DESERT WATER AGENCY JULY 5, 2023



BOARD OF DIRECTORS REGULAR MEETING AGENDA

8:00 A.M. OPERATIONS CENTER - 1200 SOUTH GENE AUTRY TRAIL - PALM SPRINGS - CALIFORNIA

This meeting will be held virtually and in person. The link and the telephone option provided is for the convenience of the public.

Toll Free: (253) 215-8782 Meeting ID: 859 6224 6437 Passcode: 749803

or Via Computer: https://dwa-org.zoom.us/j/85962246437?pwd=Z0FIUkNTVTEyemRMb1IzVmxrMUxjUT09 Meeting ID: 859 6224 6437

Members of the public who wish to comment on any item within the jurisdiction of the Agency or any item on the agenda may submit comments by emailing sbaca@dwa.org or may do so during the meeting. Comments will become part of the Board meeting record.

*In order to reduce feedback, please mute your audio when you are not speaking.

Esta reunión se llevará a cabo virtualmente y en persona. El enlace y la opción telefónica proporcionada es para la comodidad del público.

Número gratuito: (253) 215-8782 ID de reunión: 859 6224 6437 código de acceso: 749803

o a través de la computadora: https://dwa-org.zoom.us/j/85962246437?pwd=Z0FIUkNTVTEyemRMb1IzVmxrMUxjUT09 ID de reunión: 859 6224 6437

Los miembros del público que deseen comentar sobre cualquier tema dentro de la jurisdicción de la Agencia o cualquier tema en la agenda pueden enviar comentarios por correo electrónico a <u>sbaca@dwa.org</u> o pueden hacerlo durante la reunión. Los comentarios pasarán a formar parte del registro de la reunión de la Junta.

*Para reducir los comentarios, silencia el audio cuando no estés hablando.

CALL TO ORDER/PLEDGE OF ALLEGIANCE

ORTEGA

2. ROLL CALL BACA

- 3. PUBLIC COMMENT ON ITEMS NOT ON THE AGENDA: Members of the public may comment on any item not listed on the agenda, but within the jurisdiction of the Agency. Speakers are requested to keep their comments to no more than three (3) minutes. As provided in the Brown Act, the Board is prohibited from acting on items not listed on the agenda.
- 4. PUBLIC COMMENT ON ITEMS LISTED ON THE AGENDA: Members of the public may also comment on items listed on the agenda that are not the subject of a public hearing at this time. Again, speakers are requested to keep their comments to no more than three (3) minutes.

- 5. CONSENT CALENDAR ITEMS: Items listed under the Consent Calendar are considered to be routine and will be acted upon by one motion of the Board without discussion. There will be no separate discussion on these items unless a Board Member requests a specific item to be discussed and/or removed from the Consent Calendar for separate action.
 - A. Receive and File Minutes of the June 15, 2023 State Water Contractors' Meeting
 - B. Approve Minutes of the June 20, 2023 Regular Board Meeting
 - C. Receive and File Minutes of the June 26, 2023 Conservation & Public Affairs Committee
 - D. Receive and File Minutes of the June 27, 2023 Executive Committee Meeting
 - E. Receive and File May Water Use Reduction Figures
- 6. ACTION ITEMS:

A. Request Adoption of Resolution No. 1310 Establishing Tax Rate for Fiscal Year 2023-2024

B. Request Approval of Other Services Rendered as a Director Listing of Compensable Events

SAENZ

SAENZ

7. SECRETARY-TREASURERS REPORT (MAY 2023)

MCKENNA

8. GENERAL MANAGER'S REPORT

JOHNSON

- DIRECTORS REPORTS ON MEETINGS/EVENTS ATTENDED ON BEHALF OF THE AGENCY
- 10. DIRECTORS COMMENTS/REQUESTS
- 11. CLOSED SESSION
 - A. CONFERENCE WITH LEGAL COUNSEL EXISTING LITIGATION

Pursuant to Government Code Section 54956.9 (d) (1)

Name of Case: Agua Caliente Band of Cahuilla Indians vs. Coachella Valley Water District, et al Two Cases

B. CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION

Pursuant to Government Code Section 54956.9 (d) (1)

Name of Case: Mission Springs Water District vs. Desert Water Agency

C. CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION

Pursuant to Government Code Section 54956.9 (d) (1)

Name of Case: AT&T vs. County of Riverside

- 12. RECONVENE INTO OPEN SESSION REPORT FROM CLOSED SESSION
- 13. ADJOURN

Upon request, this agenda will be made available in appropriate alternative formats to persons with disabilities, as required by Section 202 of the Americans with Disabilities Act of 1990. Any person with a disability who requires a modification or accommodation in order to participate in a meeting is asked to contact Desert Water Agency's Assistant Secretary of the Board, at (760) 323-4971, at least 48 working hours prior to the meeting to enable the Agency to make reasonable arrangements. Copies of records provided to Board members that relate to any agenda item to be discussed in open session may be obtained from the Agency at the address indicated on the agenda.

DECLARATION OF POSTING

Pursuant to Government Code Section 54954.2, I certify that this agenda has been posted at least 72 hours prior to the meeting on the Agency's website at www.dwa.org and at the Agency's office located at 1200 South Gene Autry Trail, Palm Springs, CA.

Sylvia Baca, MMC, Assistant Secretary of the Board

STATE WATER CONTRACTORS MEETING

June 15, 2023

I. DEPARTMENT OF WATER RESOURCES UPDATE

- a. DWR's proposals to the State
 - i. Fully protected species
 - ii. CEQA streamlining
- b. DWR initiatives
 - i. Renewable energy targets and increased cost efficiency
 - ii. Succession planning
- c. Pump storage at Oroville Dam
 - i. Secured \$10 million of funding to move project out of planning phase
 - ii. Total project estimated to be \$240 million

II. SBVMWD

- a. Bob Tincher gave a great presentation on SBVMWD's history, role as regional wholesaler for eastern part of the Inland Empire, and projects it has planned for the next few years
 - i. Emphasis on increasing groundwater storage, lots of room in its groundwater basins

III. SWP WATER SUPPLY

- a. Banner year for water supply. Reservoirs across the state are in good shape
- b. San Luis remains full. Lake Shasta is full for the first time in nearly 20 years
- c. Snowpack in the Southern Sierras is still 67% of April 1st average and 511% of normal as of June 13th, 2023
- d. Outlook for remainder of June and July:
 - i. Precipitation is near normal for the rest of June
 - ii. Temperatures are estimated to be below normal for the rest of June and leaning above average for July when snowmelt will increase the flows

IV. SWP OPERATIONS REPORT

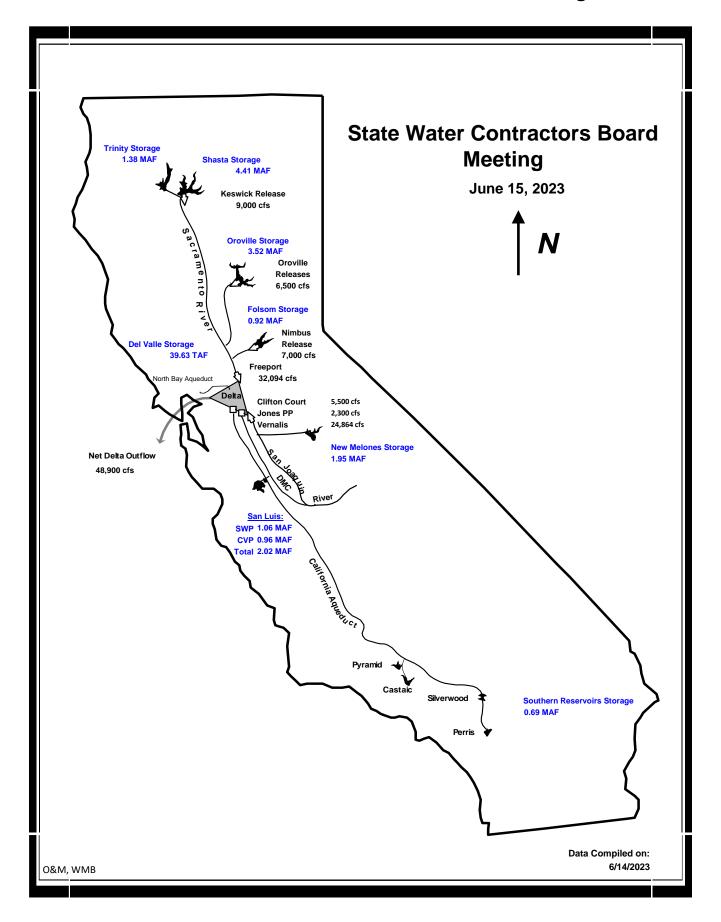
a. Molly White (DWR) was absent from the meeting so Board skipped normal water operations update and directed people to staff report

V. SWP WATER QUALITY REPORT

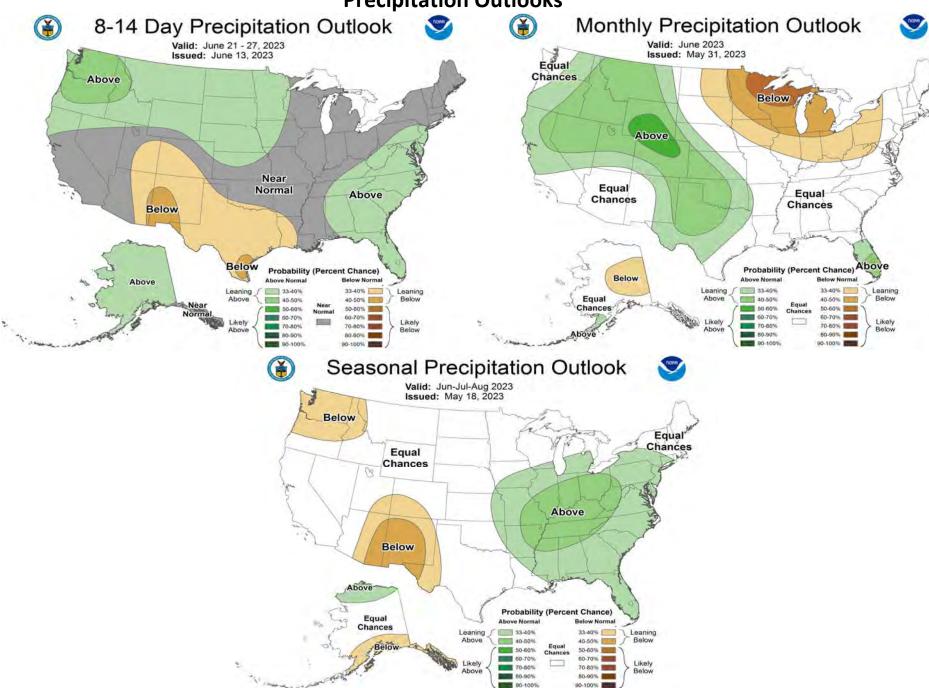
- a. Water quality is about average and expected for a wet year. Increased levels and otherwise inconsistent data were the result of malfunctioning equipment that has since been repaired
- b. DWR continuing to monitor water quality levels as temperatures rise and snowmelt increases

VI. GENERAL MANAGER'S REPORT

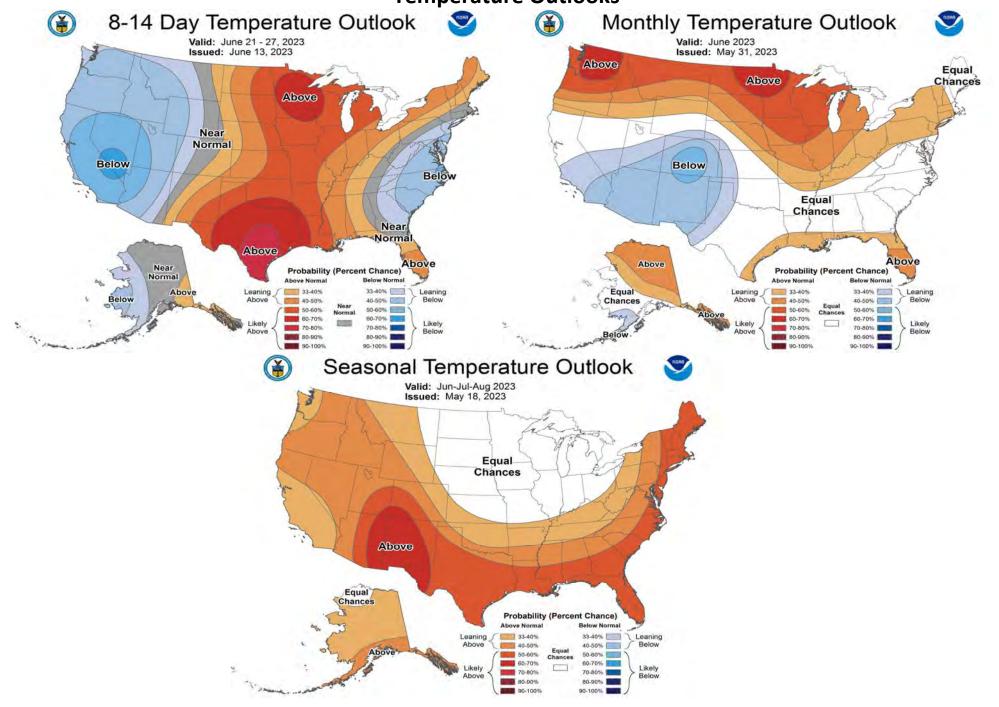
- a. SWC authorized the GM to enter into or amend the consulting contracts in order to support completing priority activities
 - i. The funds included the SWC Dues Fund for \$637,000, the Bay-Delta Fund for \$485,000, the Energy Fund for \$105,000, and the Delta Conveyance Fund for \$420,000
- b. SWC authorized the use of \$30,000 to support a facilitated rafting event to develop and strengthen relationships with NGOs and other partners.
 - i. The trip with be in coordination with UC Merced and the Environmental Defense Fund



