried out to perfection. We believe success is best achieved through proper organization, focus, and discipline. For the past two and one-half decades, our team has led efforts for leading Fortune 100 clients, major agricultural and food manufacturing operations, and key water agencies in California.

West Coast Advisors is led by Michael Boccadoro and Brian Rees, who have more than 60 years of combined public affairs experience. Prior to forming West Coast Advisors in 2015, the team operated as the Sacramento office of The Dolphin Group, one of California's oldest and most respected public affairs consulting firms. We have operated in California since 1990 and currently employ seven individuals.

West Coast Advisors creates, plans and executes compelling, impactful and winning strategies for our clients. Our services include:

*Governmental Relations / Legislative Advocacy*

*Regulatory Affairs*

*Public Policy Consulting*

*Issues Management*

*Coalition Building*

*Grassroots Advocacy*

*Sustainability Consulting*

*Land Use Planning and Permitting*

*Crisis Management*

*Media Relations*

*Strategic Planning*





# PROPOSAL

## Background

WCA's team has provided highly successful legislative advocacy, government relations, and regulatory services to SAWPA for the past twenty years. During this time, our firm has consistently achieved each of the objectives identified by SAWPA's Commissioners and staff. We have worked effectively with staff to provide strategic insight and knowledge of water, energy, resources, and environmental policymaking in Sacramento. We have also facilitated coordination among SAWPA member agencies and their individual legislative strategies and efforts.

Following are a few highlights of our work that has benefited SAWPA and SAWPA member agencies:

- Positioning SAWPA as the pioneering integrated regional watershed program with the enactment of Proposition 13 in 2000 and securing \$235 million in dedicated funding;
- Securing in excess of \$450 million in dedicated IRWMP funding for the Santa Ana region since 2000, or roughly \$25 million per year, on average;
- Successfully protecting SAWPA member agency property tax revenues and capital reserves from repeated attempts by the Legislature to capture and redirect those funds;
- Effectively representing SAWPA and its member agencies in water bond discussions and implementation that has led to significant competitive grant resources being made available for regional water recycling, groundwater clean-up, water conservation, and storm-water capture. Implementation of the 2018 bonds (Proposition 68 and Proposition 3) will present additional opportunities to maximize funding in the region;
- Passing and implementation of multiple renewable energy Feed-in Tariff (FIT) programs including the Renewable Energy Market Adjusting Tariff (RE-MAT) and the bioenergy focused Bio-MAT. Additionally, we secured key changes to the Net-Energy Metering (NEM) program, designed to incentivize adoption of clean energy technologies by water and wastewater agencies;
- Securing millions of dollars in Cap & Trade proceeds (Greenhouse Gas Reduction Funds) and other state funding for "water/energy nexus," and water-use efficiency projects and programs. (Additionally, GGRF funding should be sought in 2019 for water/energy nexus programs generally and the WE CAN program specifically) To date, \$70 million has been allocated to DWR for water-use efficiency, some of which has been used for SAWPA's Water-Energy Community Action Network (WE CAN);
- Closely coordinating with SAWPA member agency advocacy teams to ensure effective representation in legislative, budget, and regulatory proceedings.

Each of these successes has played a significant role in furthering key SAWPA and member agency initiatives and programs.

Equally important, SAWPA is a recognized leader amongst state water agencies and well positioned to be a major player in additional state water, resource, environmental and energy policy development. SAWPA management and key staff are active in regional and state water policy organizations (including ACWA, SCWC and MWD) and are well informed and versed on major issues. As a result, staff is in a solid position to facilitate an increased role in state regulatory and legislative affairs. Such an increased role is important, particularly in light of ongoing implementation of recent water, energy and climate policies that will prove critical for regional water managers. WCA is prepared to foster this increased activity.

## Qualifications

In addition to the specific legislative accomplishments outlined earlier, WCA has provided highly effective general government relations services to SAWPA. Our staff is highly engaged in every major water, climate, environmental, and energy policy discussion taking place in the Governor's office, the Legislature, and within the myriad of regulatory agencies.

We have extensive relationships both within and outside state government that put us in a unique position to advocate on issues of importance to SAWPA and its member agencies.

### Governor's Office

WCA's team has always maintained an extensive working relationship with key legislative affairs and policy staff with jurisdiction on water and resource related issues. We regularly work closely with the Governor's office and have negotiated numerous pieces of crucial water, climate, and environmental legislation. The firm's staff have negotiated many major climate, energy, and water policy issues over the years including being called upon to advise the Administration on several of these key policy issues. Most recently, we have worked with the Governor's office on the extension of the state's Cap and Trade Program, long-term water-use efficiency policy, Short-Lived Climate Pollutant program, and the state's response to destructive wildfires (SB 910- Dodd, 2018) among other issues. We are poised to continue this work creating new relationships in the new Administration.

### Administration/Regulatory Affairs

One of the primary reasons WCA is well positioned to continue representing SAWPA's interests is our extensive regulatory affairs practice. WCA's staff has an extensive network of mid and high-level relationships in every key agency and department with jurisdiction on water, resources, energy, climate policy or environmental issues, including but not limited to:

- State Water Resources Control Board
- Department of Water Resources
- Natural Resources Agency
- Department of Fish and Wildlife
- California Air Resources Board
- California Energy Commission
- California Public Utilities Commission
- California Environmental Protection Agency
- CAL-Recycle

We closely monitor these agencies' regulatory policy decision-making proceedings and are widely viewed as experts and "problem solvers" by key staff, management and appointed executives. These relationships put us in a position to effectively represent SAWPA and member agencies in any foreseeable issues.

## Legislature

WCA works closely with all members of SAWPA's legislative delegation in Sacramento and has the necessary access to continue representing your interests. As a non-partisan firm we also maintain strong working relationships on both sides of the political aisle including majority and minority leadership in both the Senate and Assembly. Equally important, WCA maintains strong working relationships with key legislators and staff working on water, resources, energy, climate policy, environmental, and fiscal issues. Those relationships include the Chairs and Vice Chairs of the following committees:

- Assembly Water, Parks & Wildlife
- Assembly Utilities & Energy
- Assembly Natural Resources
- Assembly Environmental Safety & Toxic Materials
- Assembly Budget
- Assembly Appropriations
- Senate Natural Resources & Water
- Senate Energy, Utilities & Communications
- Senate Environmental Quality
- Senate Budget & Fiscal Review
- Senate Appropriations

We work regularly and closely with staff for each of these committees as well as Senate and Assembly Republican and Democratic Caucus consultants who play a key role in policy development and bill passage. Equally important, we work well with legislative leadership in both houses including the offices of the Assembly Speaker and Senate President Pro Tempore. We have key relationships with their primary staff on water, energy, climate policy, and resource issues and work closely with them on the development of policies and passage of legislation.

WCA has also fostered strong working relationships with the Legislature's moderate democratic caucus (known as New Dems) and the Latino Legislative Caucus. Both of these groups play an increasingly significant role in shaping policy in California. We work closely with Assemblyman Tom Daly (D-Anaheim), the interim chair of the New Dems and other key caucus members in the Assembly. We also work closely with Senator Ben Hueso (D-San Diego), the current chair of the Latino Legislative Caucus and other key caucus members in the Senate and Assembly. Many of these legislators are among the best and brightest rising stars and key policymakers in Sacramento.

**Bottom line: we are well positioned to continue effectively representing SAWPA on legislative issues.**

## New Governor, New Challenges, New Opportunities

California will soon elect a new Governor. Governor Brown's current term will end on January 6, 2019. Brown leaves office with the state in far better financial shape than when he assumed office in 2011 when California faced a \$27 billion deficit. Governor Brown has also made significant progress on resource related issues including energy, water, and climate policy. However, much work remains, and implementation of these policies will be a top priority for the next Governor and his regulatory agencies.

Significant new water policies, including water-use efficiency, groundwater management, water storage, and Delta water conveyance have been enacted under Governor Brown and are currently being implemented. Over the next several years, it will be important for SAWPA to remain informed and engaged in a variety of issues that will affect the region as these new policies continue to be implemented.

### *Water Bond Implementation*

The electorate is expected to pass the second of two water bonds in November 2018 (Proposition 68 on the June ballot already passed and Proposition 3 on the November ballot is currently leading in the polls). Implementation of these bonds will prove critical for regional water managers. The \$10 billion in available bond funding, however, represents little more than a down payment on the significant water supply and reliability costs facing local, regional and state water managers.

### *Unimpaired Flows*

Under a landmark agreement in 1986, state and federal officials must release water from their reservoirs for environmental benefits in the Delta. The state is currently discussing a proposal to increase environmental flows on the San Joaquin River and its tributaries. Later this year, the state expects to release a similar water quality plan for the Sacramento River Watershed. The State Water Resources Control Board (SWRCB) believes leaving more water in the rivers to flow through the Delta to the ocean would ease an "ecological crisis for fish," but it means far less water for residents, farms and businesses. SAWPA and other regions impacted by a further reduction in water exports will need to be fully engaged in this discussion.

### *Water Tax*

Deliberation over a "water tax," which failed passage in 2018, is expected to continue in the next few years and could be broadened to include low-income ratepayer assistance and possibly comprehensive water infrastructure financing. The Public Policy Institute of California (PPIC) continues to advocate for a water infrastructure fee to provide long-term financing for much needed water infrastructure improvements. The outcome of Proposition 6, the gas tax repeal on the November ballot, will have significant impact on this issue and the Legislature's willingness to pass another tax.

### *Renewable Energy and Climate Policy*

Governor Brown is also leaving a lasting mark on energy and climate policy in California. Recently signed legislation (SB 100, De Leon) puts California on an expedited path to clean energy with a new 60 percent renewable portfolio standard (RPS) by 2030 and 100 percent clean or carbon free energy by 2045. Governor Brown also recently adopted an Executive Order recently that expedites California's climate policies by establishing a new "zero net carbon" goal by 2045. Implementation of these far-reaching energy and climate policies will also dramatically impact water management in California. Energy costs, which represent a significant cost of water conveyance, delivery, and treatment will continue to increase. Local and regional water supply managers will increasingly look to invest in renewable energy infrastructure to meet state mandates.

### *Delta Conveyance/California WaterFix*

California WaterFix is a comprehensive solution proposed by the Brown Administration to ensure our state has reliable conveyance of state and federal surface water supplies. It would modernize the existing outdated and unreliable system. Delta exports currently represent about 30 percent of Southern California supplies. Ensuring the project continues to move through implementation should remain a top priority for SAWPA and its member agencies to ensure reliable water supply deliveries moving forward.

### *Water/Energy/Climate Nexus*

It has long been discussed that California's water and energy sectors are inextricably linked. Water pumping, treatment, and use accounts for roughly 20 percent of all energy usage in the state. Today, water, energy and climate policy are increasingly intertwined. The state's water supply system already faces challenges to provide water for California's growing population. Climate change is expected to exacerbate these challenges through increased temperatures and changes in precipitation patterns altering the amount, distribution, timing, and quality of available water. Increases in hydrologic variability are expected to intensify resulting in more frequent and larger floods and deeper droughts. Extreme precipitation events pose risk to dams, levees, canals, and other water supply and flood control infrastructure. Rising sea levels will threaten the Delta water conveyance system and increase salinity in coastal groundwater supplies. Planning for and adapting to these issues, particularly their impact on public safety and long-term water supply reliability will be among the most significant challenges facing water managers in the next decade. In addition to increased involvement in climate policy generally, specific funding opportunities should be pursued under the state's Climate Investment Portfolio (funded by GGRF) for local climate adaptation programs such as the Water-Energy Community Action Network (WE CAN).



## Lobbying Services Overview: Back to Basics

With these issues and challenges in mind, it will be important for SAWPA and its member agencies to get “back to basics.” A renewed focus on identifying goals and objectives for legislative and government relations will be needed. Regional sustainability will require continued efforts to develop local supplies and further drought-proof the region. Continued efforts to provide a long-term solution for Delta conveyance and increase habitat conservation to address ecological issues in the Delta to maintain exports should remain key priorities. Planning and preparation for looming energy and climate policy mandates will also be important.

SAWPA pioneered the concept of integrated regional water management planning (IRWMP) in California and continues to serve as a model of success. Moving forward, SAWPA should look to solidify its role and highlight the effectiveness and efficiency of regional water management, planning, and project implementation. Funding IRWMP has fallen out of favor with many regional water agencies and has not been a priority in recent bond measures. A new administration represents an important opportunity to change that dynamic but will require a concerted effort from regional agencies throughout the state.

Comprehensive planning, including the development of short and long-term government affairs goals and objectives, should be established for each of these key issue areas. West Coast Advisors recommends SAWPA and its member agencies undertake a comprehensive planning process to focus its Sacramento government affairs activities and advocacy efforts.

The planning process should be coordinated by SAWPA management and key staff and include discussions with SAWPA member agencies and staff as well as SAWPA Commissioners. This will ensure state government affairs priorities, goals, and objectives remain aligned throughout the SAWPA family. The planning process should focus on, but not be limited to, the following:

- Increased education and legislative advocacy on the efficiency and effectiveness of regional water planning and implementation;
- Increased involvement and engagement in water, energy, and climate policy discussions in Sacramento, including stepped-up regulatory affairs with the various agencies leading these issues;
- Renewed focus on pursuing funding for regional water management activities, including funding for local and regional project development as well as funding for programs such as SAWPA’s WE CAN program to facilitate local climate change adaptations.

## Specific Services

West Coast Advisors is prepared to continue providing effective comprehensive state government relations services to SAWPA. We are uniquely qualified to provide these services because of our demonstrated expertise in water, resource, energy, climate, and environmental policy development and our relationships and access to key policymakers, regulators, and decision makers involved in these arenas. **What separates us from other government relations firms is our policy expertise. We not only know people, we have a complete understanding of water, energy, resource, climate, and environmental issues and policies and the ability to utilize that knowledge to strategically position and continue effectively representing SAWPA.**

We propose to provide all of the services outlined in the RFP including, but not limited to the following:

- State legislative monitoring and bill tracking
- State regulatory monitoring
- State budget and fiscal proceedings monitoring
- Legislative advocacy including possible sponsorship of legislation
- Energy regulatory advocacy including direct representation at the CPUC and CEC as needed
- State government regulatory relations including all key agencies and departments discussed previously
- Administration advocacy
- Legislative education and development, including annual briefings for SAWPA's legislative delegation and staff
- Development of issue briefs and other legislative reports and talking points as necessary
- Coordination with SAWPA member agencies including ongoing weekly legislative conference calls
- Coordination of Sacramento and district legislative visits
- Coordination with other trade associations including MWD, CSDA, ACWA, CASA, WateReuse and Cal Desal
- Identification of state funding opportunities
- Close coordination with agency staff on all issues
- Development of legislative and program activity reports
- Periodic communication and participation with SAWPA's Legislative Affairs Committee and full Board
- FPPC compliance guidance and assistance

## Scope of Work/Work Plan

Our approach and work plan are based on the following six general activities:

- 1) Increase outreach and education among SAWPA delegation legislators and legislative leaders. The outreach will occur both in Sacramento and locally, as appropriate, to convey the efficiency and effectiveness of regional water planning and project implementation;
- 2) WCA will continue to work closely with the SAWPA Commission, key staff, General Managers, and member agency legislative staff to identify specific issues and objectives for the Authority's legislative affairs program. Specific legislation to provide funding for SAWPA's WE CAN program should be pursued in 2019;
- 3) Identify legislative measures for consideration by the Commission by working closely with Authority staff and member agency legislative staff. Ongoing legislative and regulatory monitoring will be conducted to inform that discussion;
- 4) WCA will continue to provide political and policy insight for SAWPA to not only understand **what is happening in Sacramento, but why it is happening**. Once legislative positions are taken, WCA will continue to effectively advocate those positions to the legislature, Governor's office, and regulatory agencies as appropriate;
- 5) Continued coordination with other key water and special district organizations and associations;
- 6) Ongoing two-way communication and discussion is key and will be utilized in all aspects of the program. Weekly conference calls with staff and SAWPA member agencies will continue to provide timely and continuous input from the client. Annual planning sessions and periodic updates will also be utilized to seek input from the SAWPA Commission and member agencies. Written reports will be provided as determined by SAWPA management.

## Miscellaneous

West Coast Advisors meets and exceeds all the “General Qualifications” requirements outlined in the RFP. Our team has more than 60 years of combined legislative experience and we have been providing advocacy services in Sacramento for more than 25 years.

West Coast Advisors has not previously had a conflict of interest with SAWPA and other clients and does not expect conflicts to occur in the future. We are providing a comprehensive list of current and former lobbying clients for review as part of this proposal.

West Coast Advisors has never had any litigation or regulatory enforcement proceeding against the firm.

West Coast Advisors is prepared to sign the draft agreement and is not seeking any exceptions.

West Coast Advisors is familiar with the SAWPA Conflicts Policy and we are fully prepared to comply with it.

West Coast Advisors is prepared to provide all the necessary insurance policies required to execute the services contract.

## Coordination with Key Associations and Organizations

As part of our general water, energy and climate policy legislative advocacy, WCA regularly works closely with a number of organizations and trade associations. Following is a brief description of our extensive coordination and leadership efforts with these groups.

### Association of California Water Agencies (ACWA)

WCA maintains a highly effective and coordinated effort with ACWA on legislative and regulatory issues. WCA staff regularly participate in ACWA's Monday Morning Lobby Group (MMLG) coordination meetings and monthly legislative committee meetings. WCA also coordinates with ACWA on such critical special efforts as protection of local property taxes and regularly participates in coordination meetings whenever funds are targeted by state officials. Equally important, WCA staff has been an integral member of ACWA's Water & Jobs Coalition, continuing to work on water bond and other statewide water issues. WCA, given our background in political campaigns generally, and previous water bond efforts specifically, is a key participant in these discussions designed to ensure success when voters are asked to ratify water project funding. Finally, WCA has played a very active role in ACWA's Energy Committee activities.

### California Association of Sanitation Agencies (CASA)

WCA coordinates closely with CASA's management and legislative advocates on water quality, energy and climate change issues in Sacramento. WCA staff regularly coordinates with California Wastewater Climate Change Group (CWCCG) participants, which is now under the CASA umbrella. The CWCCG group has benefitted from WCA's substantial knowledge of energy and greenhouse gas reduction issues and policies. Continued participation in this group will be critical as California's climate change programs are updated and expanded in the future.

### California Special Districts Association (CSDA)

WCA works closely with CSDA on issues pertaining to protection of property taxes, redevelopment pass-throughs, pension reform, workers' compensation, fiscal reserves and other topics relating to the core functions of special districts. WCA's coordination with CSDA and its other member agencies was directly responsible for protecting tens of millions of dollars of local property tax revenues that would have been lost annually with the elimination of local "pass-throughs."

### WateReuse

WCA continues to work closely with WateReuse on salt management, water softener, and other water recycling legislative efforts. Continued coordination with WateReuse will prove critical as the organization is set to expand state water recycling policies to encourage additional recycling efforts in California and set the stage for direct potable reuse in the future.

### Metropolitan Water District of Southern California (MWD)

WCA maintains a strong working relationship with MWD's management, Sacramento

advocates and public affairs practitioners on a wide range of issues. WCA has been integral in efforts to protect MWD from repeated threats from the San Diego County Water Authority and coordinates with a group of MWD member agency lobbyists for this purpose. WCA also works closely with MWD on legislation that can affect water supply availability, water quality and other water related issues. In addition to direct communications, WCA staff participates in MWD's bimonthly legislative coordination calls and other public affairs and legislative planning sessions to ensure we remain aware of issues of importance to the broader Southern California water community.

#### **State Water Contractors**

WCA is part of an informal group of lobbying firms currently coordinated by Kathy Cole of MWD to provide advocacy services for the State Water Contractors Association. Recent efforts have included Delta Conveyance, energy policy and extension of the State Water Project contract with DWR.



## Fees & Expenses

### Fees

Consulting fees for WCA's services will be billed monthly and are due and payable on the first of each month. **WCA is proposing a monthly retainer of \$8,500-\$10,000 depending on the scope of work sought by SAWPA. The final retainer will be negotiated between the parties.**

### Expenses

WCA will NOT invoice for ordinary out-of-pocket expenses for travel, postage, phone, fax, copies, etc. All ordinary expenses will be included in the monthly retainer.

## Project Team/Organization Chart/Duties

### Project Leader

#### **Michael Boccadoro\***

Lead consultant and advocate, strategy, day-to-day management, regulatory and Administration advocacy

### Project Team

#### **Brian Rees\***

Legislative advocacy, political and SAWPA legislative delegation and district analysis, New Democrats coordination

#### **Beth Olhasso\***

Legislative advocacy, regulatory and energy agency monitoring, water association coordination and client coordination and reporting

#### **Maddie Dunlap\***

Legislative advocacy, regulatory and agency monitoring

#### **Laura Kistner**

Collateral development and FPPC compliance

\* denotes registered lobbyists in California

## Staff Profiles

### **Michael Boccadoro, President**

As President, Mr. Boccadoro is responsible for overseeing the firm's public affairs, regulatory affairs and governmental relations practices. With expertise in climate, energy, water, finance, resource planning, health care and environmental issues, Michael has extensive working relationships with public officials and media representatives involved in these areas. Before launching West Coast Advisors he served as President and Sacramento Office Director of The Dolphin Group. He also spent seven years as a senior consultant to the California Legislature.

### **Brian Rees, Senior Vice President – Government Relations**

As Senior Vice President, Brian Rees brings a broad range of legislative affairs, policy, and state budget experience. Brian is currently involved with a number of the firm's clients, including Marriott International, Hilton Worldwide, the California Poultry Federation, Santa Ana Watershed Project Authority, and United Healthcare. Prior to joining The Dolphin Group he served as staff to the California Legislature.

### **Beth Olhasso, Senior Account Executive**

Senior Account Executive Beth Olhasso advises clients on a wide variety of public policy matters. Beth focuses on legislative and regulatory issues relating to energy, local and statewide water policy, and public agency issues. Before joining the firm in 2011, she spent several years working on water and public agency issues at a Southern California public water agency. Beth also has broad experience on political campaigns, having served in lead roles on a number of local, state and national campaigns throughout the country.

### **Maddie Dunlap, Account Executive**

Maddie Dunlap provides public and government affairs consulting to the firm's agriculture and water clients. Growing up on her family's cattle ranch, Maddie brings experience from the agriculture industry and legislative experience from the State Senate as a Senate Fellow. Maddie also draws from her Masters Degree in Water Law and her Bachelors in Agricultural Communications to serve our clients' outreach and advocacy needs.

### **Laura Kistner, Client Services Administrator**

For more than eighteen years, Ms. Kistner has provided the firm's clients with creative and administrative support for government and public affairs. She is responsible for the creative and technical aspects of client activities including association membership management, web page development, presentation technology and the development of collateral materials. Laura also handles all aspects of FPPC compliance and reporting for the firm's lobbying clients.

## Client References

Richard Nagel  
Jacobs Engineering/ President WaterReuse California  
1000 Wilshire Blvd, Suite 2100  
Los Angeles, California 90017  
(213) 500-2333  
[Rich.Nagel@jacobs.com](mailto:Rich.Nagel@jacobs.com)

Kathy Tiegs  
Cucamonga Valley Water District  
10440 Ashford Street  
Rancho Cucamonga, CA 91730  
909.987.2591  
[kahyt@cvwdwater.com](mailto:kahyt@cvwdwater.com)

Melissa Frank  
The Wonderful Company  
9530 Hageman Road, B-339  
Bakersfield, CA 93305  
805.399.4456  
[melissa.frank@wonderful.com](mailto:melissa.frank@wonderful.com)

Melissa Froehlich-Flood  
Marriott International  
1649 Newton St, NW  
Washington, DC 20010  
301.380.4839  
[Melissa.froehlich-flood@marriott.com](mailto:Melissa.froehlich-flood@marriott.com)

## Client List

A partial listing of past and present clients

Agricultural Energy Consumers Association \*  
Alliance for Food and Fiber  
Alliance of Western Milk Producers  
Altria/Philip Morris  
Banfield Pet Hospitals  
California Credit Union League  
California Farm Bureau Federation  
California Independent Grocers & Convenience Stores  
California Poultry Federation \*  
California Table Grape Growers  
California-Tahoe Conservancy  
Castaic Lake Water Agency  
Central Valley Project Water Authority  
Chino Basin Watermaster  
Coalition for a Sustainable Delta \*  
Coca Cola, Inc.  
Cucamonga Valley Water District \*  
Dairy Cares \*  
Dairy Institute  
Delta Restoration Coalition  
Duke-American Transmission Company \*  
General Motors, Inc.  
Hilmar Cheese Company  
Hilton Worldwide, Inc. \*  
Hollywood Park, Inc.  
Inland Empire Utilities Agency \*  
Kern River Gas Transmission Company  
Marriott International \*  
Metropolitan Water District of Southern California  
Microgy Cogeneration  
Miller/Coors\*  
National Grid\*  
Santa Ana Watershed Project Authority (SAWPA) \*  
South San Joaquin Irrigation District \*  
Sunworld International, Inc.  
United Healthcare Services \*  
Union Pacific Railroad  
United States Chamber Of Commerce  
Wal-Mart  
WaterReuse California\*  
West Basin Municipal Water District \*  
Western Growers Association

\*denotes current client

STATE CAPITOL  
P.O. BOX 942849  
Room 4140  
SACRAMENTO, CA 94249  
(916) 319-2056  
FAX (916) 319-2156

# Assembly California Legislature



**EDUARDO GARCIA**

ASSEMBLYMEMBER, FIFTY-SIXTH DISTRICT  
CHAIR, ASSEMBLY COMMITTEE ON WATER, PARKS, AND WILDLIFE

DISTRICT OFFICE  
48220 JACKSON ST. STE A3  
COACHELLA, CA 92236  
(760) 347-2360  
FAX (760) 347-5704

September 24, 2018

Richard E. Haller  
General Manager  
Santa Ana Watershed Project Authority  
11615 Sterling Avenue  
Riverside, CA 92503

**RE: Letter of Support for West Coast Advisors for Sacramento Representation**

Dear Mr. Haller:

It is with great pleasure that I write in strong support of West Coast Advisors (WCA) for their request of continued Sacramento representation of the Santa Ana Watershed Project Authority (SAWPA). I have a long-standing history of working with WCA since my election in 2014 to the State Assembly and in my capacity as Chair of the Assembly Water, Parks, and Wildlife Committee.

WCA's public affairs experience in our Capitol combined with their past successful strategic campaigns for their clients provide them with a unique breadth of knowledge to represent organizations such as SAWPA. In this capacity, WCA has provided SAWPA and its member agencies with highly effective advocacy services for well over a decade. Likewise, I can attest to WCA's positive work with other municipal agencies throughout California.

I consider WCA's expertise invaluable and look forward to a continued partnership with them. Overall, WCA is well regarded and respected by my colleagues and me, which is a testament to their work. I respectfully request your thoughtful consideration. Please contact my district office by phone at (760)347-2360 if you have any further questions.