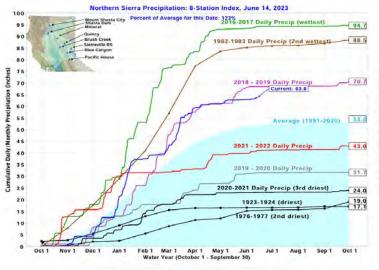
Precipitation Outlooks

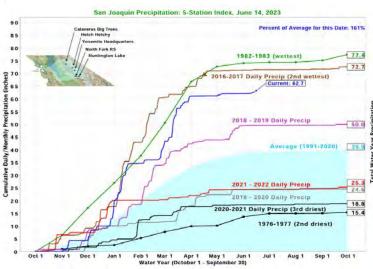


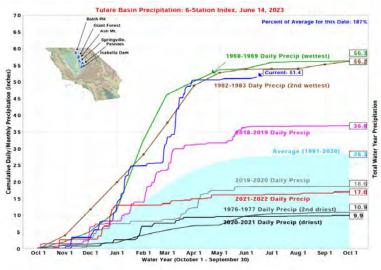
Temperature Outlooks

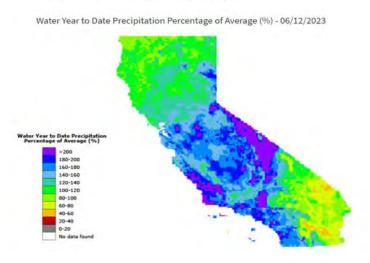


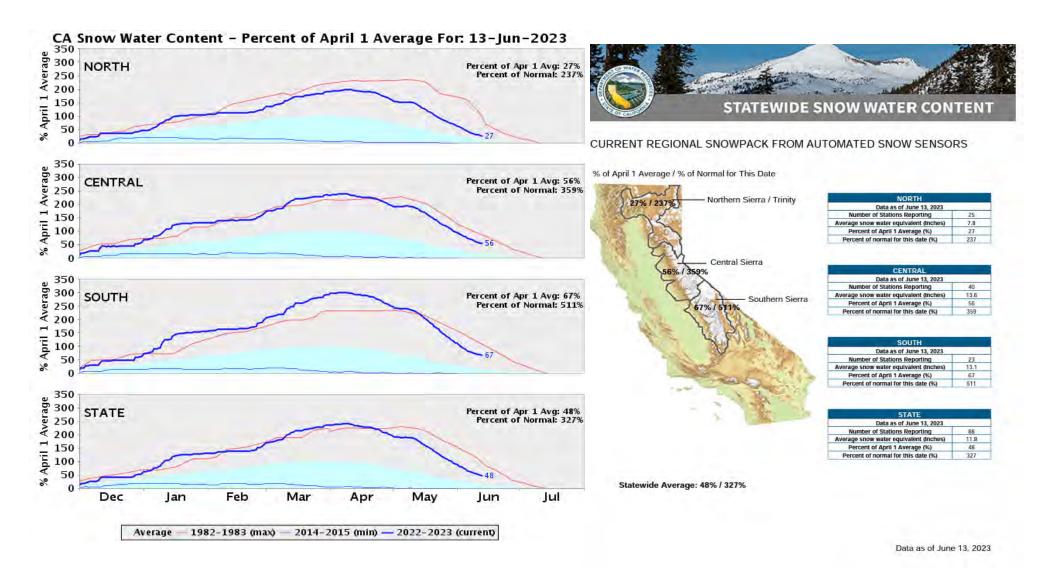
Statewide Precipitation Conditions as of 06/14/2023						
	Northern Sierra 8-Station	Northern Sierra 8-Station San Joaquin 5-Station Tulare Lake 6-Statio				
	Index inches (%)	Index inches (%)	Index inches (%)			
October	0.0" (0%)	0.0" (0%)	0.0" (0%)			
November	4.7" (88%)	4.4" (122%)	3.4" (130%)			
December	16.7" (167%)	15.7" (241%)	10.1" (219%)			
January	16.1" (176%)	14.6" (189%)	11.3" (205%)			
February	6.0" (67%)	8.7" (126%)	8.6" (168%)			
March	15.9" (196%)	17.7" (280%)	17.1" (380%)			
April	1.6" (37%)	0.1" (2%)	0.1" (4%)			
May	1.9" (67%)	0.9" (42%)	0.4" (30%)			
June	0.9" (81%)	0.6" (100%)	0.4" (100%)			
Season-to-Date	63.8" (123%)	62.7" (160%)	51.4" (186%)			
WY Average	53.2" (119%)	40.0" (156%)	28.3" (181%)			



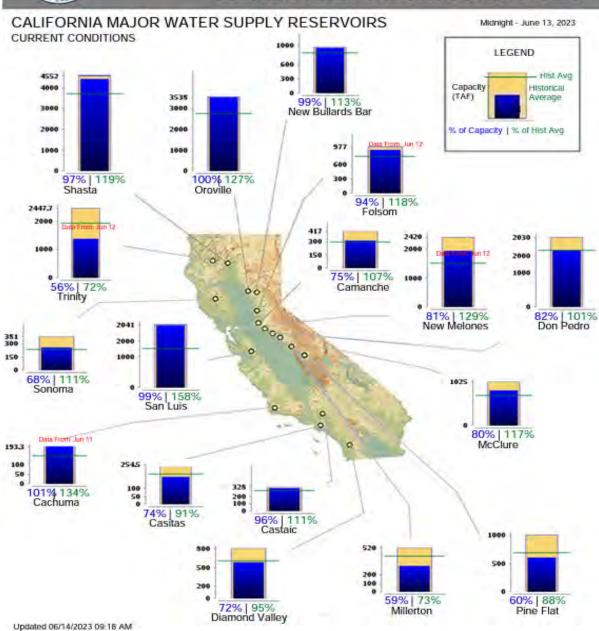












	Storage (TAF)	% Average
Shasta	4,417.6	119%
Oroville	3,520.4	127%
Folsom	916.7	118%
San Luis	2,022.6	158%

MINUTES OF THE REGULAR MEETING OF THE DESERT WATER AGENCY BOARD OF DIRECTORS

5-B

June 20, 2023

DWA Board:	Paul Ortega, President) Jeff Bowman, Vice President) Gerald McKenna, Secretary-Treasurer) Kristin Bloomer, Director) Steve Grasha, Director)	
DWA Staff:	Steve Johnson, Assistant General Manager Esther Saenz, Finance Director Sylvia Baca, Asst. Secretary of the Board Kris Hopping, Human Resources Director Jamie Hoffman, Senior Admin. Asst.	
Absent:	Mark Krause, General Manager)	
Consultants:	Michael T. Riddell, Best Best & Krieger Dave Scriven, Krieger & Stewart Ashley Metzger, Regional Government Svcs.	
	esident Ortega opened the meeting at 8:00 a.m. and asked arer McKenna to lead the Pledge of Allegiance.	Pledge of Allegiance
Pre Baca to conduct	esident Ortega called upon Assistant Secretary of the Board the roll call:	Roll Call
Pre	esent: Grasha, Bloomer, McKenna, Bowman, Ortega	
Pre items not listed o	esident Ortega opened the meeting for public comment for on the Agenda.	Public Comment on Items Not Listed on the Agenda
	ere was no one from the public wishing to address the Board ed on the Agenda.	
Pre items listed on the	esident Ortega opened the meeting for public comment for the Agenda.	Public Comment on Items Listed on the Agenda
The	ere was no one from the public wishing to address the Board	

for items listed on the Agenda.

President Ortega called for approval of the Consent Calendar. He noted that Consent Calendar Items 5-A through 5-C are expected to be routine and to be acted upon by the Board of Directors at one time without discussion. If any Board member requests that an item be removed from the consent calendar, it will be removed so that it may be presented separately.

- A. Approve Minutes of the June 6, 2023 Regular Board Meeting
- B. Receive and File Minutes of the June 15, 2023 Executive Committee Meeting
- C. Receive and File May 2023 Outreach & Conservation Activities & Events

Director Grasha moved for approval of Consent Calendar Items 5A through 5C. After a second by Director Bloomer, the motion carried by the following roll call vote:

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega

NOES: None ABSENT: None ABSTAIN: None

Assistant General Manager Johnson presented the staff report.

Assistant General Manager Johnson noted at the May 16, 2023 meeting, the Board determined that funds should be raised by a replenishment assessment and today's public hearing was set. As indicated in the Engineer's report, the proposed West Whitewater and Mission Creek Groundwater Replenishment Assessment will be \$195 per acre-foot. He noted that a copy of the notice of today's Public Hearing was sent to all pumpers on May 25 as well as the recommended replenishment assessment to be considered.

Concluding his report, Mr. Johnson stated that staff recommends adoption of, 1). West Whitewater River Subbasin Resolution No. 1303 Making Findings in Fact Pursuant to Section 15.4 of DWA Law for the Replenishment Assessment, 2). West Whitewater River Subbasin Resolution No. 1304 Levying a Replenishment Assessment 2023/2024, 3). Mission Creek Subbasin Resolution No. 1305 Making Findings in Fact Pursuant to Section 15.4 of DWA Law for the Replenishment Assessment; and 4). Mission Creek Subbasin Resolution No. 1306 Levying a Replenishment Assessment FY 2023/2024.

President Ortega declared the public hearing open at 8:08 a.m.

Close Public Hearing

Open Public Hearing

There being no one from the public wishing to address the Board and no written comments received regarding the proposed assessments, President Ortega closed the public hearing at 8:09 a.m.

Approval of the Consent Calendar

- A. Approve Minutes of the 06/06/23 Regular Board Mtg.
- B. Receive & File Minutes of the 06/15/23 Executive Comm. Mtg.
- C. Receive & File May 2023 O&C Activities & Events

Public Hearing: 2023/2024 Groundwater Replenishment Assessments Director Grasha made a motion to adopt Resolution No's. 1303 – 1306 for the West Whitewater River and Mission Creek Subbasins Groundwater Replenishment Assessments. After a second from Secretary-Treasurer McKenna the motion carried by the following roll call vote:

Public Hearing: (Cont.) 2023/2024 Groundwater Replenishment Assessments

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega

NOES: None ABSENT: None ABSTAIN: None

Finance Director Saenz presented the staff report.

Action Items: Fiscal Year 2023/2024 Operating, General & Wastewater Budgets

Mrs. Saenz reported after the June 6 draft budget presentation that adjustments were made to the Operating and General Fund. She also stated that there have been no changes to the Wastewater Fund Budget since last presented to the Board.

In response to President Ortega, Finance Director Saenz stated that the conservation budget as well as the turf, which is a subset of the conservation, is split 50/50 between Operating and General funds.

Responding to President Ortega, Senior Advisor Metzger stated that along with DWA's \$3.69 million dollars in turf rebates she anticipates the support by the City of Palm Springs bringing another \$1 - \$1.2 million dollars of additional funding making it more sustainable. Mrs. Metzger went on to say that the Agency is looking into a new residential ultra-low flow toilet program in addition to a hospitality suite program offering incentives to help customers save a significant amount of water.

Director Grasha made a motion to adopt the Operating, General and Wastewater Fund budgets for Fiscal Year 2023/2024, After a second from Secretary-Treasurer McKenna the motion carried by the following roll call vote:

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega

NOES: None ABSENT: None ABSTAIN: None

Assistant General Manager Johnson provided an update on Agency operations for the past several weeks.

General Manager's Report

Director Grasha noted his virtual attendance at the AWWA Conference June 12-14, the CVWD Board meeting online on June 13, and the Sites Authority meeting online on June 16.

Directors Reports on Mtgs/Events Attended on Behalf of the Agency

Secretary-Treasurer McKenna noted his attendance at the AWWA Conference June 12-14, the MSWD Board meetings June 6 & 19, in addition to the City of Desert Hot Springs Council meeting on June 6.

President Ortega noted his attendance at the AWWA Conference June 12-14.

Directors Reports on Mtgs/Events Attended on Behalf of the Agency (Cont.)

Director Grasha noted an upcoming hearing on August 2 in Sacramento at the California Environmental Protection Agency on a proposed rulemaking for Chromium 6 standard. He suggested that the Agency include in its budget to have someone from the engineering department participate in these meetings.

Directors Comments/Requests

Vice President Bowman noted his upcoming interview with NBC reporter Brooke Beare to discuss the water and spas in Desert Hot Springs.

Secretary-Treasurer McKenna suggested extending the invitation to include the Desert Hot Springs City Council on the joint tour of the Mission Creek Replenishment facility. He went on to state that he feels there is an opportunity at the facility for recreational use as well as other facilities in the future.

At 9:00 a.m., President Ortega convened into Closed Session for the purpose of Conference with Legal Counsel, (A) Existing Litigation, pursuant to Government Code Section 54956.9 (d) (1), Agua Caliente Band of Cahuilla Indians vs. Coachella Valley Water District, et al (Two Cases); (B) Existing Litigation, pursuant to Government Code Section 54956.9 (d) (1), Mission Springs Water District vs. Desert Water Agency; et al; (C) Existing Litigation, Pursuant to Government Code Section 54956.9 (d) (1), AT&T vs. County of Riverside.