Sincerely,

A handwritten signature in blue ink, appearing to read "Eduardo Garcia".

Eduardo Garcia  
Assemblymember, 56 AD

IMPERIAL COUNTY  
101 Airport Road, #D, Imperial, CA 92251  
(760) 355-8656 / FAX (760) 355-8856

September 26, 2018

Richard Haller  
General Manager  
Santa Ana Watershed Project Authority  
11615 Sterling Avenue  
Riverside, California 92503

Dear Mr. Haller,

It has come to my attention that you are considering the retention of West Coast Advisors (WCA) as your Sacramento representation for the Santa Ana Watershed Project Authority. I have come to know the principals at WCA quite well over the years and find them to be professional and highly competent in their advocacy efforts. WCA's public affairs experience in our Capitol combined with their past successful strategic legislative campaigns for their clients provide them with a unique breadth of knowledge to represent agencies such as SAWPA.

I have worked with the principals of WCA since I was first elected to the Assembly in 2006. From what I have personally observed in the Capitol, WCA is well regarded and respected by the Capitol community.

I believe that WCA will continue to be an asset to your organization. Your thoughtful consideration of their merits and skills is warranted.

Warmly,

Hon. Anthony J. Portantino  
California State Senator, District 25



## Attachment B

1. Annual planning meeting at SAWPA each autumn to discuss lessons learned, strategy in upcoming session, potential bill sponsorship, key alliances, and performance goals
2. Coordination with SAWPA member agencies including ongoing weekly legislative conference calls
3. State legislative advocacy (per staff direction; updates during weekly conference calls)
4. State legislative monitoring and bill tracking (brief narrative written report updated bi-weekly for commission packet; bill tracking list monthly by third Tuesday)
5. State regulatory monitoring (written report updated monthly related to water, energy, water agencies and JPAs, including FPPC developments)
6. State budget and fiscal proceedings monitoring (updates during weekly conference calls)
7. Energy regulatory advocacy including direct representation at the CPUC and CEC as needed (per specific direction by SAWPA staff)
8. State government regulatory relations including all key agencies and departments related to water and energy (updates during weekly conference calls)
9. Administration advocacy (updates during weekly conference calls)
10. Coordination of Sacramento and district legislative visits
  - a. Sacramento visits, preferably with members and SAWPA Commissioners or staff, on identified priority issues
  - b. Annually, goal of SAWPA Commissioners or staff meeting with each office in the Santa Ana River watershed delegation at least once, whether for issue advocacy or SAWPA education
  - c. Development of issue briefs and other legislative reports and talking points as necessary, in collaboration with SAWPA staff
11. Coordination with other trade associations including MWD, CSDA, ACWA, CASA, WaterReuse and Cal Desal (relevant pre- and post-reports during weekly conference calls)
12. Identification of state funding opportunities (focused by priority goals per annual planning meeting)
13. Periodic communication and participation with SAWPA's Commission (including at least two briefing per year, normally July and November)(could be video or telephone)
14. FPPC compliance guidance and assistance (when requested)
15. Assist on securing speakers for the periodic OWOW conference.

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Santa Ana Watershed Project Authority  
Cash Transaction Report  
Month of July 2020

Below is a summary of cash transactions completed during the month in the Authority's checking account with US Bank. Attached are summaries by major revenue and expense classifications.

Cash Receipts and Deposits to Account	\$	1,676,338.17
Net Investment Transfers		1,518,266.85
Cash Disbursements		<u>(1,323,376.30)</u>
Net Change for Month	\$	1,871,228.72
Balance at Beginning of Month		<u>389,540.79</u>
Balance at End of Month per General Ledger	\$	<u><u>2,260,769.51</u></u>
Collected Balance per Bank Statement	\$	2,404,497.72

**ACCOUNTS PAYABLE RECONCILIATION**

Accounts Payable Balance @ 06/30/20	\$	4,800,319.80
Invoices Received for July 2020		2,942,285.09
Invoices Paid by check/wire during July 2020 (see attached register)		<u>(959,716.24)</u>
Accounts Payable Balance @ 07/31/20	\$	<u><u>6,782,888.65</u></u>

### CASH RECEIPTS

Brine Line Operating Revenues	\$	959,005.85
Member Agency Contributions		612,136.00
Participant Fees		86,478.00
LESJWA Admin Reimbursement		18,718.32
Other		-
		<hr/>
Total Receipts and Deposits	\$	1,676,338.17

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### INVESTMENT TRANSFERS

Transfer of Funds:		
From (to) US Bank (Bank fees)	\$	-
From (to) LAIF		1,500,000.00
From (to) Legal Defense Fund		-
From (to) LESJWA		-
From (to) Investments		18,266.85
		<hr/>
Total Investment Transfers	\$	1,518,266.85

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### CASH DISBURSEMENTS

By Check:		
Payroll	\$	-
Operations		959,716.24
		<hr/>
Total Checks Drawn	\$	959,716.24
By Cash Transfer:		
Payroll	\$	242,936.38
Payroll Taxes		119,146.98
Take Care (AFLAC)		1,576.70
		<hr/>
Total Cash Transfers	\$	363,660.06
Total Cash Disbursements	\$	<u>1,323,376.30</u>

**Santa Ana Watershed Project Authority**  
**Check Detail**  
**Jul-20**

Category	Check #	Check Date	Type	Vendor	Check Amount
Asset Clearing	EFT03482	7/15/2020	CHK	Exciting Windows!	\$9,726.00
<b>Asset Clearing Total</b>					<b>\$9,726.00</b>
Auto Expense	4384	7/15/2020	CHK	County of Riverside	\$598.39
Auto Expense	4407	7/30/2020	CHK	County of Riverside	\$737.98
Auto Expense	EFT03478	7/15/2020	CHK	County of Riverside/Transportation	\$195.49
<b>Auto Expense Total</b>					<b>\$1,531.86</b>
Bank Fees	WDL000005182	7/14/2020	WDL	US Bank	\$166.55
<b>Bank Fees Total</b>					<b>\$166.55</b>
Benefits	4373	7/15/2020	CHK	ACWA/JPIA	\$48,722.14
Benefits	4375	7/15/2020	CHK	AFLAC	\$606.42
Benefits	4380	7/15/2020	CHK	Cal PERS Long Term Care Program	\$152.04
Benefits	4394	7/23/2020	CHK	WageWorks	\$140.00
Benefits	4404	7/30/2020	CHK	Cal PERS Long Term Care Program	\$152.04
Benefits	4410	7/30/2020	CHK	Mutual Of Omaha	\$3,042.78
Benefits	EFT03463	7/15/2020	CHK	Vantagepoint Transfer Agents	\$3,901.91
Benefits	EFT03472	7/15/2020	CHK	Vantagepoint Transfer Agents	\$407.46
Benefits	EFT03489	7/30/2020	CHK	Vantagepoint Transfer Agents	\$3,901.91
Benefits	EFT03493	7/30/2020	CHK	Vantagepoint Transfer Agents	\$411.71
Benefits	P039183	7/7/2020	WDL	Public Employees' Retirement	\$20,591.41
Benefits	P039184	7/7/2020	WDL	CalPERS Supplemental Income	\$5,205.91
Benefits	P039254	7/16/2020	WDL	CalPERS Supplemental Income	\$5,317.12
Benefits	P039255	7/16/2020	WDL	Public Employees' Retirement	\$22,330.47
Benefits	P039256	7/16/2020	WDL	Public Employees' Retirement	\$268,157.00
Benefits	P039257	7/16/2020	WDL	Public Employees' Retirement	\$11,297.00
Benefits	P039346	7/30/2020	WDL	CalPERS Supplemental Income	\$5,320.86
Benefits	P039347	7/30/2020	WDL	Public Employees' Retirement	\$22,637.75
Benefits	WDL000005183	7/15/2020	WDL	Takecare	\$1,153.80
Benefits	WDL000005189	7/28/2020	WDL	Takecare	\$422.90
<b>Benefits Total</b>					<b>\$423,872.63</b>
Building Lease	4396	7/23/2020	CHK	Wilson Property Services, Inc	\$1,782.00
Building Lease	4397	7/23/2020	CHK	Wilson Property Services, Inc	\$1,745.92
<b>Building Lease Total</b>					<b>\$3,527.92</b>
Computer Hardware	4415	7/30/2020	CHK	Dell EMC	\$2,796.28
Computer Hardware	EFT03495	7/30/2020	CHK	Accent Computer Solutions Inc	\$985.20
<b>Computer Hardware Total</b>					<b>\$3,781.48</b>
Consulting	EFT03471	7/15/2020	CHK	CDM Smith, Inc.	\$7,982.23
Consulting	EFT03473	7/15/2020	CHK	Integrated Systems Solutions	\$33.00
Consulting	EFT03474	7/15/2020	CHK	Accent Computer Solutions Inc	\$900.00
Consulting	EFT03475	7/15/2020	CHK	Trussell Technologies, Inc.	\$1,241.72
Consulting	EFT03481	7/15/2020	CHK	Water Systems Consulting	\$4,486.50
Consulting	EFT03484	7/15/2020	CHK	Kahn Soares & Conway	\$4,485.00
Consulting	EFT03490	7/30/2020	CHK	West Coast Advisors	\$9,750.00
Consulting	EFT03492	7/30/2020	CHK	Santa Ana Watershed Association	\$591.66
Consulting	EFT03495	7/30/2020	CHK	Accent Computer Solutions Inc	\$3,073.00
Consulting	EFT03500	7/30/2020	CHK	Sol Media	\$1,780.00
<b>Consulting Total</b>					<b>\$34,323.11</b>
Credit Cards	P039348	7/9/2020	WDL	US Bank	\$16,018.75
<b>Credit Cards Total</b>					<b>\$16,018.75</b>
Director Costs	EFT03461	7/15/2020	CHK	Inland Empire Utilities Agency	\$220.00
Director Costs	EFT03462	7/15/2020	CHK	Eastern Municipal Water District	\$660.00
Director Costs	EFT03464	7/15/2020	CHK	Western Municipal Water District	\$660.00
<b>Director Costs Total</b>					<b>\$1,540.00</b>
Dues	4386	7/15/2020	CHK	Public Policy Institute of CA	\$10,000.00
<b>Dues Total</b>					<b>\$10,000.00</b>
Employee Reimbursement	EFT03467	7/15/2020	CHK	Marie Jauregui	\$50.00
Employee Reimbursement	EFT03485	7/15/2020	CHK	Brian Henderson	\$290.00
Employee Reimbursement	EFT03494	7/30/2020	CHK	Karen Williams	\$108.72
Employee Reimbursement	EFT03498	7/30/2020	CHK	Matt Stewart	\$125.00
<b>Employee Reimbursement Total</b>					<b>\$573.72</b>
Engineering Costs	4408	7/30/2020	CHK	Stantec	\$13,461.86
Engineering Costs	EFT03496	7/30/2020	CHK	Dudek	\$13,462.50

**Santa Ana Watershed Project Authority**  
**Check Detail**  
**Jul-20**

Category	Check #	Check Date	Type	Vendor	Check Amount
<b>Engineering Costs Total</b>					<b>\$26,924.36</b>
Equipment Expensed	EFT03477	7/15/2020	CHK	KH Metals and Supply	\$1,582.42
Equipment Expensed	EFT03487	7/23/2020	CHK	RoadSafe Traffic Systems, Inc	\$4,847.67
<b>Equipment Expensed Total</b>					<b>\$6,430.09</b>
Facility Repair & Maintenance	4387	7/15/2020	CHK	Tripac Marketing Inc.	\$158.39
Facility Repair & Maintenance	4388	7/15/2020	CHK	RivCo Mechanical Services	\$1,867.02
Facility Repair & Maintenance	4409	7/30/2020	CHK	Ayala Engineering	\$43,530.00
Facility Repair & Maintenance	4411	7/30/2020	CHK	Heating Air Conditioning Services	\$117.50
Facility Repair & Maintenance	EFT03465	7/15/2020	CHK	Western Exterminator Co.	\$123.00
Facility Repair & Maintenance	EFT03469	7/15/2020	CHK	Golden State Fire Protection	\$650.00
Facility Repair & Maintenance	EFT03479	7/15/2020	CHK	Houston Harris PCS, Inc.	\$30,762.48
Facility Repair & Maintenance	EFT03480	7/15/2020	CHK	Riverside Cleaning	\$1,500.00
Facility Repair & Maintenance	EFT03491	7/30/2020	CHK	Green Meadows Landscape	\$690.00
<b>Facility Repair &amp; Maintenance Total</b>					<b>\$79,398.39</b>
Insurance Expense	4383	7/15/2020	CHK	Alliant Insurance Services,	\$18,650.00
Insurance Expense	4390	7/15/2020	CHK	Zenith Insurance Company	\$4,021.00
<b>Insurance Expense Total</b>					<b>\$22,671.00</b>
Lab Costs	EFT03468	7/15/2020	CHK	E. S. Babcock & Sons, Inc.	\$3,679.00
Lab Costs	EFT03486	7/23/2020	CHK	E. S. Babcock & Sons, Inc.	\$1,604.00
<b>Lab Costs Total</b>					<b>\$5,283.00</b>
Lease Capacity Revenue	EFT03461	7/15/2020	CHK	Inland Empire Utilities Agency	\$242,405.65
Lease Capacity Revenue	EFT03464	7/15/2020	CHK	Western Municipal Water District	\$34,629.38
<b>Lease Capacity Revenue Total</b>					<b>\$277,035.03</b>
Legal	EFT03483	7/15/2020	CHK	Lagerlof, LLP	\$7,537.50
<b>Legal Total</b>					<b>\$7,537.50</b>
Materials & Supplies	4391	7/15/2020	CHK	San Bernardino Paint	\$503.76
Materials & Supplies	4395	7/23/2020	CHK	Inland Water Works Supply Co	\$2,823.07
Materials & Supplies	EFT03488	7/23/2020	CHK	Airgas USA LLC	\$167.22
Materials & Supplies	EFT03497	7/30/2020	CHK	Airgas USA LLC	\$534.94
<b>Materials &amp; Supplies Total</b>					<b>\$4,028.99</b>
Office Expense	4379	7/15/2020	CHK	Konica Minolta Business Solutions	\$333.22
Office Expense	4385	7/15/2020	CHK	Printing Connection, Inc.	\$97.88
Office Expense	4399	7/30/2020	CHK	Aramark Corporation Refreshments	\$106.64
Office Expense	4405	7/30/2020	CHK	Staples Business Advantage	\$6,446.96
Office Expense	4406	7/30/2020	CHK	California Newspaper Service	\$1,908.00
Office Expense	EFT03470	7/15/2020	CHK	Iron Mountain	\$216.25
Office Expense	EFT03495	7/30/2020	CHK	Accent Computer Solutions Inc	\$1,152.80
<b>Office Expense Total</b>					<b>\$10,261.75</b>
Other Expense	4392	7/23/2020	CHK	Riverside, City of	\$14.00
<b>Other Expense Total</b>					<b>\$14.00</b>
Payroll	WDL000005162	7/3/2020	WDL	Direct Deposit 7/3/2020	\$74,705.77
Payroll	WDL000005168	7/3/2020	WDL	PR Tax - Federal	\$31,471.55
Payroll	WDL000005169	7/3/2020	WDL	PR Tax - State	\$6,582.14
Payroll	WDL000005170	7/6/2020	WDL	PR Tax - State	\$355.59
Payroll	WDL000005171	7/17/2020	WDL	Direct Deposit 7/17/2020	\$82,554.64
Payroll	WDL000005175	7/17/2020	WDL	PR Tax - Federal	\$32,311.42
Payroll	WDL000005176	7/17/2020	WDL	PR Tax - State	\$7,321.06
Payroll	WDL000005177	7/17/2020	WDL	Direct Deposit 7/17/2020	\$5,612.85
Payroll	WDL000005178	7/17/2020	WDL	PR Tax - Federal	\$1,647.30
Payroll	WDL000005179	7/17/2020	WDL	PR Tax - State	\$284.39
Payroll	WDL000005185	7/31/2020	WDL	Direct Deposit 7/31/2020	\$79,862.15
Payroll	WDL000005186	7/31/2020	WDL	Direct Deposit 7/31/2020	\$200.97
Payroll	WDL000005187	7/31/2020	WDL	PR Tax - Federal	\$31,907.85
Payroll	WDL000005188	7/31/2020	WDL	PR Tax - State	\$7,265.68
<b>Payroll Total</b>					<b>\$362,083.36</b>
Safety	EFT03466	7/15/2020	CHK	Underground Service Alert	\$348.48
Safety	EFT03499	7/30/2020	CHK	Industrial Fire Protection	\$280.00
<b>Safety Total</b>					<b>\$628.48</b>



**Santa Ana Watershed Project Authority**  
**Check Detail**  
**Jul-20**

Category	Check #	Check Date	Type	Vendor	Check Amount
Shipping/Postage	4378	7/15/2020	CHK	General Logistics Systems US	\$47.39
Shipping/Postage	4400	7/30/2020	CHK	General Logistics Systems US	\$54.16
<b>Shipping/Postage Total</b>					<b>\$101.55</b>
Software	4389	7/15/2020	CHK	Dell EMC	\$5,361.74
Software	EFT03495	7/30/2020	CHK	Accent Computer Solutions Inc	\$2,587.85
<b>Software Total</b>					<b>\$7,949.59</b>
Utilities	4376	7/15/2020	CHK	Riverside, City of	\$173.57
Utilities	4377	7/15/2020	CHK	Riverside, City of	\$2,575.30
Utilities	4381	7/15/2020	CHK	Southern California Edison	\$105.96
Utilities	4382	7/15/2020	CHK	Burrtec Waste Industries Inc	\$83.92
Utilities	4393	7/23/2020	CHK	AT&T	\$978.34
Utilities	4398	7/23/2020	CHK	DIRECTV	\$69.99
Utilities	4401	7/30/2020	CHK	AT&T	\$1,018.26
Utilities	4402	7/30/2020	CHK	AT&T	\$825.94
Utilities	4403	7/30/2020	CHK	AT&T	\$200.02
Utilities	4412	7/30/2020	CHK	Verizon Wireless	\$493.80
Utilities	4413	7/30/2020	CHK	Verizon Wireless	\$130.61
Utilities	4414	7/30/2020	CHK	Verizon Wireless	\$1,311.48
<b>Utilities Total</b>					<b>\$7,967.19</b>
<b>Grand Total</b>					<b>\$1,323,376.30</b>

	Accounts Payable
Checks	\$582,673.42
Wire Transfers	\$377,042.82
	<u>\$ 959,716.24</u>

Take Care	\$1,576.70
Other	
Payroll	\$362,083.36
	<u>\$ 1,323,376.30</u>

Total Disbursements for July 2020

Santa Ana Watershed Project Authority  
 Consulting  
 Jul-20

Check #	Check Date	Task #	Task Description	Vendor Name	Total Contract	Check Amount	Remaining Contract Amount	Notes/Comments
EFT03474	7/15/2020	ACS100-15	New SALTS Server IT Support	Accent Computer Solutions	\$ 1,800.00	\$ 900.00	\$ -	
EFT03495	7/30/2020	ACS100-11		Accent Computer Solutions	\$ 186,800.00	\$ 3,073.00	\$ 63,115.76	Closed 6/30/20
EFT03471	7/15/2020	CDM386-15	Regional Bacteria Monitoring Program	CDM Smith	\$ 415,453.00	\$ 7,982.23	\$ 341,490.81	
EFT03473	7/15/2020	INSOL100-14	Great Plains and Journyx Tech Support	Integrated Systems Solutions	\$ 4,750.00	\$ 33.00	\$ (8.00)	Closed 6/30/20
EFT03484	7/15/2020	KSC384-01	MSAR Pathogen TMDL TF Regulatory Support Basin Monitoring Program TF Regulatory Support Emerging Constituents TF Regulatory Support	Kahn, Soares, & Conway	\$ 108,156.50	\$ 2,794.50	\$ 98,496.50	
EFT03484	7/15/2020	KSC374-01		Kahn, Soares, & Conway	\$ 93,293.60	\$ 1,104.00	\$ 86,462.60	
EFT03484	7/15/2020	KSC392-01		Kahn, Soares, & Conway	\$ 46,410.00	\$ 586.50	\$ 45,823.50	
EFT03492	7/30/2020	SAWA381-01	Van Buren Bridge Sucker Restoration	Santa Ana Watershed Association	\$ 20,358.20	\$ 591.66	\$ 11,699.52	
EFT03500	7/30/2020	SOL100-06	Google Search Optimization	Sol Media	\$ 1,780.00	\$ 1,780.00	\$ -	
EFT03475	7/15/2020	TRU240-24	BL Sampling Support	Trussell Technologies	\$ 23,590.00	\$ 1,241.72	\$ 9,077.12	
EFT03481	7/15/2020	WSC374-01	Recomputation of Ambient Water Quality	Water Systems Consulting	\$ 373,973.00	\$ 4,486.50	\$ 7,718.79	Closed 6/30/20
EFT03490	7/30/2020	WCA100-03-03	State Legislative Consulting Services	West Coast Advisors	\$ 235,000.00	\$ 9,750.00	\$ 40,000.00	
						<b>\$ 34,323.11</b>		

**COMMISSION MEMORANDUM NO. 2020.58**

**DATE:** September 15, 2020  
**TO:** SAWPA Commission  
**SUBJECT:** Inter-Fund Borrowing – July 2020  
**PREPARED BY:** Karen Williams, DGM/CFO

**RECOMMENDATION**

It is recommended that the Commission receive and file the informational report on short-term, cash-flow inter-fund borrowing.

**DISCUSSION**

On December 13, 2005, the Commission approved Resolution No. 452, Inter-Fund and Inter-Project Loan Policy. Staff was directed to bring back an accounting of the loans each month for review when the total exceeded \$250,000 in aggregate.

The following projects, with negative cash flow, are listed below with the amounts borrowed from SAWPA General Fund Reserves in July 2020. The total amount borrowed is over the aggregate \$250,000 amount recommended in Resolution No. 452, Inter-Fund and Inter-Project Loan Policy. The Commission has requested that this item be brought back each month as an informational item when the loan amount is over the \$250,000 aggregate amount.

Fund	Fund Name	06/30/2020 Balance	Loan Receipts	New Charges	07/31/2020 Balance
130	Proposition 84 Admin R1	\$45,134.26	(\$0.00)	\$0.00	\$45,134.26
135	Proposition 84 Admin R2	78,638.53	(0.00)	1,952.34	80,590.87
140	Proposition 84 Admin R3	50,164.11	(0.00)	6,845.84	57,009.95
145	Proposition 84 Admin R4	116,455.18	(0.00)	17,802.74	134,257.92
150	Proposition 1 – Admin	6,039.15	(0.00)	10,902.41	16,941.56
398	Proposition 1 – DACI Grant	123,171.94	(0.00)	19,649.38	142,821.32
477	LESJWA Administration	17,387.23	(22,718.32)	21,659.76	16,328.67
504	Prop 84 - Drought Projects	122,979.41	(0.00)	0.00	122,979.41
	<b>Total Funds Borrowed</b>	<b>\$559,969.81</b>	<b>(\$22,718.32)</b>	<b>\$78,812.47</b>	<b>\$616,063.96</b>
	General Fund Reserves Balance			\$1,935,461.06	
	Less Amount Borrowed			<u>616,063.96</u>	
	Balance of General Fund Reserves			\$1,319,397.10	

The following table lists each fund that has a negative cash flow, the source of funding for the fund, how often the fund is billed, and the projected rate of payment for the fund.

**NEGATIVE CASH-FLOW FUNDS**

<b>Fund No.</b>	<b>Source of Funding</b>	<b>Billing Frequency</b>	<b>Projected Payment Time</b>
130,135,140, 145 – Proposition 84 Admin	DWR – Prop 84 Grant	Monthly/Quarterly	Up to 4 months
398 – Proposition 1 – DACI Grant	DWR – Prop 1 Grant	Monthly	Up to 4 months
477 – LESJWA Admin	Reimbursement from LESJWA	Monthly	2 to 4 weeks
504 - Proposition 84 Drought Projects	DWR – Prop 84 Grant	Monthly	Up to 4 months
504 – Proposition 84 SARCCUP Projects	DWR – Prop 84 Grant	Monthly/Quarterly	Up to 4 months

**Fund 130**

The outstanding balance of the funds due from DWR is the mandatory 10% retention from each invoice billed. Retention funds will not be released until the Proposition 84 Round I contract is completed. Retention should be released within the next few months.

**Fund 135**

This fund is for the administration of Proposition 84 Round II grant funds. These funds will be billed quarterly and 10% will be withheld for retention.

**Fund 140**

This fund is for the administration of Proposition 84 Drought Round grant funds. These funds will be billed monthly and 10% will be withheld for retention.

**Fund 145**

This fund is for the administration of Proposition 84 Round 2015 grant funds. These funds will be billed quarterly and 10% will be withheld for retention.

**Fund 150**

This fund is for the administration of Proposition 1 grant funds. Once the contract has been signed by DWR these funds will be billed quarterly and 10% will be withheld for retention.

**Fund 398**

This fund is for the Proposition 1 DACI grant project. These funds will be billed monthly and 10% will be withheld for retention.

**Fund 477**

Each month LESJWA is billed the cost for administering the JPA. Once the bill is received, LESJWA submits payment within two weeks.

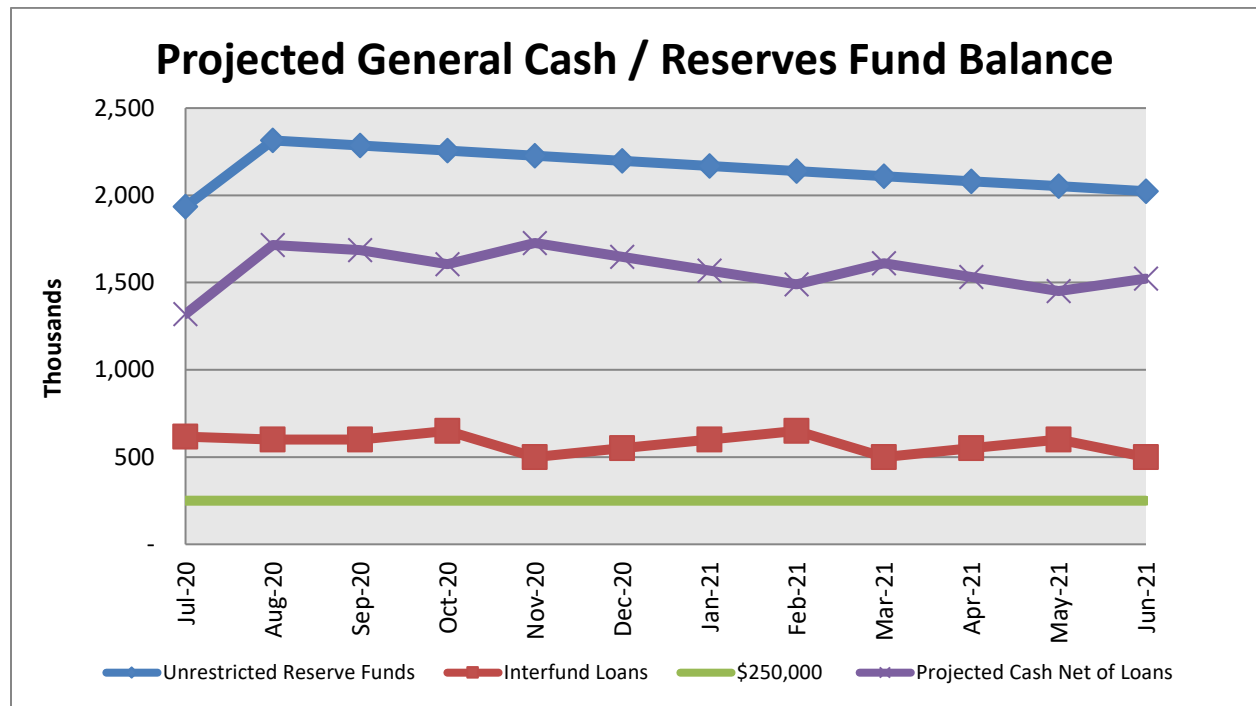
**Fund 504**

This fund is for the implementation of drought related projects and SARCCUP projects which are administered through PA22 and PA23.