Closed Session:

A. Existing Litigation – ACBCI vs. CVWD, et al. (2 Cases) B. Existing Litigation – MSWD vs. DWA Agency et al C. Existing Litigation -AT&T vs. County of Riverside

At 9:17 a.m., President Ortega reconvened the meeting into open session and announced there was no reportable action taken.

Reconvene – No Reportable Action

In the absence of any further business, President Ortega adjourned the meeting at 9:18 a.m.

Adjournment

Sylvia Baca Assistant Secretary of the Board

Minutes Conservation & Public Affairs Committee

June 26, 2023

Directors Present: Paul Ortega, Steve Grasha

Staff Present: Mark Krause, Steve Johnson, Melinda Weinrich

Consultant Present: Ashley Metzger

Public Present: None

Call to Order

1. Public Comments - None

2. <u>Discussion Items</u>

A. Outreach updates

Staff presented outreach efforts in May and June as well as planned upcoming campaigns for FY 2023/24. Staff discussed efforts including the rate increase outreach, promotion of the annual water quality report and social media campaigns. Staff also presented the 2023/24 "Getting to Know DWA" campaign to educate the community on all that goes into bringing water to customers' taps.

B. Update on conservation programs

Staff informed the Committee on the status of conservation incentive programs, including a review of the status of each incentive program, the level of participation and budget expended in the 2022/23 fiscal year. Based on participation, it is anticipated 335 acre feet per year will be saved from the incentive program activity in 2022/23. Staff also provided an update on new programs that are planned to launch in the summer of 2023.

C. DAC program update

Consultant Metzger updated the Committee on the grass removal incentive program for low-income customers. Currently, the program continues to have low participation. Staff presented the Committee with a few options on how to approach the program to ensure grant funding is utilized in DAC communities for grass removal.

D. Conservation study update

Staff provided an update on the grant-funded Regional Water Conservation Study to study the local water savings and cost-effectiveness of grass removal programs in the valley. The study will be proceed with the selected consultant team.

E. MSWD coordination

The Committee discussed coordination opportunities with Mission Springs Water District (MSWD). The Committee also discussed the grass removal project that DWA partnered with MSWD on for Mission Lakes Country Club (MLCC) and future MLCC projects.

Adjourn

Minutes Executive Committee Meeting

June 27, 2023

Directors Present: Paul Ortega, Jeff Bowman

Staff Present: Mark Krause, Steve Johnson, Esther Saenz, Sylvia Baca

Consultant Present: Ashley Metzger

Call to Order

1. Public Comments - None

2. Discussion Items

A. Review Agenda for June 28, 2023 Prop 218 Hearing

The agenda for the June 28, 2023 Special Board Meeting (Prop 218 Hearing) was reviewed.

B. Review Agenda for July 5, 2023 Board Meeting

The draft agenda for the July 5, 2023 Board Meeting was reviewed.

C. CSDA Board of Directors, Southern Network Seat C Request(s) for Support

Staff provided Chair Ortega the letter of support received and the slate of candidates. The Committee directed General Manager Krause to cast the electronic vote for the incumbent, Arlene Shafer. The electronic vote will be submitted by July 14.

D. 2023 Countywide Oversight Board Request for Support

Staff provided Chair Ortega with the letter of support received and the official ballot. The Committee decided to vote for Russ Martin. Chair Ortega will submit the completed by July 14.

E. Draft Ordinance No. 76 (Board Compensation)

Staff provided the Committee with the draft Ordinance which revises Section I, that includes the 4.2% Cost of Living increase for the Board. This ordinance will repeal Ordinance No. 62 and No. 64. The Committee directed Staff to start the legal notice requirements and place the ordinance on a future Board meeting agenda. It was noted that the ordinance becomes effective 60 days after adoption.

F. Sunrise Park Recycled Water Project

Staff and Consultant Metzger provided the Committee with information on the proposed Sunrise Park Recycled Water project. The Committee directed staff to bring this item back for discussion at a future Board meeting.

G. Mission Creek Groundwater Replenishment Facility Tour

Staff confirmed the date of this Special joint board meeting with Mission Springs Water District to conduct the tour on July 25.

H. Expense Reports

This item was not discussed.

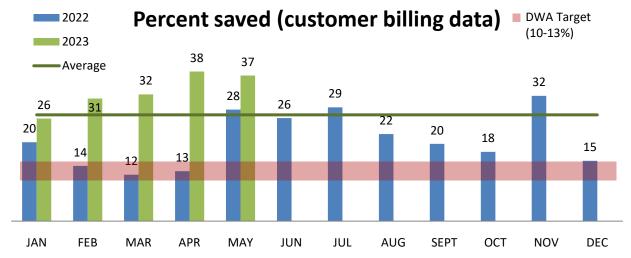
Adjourn

STAFF REPORT TO DESERT WATER AGENCY BOARD OF DIRECTORS

JULY 5, 2023

RE: MAY 2023 WATER USE REDUCTION FIGURES

Desert Water Agency customers reduced water consumption per meter by 37% during May 2023 compared to the same month in 2013 – the baseline year the State Water Resources Control Board (State Water Board) used to measure statewide conservation achievements during the last drought.



Over the past 12 months, consumption per meter is trending 27% lower compared to 2013. DWA is asking its customers to voluntarily save 10-13% compared to 2013 to help achieve long-term sustainability.

Water production (water from well and stream sources) was down 32% in May 2023 compared to May 2020 (the State's baseline). DWA is encouraging and incentivizing conservation for long-term sustainability.

In 2022, the State Water Board required water suppliers to implement Level 2 of their Water Shortage Contingency Plans to reduce water use by up to 20% with the Governor specifically requesting 15%. On March 24, 2023, the Governor removed the 15% request and the Level 2 requirement. On April 18, 2023, DWA returned to level 1 of its Water Shortage Contingency Plan.

Rain and cooler than average weather may account for the high savings in 2023.

May 2023 conservation per meter percentage	37%
May 2023 consumption per meter	41 HCF
May 2013 consumption per meter	65 HCF
May 2023 gross consumption conservation percentage	32%
May 2023 metered potable consumption	2,247 AF
May 2013 metered potable consumption	3,318 AF
The percentage of the Total Monthly Potable Water Production going	57%
to residential use only for the reporting month	
Population (projected based on number of active residential meters	74,286
and inclusive of seasonal residents)	
Estimated R-GPCD	239
Number of public complaints of water waste or violation of	43
conservation rules received during the reporting month.	
Number of contacts with customers for actual/alleged water waste or	10
for a violation of conservation rules.	
Number of field visits for water waste follow up.	19
Number of citations for violation of conservation rules.	1

STAFF REPORT TO DESERT WATER AGENCY BOARD OF DIRECTORS

JULY 5, 2023

RE: REQUEST ADOPTION OF RESOLUTION NO. 1310 ESTABLISHING TAX RATE FOR FISCAL YEAR 2023/2024

Attached for the Board's review is a copy of Resolution No. 1310, which certifies to the Riverside County Board of Supervisors the Desert Water Agency ad valorem tax rate for the 2023/2024 Fiscal Year. The taxes (SWP Tax) collected are used to meet our financial contractual obligations relating to the State Water Project (SWP).

In order to determine the amount that is necessary to be raised by ad valorem taxes, staff analyzes and compares the Agency's current year and projected revenue from the Agency's Replenishment Assessment Charge available to cover SWP charges, current and projected increases in property values and its impact of ad valorem tax revenues, against the current anticipated State Water Contract invoices in Fiscal Year 2023/2024 and projected costs, projected Agency SWP reserve targets and the current and anticipated costs associated with supplemental water supply projects that will appear on the SWP invoices. Taking these factors into consideration and along with tax rate stability the Agency, recommends a tax rate necessary to fund current expenditures and provide an adequate ending reserve balance for long term revenue requirements. The 2023/2024 Ad Valorem Tax Rate Calculations are attached.

The Agency utilizes revenues generated by the Agency's Replenishment Assessment Charge and the SWP Tax to meet its financial, contractual obligations for imported water from the State Water Project. The Replenishment Assessment Charge (RAC) is intended to cover charges attributable to the delivery of the SWP water, and the SWP Tax is intended to cover charges related to the availability of the imported water source. The Agency's enabling act only allows the RAC to include recovery of the SWP charges attributable to the delivery of the SWP water; it does not allow the RAC calculation to include recovery of the SWP charges attributable to the availability of SWP water. Currently, the RAC rate is not sufficient to cover all RAC related expenditures as outlined in the 2023/2024 Engineer's Report on Groundwater Replenishment and Assessment Program. Where RAC revenue is insufficient to cover all SWP Charges, the SWP Tax revenue covers the remainder of the State Water Contract obligations. This deficit paid from the SWP Tax is only used to pay SWP contractual obligations. The SWP tax revenue is not used for any other purpose. The Agency has a multi-year plan in place to bring the RAC Rate up to a level where it is sufficient to cover all anticipated RAC related expenditures as outlined in the Agency's Engineer's Report on Groundwater Replenishment and Assessment Program.

It would be infeasible to utilize the Agency's retail water rate revenue to pay for all 2023/2024 SWP expenditures, given that (a) a significant portion of the imported water is used by water purveyors other than the Agency, for delivery to their retail customers, and (b) the Agency's retail rates and charges for FY 2023/2024 have been calculated in accordance with Article XIII D of the California Constitution. Because the Agency itself also pays the Replenishment Assessment Charge assessed on the production of water from areas benefitting from the recharge of imported water, the Agency's retail water rate includes a proportionate share of the RAC related expenditures as compared to other groundwater producers within the Agency's boundaries. If the Agency were to include all 2023/2024 SWP expenditures in the calculation of the Agency's retail water rate, it would increase the rate from \$2.44 per hcf to approximately \$4.55 per hcf, almost doubling the Agency's retail water rate, and those customers alone would bear the cost of supplying imported water to customers of other water purveyors located in other areas of the Agency.

Through the adoption of this resolution, the Desert Water Agency Board of Directors will fix the tax rate of \$0.08 per \$100 of assessed valuation, as included in the 2023/2024 General Fund Budget, which is a reduction in the rate charged in FY 2022/2023.

The attached Summary of Assessed Valuations and Resulting Tax Rates, from the 2023 2024 Desert Water Agency General Fund budget, provides a breakdown by source of the estimated property tax revenue.

If Resolution No. 1310 is adopted today, Staff will submit a copy to the County Board of Supervisors to be included on their upcoming agenda for adoption. The resolution directs the County Board of Supervisors to levy such tax rate for the 2023/2024 Fiscal Year on all taxable property within the Agency.

Legal Review:

Legal Counsel has reviewed Resolution No. 1310 and this staff report.

Fiscal Impact:

The Board of Directors fixing the tax rate of \$0.08 per \$100 of assessed valuation, will provide \$38,600,000 in estimated property tax revenue, as included in the 2023/2024 General Fund Budget.

Recommendation:

Staff recommends that the Board adopt Resolution No. 1310 Establishing the tax rate for the 2023/2024 Fiscal Year of \$0.08 per \$100 of assessed valuation.

Attachments:

- 1. Resolution No. 1310
- 2. 2023/2024 Ad Valorem Tax Rate Calculations
- 3. Summary of Assessed Valuations and Resulting Tax Rates (Desert Water Agency 2023/2024 Budget, Page 22)
- 4. Tax Rate Projections

RESOLUTION NO. 1310

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE DESERT WATER AGENCY DETERMINING, CERTIFYING, AND DIRECTING 2023/2024 LEVIES PURSUANT TO SECTION 27 OF THE AGENCY ACT AS AMENDED

WHEREAS, Section 27 of the Agency's enabling act provides that the Board of Directors shall determine the amounts of money necessary to be raised by taxation during the fiscal year, and shall fix the rate or rates to be levied which will raise the amounts of money required by the Agency, and within a reasonable time previous to the time when the Board of Supervisors of Riverside County is required by law to fix its tax rate, the Board of Directors shall certify to the Board of Supervisors the rates so fixed and shall furnish a statement in writing containing: (a) an estimate of the minimum amount of money required to be raised by taxation for the payment of principal and interest on any bonded debt of the Agency; and (b) an estimate of the minimum amount of money to be raised by taxation for all other purposes of the Agency; and

WHEREAS, these general provisions of law have been amended in part by the statutes enacted in response to the passage of Proposition 13 in June, 1978, (Article XIIIA of the California Constitution); and

WHEREAS, Section 93(a) of the Revenue and Taxation Code limits the ability of the Agency to levy ad valorem property taxes, except for that amount which is equal to the amount needed to make annual payments for the interest and principal on general obligation bonds or other indebtedness approved by the voters prior to July 1, 1978; and

WHEREAS, Section 93(b) of the Revenue and Taxation Code further provides that for other purposes of local government, the County shall levy an ad valorem property tax equal to \$1.00 per \$100 of assessed valuation, and the revenues from such tax are to be distributed to local agencies in accordance with the provisions of Sections 95 et seq. of the Revenue and Taxation Code; and

WHEREAS, this Agency has a contractual obligation to make annual payments to the State of California pursuant to its Water Supply Contract dated October 17, 1962; and

WHEREAS, such contractual obligation constitutes indebtedness approved by the voters of the State prior to July 1, 1978 within the meaning of Article XIIIA of the California Constitution and Section 93(a) of the Revenue and Taxation Code; and

WHEREAS, this Agency has been advised by the Assessor of Riverside County that the assessed valuation of the property within the Agency for the fiscal year 2023/2024 is \$21,876,081,634; and

WHEREAS, the Agency needs to levy an ad valorem property tax rate for its Fiscal Year 2023/2024 solely for the purpose of paying its financial obligations under its Water Supply Contract and because it would not be feasible, equitable or legally permissible to make such payments exclusively from rates and charges for the delivery of water;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Desert Water Agency as follows:

- 1. The Board does hereby determine that the minimum amount necessary to be raised by taxation during the fiscal year 2023/2024 for payment of indebtedness to the State of California pursuant to the Water Supply Contract of the Agency, dated October 17, 1962, is \$38,600,000 and does hereby fix a tax rate of \$0.08 per \$100 of assessed valuation upon all taxable property within the Agency, which will raise such required sum.
- 2. An estimate of the minimum amount of money required to be raised by taxation during the fiscal year for all other purposes of the Agency is \$1,752,000.
- 3. The Board does hereby certify to the Board of Supervisors of Riverside County that for the Fiscal Year 2023/2024 it has fixed the tax rate of \$0.08 per \$100 of assessed valuation for payments due under its State Water Contract, and does hereby direct that such Board of Supervisors, at the time and in the manner required by law for levying of taxes as may be levied by the Board of Supervisors, shall levy such tax rate for the fiscal year 2023/2024 upon all taxable property within the Agency.
- 4. The determination of the amount necessary to be raised by taxation which is set forth in Paragraph 1 of this resolution shall constitute the statement in writing required to be filed with the Board of Supervisors pursuant to Section 27 of the Agency's enabling act. The tax rate set herein is fixed pursuant to such Section 27, and Section 93(a) of the Revenue and Taxation

Code, and shall be in addition to the allocation of the general tax levy distributed to this Agency pursuant to Section 93(b) of the Revenue and Taxation Code.

- 5. In meeting the obligations due under its Water Supply Contract, the Agency relies first and to the extent feasible upon replenishment assessment revenues for the delivery of water to replenish groundwater supplies, but the Agency's enabling act limits the Water Supply Contract charges that may be included in the calculation of the Agency's annual groundwater replenishment assessments levied to pay such charges. The Board does hereby find and determine that revenues derived from groundwater replenishment assessments are and will be insufficient to meet the payments due under the State Water Contract during the fiscal year 2023/2024, and that it is necessary to levy the tax rate fixed herein in order to make such payments. This tax rate does not constitute an increase or a decrease in the Agency's reliance upon groundwater replenishment assessment revenues or other available revenue sources in order to make its required payments due under its Water Supply Contract.
- 6. A certified copy of this Resolution shall be filed with the Board of Supervisors of Riverside County, and the office of Auditor-Controller of Riverside County, forthwith.

ADOPTED this 5th day of July 2023.

	Paul Ortega, President
ATTEST:	

2023/2024

Ad Valorem Tax Rate Calculations

SWP Tax Revenue Requirement		
RAC Revenue	\$	8,155,000.00
Less: RAC Expenses ¹	\$ \$ \$	(6,142,800.00)
Less: RAC Capital Charges ¹	\$	(219,000.00)
RAC Revenue Balance ²	\$	1,793,200.00
RAC Revenue Balance	\$	1,793,200.00
Less: SWP Capital Charges paid by RAC ³	\$ \$ \$	(1,810,800.00)
Less: SWP Expenses paid by RAC ³		(14,205,900.00)
Balance to be paid by SWP Tax	\$	(14,223,500.00)
SWP Tax Revenue Requirement		
SWP Expenses paid by Tax Only ⁴	\$	7,147,200.00
SWP Capital paid by Tax Only ⁴	\$ \$ \$	5,489,000.00
SWP Charges paid by RAC first then Tax ³	\$	14,223,500.00
Minimum Annual SWP Tax Revenue Requirement	\$	26,859,700.00
SWP Reserves ⁵	\$	11,740,300.00
Total SWP Tax Requirement		38,600,000.00
Assessed Vauations ⁶		
(Base Year 2022/2023)		
Secured	\$	20,554,248,137.00
Unsecured ⁷	\$ \$	847,122,526.00
	\$	21,401,370,663.00
Tax Revenue		
SWP Tax Revenue Requirement	\$	38,600,000.00
Less: Estimated SBE Unitary Tax Revenue	\$ \$ \$ \$	(19,562,000.00)
Less: Estimated Redevelopment Tax Revenue	\$	(1,748,000.00)
Less: Unsecured at Prior Year rate (\$0.10/\$100 A.V.)	\$	(847,000.00)
Revenue Requirement from secured Ad Valorem Tax Rate	\$	16,443,000.00
Ad Valorem Tax Rate		
Ad Valorem Tax Rate Ad Valorem Tax Rate (\$/\$100 AV)	\$	0.08
	\$ \$	0.08 16,443,398.51

Footnotes

¹ Funded by RAC Revenue ONLY

² Where RAC revenues are not sufficient to cover all RAC Expenditures, these expenditures may NOT be paid for by the SWP Tax. When this figure is negative, it may not be used as an input for the subsequent section of this evaluation.

³ Funded by RAC Revenue first and where RAC Revenues are insufficient to cover the remainder of the charges, the SWP Tax may cover the balance of the charges

 $^{^4}$ SWP Expenditures that, according to DWA Law, cannot be paid for by the RAC and must be paid for by SWP Tax.

⁵ SWP Reserves in accordance with DWA Reserve Policy (Resolution 1302)

⁶ Less 2.17% delinquency factor

⁷ Utilizes prior year tax rate of \$0.10/\$100 A.V.

GENERAL FUND

2023 - 2024 Budget

Summary of Assessed Valuations and Resulting Tax Rates

Assessed Valuations

Secured	\$20,554,248,137
Unsecured	\$847,122,526

Total Estimated Assessed Valuations*

\$21,401,370,663

Tax Rate	<u>2022-2023</u>	2023-2024
Secured	\$0.10	\$0.08
Unsecured	\$0.10	\$0.10

Estimated Revenue from Property Taxes

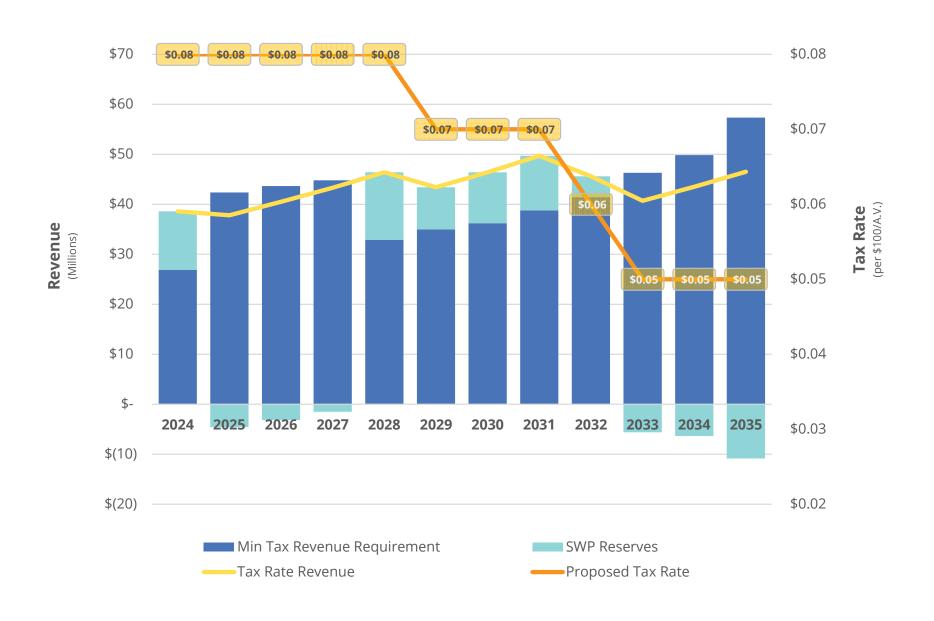
Secured	\$16,443,000
Unsecured	\$847,000
SBE Unitary	\$19,562,000
RPTTF	\$1,748,000
County 1% General Purpose Allocation	\$1,752,000

TOTAL ESTIMATED PROPERTY TAXES

\$40,352,000

^{*} Assessed values reflect a combined 2.17% delinquency and value adjustment factor for secured and unsecured valuations

Tax Rate Projections



STAFF REPORT TO DESERT WATER AGENCY BOARD OF DIRECTORS

JULY 5, 2023

RE: REQUEST APPROVAL OF OTHER SERVICES RENDERED AS A DIRECTOR LISTING OF COMPENSABLE EVENTS

On June 15, 2023, the Executive Committee discussed the addition of Cybersecurity trainings to the listing of compensable events and recommended its presentation to the full board for consideration. These Cybersecurity trainings are mandatory for Agency employees and are encouraged for Board Directors to complete the trainings as well, as they have access to Agency Information Technology assets and possess DWA domain email addresses.

Currently, the Cybersecurity trainings do not fall within a defined category of compensable events/meetings under Section II of Ordinance No. 62. The current categories, and corresponding listings, include:

Compensable Categories

- 1. Conferences
- 2. External Meetings
- 3. Public Events

In order for this training to qualify as a day of service for compensation, a new "Other Services Rendered as a Director" listing will need to be created. This listing will provide a Section II category of events that can contain the Cybersecurity trainings. This listing may be updated as the Board desires to add or remove any events from the listing.

When adding additional events to the Section II "Other Services Rendered as a Director" listing, the Board may also determine a maximum quantity of an event per year will be compensated. For example, the monthly cyber security trainings take approximately 15-30 minutes to complete. In addition to this monthly training, if an individual fails the monthly phishing test, they will be assigned an additional targeted remediation training. Including the remediation trainings, there is a possibility of up to 24 trainings in a year. Important considerations regarding this training are session duration, remediation training and total number of training sessions. Options the Board might consider include grouping training sessions together, for example three (3) trainings shall equal a day of service, or a limit of one (1) compensable training per quarter can be set. If the Board determines that all remedial trainings will not be compensated, a limit can be set of one (1) compensable training per month. Or, if the Board determines that all trainings will be compensated, no limit will be set.

The maximum number of compensable days in any calendar month will remain at ten days as mandated by the California Water Code.

Legal Review:

Legal Counsel has reviewed this staff report and "Other Services Rendered as a Director" listing.

Fiscal Impact:

None

Recommendation:

If the Board desires the Cybersecurity trainings to be a compensable event, Staff recommends that the Board approve the listing of Other Services Rendered as a Director to be included as compensable events according to Section II of Ordinance No. 62, or successor Ordinance.

Attachments:

1. Other Services Rendered as a Director Listing



Other Services Rendered as a Director List Desert Water Agency July 5, 2023

1. Agency assigned Cybersecurity Trainings (XX max per quarter/year)

INVESTED

DESERT WATER AGENCY STATEMENT OF CASH RECEIPTS AND EXPENDITURES

OPERATING ACCOUNT

MAY 2023

BALANCE MAY 31, 2023			(\$2,070,894.91)	\$54,404,852.68
NET TRANSFER			\$157,235.00	(\$157,235.00)
INVESTED RESERVE FUNDS FUNDS MATURED FUNDS INVESTED – SCH. #3		\$3,905,591.11 3,748,356.11		
BOND SERVICE FUI	ND		\$0.00	
BOND SERVICE ACCOUNT MONTHLY WATER SALES EXCESS RETURNED BY B/A		\$0.00 \$0.00		
NET INCOME		(\$66	66,306.59)	
TOTAL PAYMENTS		\$4,175,40	5.29	
PAYMENTS PAYROLL CHECKS PAYROLL TAXES ELECTRONIC TRANSFERS CHECKS UNDER \$10,000.00 CHECKS OVER \$10,000.00 - CANCELLED CHECKS AND	SCH. #1	\$578,572.66 267,394.51 209,936.07 575,063.82 2,565,302.32 (20,864.09)		
TOTAL RECEIPTS		\$3,509,09	8.70	
POWER SALES METERS, SERVICES, ETC. REIMBURSEMENT – GENER REIMBURSEMENT – WASTE ACCOUNTS RECEIVABLE – CUSTOMER DEPOSITS – SU CUSTOMER DEPOSITS – CO LEASE REVENUE INTEREST RECEIVED ON IN FRONT FOOTAGE FEES BOND SERVICE & RESERVE MISCELLANEOUS	WATER FUND OTHER JRETY DNST. V. FDS.	92,310.02 10,199.65 115,485.00 0.00 0.00 11,893.94 6,886.00 9,000.00 4,007.58 147,268.89 0.00 0.00 12,643.05		
WATER SALES RECYCLED WATER WASTEWATER RECEIPTS		\$3,027,066.98 72,337.59 92,310.02		
BALANCE MAY 1,	2023	(\$1,561,823	.32)	RESERVE FUNDS \$54,562,087.68