The following graph shows the total budget, total project costs to date, and the amount remaining on each grant.

Fund	Fund Name	Total Budget	Costs Through 07/31/2020	Remaining Grant Budget
130	Proposition 84 Admin R1	\$660,004	(\$571,491)	\$88,513
135	Proposition 84 Admin R2	627,405	(569,243)	58,162
140	Proposition 84 Admin R3	887,860	(845,990)	41,870
145	Proposition 84 Admin R4	3,213,384	(812,781)	2,400,603
150	Proposition 1 Admin	TBD	(16,942)	TBD
398	Proposition 1 – DACI Grant	6,300,000	(4,155,044)	2,144,956
504	Prop 84 - Drought Projects	5,547,816	(3,482,114)	2,065,702
504	Prop 84 – 2015 Round (SARCCUP)	1,543,810	(591,245)	952,565
Totals		\$18,780,279	(\$11,044,850)	\$7,752,371

The following graph shows projected inter-fund loan balances, total unrestricted General Fund Reserves available for loans, and projected cash net of loans through June 2021. The projected loan balance is expected to remain over the \$250,000 aggregate limit through June 2021 because of Proposition 1 and 84 grants but can be covered by General Fund Reserves without a major impact on cash flow.



**RESOURCE IMPACTS**

The funds borrowed from the General Fund Reserves will be paid back with interest when the funding is received. Interfund loans for grants are not charged interest unless the grant contracts specifically states that interest is eligible for reimbursement. There is sufficient cash available to cover proposed borrowings and to pay budgeted expenditures for the General Fund.

Attachments:

1. Resolution No. 452 | Amending the Inter-Fund, Inter-Project and Inter-Agency Loan Policy

## RESOLUTION NO. 452

### **A RESOLUTION OF THE COMMISSION OF THE SANTA ANA WATERSHED PROJECT AUTHORITY AMENDING THE INTER-FUND, INTER-PROJECT AND INTER-AGENCY LOAN POLICY**

**WHEREAS**, the Commission of the Santa Ana Watershed Project Authority (hereafter "SAWPA") previously adopted, by minute action taken on August 3, 1996, an "Inter-Fund/Inter-Project Loan Policy" to regulate loans from one SAWPA Fund or Project to another SAWPA Fund or Project; and

**WHEREAS**, the Commission desires to amend the "Inter-Fund Fund/Project Loan Policy" by formally adopting such Policy, by way of this Resolution, regulating how and in what manner such inter-fund or inter-project loans are to take place and mandating that all such loans require Commission approval in advance as contemplated by the policy adopted on August 3, 1996.

**NOW, THEREFORE, BE IT RESOLVED** that the Commission of the Santa Ana Watershed Project Authority hereby amends the following Loan Policy for any loan from one SAWPA Fund or Project to another SAWPA Fund or Project:

1. Loans from any SAWPA Fund or Project to another SAWPA Fund, Project or another public agency shall be approved in advance by the SAWPA Commission. The approval shall be in written format and include documentation of the specifics of the transaction. The approval shall include a finding that the loan will not expose the lending SAWPA Fund or Project to significant financial or operational risk.
2. Unless otherwise provided for by the Commission, the borrowing Fund, Project or public agency shall be required to repay the loan within a specific period of time and at a rate of interest as determined by the Commission. For the purposes of this policy, SAWPA's calculated quarterly rate of return may be used as the basis for interest payable on the outstanding principal for any loan. The period for repayment of the loan shall be determined by the Commission, but shall be no longer than the life of the lending Fund or Project.
3. The borrowing Fund's, Project's or public agency's repayment source shall be identified and included in the approval action by the Commission and the "loan documentation". The "loan documentation" shall include a written agreement, resolution or other document approved by the Commission setting forth all of the foregoing terms and conditions.



4. Loans to reimbursable SAWPA grant contract projects and related efforts for short-term (i.e., current fiscal year) operating cash flow purposes may be borrowed from the SAWPA General Fund Reserve without prior Commission approval. But all such loans shall be reported to the Commission within 30 days of each such loan. Such loans shall be paid off on a continuous basis. The total funds loaned for all such grant contract projects and related efforts shall not exceed \$250,000.00 in the aggregate for each fiscal year, without prior written approval by the Commission. Payment of interest will be based on the actual interest that would have been earned by the SAWPA General Fund Reserve had those funds not been borrowed. Cash flow and receivables will be reported at least quarterly to forecast needs and demonstrate compliance.
5. Prior to June 30<sup>th</sup> of each year, staff shall provide to the Commission an annual written report of all such Inter-fund, Inter-project or Inter-agency loans, amounts repaid and any outstanding loan balances.

**ADOPTED** this 13th day of December 2005.

SANTA ANA WATERSHED PROJECT AUTHORITY

By: *Mark W. Bulot*  
Mark Bulot, Chair



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## COMMISSION MEMORANDUM NO. 2020.59

**DATE:** September 15, 2020  
**TO:** SAWPA Commission  
**SUBJECT:** Performance Indicators and Financial Reporting – July 2020  
**PREPARED BY:** Karen Williams, DGM/CFO

### RECOMMENDATION

It is recommended that the Commission receive and file staff's report.

### DISCUSSION

The attached reports have been developed to keep the Commission informed as to SAWPA's business and budget performance. These reports are categorized into the following groups: financial reporting, cash and investments, and performance indicators. They are explained in detail below. As new reports are developed, they will be added for the Commission's review.

#### Financial Reporting

Balance Sheet by Fund Type	Lists total assets, liabilities, and equity by fund type for a given period.
Revenue & Expense by Fund Type	Lists total revenue and expenses by fund type for a given period.
Receivables Management	Shows total outstanding accounts receivable by age.
Open Task Order Schedule	Shows SAWPA's total outstanding obligation for open task orders.
List of SAWPA Funds	Shows each SAWPA Fund with the fund description and fund group.
Debt Service Funding Analysis	Shows total annual income by source used to make debt service payments through debt maturity at FYE 2048.
Debt Service Payment Schedule	Shows total debt service interest and principal payments through debt maturity at FYE 2048.

#### Cash and Investments

Total Cash and Investments (chart)	Shows the changes in cash and investments balance for the last twelve months.
Cash Balance & Source of Funds	Shows total cash and investments for all SAWPA funds and the types of investments held for each fund.
Cash & Investments (pie chart)	Shows total cash and investments for all SAWPA funds and the percentage of each investment type.
Reserve Account Analysis	Shows changes to each reserve account for the year and projected ending balance for each.
Twelve Month Security Schedule (chart)	Shows the maturity dates for securities held and percentage of securities in each category.

Treasurer's Report	Shows book and market value for both Treasury strips and securities held by the Agency.
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**Performance Indicators**

Average Daily Flow by Month	Shows total flow in the Brine Line System by month compared to total treatment capacity owned. This is an indicator of the available capacity in the line. As we add yearly flows, it will show trends in flow throughout the year.
Summary of Labor Multipliers	Summarizes the information generated from the following two reports and compares the actual benefit and Indirect Cost Allocation rates to the total budgeted rates.
General Fund Costs	Lists total Fund No. 100 costs to date and the amount of those costs recovered through the Indirect Cost Allocation and member contributions.
Benefit Summary	Lists total employee benefit costs actual to budget and projects them through the end of the year. This report compares how the actual benefit rate compares to the budgeted rate.
Labor Hours Budget vs. Actual	Shows total budgeted hours for each project and compares them to the actual hours charged to each.

**RESOURCE IMPACTS**

Staff expects minimal impacts to SAWPA or its member agencies related to this effort.

Attachments:

- |                                       |   |
|---------------------------------------|---|
| 1. Balance Sheet by Fund Type         | 10. Reserve Account Analysis                    |
| 2. Revenue & Expense by Fund Type     | 11. Twelve-Month Maturity Schedule - Securities |
| 3. Accounts Receivable Aging Report   | 12. Treasurer's Report                          |
| 4. Open Task Order Schedule           | 13. Average Daily Flow by Month                 |
| 5. List of SAWPA Funds                | 14. Summary of Labor Multipliers                |
| 6. Debt Service Funding Analysis      | 15. General Fund Costs                          |
| 7. Debt Service Payment Schedule      | 16. Benefits                                    |
| 8. Total Cash and Investments (chart) | 17. Labor Hours Budgeted vs. Actual             |
| 9. Cash Balance & Source of Funds     |   |

Santa Ana Watershed Project Authority  
Balance Sheet by Fund Type  
For the One Month Ending Friday, July 31, 2020

	General Fund	Brine Line Enterprise	Capital Projects	OWOW Projects	Roundtable Projects	Fund Totals
<b>Assets</b>						
<b>Current Assets</b>						
Cash and Investments	\$2,604,916.50	\$52,025,398.01	\$1,310,037.84	\$952,368.21	\$2,202,526.71	\$59,095,247.27
Accounts Receivable	408,804.00	1,992,198.49	0.00	5,222,827.03	1,043,420.76	8,667,250.28
Prepays and Deposits	65,596.92	140,609.48	0.00	0.00	0.00	206,206.40
<b>Total Current Assets</b>	<u>3,079,317.42</u>	<u>54,158,205.98</u>	<u>1,310,037.84</u>	<u>6,175,195.24</u>	<u>3,245,947.47</u>	<u>67,968,703.95</u>
<b>Fixed Assets</b>						
Property, Plant & Equipment less accum depreciation	1,531,802.52	80,542,935.55	0.00	0.00	0.00	82,074,738.07
Work In Process	0.00	0.00	389,473.60	0.00	0.00	389,473.60
<b>Total fixed assets</b>	<u>1,531,802.52</u>	<u>80,542,935.55</u>	<u>389,473.60</u>	<u>0.00</u>	<u>0.00</u>	<u>82,464,211.67</u>
<b>Other Assets</b>						
Wastewater treatment/disposal rights, net of amortization	0.00	24,598,639.13	0.00	0.00	0.00	24,598,639.13
Inventory - Mitigation Credits	0.00	0.00	0.00	0.00	1,910,560.00	1,910,560.00
<b>Total Other Assets</b>	<u>0.00</u>	<u>24,598,639.13</u>	<u>0.00</u>	<u>0.00</u>	<u>1,910,560.00</u>	<u>26,509,199.13</u>
<b>Total Assets</b>	<u><u>\$4,611,119.94</u></u>	<u><u>\$159,299,780.66</u></u>	<u><u>\$1,699,511.44</u></u>	<u><u>\$6,175,195.24</u></u>	<u><u>\$5,156,507.47</u></u>	<u><u>\$176,942,114.75</u></u>
<b>Liabilities and Fund Equity</b>						
<b>Current Liabilities</b>						
Accounts Payable/Accrued Expenses	\$791,921.95	\$814,532.50	\$1,339,517.82	\$4,693,256.08	\$133,539.79	\$7,772,768.14
Accrued Interest Payable	0.00	256,047.75	0.00	0.00	0.00	256,047.75
Customer Deposits	0.00	20,354.22	0.00	0.00	466,361.33	486,715.55
<b>Noncurrent Liabilities</b>						
Long-term Debt	4,584,538.00	27,686,940.64	0.00	0.00	0.00	32,271,478.64
Deferred Revenue	0.00	65,188,825.50	0.00	0.00	0.00	65,188,825.50
<b>Total Liabilities</b>	<u>5,376,459.95</u>	<u>93,966,700.61</u>	<u>1,339,517.82</u>	<u>4,693,256.08</u>	<u>599,901.12</u>	<u>105,975,835.58</u>
<b>Fund Equity</b>						
Contributed Capital	0.00	20,920,507.03	0.00	0.00	0.00	20,920,507.03
Retained Earnings	2,505,211.67	44,632,889.40	389,473.60	1,340,207.99	3,540,774.67	52,408,557.33
Revenue Over/Under Expenditures	(3,270,551.68)	(220,316.38)	(29,479.98)	141,731.17	1,015,831.68	(2,362,785.19)
<b>Total Fund Equity</b>	<u>(765,340.01)</u>	<u>65,333,080.05</u>	<u>359,993.62</u>	<u>1,481,939.16</u>	<u>4,556,606.35</u>	<u>70,966,279.17</u>
<b>Total Liabilities &amp; Fund Equity</b>	<u><u>\$4,611,119.94</u></u>	<u><u>\$159,299,780.66</u></u>	<u><u>\$1,699,511.44</u></u>	<u><u>\$6,175,195.24</u></u>	<u><u>\$5,156,507.47</u></u>	<u><u>\$176,942,114.75</u></u>

**Santa Ana Watershed Project Authority**  
**Revenue & Expenses by Fund Type**  
**For the One Month Ending Friday, July 31, 2020**

	General Fund	Brine Line Enterprise	Capital Projects	OWOW Projects	Roundtable Projects	Fund Totals
<b>Operating Revenue</b>						
Discharge Fees	\$0.00	\$955,840.73	\$0.00	\$0.00	\$0.00	\$955,840.73
Grant Proceeds	0.00	0.00	0.00	(5,284,473.36)	0.00	(5,284,473.36)
Financing Proceeds	0.00	0.00	0.00	0.00	21,593.49	21,593.49
Total Operating Revenue	0.00	955,840.73	0.00	(5,284,473.36)	21,593.49	(4,307,039.14)
<b>Operating Expenses</b>						
Labor	126,533.48	106,364.29	8,771.76	50,146.79	14,731.67	306,547.99
Benefits	42,114.71	48,183.02	3,973.61	22,716.50	6,673.45	123,661.29
Indirect Costs	0.00	160,397.34	13,227.82	75,621.37	22,215.35	271,461.88
Education & Training	4,625.00	0.00	0.00	0.00	0.00	4,625.00
Consulting & Professional Services	36,329.30	2,049.30	3,149.99	7,669.80	68,330.34	117,528.73
Operating Costs	462.70	192,598.06	0.00	0.00	0.00	193,060.76
Repair & Maintenance	6,111.17	1,940.29	0.00	0.00	0.00	8,051.46
Phone & Utilities	16,107.07	826.17	0.00	0.00	0.00	16,933.24
Equipment & Computers	40,086.89	34,977.84	0.00	0.00	0.00	75,064.73
Meeting & Travel	350.00	0.00	0.00	0.00	0.00	350.00
Other Administrative Costs	26,129.90	6,395.66	356.80	65.00	10,050.00	42,997.36
Indirect Costs Applied	(271,461.88)	0.00	0.00	0.00	0.00	(271,461.88)
Other Expenses	5,508.79	14,916.27	0.00	0.00	0.00	20,425.06
Construction	0.00	0.00	0.00	(4,752,423.99)	0.00	(4,752,423.99)
Total Operating Expenses	32,897.13	568,648.24	29,479.98	(4,596,204.53)	122,000.81	(3,843,178.37)
Operating Income (Loss)	(32,897.13)	387,192.49	(29,479.98)	(688,268.83)	(100,407.32)	(463,860.77)
<b>Nonoperating Income (Expense)</b>						
Member Contributions	680,340.00	0.00	0.00	830,000.00	20,000.00	1,530,340.00
Other Agency Contributions	0.00	0.00	0.00	0.00	1,096,239.00	1,096,239.00
Interest Income	0.00	(208,812.79)	0.00	0.00	0.00	(208,812.79)
Other Income	0.00	66.77	0.00	0.00	0.00	66.77
Retiree Medical Benefits	(15,188.76)	0.00	0.00	0.00	0.00	(15,188.76)
Total Nonoperating Income (Expense)	665,151.24	(208,746.02)	0.00	830,000.00	1,116,239.00	2,402,644.22
Excess Rev over (under) Exp	<u>\$632,254.11</u>	<u>\$178,446.47</u>	<u>(\$29,479.98)</u>	<u>\$141,731.17</u>	<u>\$1,015,831.68</u>	<u>\$1,938,783.45</u>



Aging Report  
Santa Ana Watershed Project Authority  
Receivables as of July 31, 2020

Customer Name	Project	Total	0-30 Days	31-60 Days	61 and Over
Burdick & Company	Roundtable of Regions	1,032.90	1,032.90		
Chino Basin Desalter Authority	Brine Line	377,168.49	147,867.80	229,300.69	
Claremont, City of	MSAR TMDL	18,484.00		18,484.00	
Corona, City of	EC, BasinMonitoring, MSAR TMDL	44,176.00		44,176.00	
Department of Water Resources	Prop 84, Prop 1	4,718,787.88		8,798.53	4,709,989.35
Eastern Municipal Water District	Brine Line, EC, Member Contributions	676,294.21	196,646.61	173,579.60	306,068.00
Eastvale, City of	MSAR TMDL	18,484.00		18,484.00	
Elsinore Valley Municipal Water District	EC	8,955.00		8,955.00	
Greater LA County IRWM	Roundtable of Regions	10,329.20	10,329.20		
Inland Empire Utilities Agency	Brine Line, EC, Basin Monitoring, Member Contributions	509,883.98	95,937.74	107,878.24	306,068.00
Jurupa Community Services District	EC	8,955.00		8,955.00	
Lake Elsinore & San Jacinto Watersheds Authority	LESJWA Administration	21,659.76	21,659.76		
Mojave Water Agency	Roundtable of Regions	10,329.20	10,329.20		
Orange County	SAR Fish Conservation	32,150.00		32,150.00	
Rialto Bioenergy Facility, LLC	Brine Line	26,690.64	8,896.88		17,793.76
Riverside , City of	Basin Monitoring, EC	16,609.00		16,609.00	
Riverside County Flood Control District	RWQ Monitoring	111,198.00		111,198.00	
San Bernardino County Flood Control District	RWQ Monitoring, MSAR TMDL	331,585.00		331,585.00	
San Bernardino Valley Municipal Water District	Brine Line	119,463.30	119,463.30		
San Diego, City of	Roundtable of Regions	2,582.30	2,582.30		
San Diego County Water Authority	Roundtable of Regions	8,000.00	8,000.00		
Santa Clara Valley Water District	Roundtable of Regions	10,329.20	10,329.20		
Sonoma County Water Agency	Roundtable of Regions	10,329.20	10,329.20		
Upper Kings Basin IRWM	Roundtable of Regions	5,164.60	5,164.60		
Westside Sacramento IRWM	Roundtable of Regions	1,549.38	1,549.38		
Western Municipal Water District	Brine Line	363,426.97	363,426.97		
Western Riverside County Regional Wastewater Authority	Basin Monitoring	16,737.00		16,737.00	
Yosemite - Mariposa IRWM	Roundtable of Regions	516.46	516.46		
Yuca Water Agency	Roundtable of Regions	10,329.20	10,329.20		
Total Accounts Receivable		7,491,199.87	1,024,390.70	1,126,890.06	5,339,919.11

Santa Ana Watershed Project Authority  
Open Task Orders Schedule  
Jul-20  
(Reflects Invoices Received as of 08/12/20)

Task Order No. Project Contracts	Fund No.	Vendor Name	Task Description	Begin Date	End Date	Original Contract	Change Orders	Total Contract	Billed To Date	Contract Balance	SAWPA Manager	Comments
ACS100-16	100-00	Accent Computer Solutions	Enhanced Security Network	07/01/2020	06/30/2021	\$ 9,936.00	\$ -	\$ 9,936.00	\$ 1,656.00	\$ 8,280.00	Dean Unger	
ACS100-13	100-00	Accent Computer Solutions	IT Support	07/01/2020	06/30/2021	\$ 58,826.00	\$ -	\$ 58,826.00	\$ 9,551.14	\$ 49,274.86	Dean Unger	
BART100-05	100-00	Bartel & Associates	GASB 68	07/01/2020	12/31/2020	\$ 1,400.00	\$ -	\$ 1,400.00	\$ -	\$ 1,400.00	Karen Williams	
GG5100-01	100-00	Gladwell Governmental Services	Records Retention Schedule Update	04/21/2020	06/30/2021	\$ 8,400.00	\$ -	\$ 8,400.00	\$ 3,120.00	\$ 5,280.00	Kelly Berry	
LSGK100-08	100-00	Lagerlof, LLP	General Legal Services	07/01/2020	06/30/2021	\$ 52,327.00	\$ -	\$ 52,327.00	\$ -	\$ 52,327.00	Rich Haller	
LSGK100-09	100-00	Lagerlof, LLP	General Legal Services	07/01/2020	06/30/2021	\$ 86,926.00	\$ -	\$ 86,926.00	\$ -	\$ 86,926.00	Rich Haller	
TEAM100-07	100-00	Teaman, Ramirez, & Smith	Auditing Services	06/05/2018	06/30/2021	\$ 79,500.00	\$ -	\$ 79,500.00	\$ 56,888.00	\$ 22,612.00	Karen Williams	
JRE100-01	100-03	J. Richard Eichman	FPPC Reporting	01/01/2020	01/31/2021	\$ 1,200.00	\$ -	\$ 1,200.00	\$ 807.60	\$ 392.40	Karen Williams	
WCA100-03-03	100-03	West Coast Advisors	State Legislative Consulting FY19-20	01/01/2019	12/31/2020	\$ 235,000.00	\$ -	\$ 235,000.00	\$ 195,000.00	\$ 40,000.00	Rich Haller	
CALV240-03	240	Calvada Surveying	BL On-Call Land Surveying Services	06/05/2018	06/30/2021	\$ 28,970.00	\$ -	\$ 28,970.00	\$ 1,500.00	\$ 27,470.00	Carlos Quintero	On-Call
WO2021-13	240	E S Babcock	Brine Line Sample Collection & Analysis	07/01/2020	06/30/2021	\$ 85,089.00	\$ -	\$ 85,089.00	\$ 4,830.00	\$ 80,259.00	Carlos Quintero	
DOW240-02	240	Downstream Services	Brine Line Pipe Cleaning Services	07/01/2020	06/30/2022	\$ 210,476.00	\$ -	\$ 210,476.00	\$ -	\$ 210,476.00	Carlos Quintero	
DOUG240-03	240	Douglas Environmental	Brine Line Flow Meter Calibration	11/02/2018	06/30/2021	\$ 25,620.00	\$ 9,000.00	\$ 34,620.00	\$ -	\$ 34,620.00	Carlos Quintero	
DUDK240-05	240	Dudek	Brine Line Criticality Assessment	07/01/2020	02/28/2021	\$ 89,560.00	\$ -	\$ 89,560.00	\$ -	\$ 89,560.00	David Ruhl	
HAZ240-09	240	Haz Mat Trans Inc	On-Call Draining & Emergency Clean Up	07/01/2018	06/30/2021	\$ 96,665.00	\$ -	\$ 96,665.00	\$ 2,714.01	\$ 93,950.99	Carlos Quintero	On-Call
HAZ240-10	240	Haz Mat Trans Inc	BL Debris Hauling & Disposal Services	07/01/2018	06/30/2021	\$ 34,800.00	\$ -	\$ 34,800.00	\$ 15,480.00	\$ 19,320.00	Carlos Quintero	On-Call
HOU240-04	240	Houston Harris PCS Inc	Brine Line On-Call Inspection Services	07/01/2018	06/30/2021	\$ 96,448.00	\$ -	\$ 96,448.00	\$ 35,297.30	\$ 61,150.70	Carlos Quintero	On-Call
WO2021-14	240	Inland Empire Utilities Agency	Reach 4A Upper - BL Maintenance	07/01/2020	06/30/2021	\$ 10,000.00	\$ -	\$ 10,000.00	\$ -	\$ 10,000.00	Carlos Quintero	
TRU240-24	240	Trussell Technologies	BL Sampling Support	09/12/2019	06/30/2021	\$ 23,590.00	\$ -	\$ 23,590.00	\$ 14,512.88	\$ 9,077.12	Carlos Quintero	
DUDK320-03-03	320	Dudek	Reach MAS 4A-180 Removal Project	03/02/2020	12/31/2020	\$ 29,960.00	\$ -	\$ 29,960.00	\$ 29,035.00	\$ 925.00	David Ruhl	
DUDK320-03-04	320	Dudek	Reach 4A & 4D MAS Rehabilitation Project	07/01/2020	06/30/2021	\$ 34,280.00	\$ -	\$ 34,280.00	\$ -	\$ 34,280.00	David Ruhl	
STAN320-03	320	Stantec	Alcoa Dike - Brine Line Protection/Relocation - Design	11/04/2019	12/31/2020	\$ 49,378.00	\$ 32,191.00	\$ 81,569.00	\$ 58,245.86	\$ 23,323.14	David Ruhl	
STAN320-04	320	Stantec	Alcoa Dike - Brine Line Protection	07/01/2020	06/30/2021	\$ 31,844.00	\$ -	\$ 31,844.00	\$ -	\$ 31,844.00	David Ruhl	
BLAIS370-02	370-01	Blais & Associates	Grant Needs Assessment & Grant Monitoring	10/01/2018	12/31/2020	\$ 24,700.00	\$ -	\$ 24,700.00	\$ 8,918.47	\$ 15,781.53	Ian Achimore	
NAWC370-01	370-01	North American Weather Consultants	Weather Modification Feasibility Study	01/01/2020	12/31/2020	\$ 75,000.00	\$ -	\$ 75,000.00	\$ 30,000.00	\$ 45,000.00	Mark Norton	106
JMC373-02	373	JM Consultants	Roundtable of Regions Network Coordinator	07/01/2020	06/30/2021	\$ 74,990.00	\$ -	\$ 74,990.00	\$ -	\$ 74,990.00	Ian Achimore	

Santa Ana Watershed Project Authority  
Open Task Orders Schedule  
Jul-20  
(Reflects Invoices Received as of 08/12/20)

Task Order No. Project Contracts	Fund No.	Vendor Name	Task Description	Begin Date	End Date	Original Contract	Change Orders	Total Contract	Billed To Date	Contract Balance	SAWPA Manager	Comments
GEI374-01	374	GEI Consultants	CEQA Compliance Documentation	12/01/2019	12/31/2020	\$ 31,900.00	\$ -	\$ 31,900.00	\$ 3,184.50	\$ 28,715.50	Mark Norton	
KSC374-01	374	Kahn, Soares, & Conway	Basin Monitoring TF Regulatory Support	04/01/2020	06/30/2021	\$ 93,293.60	\$ -	\$ 93,293.60	\$ 6,831.00	\$ 86,462.60	Mark Norton	
SOMA374-01	374	Somach, Simmons, & Dunn	Basin Monitoring TF Regulatory Support	08/06/2019	07/01/2021	\$ 112,380.00	\$ -	\$ 112,380.00	\$ 19,086.40	\$ 93,293.60	Mark Norton	
SAWA381-01	381	Santa Ana Watershed Association	Van Buren Bridge Sucker Restoration	09/26/2018	05/31/2021	\$ 15,130.20	\$ 5,228.00	\$ 20,358.20	\$ 8,658.68	\$ 11,699.52	Ian Achimore	
KSC384-01	384-01	Kahn, Soares, & Conway	MSAR Pathogen TMDL TF Regulatory Support	04/01/2020	06/30/2021	\$ 108,156.50	\$ -	\$ 108,156.50	\$ 9,660.00	\$ 98,496.50	Mark Norton	
SOMA384-01	384-01	Somach, Simmons & Dunn	MSAR TMDL Regulatory Support	08/06/2019	07/01/2021	\$ 119,790.00	\$ -	\$ 119,790.00	\$ 11,633.50	\$ 108,156.50	Rick Whetsel	
CDM386-14	386	CDM Smith	SAR Bacteria Monitoring Program	02/27/2019	09/30/2020	\$ 362,865.00	\$ 10,850.00	\$ 373,715.00	\$ 358,243.99	\$ 15,471.01	Rick Whetsel	
CDM386-15	386	CDM Smith	Regional Bacteria Monitoring Program	04/01/2020	06/30/2021	\$ 412,633.00	\$ 2,820.00	\$ 415,453.00	\$ 73,962.19	\$ 341,490.81	Rick Whetsel	
SAWA387-06	387	Santa Ana Watershed Association	Arundo Surveying	07/17/2018	08/31/2021	\$ 23,000.00	\$ -	\$ 23,000.00	\$ 1,498.57	\$ 21,501.43	Ian Achimore	
JPW392-01	392	JPW Communications	Emerging Constituents Program Social Media Support	07/01/2020	06/30/2023	\$ 105,000.00	\$ -	\$ 105,000.00	\$ 975.00	\$ 104,025.00	Mark Norton	
KSC392-01	392	Kahn, Soares, & Conway	Emerging Constituents Program TF Regulatory Support	04/01/2020	06/30/2021	\$ 46,410.00	\$ -	\$ 46,410.00	\$ 586.50	\$ 45,823.50	Mark Norton	
PO3466	398	California Rural Water Association	Disadvantaged Communities Grant	07/19/2017	07/31/2021	\$ 240,000.00	\$ 1,177,938.74	\$ 1,417,938.74	\$ 360,984.39	\$ 1,056,954.35	Rick Whetsel	
FOX398-01	398	Fox Translation Services	On-Call Translation Services	12/17/2019	12/31/2020	\$ 10,000.00	\$ 10,000.00	\$ 20,000.00	\$ 19,092.26	\$ 907.74	Rick Whetsel	
PO3463	398	Local Government Commission	Disadvantaged Communities Grant	07/19/2017	07/31/2021	\$ 442,000.00	\$ 214,352.00	\$ 656,352.00	\$ 500,866.98	\$ 155,485.02	Rick Whetsel	
PRO398-01	398	Project Partners	Disadvantaged Communities Involvement Program Support	07/01/2020	12/31/2020	\$ 33,000.00	\$ -	\$ 33,000.00	\$ -	\$ 33,000.00	Rick Whetsel	
PO3465	398	University Enterprises Corporation	Disadvantaged Communities Grant	07/19/2017	07/31/2021	\$ 1,290,500.00	\$ -	\$ 1,290,500.00	\$ 849,001.07	\$ 441,498.93	Rick Whetsel	
PO3464	398	Water Education Foundation	Disadvantaged Communities Grant	07/19/2017	07/31/2020	\$ 150,000.00	\$ -	\$ 150,000.00	\$ 138,425.33	\$ 11,574.67	Rick Whetsel	
WLC398-01	398	World Language Communications	On-Call Translation Services	12/16/2019	12/31/2020	\$ 10,000.00	\$ 20,000.00	\$ 30,000.00	\$ 9,223.72	\$ 20,776.28	Rick Whetsel	
RMC504-401-07	504-04	Woodard & Curran	SARCCUP Program Mgmt. Services	07/01/2020	06/30/2021	\$ 225,005.00	\$ -	\$ 225,005.00	\$ -	\$ 225,005.00	Ian Achimore	

\$ 4,028,857.70

## LIST OF SAWPA FUNDS

<b>Fund No.</b>	<b>Fund Description</b>	<b>Fund Group</b>
100-00	General Fund	General
100-03	State Lobbying	General
100-04	Federal Lobbying	General
100-05	Grant Applications	General
130	Proposition 84 – Program Management - Round 1	OWOW
135	Proposition 84 – Program Management – Round 2	OWOW
140	Proposition 84 – Program Management – Drought Round	OWOW
145	Proposition 84 – Program Management – 2015 Round	OWOW
150	Proposition 1 – Program Management	OWOW
240	Brine Line Enterprise	Brine Line
320-01	Brine Line Protection – Downstream Prado	Capital Projects
320-03	Brine Line Protection Above Prado	Capital Projects
320-04	Brine Line Protection D/S Prado in Riverside County	Capital Projects
327	Reach IV-D Corrosion Repair	Capital Projects
370-01	Basin Planning General	OWOW
370-02	USBR Partnership Studies	OWOW
372	Imported Water Recharge Work Group	Roundtable
373	Watershed Management (OWOW)	OWOW
374	Basin Monitoring Program Task Force	Roundtable
381	Santa Ana River Fish Conservation	Roundtable
384-01	MSAR TMDL Task Force	Roundtable
386	Regional Water Quality Monitoring Task Force	Roundtable
387	Arundo Management & Habitat Restoration	Roundtable
392	Emerging Constituents Task Force	Roundtable
397	Energy – Water DAC Grant Project	OWOW
398	Proposition 1 - DACI	OWOW
477	LESJWA Administration	Roundtable
504-01	Proposition 84 – Capital Projects Round 1 & 2	OWOW
504-00	Proposition 84 – Drought Capital Projects	OWOW
504-04	Proposition 84 – Final Round SARCCUP	OWOW

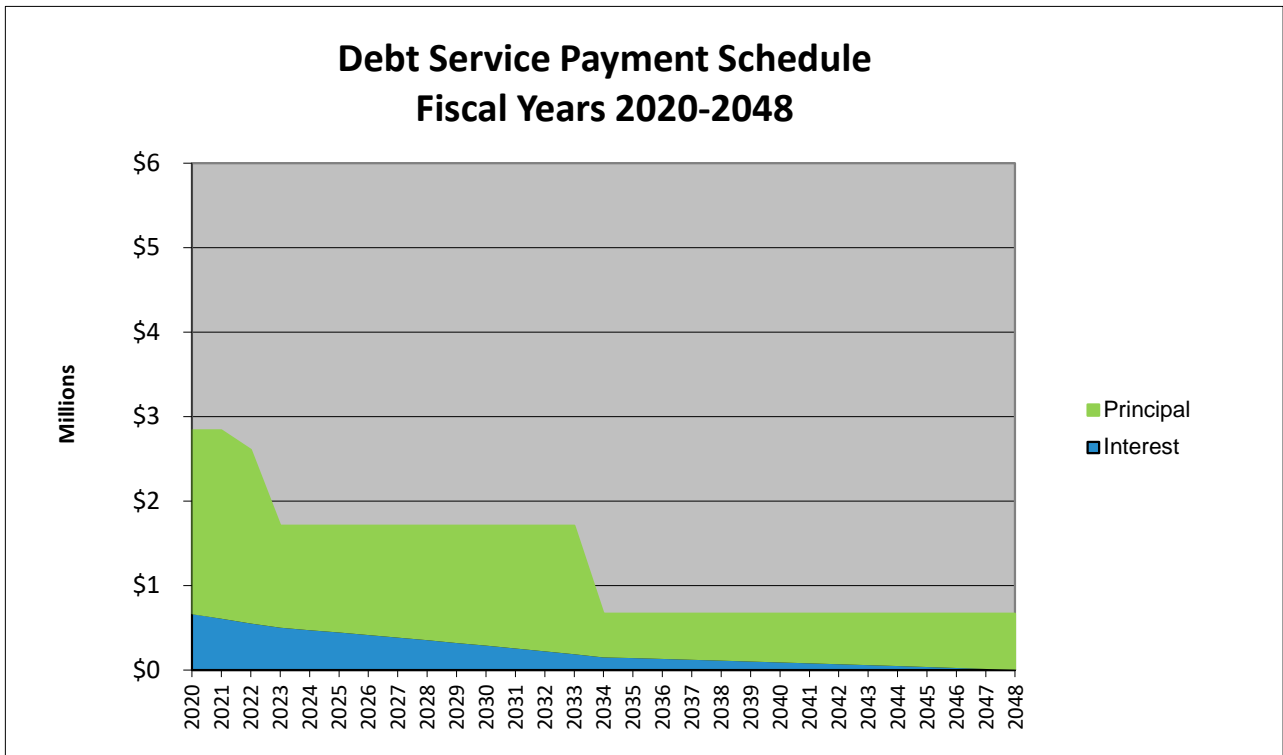
Santa Ana Watershed Project Authority  
 Brine Line Debt Service Funding Analysis  
 July 31, 2020

FYE	T-Strip Maturity	Capacity Loan Receipts	Rates	Loan Pymts	Interest Earned *	Excess Cash	Ending Cash Balance
	Beginning Balance						3,765,194
2021	-	-	1,709,476	(2,835,753)	83,461	(1,042,817)	1,679,560
2022	-	-	1,709,476	(2,608,439)	62,604	(836,359)	843,201
2023	-	-	1,709,476	(1,709,476)	45,877	45,877	889,079
2024	-	-	1,709,476	(1,709,476)	46,795	46,795	935,873
2025	-	-	1,709,476	(1,709,476)	47,731	47,731	983,604
2026	-	-	1,709,476	(1,709,476)	48,685	48,685	1,032,289
2027	-	-	1,709,476	(1,709,476)	49,659	49,659	1,081,948
2028	-	-	1,709,476	(1,709,476)	50,652	50,652	1,132,600
2029	-	-	1,709,476	(1,709,476)	51,665	51,665	1,184,266
2030	-	-	1,709,476	(1,709,476)	52,699	52,699	1,236,964
2031	-	-	1,709,476	(1,709,476)	53,752	53,752	1,290,717
2032	-	-	1,709,476	(1,709,476)	54,828	54,828	1,345,544
2033	-	-	1,709,476	(1,709,476)	55,924	55,924	1,401,468
2034	-	-	665,203	(665,203)	57,043	57,043	1,458,511
2035	-	-	665,203	(665,203)	58,183	58,183	1,516,695
2036	-	-	665,203	(665,203)	59,347	59,347	1,576,041
2037	-	-	665,203	(665,203)	60,534	60,534	1,636,576
2038	-	-	665,203	(665,203)	61,745	61,745	1,698,320
2039	-	-	665,203	(665,203)	62,980	62,980	1,761,300
2040	-	-	665,203	(665,203)	64,239	64,239	1,825,539
2041	-	-	665,203	(665,203)	65,524	65,524	1,891,063
2042	-	-	665,203	(665,203)	66,834	66,834	1,957,897
2043	-	-	665,203	(665,203)	68,171	68,171	2,026,068
2044	-	-	665,203	(665,203)	69,535	69,535	2,095,603
2045	-	-	665,203	(665,203)	70,925	70,925	2,166,528
2046	-	-	665,203	(665,203)	72,344	72,344	2,238,872
2047	-	-	665,203	(665,203)	73,791	73,791	2,312,663
2048	-	-	665,203	(665,203)	75,266	75,266	2,387,929
	-	-	32,201,222	(34,226,463)	1,690,793	(334,448)	-

\*Interest earned is based on a conservative 2.00% average return over the period

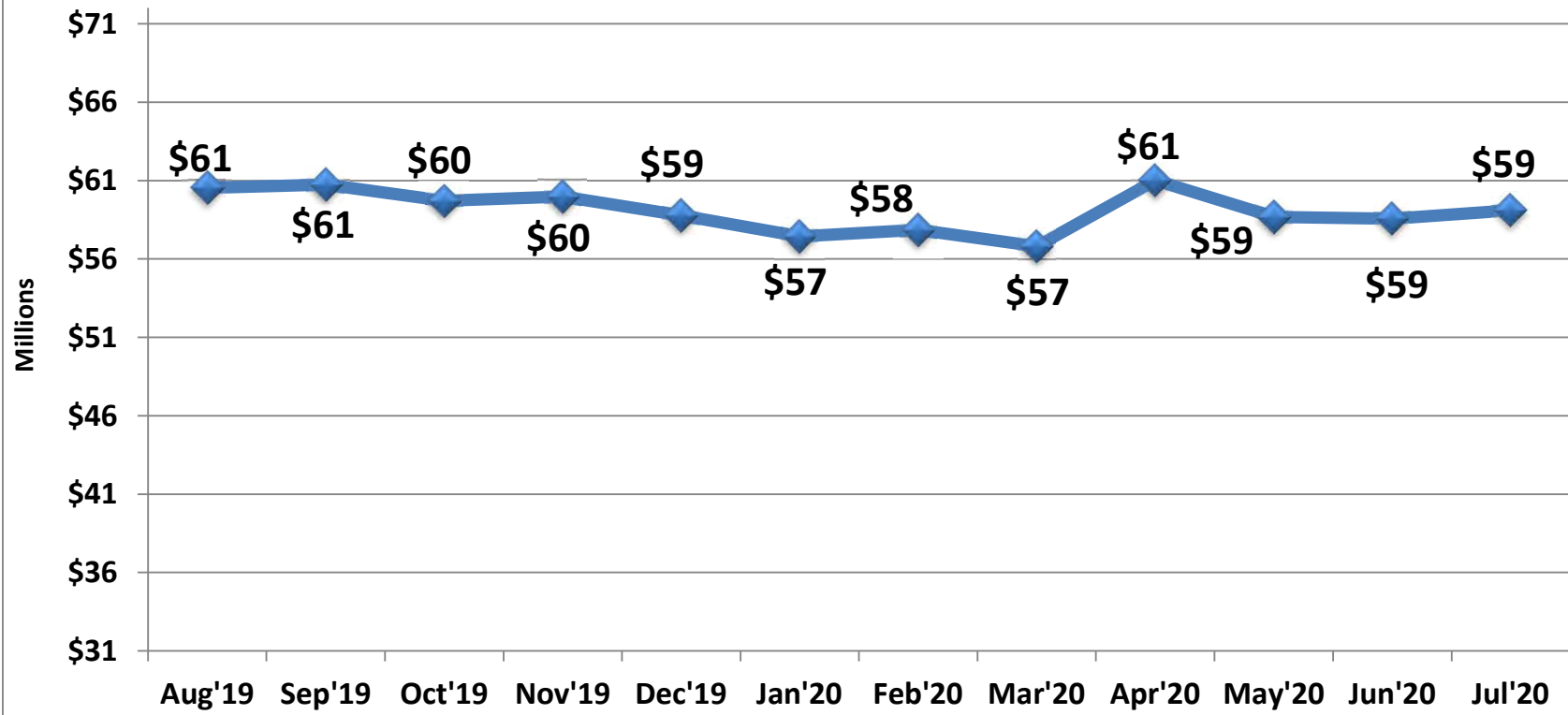
Santa Ana Watershed Project Authority  
 Brine Line Debt Service Payment Schedule  
 July 31, 2020

FYE	Interest	Principal	Total Payment	New SRF Loan	Remaining Principal
2020	675,214	2,160,539	2,835,753	-	27,686,941
2021	620,782	2,214,971	2,835,753	-	25,471,969
2022	564,959	2,043,480	2,608,439	-	23,428,489
2023	514,301	1,195,175	1,709,476	-	22,233,314
2024	486,080	1,223,395	1,709,476	-	21,009,919
2025	457,181	1,252,295	1,709,476	-	19,757,624
2026	427,585	1,281,891	1,709,476	-	18,475,734
2027	397,276	1,312,199	1,709,476	-	17,163,534
2028	366,237	1,343,239	1,709,476	-	15,820,295
2029	334,449	1,375,027	1,709,476	-	14,445,268
2030	301,894	1,407,582	1,709,476	-	13,037,686
2031	268,553	1,440,923	1,709,476	-	11,596,763
2032	234,407	1,475,068	1,709,476	-	10,121,695
2033	199,437	1,510,039	1,709,476	-	8,611,656
2034	163,621	501,581	665,203	-	8,110,075
2035	154,091	511,111	665,203	-	7,598,964
2036	144,380	520,822	665,203	-	7,078,142
2037	134,485	530,718	665,203	-	6,547,424
2038	124,401	540,801	665,203	-	6,006,622
2039	114,126	551,077	665,203	-	5,455,546
2040	103,655	561,547	665,203	-	4,893,999
2041	92,986	572,217	665,203	-	4,321,782
2042	82,114	583,089	665,203	-	3,738,693
2043	71,035	594,167	665,203	-	3,144,526
2044	59,746	605,457	665,203	-	2,539,069
2045	48,242	616,960	665,203	-	1,922,109
2046	36,520	628,682	665,203	-	1,293,427
2047	24,575	640,627	665,203	-	652,799
2048	12,403	652,799	665,203	-	0





## Total Cash & Investments





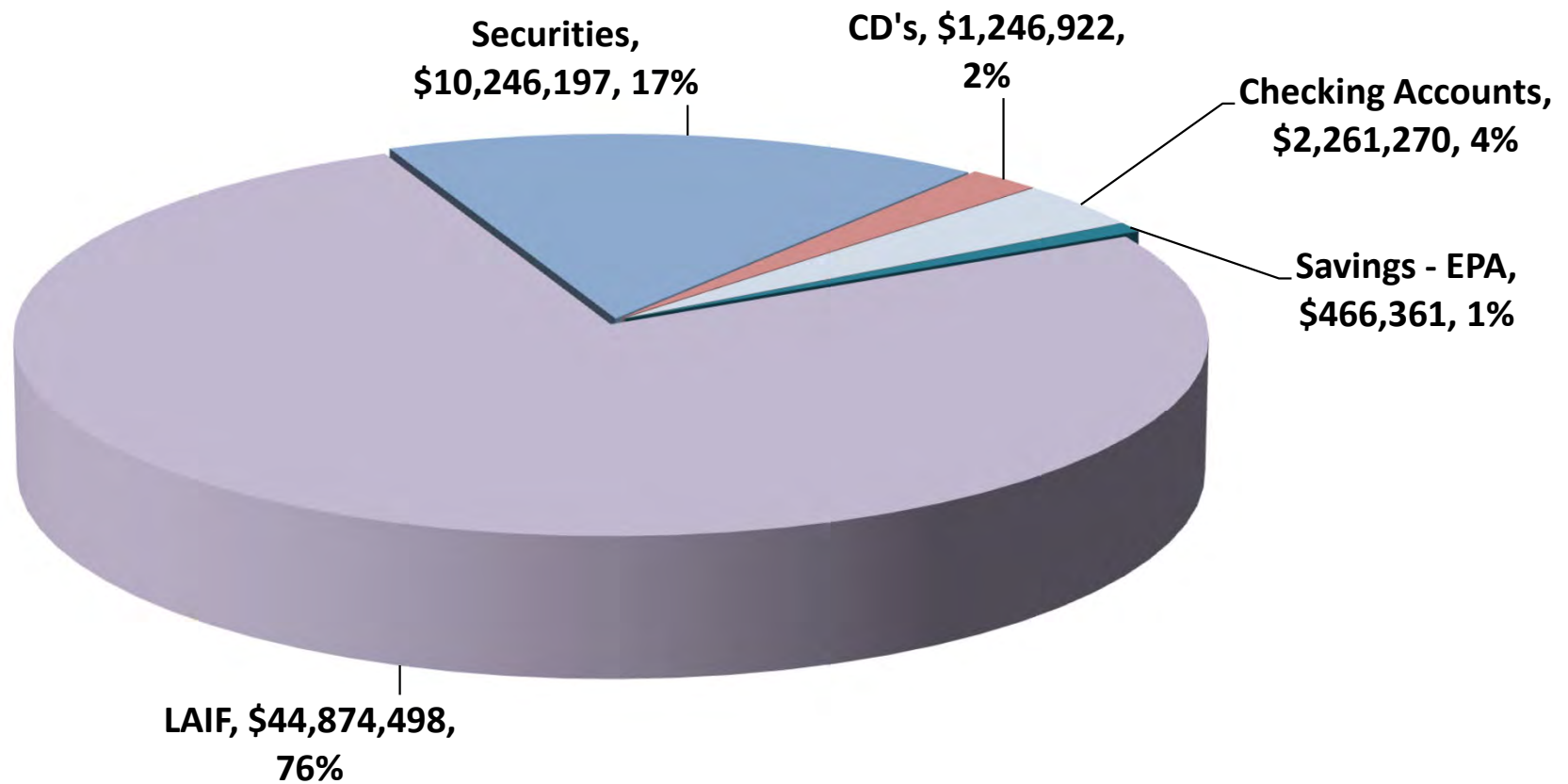
# CASH BALANCE & SOURCE OF FUNDS

*July 31, 2020*

Reserve Accounts		Cash and Investments					
	Total	Checking (Cash)	LAIF Account	Savings EPA	Investment Securities	Certificates of Deposit	Total
100	General Fund	\$ 1,319,397	1,319,397	-	-	-	\$ 1,319,397
100	Building Reserve	\$ 669,455	-	669,455	-	-	\$ 669,455
370	Basin Planning General	\$ 330,612	-	330,612	-	-	\$ 330,612
370	USBR Partnership Studies	\$ 54,038	-	54,038	-	-	\$ 54,038
373	Watershed Management Plan	\$ 402,968	-	402,968	-	-	\$ 402,968
240	Self Insurance Reserve	\$ 4,379,069	-	4,379,069	-	-	\$ 4,379,069
240	Brine Line Debt Retirement	\$ 3,919,195	-	3,919,195	-	-	\$ 3,919,195
240	Brine Line - Pipeline Replacement	\$ 21,324,850	-	9,831,731	-	10,246,197	\$ 21,324,850
240	Brine Line - OCS D Rehabilitation	\$ 3,719,181	-	3,719,181	-	-	\$ 3,719,181
240	Brine Line - Capacity Management	\$ 11,910,170	-	11,910,170	-	-	\$ 11,910,170
240	Brine Line - OCS D Future Capacity	\$ 1,823,486	-	1,823,486	-	-	\$ 1,823,486
240	Brine Line - Flow Imbalance Reserve	\$ 84,213	-	84,213	-	-	\$ 84,213
240	Brine Line - Rate Stabilization Reserve	\$ 1,021,832	-	1,021,832	-	-	\$ 1,021,832
240	Brine Line - Operating Reserve	\$ 3,843,401	941,873	2,901,528	-	-	\$ 3,843,401
320	OCS D CIP Costs	\$ 1,310,038	-	1,310,038	-	-	\$ 1,310,038
401	Legal Defense Fund	\$ 466,361	-	-	466,361	-	\$ 466,361
374	Basin Monitoring Program TF	\$ 207,788	-	207,788	-	-	\$ 207,788
381	SAR Fish Conservation	\$ 128,688	-	128,688	-	-	\$ 128,688
384	Middle SAR TMDL TF	\$ 150,392	-	150,392	-	-	\$ 150,392
386	RWQ Monitoring TF	\$ 286,869	-	286,869	-	-	\$ 286,869
387	Mitigation Bank Credits	\$ 958,914	-	958,914	-	-	\$ 958,914
392	Emerging Constituents TF	\$ 19,843	-	19,843	-	-	\$ 19,843
504	Prop 84 - SARCCUP Projects	\$ 764,486	-	764,486	-	-	\$ 764,486
		\$ 59,095,247	\$ 2,261,270	\$ 44,874,498	\$ 466,361	\$ 10,246,197	\$ 59,095,247