Operating Fund
Schedule #1 - Checks Over \$10,000
DESERT_WATER



			May 2023
Check #	Name	Description	Amount
134199	Launa Amanda Stewart	DWA 2.0 Program & Change Management	\$ 65,591.56
134222	Badger Meter Inc	Water service supplies	\$ 62,685.47
134223	Best Best & Krieger LLP	Legal fees	\$ 117,901.11
134246	NBS	Consultaing Services -March 2023	\$ 11,976.86
134272	Regional Government Services	Consultaing Services -March 2023	\$ 18,672.20
134273	Southland Water Technologies	Water service supplies	\$ 30,572.78
134283	Z & L Paving	Paving	\$ 15,634.25
134285	ACWA/JPIA	Health, dental & vision insurance premiums - June 2023	\$ 207,096.65
134292	Singer Lewak LLP	IT Governance	\$ 37,440.00
134297	Shumaed Corp	Water service supplies-Shelter Building Model 5472	\$ 19,800.00
134301	Cardmember Service	Purchases	\$ 20,549.47
134307	Sunrise Racquet Club	Grass removal rebate	\$ 13,708.00
134322	CPC Systems Inc	Water service supplies	\$ 15,212.80
134324	Sagewood HOA	Grass removal rebate	\$ 18,218.00
134326	Blackhaus	Water service supplies	\$ 17,833.53
134352	Blackflow Apparatus & Valve Co	Water service supplies	\$ 13,047.73
134354	Badger Meter Inc	Water service supplies	\$ 76,300.09
134356	Beck Oil Inc	Fuel purchase	\$ 22,700.41
134358	Best Best & Krieger LLP	Legal fees	\$ 97,767.22
134362	CDW Direct	Water service supplies	\$ 15,814.35
134377	Custom Concepts Tree Care	Landscape maintenance	\$ 49,600.00
134384	Down to Earth Landscaping	Landscape maintenance	\$ 35,701.88
134385	Dudek	Fema Project #147524 & #147525	\$ 49,883.75
134392	Ferguson Waterworks #1083	Water service supplies	\$ 48,228.86
134400	Iconix Waterworks Inc	Water service supplies	\$ 24,947.41
134403	Itron Inc	Meter Reading Expenses	\$ 10,500.00
134405	Kriger & Stewart Inc	Engineering	\$ 23,976.02
134412	McKeever Waterwell & Pump Inc	Water service supplies	\$ 34,990.00
134430	Singer Lewak LLP	IT Governance	\$ 76,560.89
	-		

Operating Fund Schedule #1 - Checks Over \$10,000

DESERT WATER	

				IVIAY ZUZS
134434	Southern Calif Edison	Power	\$	311,207.35
134438	Thatcher Company Of California	Water service supplies	\$	93,641.66
134439	Turbine Repair Services	Hydro D & I maintenance	\$	124,000.00
134441	MJM Holdings Inc	Grass removal rebate	\$	12,180.00
134442	United Water Works Inc	Water service supplies	\$	47,046.52
134454	Z & L Paving	Paving	\$	31,682.50
134455	Thomas Dair	Grass removal rebate	\$	15,174.00
134458	The Palm Regency	Grass removal rebate	\$	28,203.00
134465	Jared Andreas	Grass removal rebate-Cancelled	\$	10,071.00
134466	Jeffrey A Fowler	Grass removal rebate-Cancelled	\$	14,448.00
134470	The Fairways Homeowners	Grass removal rebate	\$	300,000.00
134471	Jordanna Lipson	Grass removal rebate	\$	44,720.00
134481	Canyon South II Homeowners Assoc	Grass removal rebate	\$	13,612.00
134483	Cathedral Cyn Country Club #9	Grass removal rebate	\$	11,231.00
134496	Jared Andreas	Grass removal rebate	\$	10,073.00
134497	Jeffrey A Fowler	Grass removal rebate	\$	14,450.00
134500	Casa Canyon HOA	Grass removal rebate	\$	10,421.00
134501	Richard Bush	Grass removal rebate	\$	11,432.00
134503	Lalith Chandrasena	Grass removal rebate	\$	25,056.00
134504	Ravindra Chandrasena	Grass removal rebate	\$	10,503.00
134511	Margaritaville resort	Grass removal rebate	\$	11,301.00
134516	Mark Neveu	Grass removal rebate	\$	11,198.00
134519	Sunrise Racquet Club	Grass removal rebate	\$	41,045.00
134522	Palm Springs Villas II	Grass removal rebate	\$	19,461.00
134524	Sunrise Villas HOA	Grass removal rebate	\$	21,318.00
134526	PalmSprings Country Club 3	Grass removal rebate	\$	13,250.00
134533	Seymour Lazar	Grass removal rebate	\$	10,751.00
134534	Hadi Yashruti	Grass removal rebate	\$	10,172.00
134542	Indian Canyon Gardens HOA	Grass removal rebate	\$	34,743.00
Total			\$:	2,565,302.32
				•

May 2023



As of 05/31/2023

Monthly Investment Portfolio Report

AGG- Operating Fund (213426)

Dated: 06/27/2023

Security Type

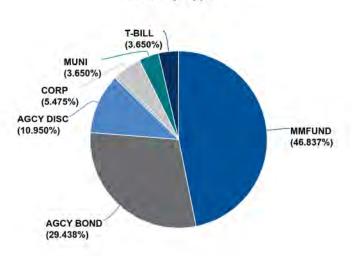


Chart calculated by: PAR Value

MMFUND

WINT ONE								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
LAIF Money Market Fund LAIF - OP			05/31/2023	05/31/2023	25,663,322.79	25,663,322.79	25,663,322.79	
LAIF Money Market Fund			05/31/2023	05/31/2023	25,663,322.79	25,663,322.79	25,663,322.79	

AGCY BOND

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL FARM CREDIT BANKS FUNDING CORP UnionBanc OP	04/29/2021	06/17/2023	04/28/2025	04/28/2025	1,000,000.00	999,500.00	924,776.00	4.781%
FEDERAL HOME LOAN BANKS UnionBanc OP	06/28/2021	06/30/2023	09/30/2024	09/30/2024	1,000,000.00	1,000,000.00	938,396.00	5.244%
FEDERAL HOME LOAN BANKS UnionBanc OP	09/30/2021	06/30/2023	09/30/2026	09/30/2026	1,000,000.00	1,000,000.00	898,993.00	4.305%
FEDERAL HOME LOAN BANKS UnionBanc OP	09/24/2021		09/13/2024	09/13/2024	1,130,000.00	1,125,513.90	1,066,489.48	4.949%
FEDERAL HOME LOAN BANKS UnionBanc OP	04/29/2022	04/29/2024	04/29/2027	04/29/2027	2,000,000.00	2,000,000.00	1,911,906.00	4.305%
FEDERAL HOME LOAN BANKS UnionBanc OP	05/24/2022	05/24/2024	05/24/2027	05/24/2027	2,000,000.00	2,000,000.00	1,921,580.00	4.384%
FEDERAL HOME LOAN BANKS UnionBanc OP	05/23/2022	08/23/2023	05/23/2025	05/23/2025	2,000,000.00	2,000,000.00	1,939,028.00	4.936%
FEDERAL HOME LOAN MORTGAGE CORP UnionBanc OP	08/20/2020	08/20/2023	08/20/2025	08/20/2025	1,000,000.00	1,000,000.00	917,058.00	4.598%
FEDERAL HOME LOAN MORTGAGE CORP UnionBanc OP	05/26/2022	08/26/2023	08/26/2024	08/26/2024	2,000,000.00	2,000,000.00	1,948,886.00	5.207%



Monthly Investment Portfolio Report As of 05/31/2023

AGG- Operating Fund (213426)

Dated: 06/27/2023

As of 05/31/2023					=======================================			Dated: 06/27/2023
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL NATIONAL MORTGAGE ASSOCIATION UnionBanc OP	06/30/2020	06/30/2023	06/30/2025	06/30/2025	1,000,000.00	1,000,000.00	923,135.00	4.643%
FEDERAL NATIONAL MORTGAGE ASSOCIATION UnionBanc OP	08/12/2020	08/12/2023	08/12/2025	08/12/2025	1,000,000.00	1,000,000.00	916,291.00	4.609%
FEDERAL NATIONAL MORTGAGE ASSOCIATION UnionBanc OP	12/16/2020	09/14/2023	06/14/2024	06/14/2024	1,000,000.00	1,000,500.00	949,845.00	5.418%
 UnionBanc OP			10/03/2025	10/03/2025	16,130,000.00	16,125,513.90	15,256,383.48	4.768%
AGCY DISC								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL HOME LOAN BANKS UnionBanc OP	12/15/2022		06/12/2023	06/12/2023	2,000,000.00	1,955,548.33	1,997,006.00	4.560%
FEDERAL HOME LOAN BANKS UnionBanc OP	03/21/2023		09/06/2023	09/06/2023	2,000,000.00	1,957,750.00	1,971,724.00	5.341%
FEDERAL HOME LOAN BANKS UnionBanc OP	03/21/2023		08/25/2023	08/25/2023	2,000,000.00	1,960,401.11	1,975,270.00	5.314%
FEDERAL HOME LOAN BANKS UnionBanc OP			08/04/2023	08/04/2023	6,000,000.00	5,873,699.44	5,944,000.00	5.070%
CORP								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
AMAZON.COM INC UnionBanc OP	05/16/2022	03/13/2027	04/13/2027	04/13/2027	2,000,000.00	1,987,040.00	1,927,794.00	4.323%
JPMORGAN CHASE BANK, NATIONAL ASSOCIATION UnionBanc OP	06/22/2021		12/23/2024	12/23/2024	1,000,000.00	1,000,000.00	920,270.00	5.837%
 UnionBanc OP			07/16/2026	07/16/2026	3,000,000.00	2,987,040.00	2,848,064.00	4.811%
T-BILL								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
UNITED STATES TREASURY UnionBanc OP	05/16/2023		10/12/2023	10/12/2023	2,000,000.00	1,959,356.11	1,961,171.38	5.408%
UNITED STATES TREASURY UnionBanc OP	05/16/2023		10/12/2023	10/12/2023	2,000,000.00	1,959,356.11	1,961,171.38	5.408%
MUNI								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
UNIVERSITY CALIF REVS UnionBanc OP	05/16/2022	03/15/2027	05/15/2027	05/15/2027	2,000,000.00	1,795,920.00	1,785,220.00	4.297%
UNIVERSITY CALIF REVS UnionBanc OP	05/16/2022	03/15/2027	05/15/2027	05/15/2027	2,000,000.00	1,795,920.00	1,785,220.00	4.297%
Summary								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
			05/27/2024	05/27/2024	54,793,322.79	54,404,852.24	53,458,161.65	4.852%



Monthly Investment Portfolio Report

As of 05/31/2023 Dated: 06/27/2023

* Grouped by: Security Type. * Groups Sorted by: Ending Market Value + Accrued. * Filtered By: Description \neq "Receivable". * Weighted by: Ending Market Value + Accrued.

AGG- Operating Fund (213426)

DESERT WATER AGENCY STATEMENT OF CASH RECEIPTS AND EXPENDITURES

GENERAL ACCOUNT

MAY 2023

BALANCE	MAY 1, 2023	\$8,	992.00	INVESTED RESERVE FUNDS \$222,047,635.15
* INTERES GROUNI REIMBU REIMBU STATE V REIMB - POWER	RIVERSIDE COUNTY ST EARNED - INV. FUNDS DWATER REPLEN. ASSESSMENT RSEMENT - OPERATING FUND RSEMENT - CVWD MGMT AGRMT WATER PROJECT REFUNDS CVWD - WHITEWATER HYDRO SALES - WHITEWATER LANEOUS	17,491,537.52 296,224.98 24,663.13 0.00 135,534.00 686,702.85 4,734.75 27,094.88 0.00		
	TOTAL RECEIPTS	\$18,666,4	492.11	
CHECKS	S UNDER \$10,000.00 S OVER \$10,000.00 - SCH. #1 LED CHECKS AND FEES TOTAL PAYMENTS	14,484.97 1,474,153.26 (2,671.46) \$1,485,9	966 77	
NET INCOME			7,180,525.34	
FUNDS	RESERVE FUNDS MATURED INVESTED – SCH. #2	11,604,986.67 29,183,342.50	,	
	NET TRANSFER		(\$17,578,355.83)	\$17,578,355.83
BALANCE	MAY 31, 2023	_	(\$388,838.49)	\$239,625,991.19
* INCLUSI	VE TO DATE		TAXES	INTEREST
	TS IN FISCAL YEAR TS IN CALENDAR YEAR		\$44,923,430.67 \$36,580,830.66	\$2,466,060.39 \$1,287,922.58

General Fund

Schedule #1 - Checks Over \$10,000

DESERT WATER



May 2023

Check #	Name	Description	Amount
9754	San Gorgonio Pass Water Agency	Paticipant Share -Subbasin Groundwater	\$ 13,564.45
9758	Water Strategies LLC	Professional Services -April 2023	\$ 14,000.00
9760	County Of Riverside Registrar of Voters	Election Services - November 2022	\$ 95,865.00
9761	United States Geological Survey	Quaterly Billing -4 QTRS Joint Funding Agreement	\$ 24,006.25
9762	State of California Department of Water Resources	State Water Project - Monthly Billing	\$ 905,900.00
9765	Desert Water Agency - Operating Fund	Operating Fund Reimbursement for April 2023	\$ 420,817.56
Total			\$ 1,474,153.26



Monthly Investment Portfolio Report As of 05/31/2023

AGG- General Fund (213428)