# Cash & Investments - July 2020

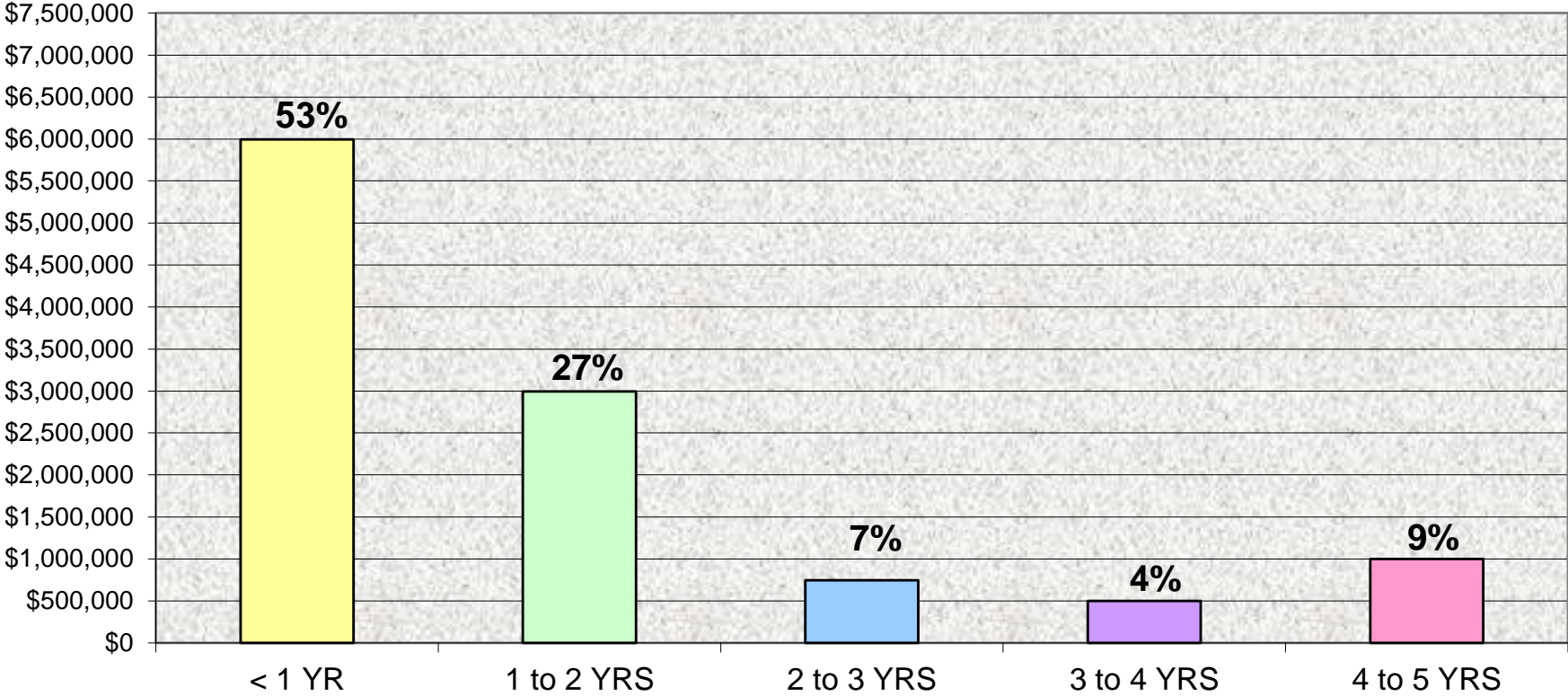
## \$59,095,247



Santa Ana Watershed Project Authority  
Reserve Account Analysis  
July 31, 2020

Reserve Account	Balance @ 6/30/2020	Interest Earned	Fund Receipts/ Contributions	Debt Service Payments	Inter-Fund Loans	Fund Expenses	Balance @ 7/31/2020	Estimated Fund Changes	Balance @ 6/30/2021
Brine Line Operating Reserve	3,856,386	13,873	959,006			(985,863)	3,843,401	-	3,843,401
Flow Imbalance Reserve	83,913	300					84,213	-	84,213
OCSD Future Capacity	1,817,199	6,287					1,823,486	-	1,823,486
Capacity Management	11,869,104	41,066					11,910,170	-	11,910,170
Rate Stabilization Reserve	1,018,308	3,523					1,021,831	-	1,021,831
Pipeline Replacement	21,146,193	27,783	150,874				21,324,850	110,588	21,435,438
OCSD Rehabilitation	3,706,357	12,824					3,719,181	-	3,719,181
Debt Retirement	3,765,194	11,605	142,396				3,919,195	(593,673)	3,325,522
Self Insurance	4,355,708	15,027	8,333				4,379,069	91,667	4,470,736
General Fund	2,086,029	8,494	272,136		(616,064)	(431,198)	1,319,397	-	1,319,397
Building Reserve	591,187	2,045	100,000			(23,776)	669,456	-	669,456
	54,295,578	142,828	1,632,745	-	(616,064)	(1,440,837)	54,014,251	(391,418)	53,622,833

# Twelve Month Maturity Schedule Securities

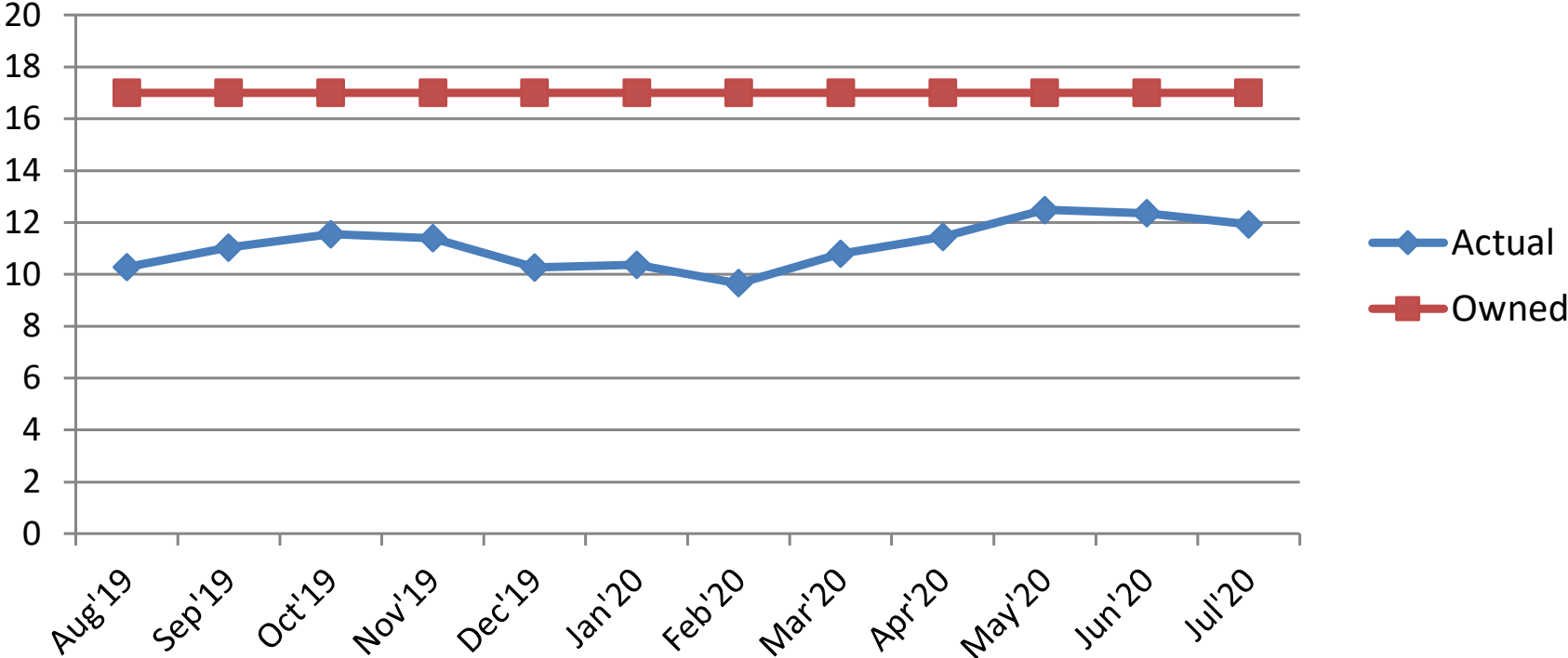


**SAWPA**  
**TREASURER'S REPORT**  
As of July 31, 2020

**Investment** Commercial  
**Safekeeping** US Bank

Type	Security	Purchase Date	Maturity Date	Unit Cost	Cost	Principal	Current Value	Market Value	Interest Rate
Agency	FHLMC	9/16/2016	8/12/2021	100.00	\$ 990,060.00	\$ 1,000,000.00	\$ 1,000,000.00	1,010,015.00	1.125%
Agency	FHLMC	4/17/2017	1/13/2022	102.55	\$ 512,767.00	\$ 500,000.00	\$ 500,000.00	515,989.50	2.375%
Agency	FHLB	12/14/2017	6/10/2022	99.89	\$ 998,930.00	\$ 1,000,000.00	\$ 1,000,000.00	1,035,749.00	2.125%
Agency	FHLB	2/4/2020	12/13/2024	106.25	\$ 531,250.00	\$ 500,000.00	\$ 500,000.00	551,645.00	2.750%
Agency	FNMA	12/28/2015	12/28/2020	100.21	\$ 1,002,140.00	\$ 1,000,000.00	\$ 1,000,000.00	1,007,087.00	1.875%
Agency	FNMA	6/16/2016	11/30/2020	101.52	\$ 1,015,157.00	\$ 1,000,000.00	\$ 1,000,000.00	1,004,622.00	1.500%
Agency	FNMA	2/4/2020	1/7/2025	101.08	\$ 505,380.00	\$ 500,000.00	\$ 500,000.00	527,524.50	1.625%
Agency	USTN	11/17/2015	10/31/2020	100.00	\$ 1,005,312.50	\$ 1,000,000.00	\$ 1,000,000.00	1,003,940.00	1.750%
Agency	USTN	6/17/2016	8/31/2020	101.13	\$ 507,070.31	\$ 500,000.00	\$ 500,000.00	500,481.00	1.375%
Agency	USTN	6/16/2016	9/30/2020	101.12	\$ 506,992.19	\$ 500,000.00	\$ 500,000.00	51,001.50	1.375%
Agency	USTN	6/16/2016	10/31/2020	101.12	\$ 506,914.06	\$ 500,000.00	\$ 500,000.00	501,516.50	1.375%
Agency	USTN	12/14/2017	7/31/2021	96.91	\$ 969,062.50	\$ 1,000,000.00	\$ 1,000,000.00	1,009,844.00	1.125%
CORP	Apple Inc.	10/15/2018	5/3/2023	95.98	\$ 479,898.50	\$ 500,000.00	\$ 500,000.00	528,009.00	2.400%
CORP	Toyota Motor Credit Corp.	10/15/2018	9/20/2023	99.55	\$ 497,747.50	\$ 500,000.00	\$ 500,000.00	544,700.50	3.450%
CD	American Exp Centurion	4/19/2017	4/19/2021	100.00	\$ 248,000.00	\$ 248,000.00	\$ 248,000.00	248,000.00	2.250%
CD	American Express BK FSB	5/10/2017	5/10/2021	100.00	\$ 248,000.00	\$ 248,000.00	\$ 248,000.00	252,171.73	2.200%
CD	Sallie Mae BK SLT	7/1/2019	6/27/2022	100.00	\$ 247,000.00	\$ 247,000.00	\$ 247,000.00	247,000.00	2.250%
CD	Morgan Stanley Bank NA	7/5/2019	7/5/2022	100.00	\$ 247,000.00	\$ 247,000.00	\$ 247,000.00	247,000.00	2.200%
CD	Goldman Sachs Bank USA	12/20/2017	12/20/2022	100.00	\$ 248,000.00	\$ 248,000.00	\$ 248,000.00	248,000.00	2.500%
					\$11,266,681.56	\$ 11,238,000.00	\$11,238,000.00	11,034,296.23	1.980%

# Average Daily Flow by Month







## SUMMARY OF LABOR MULTIPLIERS

		Benefit Rate
Total Employee Benefits	89,517	0.230
Total Payroll	389,321	
Gross Indirect Costs	424,255	
Less: Member Contributions & Other Revenue	(37,500)	
Indirect Costs for Distribution	386,755	
		Indirect Rate
Direct Labor	263,126	1.470
Indirect Costs	386,755	
<b>FY 2020-21 Labor multiplier - thru 07/31/20</b>		<b>1.700</b>
FY 2020-21 Budgeted Labor multiplier		<u>1.961</u>
FY 2019-20 Labor multiplier		<u>2.309</u>
FY 2018-19 Labor multiplier		<u>2.059</u>
FY 2017-18 Labor multiplier		<u>1.990</u>
FY 2016-17 Labor multiplier		<u>1.901</u>



## INDIRECT COSTS

*( to be Distributed )*

<u>G/L Acct.</u>	<u>Description</u>	<u>Actual thru 7/31/20</u>
51000	Salaries - Regular	\$ 126,195
52000	Benefits	\$ 57,166
60111	Tuition Reimbursement	\$ -
60112	Training	\$ 3,980
60113	Education	\$ 505
60114	Other Training & Education	\$ 140
60120	Audit Fees	\$ 7,500
60121	Consulting	\$ 8,742
60126	Temporary Services	\$ -
60128	Other Professional Services	\$ -
60129	Other Contract Services	\$ -
60130	Legal Fees	\$ 9,918
60133	Employment Recruitment	\$ 164
60153	Materials & Supplies	\$ -
60154	Safety	\$ 463
60155	Security	\$ 351
60156	Custodial Contract Services	\$ 1,684
60157	Landscaping Maintenance	\$ 1,243
60158	HVAC	\$ 1,867
60159	Facility Repair & Maintenance	\$ 967
60160	Telephone	\$ 12,579
60161	Cellular Services	\$ 955
60163	Electricity	\$ 1,722
60164	Water Services	\$ 851
60170	Equipment Expensed	\$ 566
60171	Equipment Rented	\$ 1,693

(Continued - next column)

<u>G/L Acct.</u>	<u>Description</u>	<u>Actual thru 7/31/20</u>
60172	Equipment Repair / Maintenance	\$ 118
60180	Computer Hardware	\$ 3,728
60181	Computer Software	\$ 29,364
60182	Internet Services	\$ 1,997
60183	Computer Supplies	\$ 2,622
60184	Computer Repair/Maint	\$ -
60190	Offsite Meeting/Travel Expense	\$ -
60191	In House Meetings	\$ -
60192	Conference Expense	\$ 350
60193	Car, Repair, Maintenance	\$ -
60200	Dues	\$ 320
60202	Subscriptions	\$ -
60203	Contributions	\$ 10,000
60210	Bank Charges	\$ -
6211	Shipping/Postage	\$ 74
60212	Office Supplies	\$ 10,387
60213	Offsite Storage	\$ 1,369
48000	Commission Fees	\$ 3,520
60221	Commission Mileage Reimb.	\$ -
60222	Other Commission Expense	\$ -
60230	Other Expense	\$ 14
60240	Building Lease	\$ 446
81010	Retiree Medical Expense	\$ 15,189
80001	Insurance Expense	\$ 5,509
80000	Building Repair/Replacement Reserve	\$ 100,000
80000	Fixed Assets	\$ -

**Total Costs**      \$    424,255

Direct Costs Paid by Projects	\$ 271,462
Other Income Offset	\$ -
Member Contribution Offset	\$ 37,500
	\$ 308,962

Over (Under) Allocation %      -29.8%



## BENEFITS SUMMARY

*(Distributed based on Actual Labor)*

<u>G/L Acct</u>	<u>Description</u>		<u>Budget</u>		<u>Actual @ 7/31/20</u>		<u>Projected FYE 2021</u>
70101	FICA Expense	\$	212,968	\$	12,478	\$	149,735
70102	Medicare Expense	\$	61,259	\$	3,445	\$	41,337
70103	State Unemployment Insurance	\$	5,145	\$	-	\$	5,000
70104	Worker's Compensation Insurance	\$	46,882	\$	3,158	\$	37,890
70105	State Disability Insurance	\$	30,129	\$	1,956	\$	23,471
70106	PERS Pension Plan	\$	766,791	\$	23,421	\$	560,505
70111	Medical Expense	\$	630,327	\$	35,980	\$	431,754
70112	Dental Expense	\$	37,907	\$	2,127	\$	25,528
70113	Vision Insurance	\$	9,015	\$	592	\$	7,098
70114	Life Insurance Expense	\$	16,462	\$	1,176	\$	14,106
70115	Long Term Disability	\$	19,243	\$	1,327	\$	15,928
70116	Wellness Program Expense	\$	3,500	\$	109	\$	3,500
70117	401a Profit Sharing - Employers Contribution	\$	-	\$	-	\$	-
70120	Car Allowance	\$	51,000	\$	3,750	\$	45,000
	<b>Total Benefits</b>	\$	1,890,627	\$	89,517	\$	1,360,851
	<b>Total Payroll</b>	\$	4,173,739	\$	389,321	\$	3,669,588
	<b>Benefits Rate</b>		45.3%		23.0%		37.1%

Santa Ana Watershed Project Authority  
Labor Hours Budget vs Actual  
Month Ending July 31, 2020

	Fund	Budget	Actual	%
100	General Fund	25,990	1,747	6.72%
135	Prop 84 - Round I Program Mgmt	305	8	2.46%
140	Propo 84 - Drought Program Mgmt	-	48	0.00%
145	Prop 84 - 2015 Program Mgmt	2,309	78	3.39%
150	Prop1 - Program Management	-	64	0.00%
240	Brine Line Enterprise	21,975	1,785	8.12%
320	Brine Line Protection	685	121	17.59%
327	Reach IV-D Corrosion Repairs	320		0.00%
370-01	Basin Planning General	1,545	167	10.78%
370-02	USBR Partnership Studies	81	3	3.70%
373	Watershed Management (OWOW)	1,790	169	9.44%
374	Basin Monitoring Program TF	410	58	14.02%
381	SAR Fish Conservation	210	34	16.07%
384-01	MSAR TMDL TF	160	13	8.28%
386MONIT	RWQ Monitoring TF	155	9	5.48%
387	Arundo Removal & Habitat Restoration	220	12	5.57%
392	Emerging Constituents TF	45	15	32.22%
398ADMIN	Prop 1 - DACI	4,140	152	3.67%
477-02	LESJWA - Administration	310	39	12.58%
477TMDL	LESJWA - TMDL Task Force	580	60	10.30%
504-401IMPLE	Prop 84 - Final Round Implementation	375	4	1.07%
504-401PA23	Prop 84 - Final Round PA23 Admin	740	42	5.68%
504-402RATES	Prop 84 - Final Round Water Rates	305	6	0.00%
504-402SMART	Prop 84 - Final Round SmartScape	390		0.00%
		63,040	4,630	7.34%

Note: Should be at 8.33% of budget for 1 month

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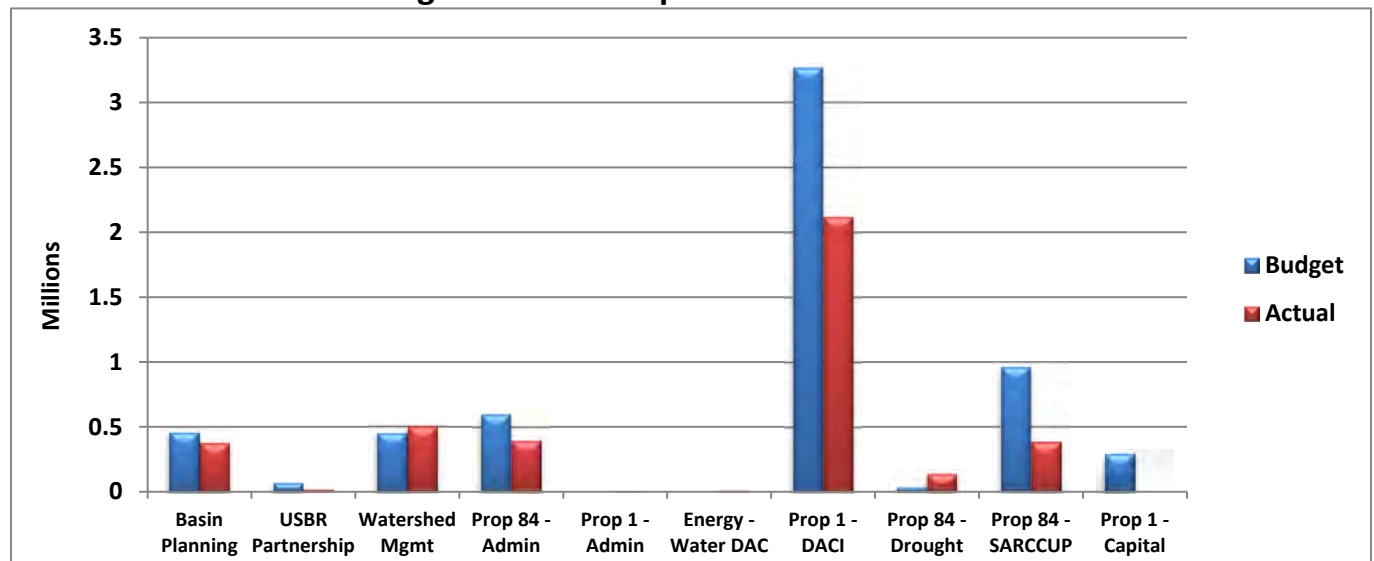
**Santa Ana Watershed Project Authority  
PA25 - OWOW Fund - Financial Report  
June 2020**

*Staff comments provided on the last page are an integral part of this report.*

<b>Overview</b>	This report highlights the agency's key financial indicators for the Fiscal Year-to-Date (FYTD) through June 2020 unless otherwise noted.
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Budget to Actual Expenses - OWOW	<span style="color: green; font-size: 2em;">✔</span> <b>Favorable</b>			
	Annual Budget	FYTD Budget	FYTD Actual	Favorable (Unfavorable) Variance
Basin Planning General	\$459,373	\$459,373	\$378,154	\$81,219
USBR Partnership Studies	70,097	70,097	20,117	49,980
Watershed Mgmt. (OWOW)	449,583	449,583	499,854	(50,271)
Prop 84 - Administration	597,237	597,237	393,982	203,255
Prop 1 – Administration	-	-	6,039	(6,039)
Energy – Water DAC	-	-	9,191	(9,191)
Prop 1 – DACI	3,264,263	3,264,263	2,115,027	1,149,236
Prop 84 – Drought Projects	31,595	31,595	137,973	(106,378)
Prop 84 – SARCCUP & Other	959,134	959,134	386,717	572,417
Prop 1 – Capital Projects	290,134	290,134	-	290,134
<b>Total</b>	<b>\$6,121,416</b>	<b>\$6,121,416</b>	<b>\$3,947,054</b>	<b>\$2,174,362</b>

**Budget to Actual Expenses - OWOW**



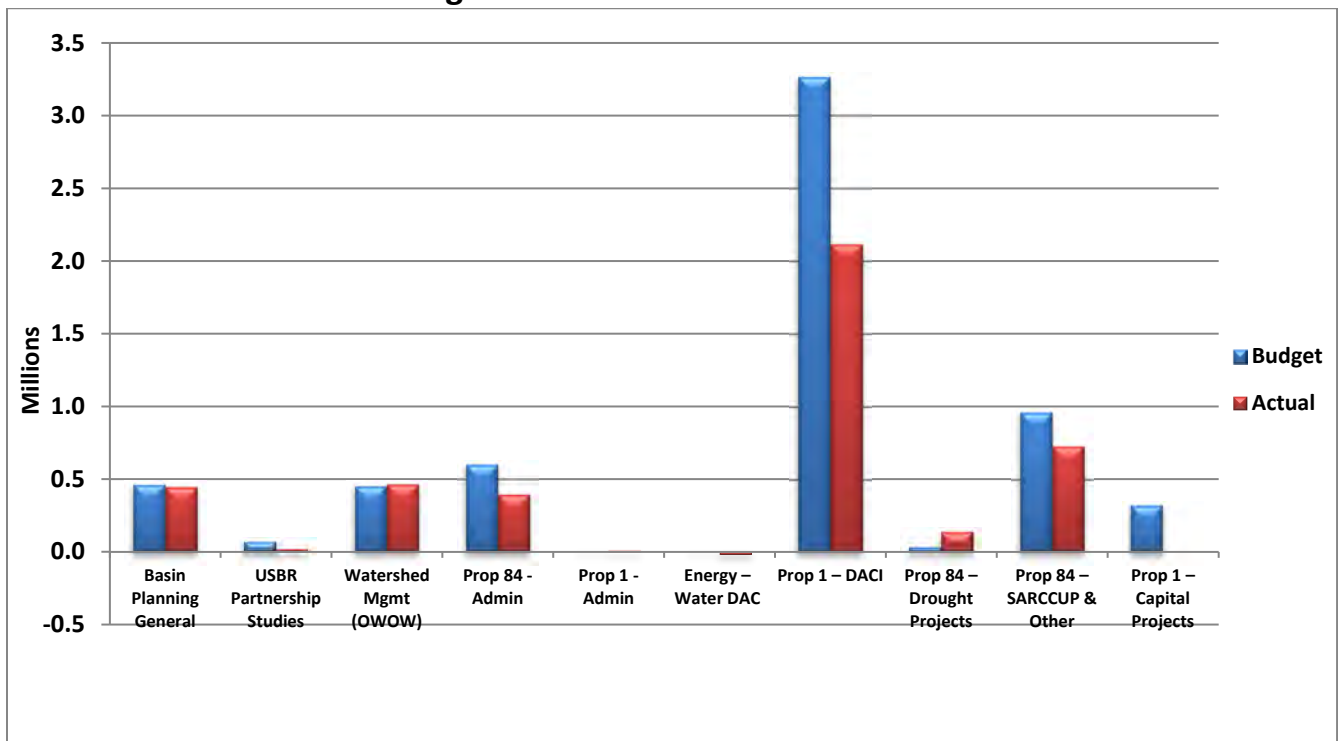
## Budget to Actual Revenues - OWOW



Concern

	Annual Budget	FYTD Budget	FYTD Actual	Favorable (Unfavorable) Variance
Basin Planning General	\$460,000	\$460,000	\$442,610	(\$17,390)
USBR Partnership Studies	70,000	70,000	21,013	(48,987)
Watershed Mgmt. (OWOW)	450,000	450,000	461,869	11,869
Prop 84 - Administration	597,237	597,237	394,041	(203,196)
Prop 1 – Administration	-	-	6,039	6,039
Energy – Water DAC	-	-	(17,707)	(17,707)
Prop 1 – DACI	3,264,263	3,264,263	2,115,027	(1,149,236)
Prop 84 – Drought Projects	31,595	31,595	137,973	106,378
Prop 84 – SARCCUP & Other	959,134	959,134	726,170	(232,964)
Prop 1 – Capital Projects	321,334	321,334	-	(321,334)
<b>Total</b>	<b>\$6,153,565</b>	<b>\$6,153,565</b>	<b>\$4,287,035</b>	<b>(\$1,866,528)</b>

## Budget to Actual Revenues - OWOW









## Reserve Fund Balance - June

	Amount
Basin Planning General	\$226,594
USBR Partnership Studies	46,726
Watershed Management (OWOW)	260,162
Proposition 84 – SARCCUP & Other	775,481
<b>Total Reserves</b>	<b>\$1,308,963</b>

### Legend

#### Compared to Budget

	Ahead or Favorable	Above +5% Favorable Revenue or Expense Variance
	On Track	+5% to -2% Variance
	Behind	-3% to -5% Variance
	Concern	Below -5% Variance

## Staff Comments

For this month's report, the item(s) explained below are either "behind", a "concern", or have changed significantly from the prior month.

- 1) Total revenues are 30.3% below budget. The Proposition 1 DACI and Proposition 84 SARCCUP projects have had a slow start and invoices from project proponents are coming in slowly. There were also \$150,000 of Federal Grant Proceeds budgeted that did not come through as well as the Proposition 1 Projects. The Proposition 1 Projects should start within the next fiscal year.