Dated: 06/27/2023

Security Type

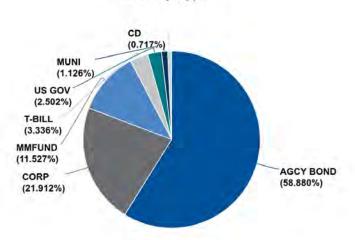


Chart calculated by: PAR Value

AGCY BOND

ACCT BOND								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL AGRICULTURAL MORTGAGE CORP Alamo Capital	09/14/2022		04/21/2025	04/21/2025	1,000,000.00	977,400.00	965,882.00	4.529%
FEDERAL AGRICULTURAL MORTGAGE CORP Piper Sandler	02/23/2022	08/23/2023	02/23/2027	02/23/2027	3,000,000.00	3,000,000.00	2,769,927.00	4.350%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	08/04/2020	06/17/2023	08/04/2025	08/04/2025	3,000,000.00	3,000,005.00	2,757,333.00	4.621%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	10/15/2020	06/17/2023	10/15/2024	10/15/2024	3,000,000.00	2,995,500.00	2,810,997.00	5.217%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	01/05/2021	06/17/2023	04/05/2024	04/05/2024	3,000,000.00	3,000,000.00	2,871,552.00	5.529%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	02/12/2021	06/17/2023	11/12/2024	11/12/2024	3,000,000.00	3,000,000.00	2,797,857.00	5.193%
FEDERAL FARM CREDIT BANKS FUNDING CORP UnionBanc GF	12/22/2020	06/17/2023	12/22/2025	12/22/2025	3,000,000.00	3,000,000.00	2,711,955.00	4.484%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	10/15/2020	06/17/2023	10/15/2024	10/15/2024	3,000,000.00	3,000,000.00	2,812,170.00	5.217%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	12/28/2020	06/17/2023	12/21/2023	12/21/2023	3,000,000.00	3,000,000.00	2,914,344.00	5.498%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	11/05/2021	06/17/2023	10/20/2026	10/20/2026	3,000,000.00	2,988,000.00	2,703,861.00	4.304%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	02/16/2022		02/16/2027	02/16/2027	3,000,000.00	2,999,286.00	2,775,588.00	3.989%
FEDERAL FARM CREDIT BANKS FUNDING CORP Stifel	10/16/2020	06/17/2023	03/28/2024	03/28/2024	3,000,000.00	3,000,000.00	2,875,131.00	5.530%
FEDERAL HOME LOAN BANKS Alamo Capital	04/09/2021	08/18/2023	11/18/2024	11/18/2024	3,000,000.00	2,989,263.00	2,796,126.00	5.180%
FEDERAL HOME LOAN BANKS Alamo Capital	09/30/2021	06/30/2023	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,695,203.00	4.304%



Monthly Investment Portfolio Report As of 05/31/2023

AGG- General Fund (213428)

Dated: 06/27/2023

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL HOME LOAN BANKS Alamo Capital	12/30/2021		12/30/2024	12/30/2024	3,000,000.00	3,000,005.00	2,851,053.00	4.793%
FEDERAL HOME LOAN BANKS Alamo Capital	09/13/2022		06/14/2024	06/14/2024	1,190,000.00	1,182,431.60	1,167,507.81	5.019%
FEDERAL HOME LOAN BANKS UnionBanc GF	12/30/2020	06/17/2023	12/30/2025	12/30/2025	3,000,000.00	3,000,000.00	2,714,388.00	4.463%
FEDERAL HOME LOAN BANKS UnionBanc GF	06/28/2021	06/30/2023	09/30/2024	09/30/2024	3,000,000.00	3,000,000.00	2,815,188.00	5.244%
FEDERAL HOME LOAN BANKS UnionBanc GF	09/30/2021	06/30/2023	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,696,979.00	4.305%
FEDERAL HOME LOAN BANKS UnionBanc GF	04/29/2022	04/29/2024	04/29/2027	04/29/2027	3,000,000.00	3,000,000.00	2,867,859.00	4.305%
FEDERAL HOME LOAN BANKS UnionBanc GF	06/23/2022	06/17/2023	06/23/2026	06/23/2026	3,000,000.00	3,000,000.00	2,917,011.00	5.198%
FEDERAL HOME LOAN BANKS UnionBanc GF	02/28/2023	02/28/2025	02/28/2028	02/28/2028	3,000,000.00	2,999,250.00	2,965,788.00	5.273%
FEDERAL HOME LOAN BANKS UnionBanc GF	03/08/2023		03/06/2024	03/06/2024	5,000,000.00	4,998,650.00	4,995,670.00	5.356%
FEDERAL HOME LOAN BANKS Piper Sandler	01/28/2021	06/17/2023	03/28/2024	03/28/2024	3,000,000.00	3,000,000.00	2,874,417.00	5.530%
FEDERAL HOME LOAN BANKS Piper Sandler	02/26/2021	08/26/2023	11/26/2024	11/26/2024	3,000,000.00	3,000,000.00	2,793,825.00	5.164%
FEDERAL HOME LOAN BANKS Piper Sandler	02/17/2021	08/17/2023	02/17/2026	02/17/2026	3,000,000.00	3,000,000.00	2,706,210.00	4.502%
FEDERAL HOME LOAN BANKS Piper Sandler	04/22/2021	07/29/2023	04/29/2024	04/29/2024	3,000,000.00	3,000,000.00	2,865,807.00	5.474%
FEDERAL HOME LOAN BANKS Piper Sandler	09/30/2021	06/30/2023	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,695,203.00	4.304%
FEDERAL HOME LOAN BANKS Piper Sandler	09/30/2021	06/30/2023	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,697,864.00	4.305%
FEDERAL HOME LOAN BANKS Piper Sandler	04/25/2022	07/25/2023	07/25/2025	07/25/2025	3,000,000.00	3,000,000.00	2,924,964.00	4.918%
FEDERAL HOME LOAN BANKS Stifel	02/25/2021	08/25/2023	11/25/2024	11/25/2024	3,000,000.00	3,000,000.00	2,796,222.00	5.166%
FEDERAL HOME LOAN BANKS Stifel	03/30/2021	06/30/2023	09/30/2024	09/30/2024	2,000,000.00	2,000,000.00	1,880,794.00	5.194%
FEDERAL HOME LOAN BANKS Stifel	06/28/2021	06/28/2023	02/28/2024	02/28/2024	3,000,000.00	3,000,000.00	2,884,971.00	5.600%
FEDERAL HOME LOAN BANKS Stifel	04/24/2023	04/24/2024	04/24/2028	04/24/2028	3,000,000.00	3,000,000.00	2,959,188.00	5.187%
FEDERAL HOME LOAN MORTGAGE CORP Alamo Capital	09/30/2020	06/30/2023	09/30/2025	09/30/2025	3,000,000.00	3,000,000.00	2,726,994.00	4.555%
FEDERAL HOME LOAN MORTGAGE CORP Alamo Capital	05/12/2022	08/12/2023	11/12/2024	11/12/2024	3,000,000.00	3,000,000.00	2,911,764.00	5.133%
FEDERAL HOME LOAN MORTGAGE CORP UnionBanc GF	08/20/2020	08/20/2023	08/20/2025	08/20/2025	3,000,000.00	3,000,000.00	2,751,174.00	4.598%
FEDERAL HOME LOAN MORTGAGE CORP Piper Sandler	06/25/2020	06/25/2023	06/25/2025	06/25/2025	3,000,000.00	3,000,000.00	2,767,032.00	4.686%
FEDERAL HOME LOAN MORTGAGE CORP Piper Sandler	08/26/2020	08/26/2023	08/26/2024	08/26/2024	3,000,000.00	3,000,000.00	2,829,702.00	5.304%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	10/28/2020	07/28/2023	10/28/2024	10/28/2024	3,000,000.00	3,000,000.00	2,807,772.00	5.186%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	11/30/2020		05/30/2024	05/30/2024	3,000,000.00	3,000,000.00	2,857,998.00	5.282%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	05/26/2022	08/26/2023	05/26/2027	05/26/2027	3,000,000.00	3,000,000.00	2,933,139.00	5.168%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	05/03/2023	11/03/2023	05/03/2027	05/03/2027	3,000,000.00	3,000,000.00	2,979,402.00	5.546%
FEDERAL NATIONAL MORTGAGE ASSOCIATION Alamo Capital	08/25/2020		08/25/2025	08/25/2025	3,000,000.00	2,985,965.00	2,745,276.00	4.409%
FEDERAL NATIONAL MORTGAGE ASSOCIATION UnionBanc GF	07/15/2020	07/15/2023	07/15/2025	07/15/2025	3,000,000.00	3,000,000.00	2,766,318.00	4.625%



Monthly Investment Portfolio Report

AGG- General Fund (213428)

Dated: 06/27/2023

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL NATIONAL MORTGAGE ASSOCIATION UnionBanc GF	08/12/2020	08/12/2023	08/12/2025	08/12/2025	3,000,000.00	3,000,000.00	2,748,873.00	4.609%
FEDERAL NATIONAL MORTGAGE ASSOCIATION UnionBanc GF	12/16/2020	09/14/2023	06/14/2024	06/14/2024	3,000,000.00	3,001,500.00	2,849,535.00	5.418%
FEDERAL NATIONAL MORTGAGE ASSOCIATION Piper Sandler	12/14/2020	09/14/2023	06/14/2024	06/14/2024	3,000,000.00	3,000,000.00	2,849,535.00	5.418%
			07/20/2025	07/20/2025	141,190,000.00	141,117,255.60	132,853,348.81	4.960%

As of 05/31/2023

CORP								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
3M CO Stifel	06/05/2020	03/15/2025	04/15/2025	04/15/2025	3,000,000.00	3,258,120.00	2,873,694.00	5.033%
APPLE INC Alamo Capital	09/16/2019	08/11/2024	09/11/2024	09/11/2024	1,000,000.00	990,552.00	962,444.00	4.865%
APPLE INC UnionBanc GF	01/27/2021	08/11/2024	09/11/2024	09/11/2024	3,000,000.00	3,150,000.00	2,887,332.00	4.865%
APPLE INC Stifel	09/24/2020	04/11/2025	05/11/2025	05/11/2025	2,000,000.00	2,055,740.00	1,872,888.00	4.578%
APPLE INC Stifel	03/26/2021	01/08/2026	02/08/2026	02/08/2026	1,000,000.00	986,200.00	906,745.00	4.420%
APPLE INC Stifel	06/21/2022	11/09/2026	02/09/2027	02/09/2027	3,000,000.00	2,953,920.00	2,922,804.00	4.108%
BANK OF NEW YORK MELLON CORP Alamo Capital	05/06/2020	03/24/2025	04/24/2025	04/24/2025	1,000,000.00	1,020,005.00	938,955.00	5.012%
BERKSHIRE HATHAWAY FINANCE CORP Stifel	02/24/2023	02/15/2027	03/15/2027	03/15/2027	3,000,000.00	2,778,750.00	2,840,700.00	3.818%
CATERPILLAR FINANCIAL SERVICES CORP Alamo Capital	12/17/2020		09/14/2023	09/14/2023	3,000,000.00	3,012,276.47	2,957,643.00	5.457%
CHEVRON CORP Stifel	07/08/2020	01/03/2024	03/03/2024	03/03/2024	3,000,000.00	3,239,700.00	2,953,992.00	4.982%
CITIBANK NA Stifel	06/24/2020	12/23/2023	01/23/2024	01/23/2024	3,000,000.00	3,297,000.00	2,964,705.00	5.525%
EXXON MOBIL CORP UnionBanc GF	08/11/2022	12/01/2025	03/01/2026	03/01/2026	3,000,000.00	2,976,180.00	2,893,071.00	4.432%
EXXON MOBIL CORP Stifel	12/15/2022	12/01/2025	03/01/2026	03/01/2026	2,000,000.00	1,928,640.00	1,928,714.00	4.432%
GUARDIAN LIFE GLOBAL FUNDING UnionBanc GF	03/03/2023		11/19/2027	11/19/2027	3,000,000.00	2,522,160.00	2,549,835.00	5.044%
JOHN DEERE CAPITAL CORP Alamo Capital	02/08/2021		01/15/2026	01/15/2026	3,000,000.00	3,000,000.00	2,720,235.00	4.510%
JOHN DEERE CAPITAL CORP Alamo Capital	04/18/2023		03/09/2027	03/09/2027	2,000,000.00	1,829,101.63	1,811,576.00	4.492%
MICROSOFT CORP Stifel	02/10/2021	08/03/2025	11/03/2025	11/03/2025	3,000,000.00	3,337,530.00	2,911,503.00	4.422%
PROCTER & GAMBLE CO UnionBanc GF	02/24/2023		01/26/2028	01/26/2028	3,000,000.00	2,951,160.00	2,985,081.00	4.067%
TOYOTA MOTOR CREDIT CORP Alamo Capital	10/21/2019		10/07/2024	10/07/2024	1,500,000.00	1,499,994.00	1,441,590.00	5.017%
TOYOTA MOTOR CREDIT CORP Alamo Capital	07/18/2022		04/14/2025	04/14/2025	2,044,000.00	2,035,824.00	1,988,709.80	4.930%
TOYOTA MOTOR CREDIT CORP Alamo Capital	04/18/2023		04/06/2028	04/06/2028	2,000,000.00	1,799,880.37	1,771,478.00	4.553%
WALMART INC Stifel	06/18/2020	10/15/2024	12/15/2024	12/15/2024	2,000,000.00	2,173,300.00	1,937,564.00	4.777%
			11/05/2025	11/05/2025	52,544,000.00	52,796,033.46	50,021,258.80	4.689%



Monthly Investment Portfolio Report As of 05/31/2023

AGG- General Fund (213428)

Dated: 06/27/2023

As of 05/31/2023								Dated: 06/27/2023
MMFUND								
Description,	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
Broker LAIF Money Market Fund			05/31/2023	05/31/2023	27,640,375.75	27,640,375.75	27,640,375.75	
LAIF - GF LAIF Money Market Fund			05/31/2023	05/31/2023	27,640,375.75	27,640,375.75	27,640,375.75	
LAIF - GF								
T-BILL								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
UNITED STATES TREASURY Piper Sandler	02/22/2023		08/17/2023	08/17/2023	3,000,000.00	2,929,600.00	2,967,178.74	5.176%
UNITED STATES TREASURY Piper Sandler	05/16/2023		10/12/2023	10/12/2023	5,000,000.00	4,897,562.50	4,902,928.45	5.408%
UNITED STATES TREASURY Piper Sandler			09/21/2023	09/21/2023	8,000,000.00	7,827,162.50	7,870,107.19	5.320%
US GOV								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
UNITED STATES TREASURY UnionBanc GF	05/27/2021		11/15/2023	11/15/2023	3,000,000.00	3,005,156.25	2,931,093.75	5.405%
UNITED STATES TREASURY Piper Sandler	05/15/2023		05/31/2027	05/31/2027	3,000,000.00	2,901,780.00	2,858,906.25	3.906%
UNITED STATES TREASURY			08/14/2025	08/14/2025	6,000,000.00	5,906,936.25	5,790,000.00	4.665%
MUNI								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
CALIFORNIA ST UNIV REV Alamo Capital	09/09/2022		11/01/2026	11/01/2026	1,000,000.00	909,590.00	891,850.00	4.594%
EL CAJON CALIF UnionBanc GF	02/08/2021		04/01/2024	04/01/2024	300,000.00	302,583.00	288,090.00	5.876%
MONTEREY PK CALIF PENSION OBLIG UnionBanc GF	02/16/2021		06/01/2025	06/01/2025	400,000.00	403,156.00	367,160.00	5.266%
MONTEREY PK CALIF PENSION OBLIG UnionBanc GF	02/16/2021		06/01/2024	06/01/2024	550,000.00	552,255.00	522,280.00	5.890%
MONTEREY PK CALIF PENSION OBLIG UnionBanc GF	02/16/2021		06/01/2023	06/01/2023	450,000.00	450,643.50	450,000.00	0.362%
			03/21/2025	03/21/2025	2,700,000.00	2,618,227.50	2,519,380.00	4.352%
CD								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
Ally Bank Piper Sandler	06/02/2022		06/02/2026	06/02/2026	245,000.00	245,000.00	234,147.73	4.696%
Capital One Bank (USA), National Association Piper Sandler	06/08/2022		06/08/2027	06/08/2027	245,000.00	245,000.00	233,397.29	4.448%
Capital One, National Association Piper Sandler	06/08/2022		06/08/2027	06/08/2027	245,000.00	245,000.00	233,397.29	4.448%
Discover Bank Piper Sandler	06/07/2022		06/07/2027	06/07/2027	245,000.00	245,000.00	233,404.89	4.448%
JPMorgan Chase Bank, National Association Alamo Capital	02/08/2021	07/16/2023	01/16/2026	01/16/2026	250,000.00	250,000.00	225,951.00	4.494%



Monthly Investment Portfolio Report

AGG- General Fund (213428)

Dated: 06/27/2023

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
Morgan Stanley Bank, N.A. Piper Sandler	06/09/2022		06/09/2027	06/09/2027	245,000.00	245,000.00	232,495.93	4.448%
Morgan Stanley Private Bank, National Association Piper Sandler	06/09/2022		06/09/2027	06/09/2027	245,000.00	245,000.00	232,495.93	4.448%
		-	02/05/2027	02/05/2027	1,720,000.00	1,720,000.00	1,625,290.06	4.490%

Summary

As of 05/31/2023

Carrinary								
Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
	_		04/19/2025	04/19/2025	239,794,375.75	239,625,991.06	228,319,760.61	4.887%

^{*} Grouped by: Security Type. * Groups Sorted by: Ending Market Value + Accrued. * Filtered By: Description ≠ "Receivable". * Weighted by: Ending Market Value + Accrued.

DESERT WATER AGENCY STATEMENT OF CASH RECEIPTS AND EXPENDITURES

WASTEWATER ACCOUNT

MAY 2023

		IVIA I ZUZU		
BALANCE	MAY 1, 2023	\$5,03		INVESTED RESERVE FUNDS \$1,597,505.75
	ECEIVABLE - OTHER	\$0.00		
	EPOSITS - CONSTRUCTION	0.00		
	RNED - INVESTED FUNDS	0.00		
WASTEWATE		0.00		
SEWER CAPA	CITY CHARGES	0.00		
MISCELLANEC	ous	0.00		
TOTAL	L RECEIPTS	\$	50.00	
PAYMENTS				
CHECKS UND	ER \$10,000.00	\$8,181.10		
	R \$10,000.00 - SCH. #1	0.00		
	CHECKS AND FEES	0.00		
TOTAL	L PAYMENTS	\$8,18	<u>1.10</u>	
NET INCOME		(\$8,181.10)	
INVESTED RESEI	RVE FLINDS			
FUNDS MATUR		\$8,000.00		
	TED – SCH. #2	5,000.00		
1 ONDO IIVVEO		3,000.00		
NET T	RANSFER		\$3,000.00	(\$3,000.00)
BALANCE MAY	Y 31, 2023		\$127.45	\$1,594,505.75

Wastewater Fund

Schedule #1 - Checks Over \$10,000





May 2023

Check #	Name	Description	An	nount
		NONE		
Total			\$	-



As of 05/31/2023

Monthly Investment Portfolio Report

AGG- Wastewater Fund (213427)

Dated: 06/27/2023

Security Type

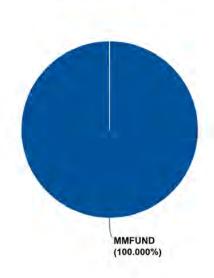


Chart calculated by: PAR Value

MMFUND

Description, Broker	Settle	Date Next Call Da	ate Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
LAIF Money Market Fund LAIF - WW			05/31/2023	05/31/2023	1,594,505.75	1,594,505.75	1,594,505.75	
LAIF Money Market Fund LAIF - WW	<u></u>		05/31/2023	05/31/2023	1,594,505.75	1,594,505.75	1,594,505.75	

^{*} Grouped by: Security Type. * Groups Sorted by: Ending Market Value + Accrued. * Filtered By: Description ≠ "Receivable". * Weighted by: Ending Market Value + Accrued.

Monthly Investment Portfolio Report

Abbreviations & Definitions

Investment Type	Investment Type Abbreviations						
AGCY BOND	US Agency Obligation ₁						
AGCY DISC	Discounted US Agency Obligation 1 & 8						
CORP	Medium Term Notes (Corporate Notes) 2						
MMFUND	Local Agency Investment Fund (LAIF) $_3$ & Cash Funds in Transit $_4$						
MUNI	Municipal Bonds/Local Agency Bonds ₅						
CD	Negotiable Certificates of Deposit 6						
US GOV	U.S. Treasury notes, bills bonds or other certificates of indebtedness 7						

Definitions	
Settle Date	The date of original purchase
Next Call Date	The next eligible date for the issuer to refund or call the bond or note
Effective Maturity	The most likely date that the bond will be called based on current market conditions
Final Maturity	The date the bond matures, DWA receives the full PAR value plus the final interest payment
PAR Value	The principal amount DWA will receive when a bond is either called or matures
Original Cost	The original cost to purchase the bond (includes premium/discount)
Market Value	The current value of the bond at current market rates
Yield to Maturity	The total anticipated return on a bond if the bond is held to maturity

NOTES:

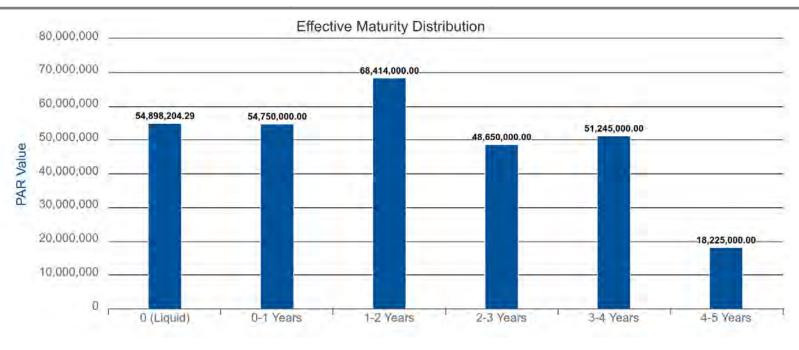
- 1 DWA Investment Policy, Resolution 1301, Schedule 1, Item 2
- 2 DWA Investment Policy, Resolution 1301, Schedule 1, Item 14
- 3 DWA Investment Policy, Resolution 1301, Schedule 1, Item 9
- 4 Cash funds in transit are a result of maturities/calls/coupon payments that are held in the Agency's money market account with the broker/custodian until transferred to the Agency's bank. DWA Investment Policy, Resolution 1301, Schedule 1, Item 15
- 5 DWA Investment Policy, Resolution 1301, Schedule 1, Item 3
- 6 DWA Investment Policy, Resolution 1301, Schedule 1, Item 10
- 7 DWA Investment Policy, Resolution 1301, Schedule 1, Item 1
- 8 US Agency Obligation that does not bear an interest rate, but purchased at a discount, held to maturity and redeemed at PAR.



Effective Maturity Distribution Summary As of 05/31/2023

AGG-ALL (219610)

Dated: 06/27/2023



0 (Liquid)

DWA Fund	Account	Identifier	Description	Security Type	PAR Value Ending Effective Maturity	Final Maturity
General Fund	LAIF - GF	LAIFMMF	LAIF Money Market Fund	MMFUND	27,640,375.75 05/31/2023	05/31/2023
Operating Fund	LAIF - OP	LAIFMMF	LAIF Money Market Fund	MMFUND	25,663,322.79 05/31/2023	05/31/2023
Wastewater Fund	LAIF - WW	LAIFMMF	LAIF Money Market Fund	MMFUND	1,594,505.75 05/31/2023	05/31/2023
		LAIFMMF	LAIF Money Market Fund	MMFUND	54,898,204.29 05/31/2023	05/31/2023

0-1 Years

DWA Fund	Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
General Fund					46,750,000.00	01/21/2024	01/21/2024
Operating Fund	UnionBanc OP				8,000,000.00	08/21/2023	08/21/2023
					54,750,000.00	12/30/2023	12/30/2023

1-2 Years

DWA Fund	Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
General Fund					59,284,000.00	11/06/2024	11/06/2024
Operating Fund	UnionBanc OP				9,130,000.00	12/01/2024	12/01/2024
					68,414,000.00	11/09/2024	11/09/2024



Effective Maturity Distribution Summary

AGG-ALL (219610)

As of 05/31/2023 Dated: 06/27/2023

2-3 Years						
DWA Fund	Account	Identifier	Description	Security Type	PAR Value Ending Effective Maturity	Final Maturity
General Fund					45,650,000.00 10/21/2025	10/21/2025
Operating Fund	UnionBanc OP			AGCY BOND	3,000,000.00 07/31/2025	07/31/2025
					48,650,000.00 10/16/2025	10/16/2025
3-4 Years						
DWA Fund	Account	Identifier	Description	Security Type	PAR Value Ending Effective Maturity	Final Maturity
General Fund					42,245,000.00 12/31/2026	12/31/2026
Operating Fund	UnionBanc OP				9,000,000.00 04/12/2027	04/12/2027
					51,245,000.00 01/18/2027	01/18/2027
4-5 Years						
DWA Fund	Account	Identifier	Description	Security Type	PAR Value Ending Effective Maturity	Final Maturity
General Fund					18,225,000.00 12/20/2027	12/20/2027
General Fund					18,225,000.00 12/20/2027	12/20/2027
Summary						
Account	Identifier	Description		Security Type	PAR Value Ending Effective Maturity	Final Maturity
					296,182,204.29 02/12/2025	02/12/2025

^{*} Grouped by: Effective Maturity Distribution -> DWA Fund. * Groups Sorted by: Effective Maturity Distribution -> DWA Fund. * Filtered By: Security Type not in "CASH". * Weighted by: Ending Market Value + Accrued.