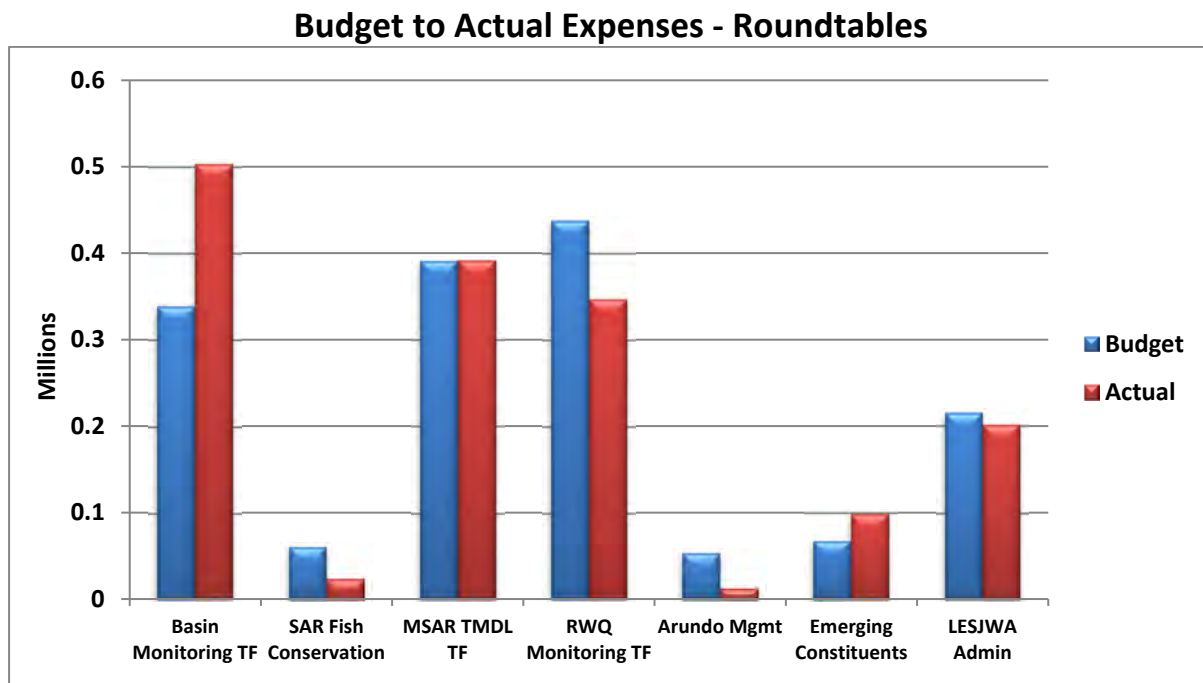
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**Santa Ana Watershed Project Authority  
PA26 - Roundtable Fund - Financial Report  
June 2020**

*Staff comments provided on the last page are an integral part of this report.*

<b>Overview</b>	This report highlights the agency's key financial indicators for the Fiscal Year-to-Date (FYTD) through June 2020 unless otherwise noted.
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Budget to Actual Expenses - Roundtables	<span style="color: green; font-size: 2em;">✔</span> <b>On Track</b>			
	Annual Budget	FYTD Budget	FYTD Actual	Favorable (Unfavorable) Variance
Basin Monitoring TF	\$338,708	\$338,708	\$503,639	(\$164,931)
SAR Fish Conservation	60,155	60,155	23,752	36,403
MSAR TMDL TF	391,042	391,042	391,639	(598)
RWQ Monitoring TF	437,963	437,963	347,286	90,677
Arundo Mgmt.	52,760	52,760	12,729	40,031
Emerging Constituents	67,643	67,643	98,719	(31,076)
LESJWA Admin	215,185	215,185	201,297	13,889
<b>Total</b>	<b>\$1,563,457</b>	<b>\$1,563,457</b>	<b>\$1,579,061</b>	<b>(\$15,605)</b>



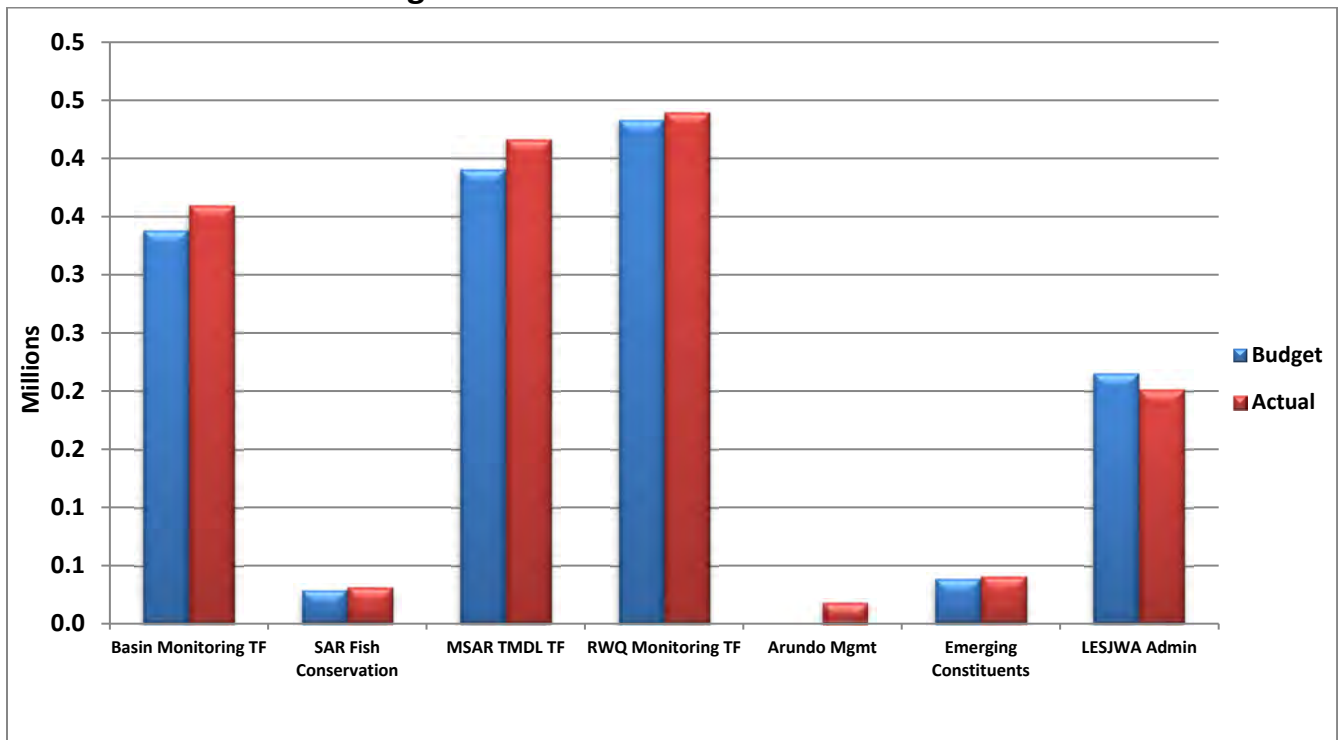
## Budget to Actual Revenues - Roundtables



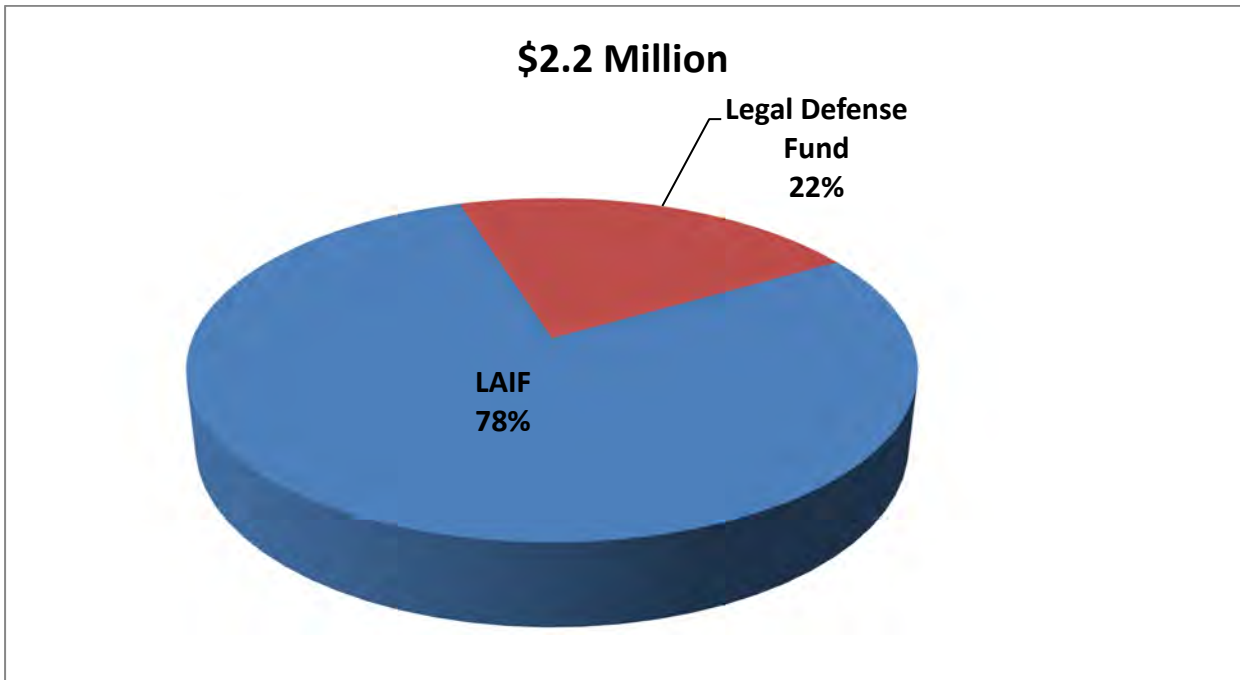
**On Track**

	Annual Budget	FYTD Budget	FYTD Actual	Favorable (Unfavorable) Variance
Basin Monitoring TF	\$338,000	\$338,000	\$359,448	\$21,448
SAR Fish Conservation	29,000	29,000	31,373	2,373
MSAR TMDL TF	390,344	390,344	416,103	25,759
RWQ Monitoring TF	432,864	432,864	439,179	6,315
Arundo Mgmt.	-	-	17,863	17,863
Emerging Constituents	38,711	38,711	40,742	2,031
LESJWA Admin	215,186	215,186	201,266	(13,920)
<b>Total</b>	<b>\$1,444,105</b>	<b>\$1,444,105</b>	<b>\$1,505,974</b>	<b>\$61,869</b>

## Budget to Actual Revenues - Roundtables



## Total Cash & Investments - June







## Reserve Fund Balance - June

	Amount
Basin Monitoring Task Force	\$181,995
SAR Fish Conservation	131,672
Middle SAR TMDL Task Force	172,632
Regional Water Quality Monitoring Task Force	316,377
Arundo Management & Habitat	962,529
Emerging Constituents Task Force	21,935
Legal Defense Fund	466,361
<b>Total Reserves</b>	<b>\$2,253,501</b>

## Legend

### Compared to Budget

	Ahead or Favorable	Above +5% Favorable Revenue or Expense Variance
	On Track	+5% to -2% Variance
	Behind	-3% to -5% Variance
	Concern	Below -5% Variance

## Staff Comments

For this month's report, the item(s) explained below are either "behind", a "concern", or have changed significantly from the prior month.

- 1) The year ended with expenses and revenues slightly over budget. Fund balance from the prior year will be used to cover the budget overage in the Basin Monitoring Program Task Force.

## COMMISSION MEMORANDUM NO. 2020.57

**DATE:** September 15, 2020

**TO:** SAWPA Commission

**SUBJECT:** Budget vs. Actual Variance Report  
FYE 2020 Fourth Quarter – June 30, 2020

**PREPARED BY:** Karen Williams, DGM/CFO

### RECOMMENDATION

It is recommended that the Commission receive and file the informational report on FYE 2020 Fourth Quarter Budget vs. Actual Variance Report.

### DISCUSSION

Staff has developed a Budget vs. Actual Variance Report and presents this report on a quarterly basis. Attached is the FYE 2020 Budget vs. Actual Variance Report through June 30, 2020. The Agency's net revenue was \$2,237,216, which was \$2,324,419 more favorable than budgeted. Several significant items comprise the majority of this favorable variance:

Operating Revenue was \$7,414 more than budgeted. This favorable variance is due to higher truck discharge than budgeted.

Operating Expense was \$7,202,325 less than budgeted. This favorable variance is due to a not having received invoices for Proposition 1 and 84 projects and the delay of receiving invoices from OCSD for the Rock Removal Project.

Non-Operating Revenue/Expense was \$4,891,044 less than budgeted. This unfavorable variance is due to not having received invoices for Proposition 1 and 84 projects and the delay of receiving invoices from OCSD for the Rock Removal Project.

#### Favorable Revenue Variances

There are no favorable revenue variance of \$500,000 or more.

#### Unfavorable Revenue Variances

Listed below are explanations of unfavorable variances of \$500,000 or more for individual revenue categories:

Grant Proceeds – The 57% variance of \$1,783,647 is due to the delay of receiving invoices for Proposition 1 and 84 projects from the project proponents.

Use of Reserves – The 62% variance of \$3,475,753 is due to the delay of receiving invoices from OCSD for the Rock Removal project which is funded by reserves.



**Favorable Expense Variances**

Listed below are explanations of favorable variances of \$500,000 or more for individual expense categories:

Consulting & Professional Services – The 42% variance of \$1,589,905 is due to slower implementation of the Proposition 84 Drought, SARCCUP, and Proposition 1 DACI projects.

Operating Costs – The 32% variance of \$843,863 is due to Brine Line permitting/pre-treatment and maintenance activities. The process of updating our ordinance, policy and procedures manual and conducting an audit of the pre-treatment program will occur in the next fiscal year.

Construction – The 95% variance of \$3,341,344 is due to the delay of receiving invoices from OCSD for the Rock Removal project. Invoices should be received within the next few months.

**Unfavorable Expense Variances**

There are no unfavorable expenses variance of \$500,000 or more.

**RESOURCE IMPACTS**

None.

Attachment:

1. Variance Report

Santa Ana Watershed Project Authority  
 FYE 2020 Budget vs. Actual  
 for the Period Ending June 30, 2020

*Consolidated*

	FYE 2020 Budget	YTD Actual	Favorable (Unfavorable) Variance	
<b>Operating Revenue</b>				
Discharge Fees	\$11,532,103	\$11,539,517	\$7,414	0.09%
Total Operating Revenue	11,532,103	11,539,517	7,414	0.09%
<b>Operating Expenses</b>				
Labor	3,825,400	3,493,614	331,786	11.56%
Benefits	1,744,855	1,483,401	261,454	19.98%
Education & Training	61,800	28,534	33,266	71.77%
Consulting & Professional Services	5,001,458	3,411,553	1,589,905	42.39%
Operating Costs	3,546,000	2,702,137	843,863	31.73%
Repair & Maintenance	572,100	289,811	282,289	65.79%
Phone & Utilities	80,150	68,082	12,068	20.08%
Equipment & Computers	372,900	274,941	97,959	35.03%
Meeting & Travel	112,650	32,092	80,558	95.35%
Other Administrative Costs	308,013	183,317	124,696	53.98%
Other Expense	334,500	318,851	15,649	5.89%
Program Expenses	707,903	520,414	187,489	59.84%
Construction	4,700,000	1,358,656	3,341,344	94.79%
Operating Transfers	132,344	132,344	0	0.00%
Indirect Costs	0	0	0	0.00%
Total Operating Expenses	21,500,075	14,297,748	7,202,325	45.14%
Net Operating Revenue / (Deficit)	-9,967,972	-2,758,231	-7,194,910	98.47%
<b>Non-Operating Revenue (Expense)</b>				
Member Agency Contributions	1,526,966	1,601,966	75,000	4.68%
Participant Fees	1,751,232	1,611,653	-139,579	-8.78%
Grant Proceeds	4,658,908	2,875,261	-1,783,647	-56.89%
Debt Service	-2,835,027	-2,835,753	-726	0.03%
Interest & Investments	1,045,000	1,482,684	437,684	120.74%
Other Income	205,186	204,025	-1,161	-0.75%
Contributions to Reserves	-3,512,001	-3,509,140	-2,861	-0.11%
Operating Transfers	132,344	132,344	0	0.00%
Use of Reserves	6,908,161	3,432,408	-3,475,753	61.75%
Net Non-Operating Revenue / (Deficit)	9,880,769	4,995,447	-4,891,044	-68.78%
Net Revenue / (Deficit)	-\$87,203	\$2,237,216	\$2,324,419	

Santa Ana Watershed Project Authority  
 FYE 2020 Budget vs. Actual  
 for the Period Ending June 30, 2020

*General Fund*

	FYE 2020 Budget	YTD Actual	Favorable (Unfavorable) Variance	
<b>Operating Revenue</b>				
Total Operating Revenue	\$0	\$0	\$0	0.00%
<b>Operating Expenses</b>				
Labor	1,639,599	1,799,483	-159,884	-13.00%
Benefits	747,858	761,181	-13,323	-2.38%
Education & Training	49,800	25,574	24,226	64.86%
Consulting & Professional Services	433,200	351,037	82,163	25.29%
Operating Costs	6,400	4,793	1,607	33.47%
Repair & Maintenance	122,100	69,470	52,630	57.47%
Phone & Utilities	69,150	60,385	8,765	16.90%
Equipment & Computers	210,900	226,007	-15,107	-9.55%
Meeting & Travel	77,000	23,565	53,435	92.53%
Other Administrative Costs	207,113	124,026	83,087	53.49%
Other Expense	135,250	66,879	68,371	67.40%
Indirect Costs	-3,289,177	-3,130,449	-158,728	6.43%
Total Operating Expenses	409,193	381,953	27,240	8.88%
Net Operating Revenue / (Deficit)	-409,193	-381,953	-27,240	8.88%
<b>Non-Operating Revenue (Expense)</b>				
Member Agency Contributions	676,966	676,966	0	0.00%
Interest & Investments	0	57,131	57,131	100.00%
Other Income	0	2,425	2,425	100.00%
Building Reserve	-100,000	-100,000	0	0.00%
Retiree Medical Reserve	-167,773	-164,912	-2,861	2.27%
Net Non-Operating Revenue / (Deficit)	409,193	471,610	56,694	12.57%
Net Revenue / (Deficit)	\$0	\$89,657	\$89,657	

Santa Ana Watershed Project Authority  
 FYE 2020 Budget vs. Actual  
 for the Period Ending June 30, 2020

*Brine Line Enterprise Fund*

	FYE 2020 Budget	YTD Actual	Favorable (Unfavorable) Variance	
<b>Operating Revenue</b>				
Discharge Fees	\$11,532,103	\$11,539,517	\$7,414	0.09%
Total Operating Revenue	11,532,103	11,539,517	7,414	0.09%
<b>Operating Expenses</b>				
Labor	1,206,933	1,030,734	176,199	19.47%
Benefits	550,510	436,000	114,510	27.73%
Education & Training	12,000	2,925	9,075	100.83%
Consulting & Professional Services	265,000	77,788	187,212	94.19%
Operating Costs	3,537,600	2,697,244	840,356	31.67%
Repair & Maintenance	450,000	220,341	229,659	68.05%
Phone & Utilities	11,000	7,697	3,303	40.04%
Equipment & Computers	156,500	48,608	107,892	91.92%
Meeting & Travel	10,000	1,962	8,038	107.17%
Other Administrative Costs	72,900	34,630	38,270	70.00%
Other Expense	199,250	245,406	-46,156	-28.07%
Indirect Costs	1,816,182	1,943,964	-127,782	-9.38%
Total Operating Expenses	8,287,875	6,747,299	1,540,577	24.72%
Net Operating Revenue / (Deficit)	3,244,228	4,792,218	-2,374,049	-98.18%
<b>Non-Operating Revenue (Expense)</b>				
Interest & Investments	1,045,000	1,368,068	323,068	89.12%
Other Income	0	10,334	10,334	100.00%
Debt Service	-2,835,027	-2,835,753	-726	0.03%
Use of Reserves	1,790,027	1,790,027	0	0.00%
Contributions to Reserves	-3,244,228	-3,244,228	0	0.00%
Net Non-Operating Revenue / (Deficit)	-3,244,228	-2,911,552	332,676	-10.68%
Net Revenue / (Deficit)	\$0	\$1,880,666	\$1,880,666	

Santa Ana Watershed Project Authority  
 FYE 2020 Budget vs. Actual  
 for the Period Ending June 30, 2020

*OWOW Fund*

	FYE 2020 Budget	YTD Actual	Favorable (Unfavorable) Variance	
<b>Operating Revenue</b>				
Total Operating Revenue	\$0	\$0	\$0	0.00%
<b>Operating Expenses</b>				
Labor	752,282	494,204	258,078	45.74%
Benefits	343,135	212,523	130,612	50.75%
Education & Training	0	35	-35	-100.00%
Consulting & Professional Services	3,157,114	1,803,847	1,353,267	57.15%
Equipment & Computers	500	326	174	46.38%
Meeting & Travel	24,100	5,862	18,238	100.90%
Other Administrative Costs	14,350	11,328	3,022	28.08%
Other Expense	0	6,565	-6,565	-100.00%
Program Expenses	697,903	520,414	177,489	58.04%
Indirect Costs	1,132,032	891,949	240,083	28.28%
Total Operating Expenses	6,121,416	3,947,054	2,174,362	49.72%
Net Operating Revenue / (Deficit)	-6,121,416	-3,947,054	-2,174,362	49.72%
<b>Non-Operating Revenue (Expense)</b>				
Member Agency Contributions	830,000	905,000	75,000	8.29%
Participant Fees	664,657	488,084	-176,573	-35.03%
Grant Proceeds	4,658,908	2,875,261	-1,783,647	-56.89%
Interest & Investments	0	18,690	18,690	100.00%
Net Non-Operating Revenue / (Deficit)	6,153,565	4,287,035	-1,866,528	-41.08%
Net Revenue / (Deficit)	\$32,149	\$339,981	\$307,832	
Project Reimbursement (Prop 84 Capital)	\$19,877,081	\$1,542,601	\$18,334,480	

Santa Ana Watershed Project Authority  
 FYE 2020 Budget vs. Actual  
 for the Period Ending June 30, 2020

*Roundtable Fund*

	FYE 2020 Budget	YTD Actual	Favorable (Unfavorable) Variance	
<b>Operating Revenue</b>				
Total Operating Revenue	\$0	\$0	\$0	0.00%
<b>Operating Expenses</b>				
Labor	149,369	128,057	21,312	19.02%
Benefits	68,131	56,295	11,836	23.16%
Consulting & Professional Services	961,144	1,034,085	-72,941	-10.12%
Equipment & Computers	5,000	0	5,000	133.33%
Meeting & Travel	1,550	703	847	72.88%
Other Administrative Costs	11,150	10,624	526	6.30%
Program Expenses	10,000	0	10,000	133.33%
Operating Transfer	132,344	132,344	0	0.00%
Indirect Costs	224,769	216,953	7,816	4.64%
Total Operating Expenses	1,563,457	1,579,061	-15,604	-1.29%
Net Operating Revenue / (Deficit)	-1,563,457	-1,579,061	15,604	-1.29%
<b>Non-Operating Revenue (Expense)</b>				
Member Agency Contributions	20,000	20,000	0	0.00%
Participant Fees	1,086,575	1,123,569	36,994	3.40%
Other Income	205,186	191,266	-13,920	-9.05%
Operating Transfer	132,344	132,344	0	0.00%
Interest & Investments	0	38,795	38,795	100.00%
Net Non-Operating Revenue / (Deficit)	1,444,105	1,505,974	61,869	4.44%
Net Revenue / (Deficit)	-\$119,352	-\$73,087	\$46,265	

Santa Ana Watershed Project Authority  
 FYE 2020 Budget vs. Actual  
 for the Period Ending June 30, 2020

*Capital Fund*

	FYE 2020 Budget	YTD Actual	Favorable (Unfavorable) Variance	
<b>Operating Revenue</b>				
Total Operating Revenue	\$0	\$0	\$0	0.00%
<b>Operating Expenses</b>				
Labor	77,217	41,136	36,081	62.30%
Benefits	35,221	17,401	17,820	67.46%
Consulting & Professional Services	185,000	144,796	40,204	28.98%
Operating Costs	2,000	100	1,900	126.67%
Other Administrative Costs	2,500	2,709	-209	-11.16%
Construction	4,700,000	1,358,656	3,341,344	94.79%
Indirect Costs	116,196	77,582	38,614	44.31%
Total Operating Expenses	5,118,134	1,642,381	3,475,753	90.55%
Net Operating Revenue / (Deficit)	-5,118,134	-1,642,381	-3,475,753	90.55%
<b>Non-Operating Revenue (Expense)</b>				
Use of Reserves	5,118,134	1,642,381	-3,475,753	-90.55%
Net Non-Operating Revenue / (Deficit)	5,118,134	1,642,381	-3,475,753	-90.55%
Net Revenue / (Deficit)	\$0	\$0	\$0	





**Santa Ana Watershed  
Project Authority**

**Financial Report for the Inland Empire Brine Line  
Enterprise/CIP for the 4th Quarter Ending  
June 30, 2020**

1

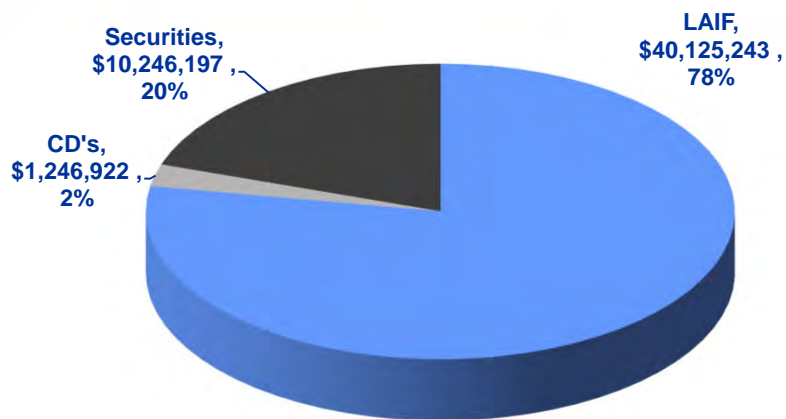
**Agenda**

- **Cash & Investments**
- **Reserve Account Balances**
- **Transfer, Uses & Contributions from/to Reserves**
- **Enterprise Revenues**
- **Enterprise Expenses**
- **Enterprise Performance**
- **Capital Improvement Program**

2

## Cash & Investments

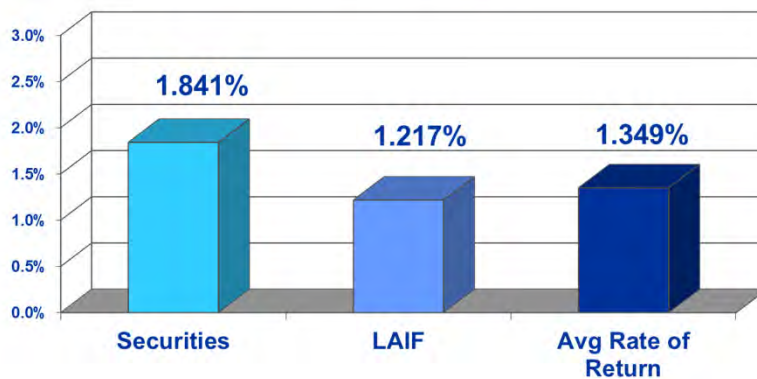
**\$51,618,362**



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## Cash & Investments

### Interest Rate Analysis



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## Reserve Account Balances

Reserve Account	Balance
Self Insurance	\$4,355,708
Debt Retirement	3,765,194
Pipeline Replacement	21,146,193
OCSD Rehabilitation	3,706,357
Capacity Management	11,869,104
OCSD Future Capacity	1,817,199
Flow Imbalance Reserve	83,913
Rate Stabilization Reserve	1,018,308
Operating Reserve	3,856,386
<b>Total Reserves</b>	<b>\$51,618,362</b>

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## Reserve Account Balances Trends

Reserve	Balance @ 09/30/19	Balance @ 12/31/19	Balance @ 03/31/20	Balance @ 06/30/20
Self Insurance	\$4,216,433	\$4,262,989	\$4,311,780	\$4,355,708
Debt Retirement	5,025,902	3,533,281	3,317,311	3,765,194
Pipeline Replacement	21,332,328	21,748,650	22,125,566	21,146,193
OCSD Rehabilitation	3,650,852	3,669,572	3,690,111	3,706,357
Capacity Mgmt	11,691,357	11,751,304	11,817,079	11,869,104
OCSD Future Capacity	1,789,985	1,799,163	1,809,234	1,817,199
Flow Imbalance Reserve	86,513	86,957	87,444	83,913
Rate Stabilization Reserve	1,003,055	1,008,202	1,013,845	1,018,308
Operating Reserve	4,649,837	4,178,747	3,779,138	3,856,386
<b>Total</b>	<b>\$53,446,263</b>	<b>\$52,038,865</b>	<b>\$51,951,508</b>	<b>\$51,618,362</b>

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## Transfers, Use and Contributions To/From Reserve

- **Pipeline Replacement Reserve**
  - Contribution of \$1,435,478
  - Use of \$1,677,145 Fund 320 Brine Line Protection
  - Use of \$48,038 Fund 327 Reach IV-D Corrosion Repairs
- **Self Insurance Reserve**
  - Contribution of \$100,000
- **Debt Service Reserve**
  - Contribution of \$1,708,750
  - Use of \$1,790,027
- **Brine Line Operating Reserve**
  - Use of \$1,579,163 for CalPERS Unfunded Liability

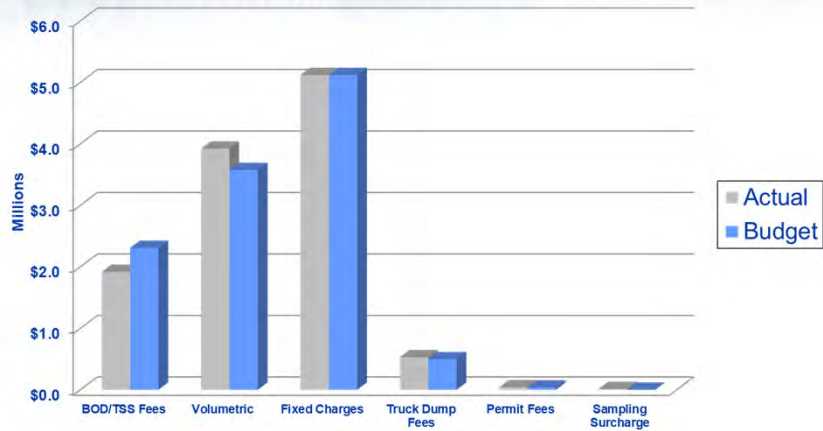
## Total Operating Revenues

Source	Actual	Budget	Variance Positive/(Negative)
BOD/TSS Fees	\$1,916,463	\$2,308,200	(\$391,737)
Volumetric Fees	3,920,809	3,573,350	347,459
Fixed Charges	5,118,528	5,118,528	0
Truck Discharge	529,455	496,000	33,455
Permit Fees	41,150	36,025	5,125
Sampling Surcharge	13,112	0	13,112
Lease Capacity Revenue	0	0	0
<b>Total Operating Revenues</b>	<b>\$11,539,517</b>	<b>\$11,532,103</b>	<b>\$7,414</b>



## Operating Revenues vs. Budget

Budget vs. Actual



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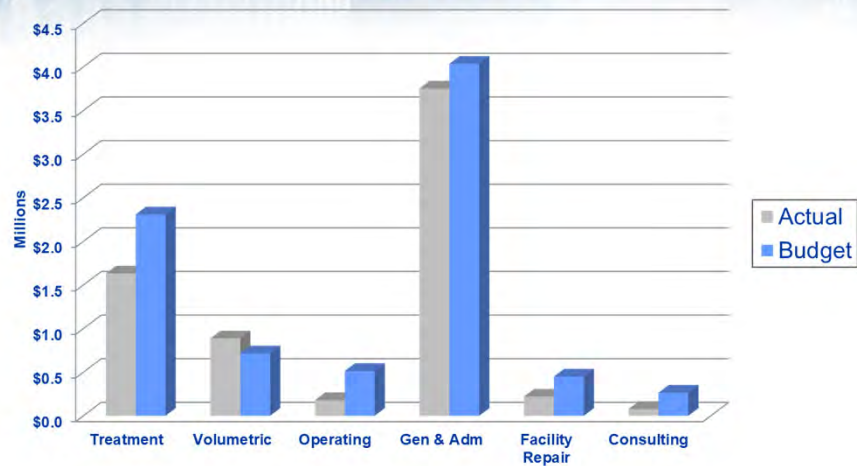
## Total Operating Expenses

Source	Actual	Budget	Variance Positive/(Negative)
Treatment Costs	(\$1,630,909)	(\$2,308,200)	\$677,291
Volumetric Costs	(887,141)	(715,400)	(171,741)
Operating Costs	(179,194)	(514,000)	334,806
General & Administration	(3,751,926)	(4,035,275)	283,349
Facility Repair & Maintenance	(220,341)	(450,000)	229,659
Consulting & Prof. Services	(77,788)	(265,000)	187,212
<b>Total Operating Expenses</b>	<b>(\$6,745,300)</b>	<b>(\$8,287,875)</b>	<b>\$1,542,575</b>

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## Operating Expenses vs. Budget

Budget vs. Actual



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## Non-Operating Revenues and Expenses

Source	Actual	Budget	Variance Positive/(Negative)
Use of Reserves (Debt Service)	\$1,790,027	\$1,790,027	\$0
Interest & Investments	1,368,068	1,045,000	323,068
Other Income	10,334	0	10,334
Debt Service Payments	(2,835,753)	(2,835,027)	(726)
Contributions to Reserves	(3,244,228)	(3,244,228)	0
<b>Total Non-Operating</b>	<b>(\$2,911,552)</b>	<b>(\$3,244,228)</b>	<b>\$332,676</b>

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## Enterprise Performance

### Flow, BOD, TSS Actual vs. OCSD Billing

	SAWPA Billed	OCSD Billing	Difference
Total Flow (MG)	4,025.19	4,013.67	11.52
Total BOD (1,000 lbs)	1,053.805	1,053.699	0.106
Total TSS (1,000 lbs)	2,671.093	2,742.651	(71.558)
Flow - Pass through per MG	\$196.00	\$221.03	(\$25.03)
BOD cost per 1,000 lbs	\$316.00	\$319.73	(\$3.73)
TSS cost per 1,000 lbs	\$442.00	\$471.81	(\$29.81)

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## Enterprise Performance

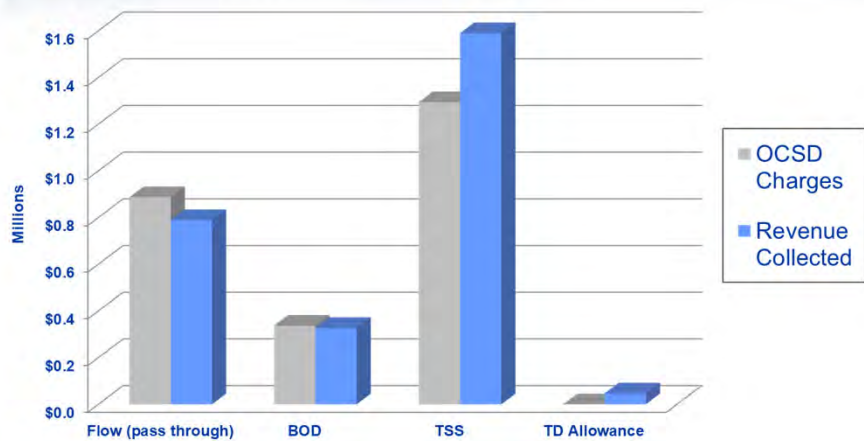
### OCSD Flow, BOD & TSS Charges vs. Revenue Billed

	Revenue Billed	OCSD Charges	Difference
Flow (pass through)	\$788,936	\$887,141	(\$98,205)
BOD	326,964	336,899	(9,935)
TSS	1,589,500	1,294,011	295,489
TD Allowance	46,554	0	46,554
<b>Total</b>	<b>\$2,751,954</b>	<b>\$2,518,051</b>	<b>\$233,903</b>

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## Enterprise Performance

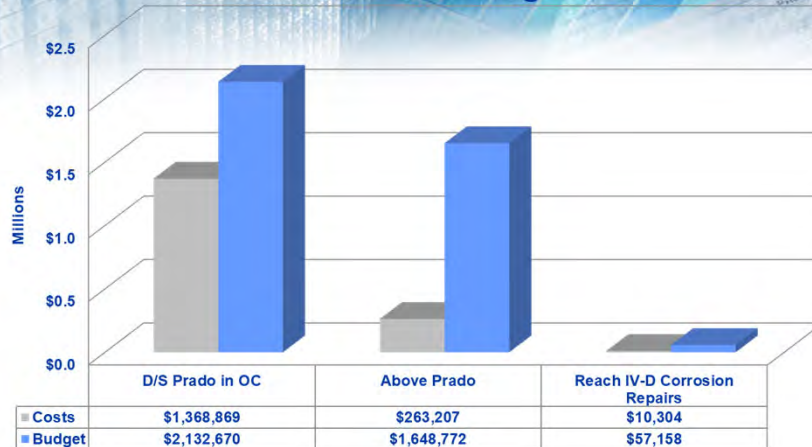
### OCSD Flow, BOD & TSS Charges vs. Revenue Collected



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## Capital Project Fund

### Costs vs. Budget



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## Capital Project Fund (320)

### Brine Line Protection / Relocation Projects

- **D/S Prado in OC** – emergency protection work, pipeline relocation
- **Above Prado** - pipeline relocation and manhole lid adjustments – when required
- **D/S Prado in Riv County** – bank armoring

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Questions ?

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**Santa Ana Watershed  
Project Authority**

**Financial Report for the 4th Quarter  
Ending June 30, 2020**

1

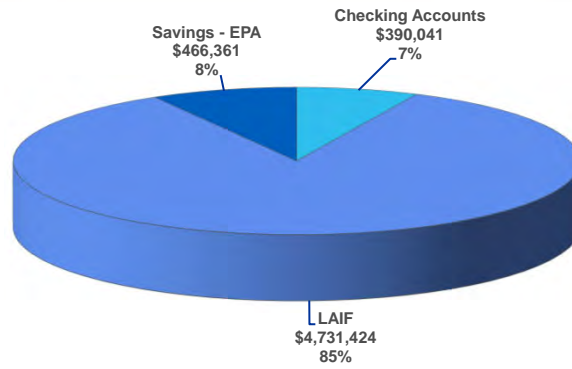
**Agenda**

- **Cash & Investments**
- **Fund Overview**
- **General Fund**
- **OWOW Funds**
- **Roundtable Funds**

2

## Cash & Investments

**\$5,587,826**



3

## Cash & Investments

### Total by Fund

General Fund	\$2,117,246
OWOW Fund	1,308,963
Roundtable Fund	1,695,256
Fiduciary Fund	466,361
<b>Total</b>	<b>\$5,587,826</b>

4



## Cash & Investments

### General Funds

Fund	Checking (Cash)	LAIF Account	Total
General Fund	\$390,041	1,136,018	\$1,526,059
Building Reserve	0	591,187	591,187
<b>Total</b>	<b>\$390,041</b>	<b>\$1,727,205</b>	<b>\$2,117,246</b>

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## Cash & Investments

### OWOW Funds

Fund	LAIF Account
General Basin Planning	\$226,594
USBR Partnership Studies	46,726
Watershed Mgmt Plan	260,162
Prop 84 SARCCUP Projects	775,481
<b>Total</b>	<b>\$1,308,963</b>

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## Cash & Investments

### Roundtable Funds

Fund	LAIF Account
Basin Monitoring	\$144,459
RWQ Monitoring TF	295,065
SAR Fish Conservation	127,925
Middle SAR TMDL TF	154,901
Emerging Constituents TF	14,342
Mitigation Banking	958,564
<b>Total</b>	<b>\$1,695,256</b>

## Cash & Investments

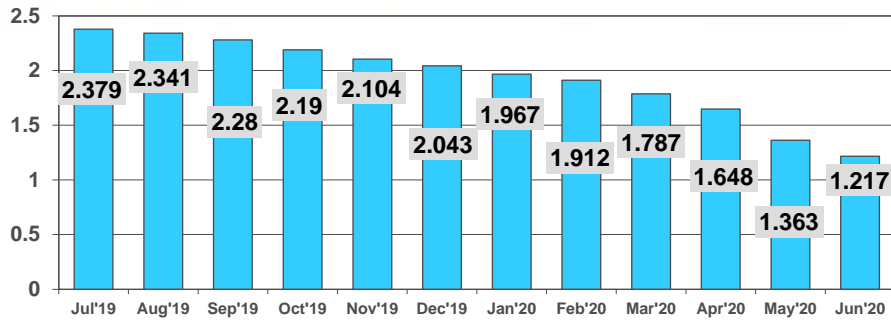
### Fiduciary Funds

Fund	Savings EPA
Legal Defense Fund	\$466,361
<b>Total</b>	<b>\$466,361</b>



## Cash & Investments

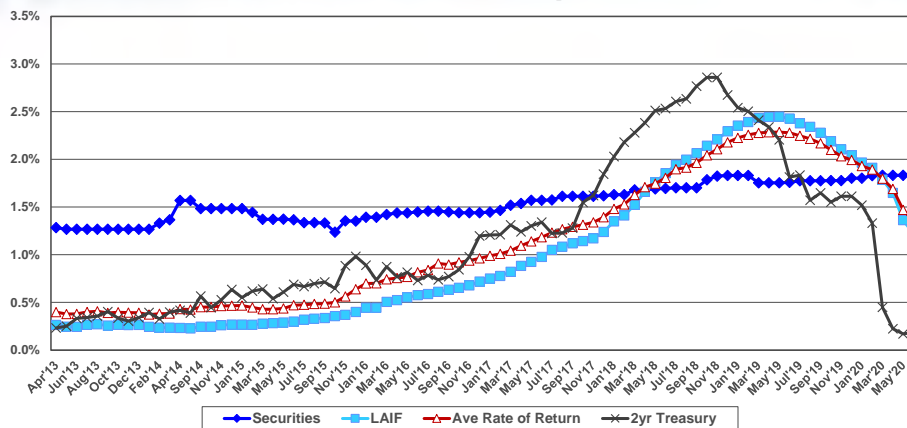
### LAIF Interest Rates



9

## Cash & Investments

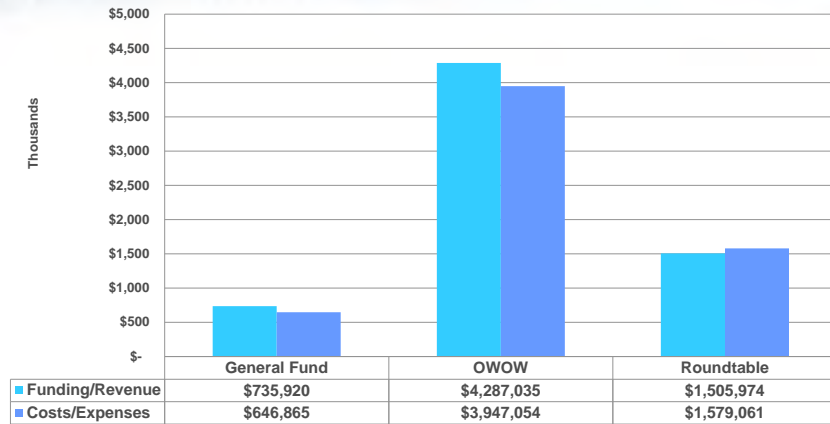
### Interest Rate Comparison



10

## Analysis by Fund Type

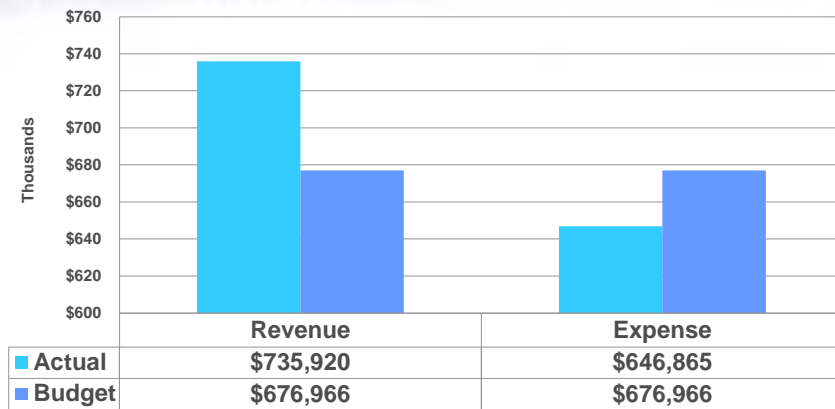
### Revenues and Expenses



11

## General Fund

### Budget vs. Actual

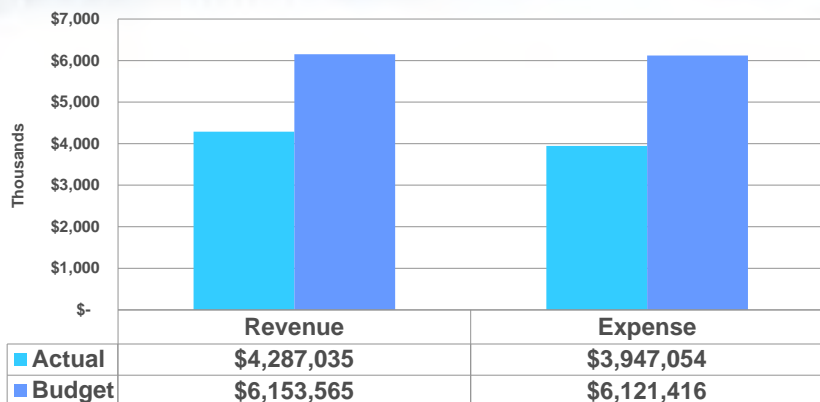


12



## OWOW Funds

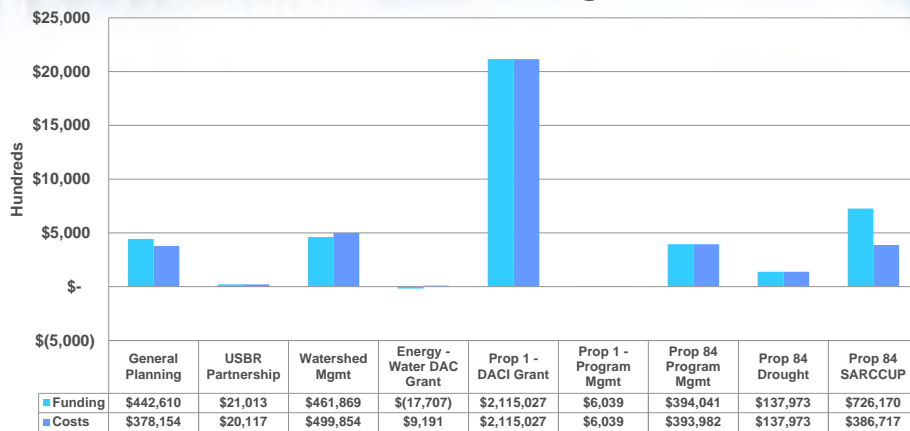
### Budget vs. Actual



13

## OWOW Funds

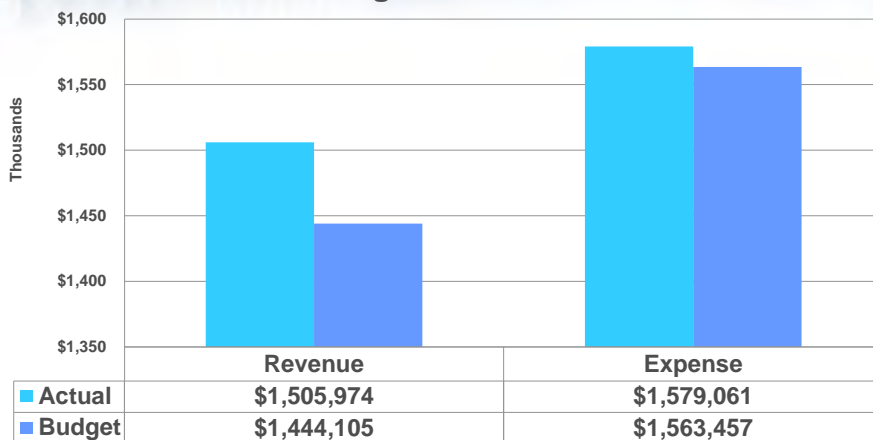
### Costs vs. Funding



14

## Roundtable Funds

### Budget vs. Actual



15

## Roundtable Funds

### Costs vs. Funding



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Santa Ana Watershed Project Authority  
 General Manager - Expense Report  
 4th Quarter FYE 2020

Staff	Haller
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Sum of Amount		Expn Type	
Posting Date	Activity	Parking	Grand Total
06/29/2020	Watershed Ambassador Parking	20.00	20.00
<b>06/29/2020 Total</b>		<b>20.00</b>	<b>20.00</b>
<b>Grand Total</b>		<b>20.00</b>	<b>20.00</b>



## Santa Ana Watershed Project Authority

### Staff - Expense Report

4th Quarter FYE 2020

Sum of Amount			Expn Type		
Staff	Posting Date	Activity	Misc	Registration	Grand Total
Mullay	06/29/2020	Commission Meeting Goods	41.04		41.04
<b>Mullay Total</b>			<b>41.04</b>		<b>41.04</b>
Williams	04/30/2020	CMTA Conference Refund		(325.00)	(325.00)
	06/30/2020	ACWA Conference Refund		(725.00)	(725.00)
<b>Williams Total</b>				<b>(1,050.00)</b>	<b>(1,050.00)</b>
<b>Grand Total</b>			<b>41.04</b>	<b>(1,050.00)</b>	<b>(1,008.96)</b>



# General Manager's Report

September 2020

Santa Ana Watershed Project Authority | 11615 Sterling Avenue, Riverside, CA 92503 | www.sawpa.org

## INSIDE THE SEPTEMBER REPORT

- 1** The Santa Ana Sucker Conservation Team - Riverwalk 2020
- 2** Euclid Avenue (Reach IV-A and IV-D) MAS Rehabilitation Project
- 3** Alcoa Dike - Lower Reach IV-B and C.R.C. Lateral Utility Protection Project
- 4** SAWPA Parking Lot Restoration Project

## The Santa Ana Sucker Conservation Team - Riverwalk 2020

The Santa Ana Sucker Conservation Team met on September 1, 2020 and commenced plans for the Santa Ana Riverwalk habitat survey is scheduled for mid-October or early November. This will be the 15<sup>th</sup> year of the annual habitat survey which started in 2006. Each year, surveyors visually assess the quality of the river bottom which informs agencies on the quality of the habitat for native fish like the Santa Ana Sucker, a federally listed species.



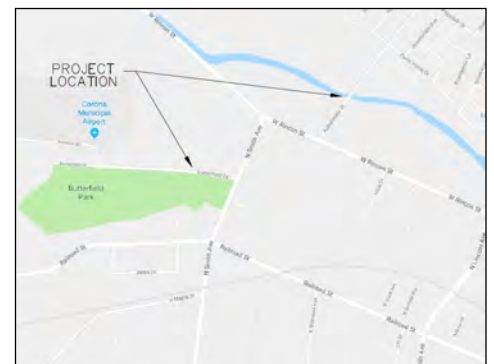
## Euclid Avenue (Reach IV-A and IV-D) MAS Rehabilitation Project

A pre-construction meeting was conducted on August 27, 2020 via Zoom conference. The contractor is anticipated to commence construction on September 15, 2020. The contractor is to complete the work within 90 calendar days. The date of completion is December 14, 2020. The project includes the modification or “sealing” of five Maintenance Access Structure (MAS) on Reach IV-D along Euclid Avenue to withstand pressurization without allowing a sanitary sewer overflow. The project removes one MAS on Reach IV-A along Euclid Avenue due to significant concrete deterioration.



## Alcoa Dike – Lower Reach IVB and C.R.C. Lateral Utility Protection Project

A pre-construction meeting was conducted on September 3, 2020 via Zoom conference. The contractor is anticipated to commence construction on September 15, 2020. The contractor is to complete the work within 120 calendar days. The date of completion is January 13, 2021. The project includes the protection of about 480 feet of Reach IV-B and 160 feet of the C.R.C. Lateral due to the impacts from the construction of the U.S. Army Corp of Engineers Alcoa Dike Project.





## SAWPA Parking Lot Restoration Project

Western Municipal Water District (WMWD) awarded a contract to Roadway Engineering for the SAWPA Parking Lot Restoration Project. The scope of work includes installation of a SCADA conduit to connect the Arlington Desalter to the recently completed Sterling Avenue Pump Station; addition of three (3) parking spots in the SAWPA parking lot, repaving of the SAWPA parking lot, and re-striping of the SAWPA parking lot stalls. Work began on August 7, 2020 and is expected to be completed by early October 2020.

**Figure 1.** West side of the SAWPA Parking Lot. The contractor completed the over-excavation adjacent to the gutter to ensure a minimum asphalt thickness of 3 inches.



**Figure 2.** North side of the SAWPA Parking Lot. The WMWD SCADA conduit was installed adjacent to the existing curb and gutter.