Monthly Investment Portfolio Report

Abbreviations & Definitions

Investment Type Abbreviations					
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DESERT WATER AGENCY - OPERATING FUND COMPARATIVE EARNINGS STATEMENT

MONTH 22-23	/	THIS MONTH	/	/FIS	CAL YEAR TO DAT	E/	/VARIANCE/	/
MAY	THIS YEAR	LAST YEAR	BUDGET	THIS YEAR	LAST YEAR	BUDGET	YTD	PCT
OPERATING REVENUES								
WATER SALES	3,216,633.15	3,532,272.55	3,552,100.00	35,249,052.26	35,445,846.09	37,764,500.00	2,515,447.74-	- 7-
RECLAMATION SALES	72,337.59	90,374.14	75,300.00	788,348.24	1,075,363.67	811,800.00	23,451.76-	- 3-
POWER SALES	10,199.65	24,164.76	9,250.00	44,505.79	98,852.13	101,750.00	57,244.21-	- 56-
OTHER OPER REVENUE	182,675.45	205,237.95	229,208.00	2,208,805.43	2,413,195.87	2,487,888.00	279,082.57-	- 11-
TOTAL OPER REVENUES	3,481,845.84	3,852,049.40	3,865,858.00	38,290,711.72	39,033,257.76	41,165,938.00	2,875,226.28-	- 7-
OPERATING EXPENSES								
SOURCE OF SUPPLY EXP	60,978.04	53,671.20	100,060.00	4,524,567.41	4,711,828.18	5,232,560.00	707,992.59-	- 14-
PUMPING EXPENSE	388,598.48	549,386.60	398,000.00	4,525,113.98	3,897,680.09	4,291,200.00	233,913.98	5
REGULATORY WATER TREAT	136,109.67	96,472.23	72,810.00		752,044.17	800,910.00	136,902.32	17
TRANS & DIST EXPENSE	343,294.66	199,713.89	359,770.00	3,162,597.78	2,547,254.98	3,957,470.00	794,872.22-	- 20-
CUSTOMER ACT EXPENSE	89,951.41	82,678.29	107,500.00	1,035,882.95	881,769.19	1,166,840.00	130,957.05-	
ADMIN & GEN EXPENSE	1,527,478.24	822,404.20		13,258,997.94	12,258,786.90		1,222,119.06-	
REGULATORY EXPENSE	14,315.02	17,097.42	35,530.00		344,236.11	390,830.00	51,635.61-	
SNOW CREEK HYDRO EXP	8,313.94	4,905.27	5,000.00		54,500.48	55,000.00	8,608.29	16
RECLAMATION PLNT EXP	86,627.28	277,887.47	114,080.00	1,064,490.62	1,082,823.46	1,254,880.00	190,389.38-	
SUB-TOTAL	2,655,666.74	2,104,216.57	-	28,912,265.68	26,530,923.56		2,718,541.32-	
OTHER OPER EXPENSES								
DEPRECIATION	521,109.13	509,619.44	553,900.00	5,721,970.83	5,660,083.47	6,092,900.00	370,929.17-	- 6-
SERVICES RENDERED	13,384.47	10,297.69	14,200.00		144,967.19	156,200.00	9,695.03-	
DIR & INDIR CST FOR WO	299,579.83-	189,154.74-	-	- 2,702,178.98-		3,086,380.00-	-	12-
TOTAL OPER EXPENSES	2,890,580.51	2,434,978.96	-	32,078,562.50	29,734,256.33		2,714,964.50-	
NET INCOME FROM OPERATIONS	591,265.33	1,417,070.44	772,541.00	6,212,149.22	9,299,001.43	6,372,411.00	160,261.78-	- 3-
NON-OPERATING INCOME (NET)								
RENTS	4,007.58	14,803.70	15,775.00	55,651.09	161,035.39	173,525.00	117,873.91-	- 68-
INTEREST REVENUES	133,911.56	35,347.66	48,600.00	943,738.74	163,747.95	534,600.00	409,138.74	77
OTHER FUNDS	.00	.00	.00	5,822.88-		.00	5,822.88-	
INVESTMENT AMORT.	.00	.00	.00	50,832.67	28,754.87	.00	50,832.67	0
OTHER REVENUES	166,314.33	8,705.00-		307,363.61	685,695.01	.00	307,363.61	0
GAINS ON RETIREMENT	.00	.00	6,310.00	1,957.35	18,552.14	56,790.00	54,832.65-	
DISCOUNTS	277.62	8.65	33.00	1,688.16	714.31	363.00	1,325.16	365
PR. YEAR EXPENSES	.00	.00	.00	10,803.05	959.84-		10,803.05	0
OTHER EXPENSES	.00	.00	4,630.00					68-
LOSS ON RETIREMENTS	1,692.74-	87,676.83-	•	•		•	•	81-
TOTAL NON-OPER INCOME	302,818.35	46,221.82-	-	1,330,636.91	901,908.75	615,348.00	715,288.91	116
_ 5 _ 1 . 5 . 5 . 5 . 11 . 5 . 11	002,010.00	,	2.,000.00	_, ,	20=,200.70	0_0,010.00	0 , _ 0 0 • , , _	~

TOTAL NET INCOME

894,083.68 1,370,848.62 829,629.00 7,542,786.13 10,200,910.18 6,987,759.00 555,027.13 8

GENERAL MANAGER'S REPORT July 5, 2023

2022 Water Quality Report Available

Staff posted the 2022 Water Quality Report on www.dwa.org/wqr in advance of the July 1, 2023, deadline. The report reflects no water quality violations and 2,558 tests were conducted. It features a letter from the General Manager and an article on microplastics and PFAS.

Outreach

- June water bill insert (paper and electronic)
- Postcards to service addresses that do not receive a water bill
- Social media
- Media interviews (KESQ, Joey English)

Staff will be mailing hard copies of the report out to customers upon request and placing them in the DWA lobby.



BLM Approves Whitewater River Groundwater Replenishment Facility Right-of-Way Grant

*UPDATE: Coachella Valley Water District received the Right of Way Grant on June 20, 2023.

On March 16, 2023, the Bureau of Land Management (BLM) issued the Record of Decision for the Whitewater River Groundwater Replenishment Facility Project. The official notice for this decision has been published in the Federal Register.

The BLM approved a 30-year right-of-way grant for continued operation of the existing groundwater replenishment facility which is partially located on BLM-managed public lands. The grant enables the delivery and recharge of up to 511,000 acre-feet of water annually which is representative of the facility capacity.

The Record of Decision is available for a 30-day appeal period which ends on April 17, 2023.

2023 Imported Water Delivery Update

Deliveries of imported water are continuing. The amounts delivered to the Whitewater and Mission Creek Recharge Facilities during January through May are 60,000 AF and 1,455 AF respectively. Total deliveries in 2023 are expected to be 330,000 AF which includes SWP Table A advanced deliveries and delivery of CVWD's Quantification Settlement Water.

City to Fund Grass Removal Incentive in FY 2023-24

The City of Palm Springs is scheduled to vote on approving its budget on Thursday June 29th. The budget currently includes \$1.15 million in funding for the joint grass removal incentive program for fiscal year 2023-24.

Staff is working with the City of Palm Springs to determine the most effective use of the funds.

SYSTEM LEAK DATA

(PERIOD BEGINNING JUNE 13, 2023 THRU JUNE 26, 2023)

		PIPE DIAMETER			PIPE
STREET NAME	NUMBER OF LEAKS	(INCHES)	YEAR INSTALLED	PIPE MATERIAL	CONSTRUCTION
AVENIDA CABALLEROS	5	14	1953	STEEL	BARE/UNLINED
BISKRA RD	3	6	1957	STEEL	BARE/UNLINED
SAN LUCAS RD	3	4	1948	STEEL	BARE/UNLINED
VERONA RD	2	8	1958	STEEL	BARE/UNLINED
BAHADA RD	2	4	1957	STEEL	BARE/UNLINED
RIVERSIDE DR S	2	4	1948	STEEL	BARE/UNLINED
JACQUES DR	1	4	1959	STEEL	BARE/UNLINED
ARQUILLA RD	1	4	1950	STEEL	BARE/UNLINED
PARK DR	1	4	1946	STEEL	BARE/UNLINED
COMPADRE RD	1	6	1958	STEEL	BARE/UNLINED
MONTE VISTA DR	1	4	1936	STEEL	BARE/UNLINED
PATENCIO LN	1	4	1951	STEEL	BARE/UNLINED
PATENCIO RD	1	4	1954	STEEL	BARE/UNLINED
PATENCIO RD	1	6	1951	STEEL	BARE/UNLINED
SANTA ROSA DR	1	4	1936	STEEL	BARE/UNLINED
GRENFALL RD	1	6	1952	STEEL	BARE/UNLINED
RAMON RD	1	6	1955	STEEL	BARE/UNLINED
CALLE ROCA, CALLE CHIA	1	4	1954	STEEL	BARE/UNLINED
CAMINO PAROCELA	1	4	1956	STEEL	BARE/UNLINED
PASEO CAROLETA	1	6	1958	STEEL	BARE/UNLINED
PALM CANYON DR E	1	6	1955	STEEL	BARE/UNLINED

TOTAL LEAKS IN SYSTEM:

32

Streets highlighted in green are included as part of the

2020/2021 Replacement Pipeline Project

Streets highlighted in blue are being proposed as part of the

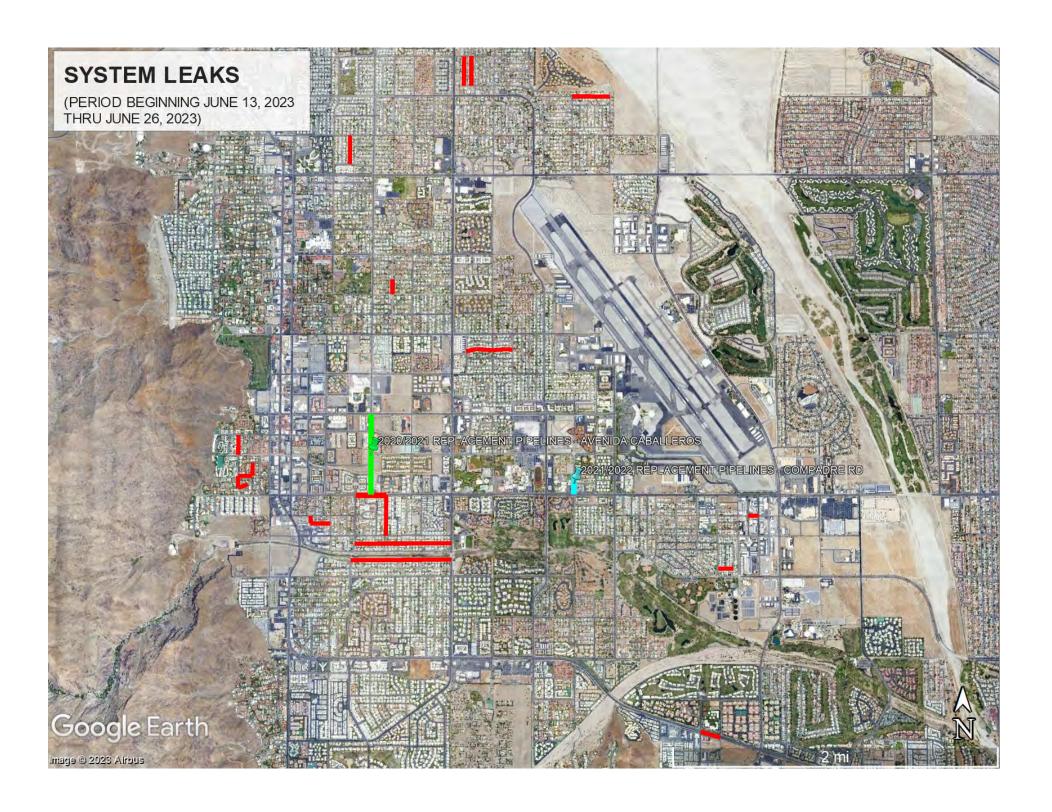
2021/2022 Replacement Pipeline Project

Streets highlighted in salmon are being proposed as part of the

2022/2023 Replacement Pipeline Project

1935
1952
66 YEARS
68 YEARS
117,721
297,672
15,000
16 YEARS
9 YEARS
1960

*PLEASE NOTE THIS FIGURE REPRESENTS THE AVERAGE LINEAR FOOTAGE OF PIPELINE REPLACED ANNUALLY GIVEN AN AVERAGE ANNUAL BUDGET OF \$3 MILLION.



General Manager's Meetings and Activities

Meetings:

06/20/23	DWA Bi-Monthly Board Meeting	DWA
06/20/23	Monthly DWA/CVWD/MWD Coordination Meeting	Conf Call
06/21/23	Tribal Mediation-Tech Team	Conf Call
06/21/23	SCAQMD R1196 Plan - DWA	Conf Call
06/21/23	SWC Class 8 Agenda Meeting	Conf Call
06/26/23	DWA Weekly Staff Meetings	DWA
06/26/23	Interview Panel CVWD	PD
06/26/23	DWA Conservation and Public Affairs Committee Meeting	DWA
06/26/23	DWA Legislative Update Meeting	Conf Call
06/27/23	DWA Executive Committee Meeting	DWA
06/27/23	Red Turf Irr Research Proj at OD GC - Dr. Baird UCR	O'Donnell
06/28/23	DWA Prop 218 Hearing	DWA
06/28/23	CV-SNMP Monthly Meeting	Conf
06/28/23	DWA - IT Executive Update Meeting	DWA
06/28/23	Agua Caliente Water Authority Board Meeting	Conf Call
06/30/23	SWC Update Meeting	Conf Call
07/03/23	Vacation 07/03-07/07	

Activities:

- 1) DWA Rate Study
- 2) DWA Surface Water Rights
- 3) Water Supply Planning DWA Area of Benefit
- 4) Sites Reservoir Finance
- 5) DCP Financing
- 6) Lake Perris Seepage Recovery Project Financing
- 7) Recycled Water Supply Strategic Planning
- 8) AQMD Rule 1196
- 9) DWA Digital Transformation Project
- 10) DWA Organizational Restructuring
- 11) DWA Tax Rate Analysis
- 12) Palm Springs Aerial Tramway Water Supply 2023
- 13) SWP Contract Extension Amendment
- 14) DWA Remote Meter Reading Fixed Network
- 15) State and Federal Contractors Water Authority and Delta Specific Project Committee (Standing)
- 16) Whitewater River Surface Water Recharge
- 17) Replacement Pipelines 2021-2022
- 18) DC Project Finance JPA Committee (Standing)
- 19) DWA/CVWD/MWD Operations Coordination/Article 21/Pool A/Pool B/Yuba Water (Standing)
- 20) DWA/CVWD/MWD Exchange Agreement Coordination Committee (Standing)
- 21) SWP 2023 Water Supply
- 22) ACBCI Water Rights Lawsuit
- 23) Whitewater Hydro Operations Coordination with Recharge Basin O&M
- 24) Whitewater Spreading Basins BLM Permits
- 25) Delta Conveyance Project Cost Allocation

Activities (Cont.)

- 26) MCSB Delivery Updates27) Well 6 Meaders Cleaners RWQB Meetings
- 28) SWP East Branch Enlargement Cost Allocation 29) RWQCB Update to the SNMP