**Figure 3.** Location of the proposed three (3) parking stalls adjacent to the billboard site.



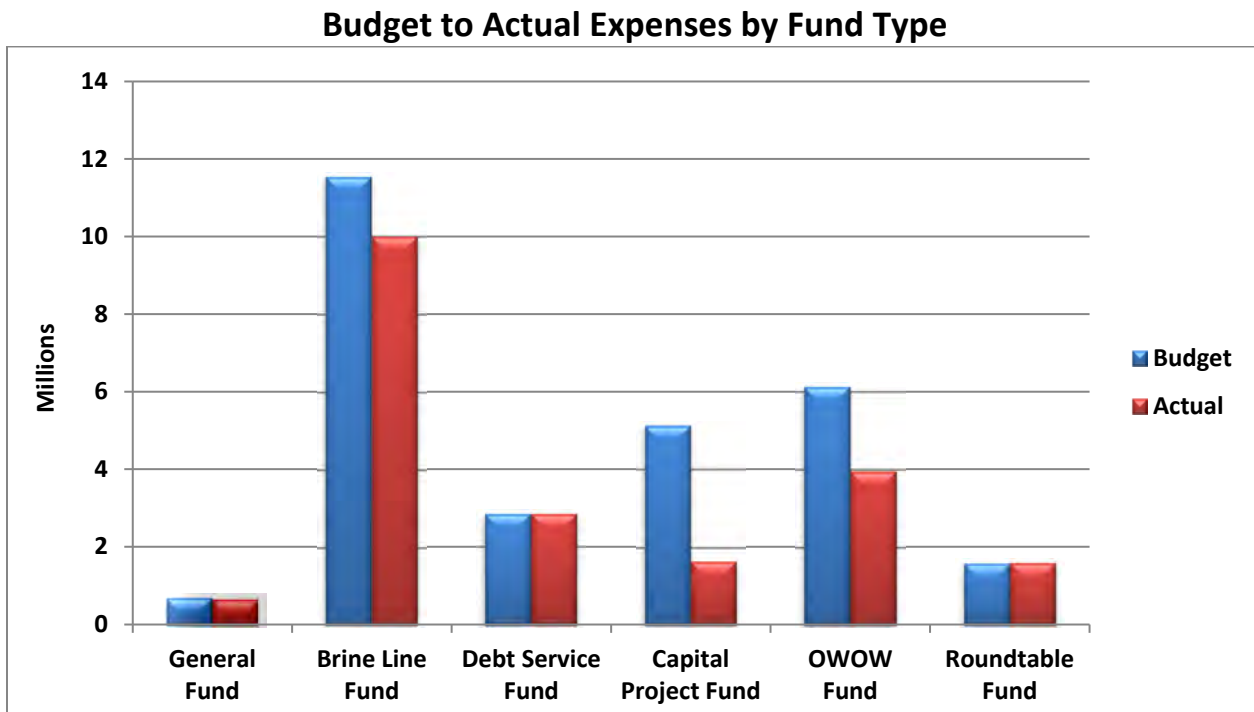


**Santa Ana Watershed Project Authority  
Executive Financial Information Report  
June 2020**

*Staff comments provided on the last page are an integral part of this report.*

<b>Overview</b>	This report highlights the agency's key financial indicators for the Fiscal Year-to-Date (FYTD) June 2020 unless otherwise noted.
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Budget to Actual Expenses by Fund Type	<span style="color: green; font-size: 2em;">✔</span> <b>Favorable</b>			
	Annual Budget	FYTD Budget	FYTD Actual	Favorable (Unfavorable) Variance
General Fund	\$676,966	\$676,966	\$646,865	\$30,102
Brine Line Enterprise	11,532,103	11,532,103	9,991,527	1,540,576
Debt Service Fund	2,835,027	2,835,027	2,835,753	(726)
Capital Project Fund	5,118,134	5,118,134	1,642,381	3,475,753
OWOW Fund	6,121,416	6,121,416	3,947,054	2,174,362
Roundtable Fund	1,563,457	1,563,457	1,579,061	(15,605)
<b>Total</b>	<b>\$27,847,103</b>	<b>\$27,847,103</b>	<b>\$20,642,641</b>	<b>\$7,204,462</b>



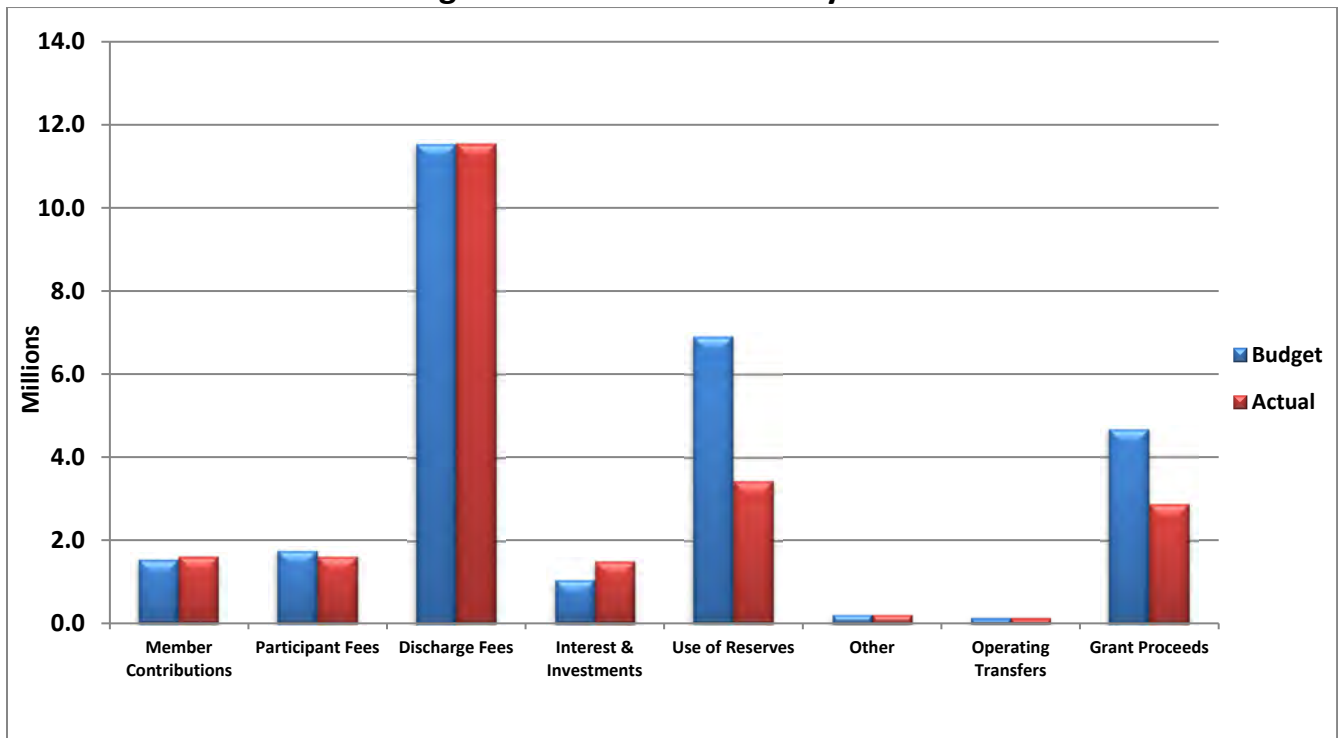
## Budget to Actual Revenues by Source



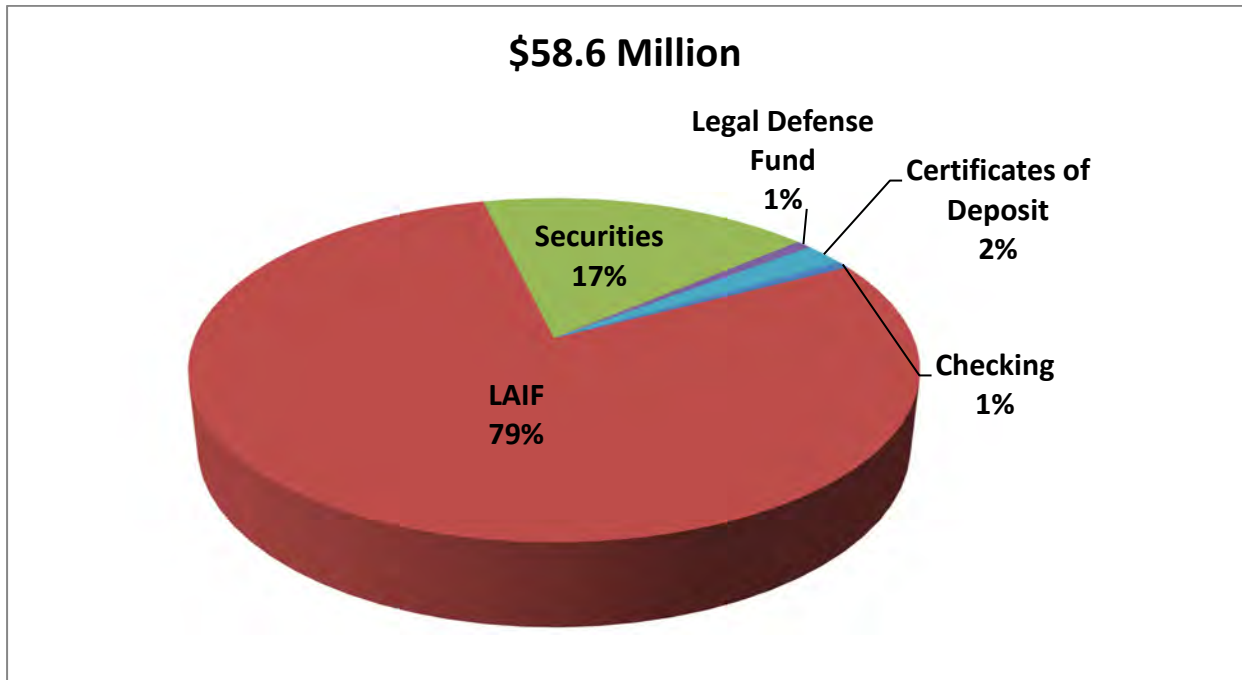
**Concern**

	Annual Budget	FYTD Budget	FYTD Actual	Favorable (Unfavorable) Variance
Member Contributions	\$1,526,966	\$1,526,966	\$1,601,966	\$75,000
Participant Fees	1,751,232	1,751,232	1,611,653	(139,579)
Discharge Fees	11,532,103	11,532,103	11,539,517	7,414
Interest & Investments	1,045,000	1,045,000	1,482,684	437,684
Use of Reserves	6,908,161	6,908,161	3,432,408	(3,475,753)
Other	205,186	205,186	204,025	(1,160)
Operating Transfers	132,344	132,344	132,344	-
Grant Proceeds	4,658,908	4,658,908	2,875,261	(1,783,648)
<b>Total</b>	<b>\$27,759,900</b>	<b>\$27,759,900</b>	<b>\$22,879,858</b>	<b>(\$4,880,042)</b>

### Budget to Actual Revenues by Source



## Total Cash & Investments - June







## Reserve Fund Balance – June

	Amount
General Fund	\$1,526,059
Building Fund	591,187
OWOW Fund	1,308,963
Roundtable Fund	2,161,617
Due to OCSD CIP	1,365,419
Self Insurance	4,355,708
Debt Retirement	3,765,194
Pipeline Replacement	21,146,193
OCSD Rehabilitation	3,706,357
Capacity Management	11,869,104
Future Capacity	1,817,199
Rate Stabilization	1,018,308
Flow Imbalance	83,913
Brine Line Operating	3,856,386
<b>Total Reserves</b>	<b>\$58,571,607</b>

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## Legend

<u>Compared to Budget</u>		
	Ahead or Favorable	Above +5% Favorable Revenue or Expense Variance
	On Track	+5% to -2% Variance
	Behind	-3% to -5% Variance
	Concern	Below -5% Variance

## Staff Comments

For this month's report, the item(s) explained below are either "behind", a "concern", or have changed significantly from the prior month.

Total revenues are 18% below budget. Work on the Proposition 84 SARCCUP and other grant projects have been slow. The grants have been extended and all grant funds are expected to be fully expended.

Expenses are also down by 26% from the budget because of those projects as well.

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**September 3, 2020**

**To:** Santa Ana Watershed Project Authority

**From:** Michael Boccadoro  
Beth Olhasso  
Maddie Munson

**RE:** August Report

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Overview:

With summer in full swing, carryover storage in California's reservoirs is starting to show signs of dry conditions after dismal precipitation and snowpack this winter. San Luis Reservoir, the main south-of-Delta storage facility for the State Water Project, is at 113 percent of average and 48 percent capacity for this time of the year. Oroville is at 73 percent of average and 48 percent capacity. Drought conditions are about normal for this time of the year, with about 80 percent of the state experiencing at least abnormally dry conditions.

After downsizing the Delta WaterFix Project from two tunnels to one, the Newsom administration has released the long awaited price tag for the reworked project. The preliminary cost estimate comes in at \$15.9 billion, which is not a significant savings over the \$16.7 billion cost of the prior project. Water agencies and irrigation districts that benefit from the project will have to pay for it, if they agree.

On August 4, the Los Angeles Superior Court filed a decision, in favor of Los Angeles Waterkeeper that compels the State Water Resources Control Board (SWRCB) to analyze whether ocean discharge is considered under the "waste and unreasonable use" doctrine. The ruling, which can still be appealed, also leaves open the opportunity for the SWRCB to also look at discharges from all POTWs in the state.

The Department of Fish and Wildlife has released an update on their efforts to eradicate the invasive and incredibly destructive large rodent Nutria. The two-year long battle is crucial to save the fragile levees in the Delta. The burrowing creature can cause serious damage to levees and potentially disrupt water flow through the Delta and down to Southern California.

Biologists and anglers are expecting high numbers of fall-run chinook salmon this year. Early speculation credits fewer fish caught over the summer after a delay to the salmon fishing season as a result of COVID-19. The delay in the fishing season allowed the fish more time to feed in the ocean, growing bigger and stronger for their trip up-river.

California regulators are gearing up to conduct a post-mortem into the rolling blackouts that occurred in the state for the first time in two decades, affecting hundreds of thousands of customers in the midst of a record-breaking heatwave.

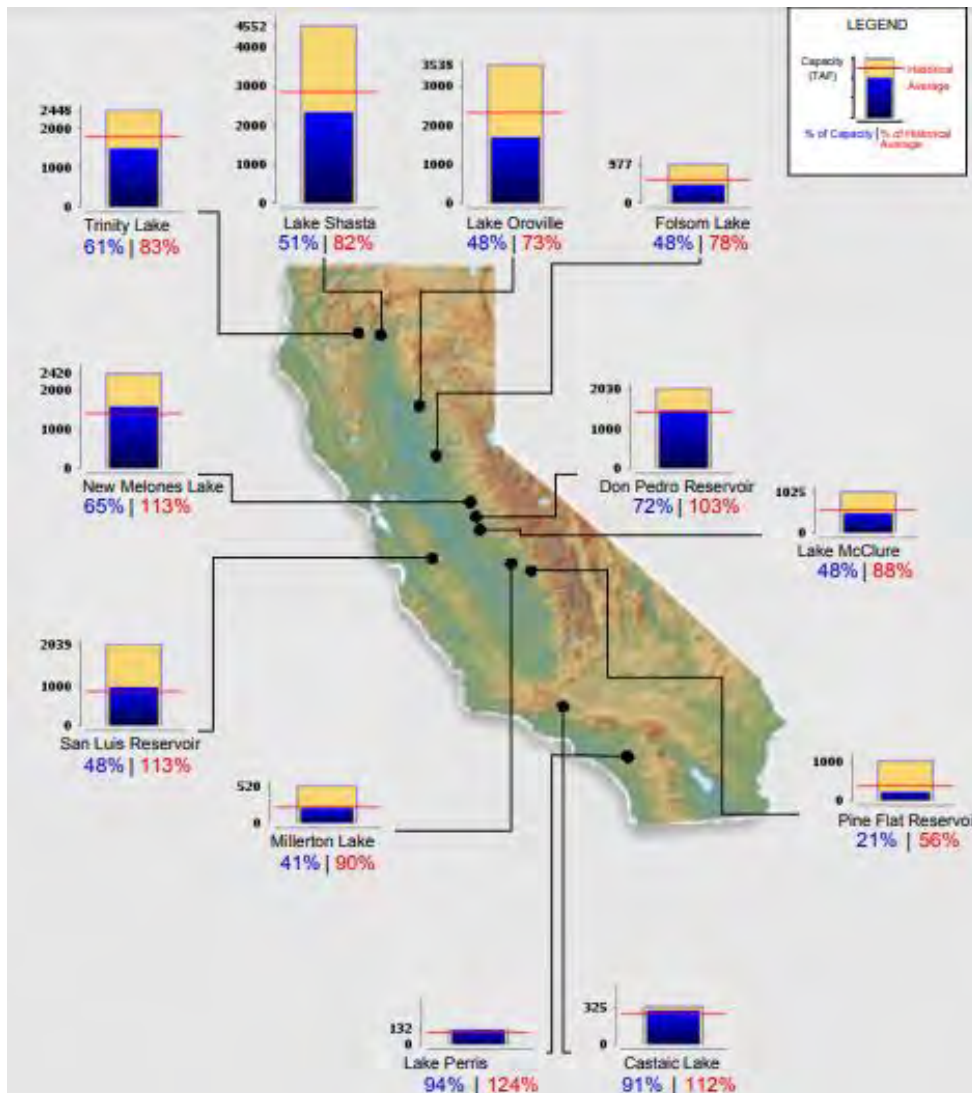
The 2019-2020 Legislative session ended late into the night of August 31. The session was significantly disrupted by the pandemic and concluded with a small number of water-related bills making it to the Governor's desk. The water community was able to help play great defense on bills that were late gut and amends that would have had some significant impacts on the agency.

Unfortunately, several bills SAWPA was supporting were casualties of the strange session and were held in Appropriations Committees. SB 414 (Caballero), the Small System Water Authority Act of 2020, and AB 1672 (Bloom) on disposable product labeling were held. SB 1386 (Moorlach) on ratepayer assessment of water from fire hydrants and AB 2560 (Quirk) on notification and response level establishment procedures at the SWRCB were both passed and are awaiting action by the Governor.

## Santa Ana Watershed Project Authority Status Report – August 2020

### *Water Supply Conditions*

With summer in full swing, carryover storage in California’s reservoirs is holding after dismal precipitation and snowpack this winter. San Luis Reservoir, the main south-of-Delta storage facility for the State Water Project, is at 113 percent of average and 48 percent capacity for this time of the year. Oroville is at 73 percent of average and 48 percent capacity.



### ***Newsom Administration Releases Cost Estimate for Delta Conveyance Project***

After downsizing the Delta WaterFix Project from two tunnels to one, the Newsom administration has released the long awaited price tag of the reworked project. The preliminary cost estimate comes in at \$15.9 billion, which is not a significant savings over the \$16.7 billion cost of the prior project. Water agencies and irrigation districts that benefit from the project will have to pay for it, if they agree.

DWR officials note that when comparing the two project costs in 2017 dollars and including required mitigation efforts, the two tunnel option actually would have cost \$22 billion. They also clarified that this new information did not indicate that they are signing off on the final project and are still studying alternatives. The final decision will not be made until after the state completes environmental review required by the California Environmental Quality Act (CEQA) and the National Environmental Policy Act (NEPA), discussed below.

The next steps for the project are environmental review. The U.S. Army Corps of Engineers recently issued the Notice of Intent to begin the Environmental Impact Statement for the project, required by NEPA. The process allows members of the public and other agencies to comment on the project.

Project permitting is expected to be completed in mid-2024.

### ***Court Decision Could Lead to Elimination of Ocean Discharge***

On August 4, the Los Angeles Superior Court filed a decision, in favor of Los Angeles Waterkeeper that compels the State Water Resources Control Board (SWRCB) to analyze whether ocean discharge should be considered under the “waste and unreasonable use” doctrine and, if so, how. The ruling, which can still be appealed, also leaves open the opportunity for the SWRCB to also look at discharges from all POTWs in the state.

In their decision, the court questioned whether money spent on water conservation efforts would have been better spent on recycling wastewater discharge.

“For decades, Californians have been warned of drought or the threat of drought. They have been asked to reduce water usage and many have taken that to heart by, for example, shortening their shower time, using low flow toilets, and reducing lawn sprinkler time...Not long ago, the court had a case in which Los Angeles’ Department of Water and Power spent \$500 million in rebates for homeowners to plant desert plants in lieu of grass in their yards. The benefits of this expenditure were dubious,” the court wrote in the decision. “Could these monies have been better spent recycling the POTWs’ [publicly owned treatment works] wastewater discharge? We cannot know until the State Board conducts an evaluation of the reasonableness/waste of the discharges.”

According to the ruling, the court will not dictate the precise nature of this evaluation, except that the State Board must consider all relevant factors, develop a factual record and “explain how its discretion was exercised by demonstrating a rational connection between the factors considered” and choices made.

There are still a lot of questions about what this court case means, and the SWRCB still has time to decide if it is going to appeal the decision. Clarification is still needed on many aspects of the ruling, but it is clear that the ruling will require the SWRCB to evaluate discharges from all POTWs to determine if the discharges are a waste and unreasonable use. Recycled water has always fallen under the waste and unreasonable use doctrine, but POTW discharges have not. The goal of the lawsuit was on four plants in LA County that discharge to the ocean, not inland agencies. But with the broad authority given to the SWRCB, it remains to be seen if inland agencies will be included in the analysis.

It is still early in understanding what this means for POTWs, but careful attention will need to be paid to what happens next. WCA will work with CASA and WateReuse on next steps.

### ***Department of Fish and Wildlife Continues Battle with Destructive Nutria***

An invasive and extremely destructive rodent called a Nutria invaded the Delta at least two-and-a-half years ago. The Department of Fish and Wildlife (DFW) has since mounted efforts to eradicate the prolific beaver-like animal before it destroys important levees and flood control infrastructure in the region. Both the state and federal government have provided funding to support efforts.

The DFW has been successful in removing more than 1,600 of the pests through the Nutria Eradication Program, with nearly 40% of those over the last four months. Their efforts have not been stifled by the COVID-19 pandemic, as it is considered an essential activity. The main population hotspots continue to be the San Joaquin River Corridor in Stanislaus County along with Merced County's Grassland Ecological area.

The DFW program is also trying a new approach, called the "Judas Nutria." Staff capture and sterilize Nutria and release them with tracking devices that lead the team to other Nutria, but do not risk further reproduction by the Judases.

The effort remains a critical component of Delta management and operations to keep water flowing to Southern California.

### ***Chinook Salmon Predicted to Have Healthy Returns this Fall***

Biologists and anglers are expecting high numbers of fall-run chinook salmon this year. Early speculation credits fewer fish caught over the summer after a delay to the salmon fishing season as a result of COVID-19. The delay in the fishing season allowed the fish more time to feed in the ocean, growing bigger and stronger for their trip up-river.

State and federal fish biologists are predicting that as many as 470,000 salmon will return to the Sacramento River in the coming months, compared to 380,000 fish last year. Fall-run are the most abundant of the four distinct runs of chinook in the Sacramento-San Joaquin River system, however they are still designated as a Species of Concern under the federal Endangered Species Act. The ESA has significant influence over the operation of the State Water Project and the Central Valley Project.

### ***Rolling Blackouts to be Studied***

California regulators are gearing up to conduct a post-mortem into the rolling blackouts that occurred in the state for the first time in two decades last week, affecting hundreds of thousands of customers in the midst of a record-breaking heatwave.

The blackouts were the result of a series of events, including high demand due to the heatwave, the unexpected loss of generation resources, and the lack of available imports, officials from California Independent System Operator (CAISO), the California Public Utilities Commission (CPUC) and the California Energy Commission (CEC) told Gov. Gavin Newsom in a letter recently.

The agencies still have to figure out exactly why those events occurred — although peak demands were high, they were not above similarly hot days in the past, according to the letter. The regulators intend to perform a root cause analysis after the heatwave passes, with an eye to prevent similar blackouts from happening in the future.



In their letter, the regulators pointed to two factors that they think played a role: capacity shortfalls, as well as the state's heavy reliance on importing resources to meet its energy demand during late afternoons and early evenings in the summer.

But one factor that they said did not cause the rotating outages is California's broader transition to renewable energy, noting that their organizations understand the impacts of wind and solar on the grid and have taken steps to integrate the resources — although there's clearly a need to do more. All three agencies plan to take a closer look at the issue, with the CEC refining its demand forecast to account for broader scenarios of extreme weather events, CAISO reviewing its assumptions around solar power and other resources, and the CPUC reviewing its resource adequacy rules.

The complexities surrounding the blackouts are affecting the discussion in California around the rate at which existing natural gas facilities are retired. The CPUC recently authorized additional procurement, it also sought extensions for nearly 4,800 MW of gas generation that was scheduled to retire this year. The State Water Resources Control Board is set to decide on extending four once-through-cooling facilities in the coming weeks.

### *Legislative Update*

The Legislature concluded the 2019-2020 Legislative Session late into the night on August 31. The COVID-19 pandemic drastically altered business in the Capitol with members asked to shelve any bills not related to the pandemic, homelessness, economic recovery or wildfire. Members also had to grapple with the estimated \$54 billion budget shortfall facing the state due to the COVID-19 crisis. The Legislature ultimately passed a budget that assumes significant funding from the federal government, but has “trigger cuts” included should the funding not materialize. Even with the trigger cuts, should federal funding fail to appear, the Legislature and the Governor will have to make some significant cuts either in a special session or in January when they return. The Governor has not indicated he is going to call a special session.

Ultimately, members were unable to craft an economic stimulus package before the end of session and no climate resilience bond was passed for the November ballot. The next opportunity for a bond will be on the March of 2022 ballot.

With the focus of legislation somewhat narrowed, there were only a handful of water bills left at the end of the year. While a few SAWPA was supporting did not survive the Appropriations Suspense Files, the water community was able to help keep several bills from moving forward this year.

#### *Final Bill Results:*

AB 1672 (Bloom): CASA worked on their flushable products labeling measure for several years. They reached an agreement with the industry that not just removed the opposition to the bill, but brought the flushable products manufactures on as a co-sponsor of the legislation to require specific “DO NOT FLUSH” labeling on wipes. The measure was surprisingly held on the Senate Appropriations Suspense File. CASA has not yet said if they will try again in 2021.

AB 2560 (Quirk) is CMUA and OCWD's bill on procedures for establishing notification and response levels at the SWRCB. The measure has easily moved through the Assembly and Senate committee and full house processes and is on the Governor's desk for signature. The SWRCB has voiced some concerns over the bill, so it may face some challenges securing a signature.

SB 1386 (Moorlach) is the bill addressing the class action lawsuit on the how water from fire hydrants is treated under Prop. 218. Most of the SAWPA member agencies joined a very long list of supporters of this legislation and the bill moved easily through the Assembly and the Senate and is now on the Governor's desk for approval, which with no opposition, should be secured.

AB 3030 (Kalra) would have required the state to conserve 30 percent of the state's land, ocean and waters by 2030. The bill was incredibly vague on how the state was to implement these conservation goals and didn't even identify the agency that would be responsible for implementing these measures. There was a broad coalition of opposition to the measure and the bill was held in Senate Appropriations Committee. It is very likely the author will try again next year with a similar measure.

AB 1659 (Bloom) was a very late "gut and amend." The bill would extend the ½ cent per kilowatt hour fee (tax) on all Investor Owned Utility (IOU) customers until 2051 to raise \$3 billion for wildfire mitigation measures. Total cost of the revenue bonds that would be sold could exceed \$7-10 billion, since repayment will be delayed until 2035. The cost to water/wastewater agencies would have been significant. Other concerns with the bill revolve around what the funding would be spent on. There was some significant "pork" funding on pet projects included in the bill to entice specific legislators to support the measure. A strong coalition worked together on the bill and were able to prevent its passage.

Barring no special session, members will return to their districts for the fall campaign season and return to Sacramento in December for a swearing in ceremony and in January to begin the 2021-2022 Legislative Session.