



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: 833 2141 6242
Passcode: 683622
or Via Computer:

<https://dwa-org.zoom.us/j/83321416242?pwd=XOSGNVaEYsVb1GD5KOpf0KnPxBCvkm.1>
Meeting ID: 833 2141 6242

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: 833 2141 6242
código de acceso: 683622
o a través de la computadora:

<https://dwa-org.zoom.us/j/83321416242?pwd=XOSGNVaEYsVb1GD5KOpf0KnPxBCvkm.1>
ID de reunión: 833 2141 6242

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 sbaca@dwa.org 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.***

1. CALL TO ORDER ORTEGA
2. PLEDGE OF ALLEGIANCE ORTEGA
3. ROLL CALL BACA
4. 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.
5. 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.

6. 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. Approve Minutes of the June 18, 2024 Regular Board Meeting
- B. Receive and File Memo on June 20, 2024 State Water Contractors' Meeting
- C. Receive and File Minutes of the June 20, 2024 Conservation & Public Affairs Committee Meeting
- D. Receive and File Minutes of the June 27, 2024 Executive Committee Meeting
- E. Receive and File the Water Use Reduction Figures for May 2024
- F. Approve Board External Meetings List Update

7. PUBLIC HEARING:

- A. Request Adoption of Ordinance No. 78 Entitled: Establishing Compensation and Reimbursement Expenses for Directors **SAENZ**

8. ACTION ITEMS:

- A. Request Adoption of Resolution No. 1335 Calling for Election of Directors From Divisions 4 and 5 of the Agency and Adoption of Resolution No. 1336 Notifying County Clerk that Candidates Will be Responsible to Pay for the Publication of State of Qualifications **BACA**
- B. Request Adoption of Resolution No. 1337 Authorizing and Approving Submission for a U.S. Bureau of Reclamation Small-Scale Water Efficiency Projects Grant **LLORT**
- C. Request Adoption of Resolution No. 1338 Establishing Tax Rate for Fiscal Year 2024/2025 **SAENZ**
- D. Request Authorization to Execute Quitclaim Terminating Easement Interest Within Property Owned By CAT CITY QOZB, LP **TATE**

9. DISCUSSION ITEMS:

- A. Grass Removal Incentive Program Funding Change **LLORT**
- B. Changing Board of Directors Meeting Start Time **JOHNSON**

10. SECRETARY-TREASURER'S REPORT (May 2024) **MCKENNA**

11. GENERAL MANAGER'S REPORT **JOHNSON**

12. DIRECTORS REPORTS ON MEETINGS/EVENTS ATTENDED ON BEHALF OF THE AGENCY

13. DIRECTORS COMMENTS/REQUESTS

14. CLOSED SESSION

- A. PUBLIC EMPLOYMENT
Pursuant to Government Code Section 54957
Unrepresented Employee: General Manager
- B. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
Pursuant to Government Code Section 54956.9 (d) (1)
Name of Case: PacBell vs. County of Riverside
- C. 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

D. 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

15. RECONVENE INTO OPEN SESSION – REPORT FROM CLOSED SESSION

16. 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, Asst. Secretary of the Board

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

6-A

June 18, 2024

Board: Paul Ortega, President
Jeff Bowman, Vice President
Kristin Bloomer, Director
Gerald McKenna, Secretary-Treasurer
Steve Grasha, Director

DWA Staff: Steve Johnson, General Manager
David Tate, Assistant General Manager
Esther Saenz, Finance Director
Victoria Llort, Public Affairs & Conservation Director
Sylvia Baca, Asst. Secretary of the Board
Jamie Hoffman, Senior Admin. Assistant

Consultants via
Teleconference: Mike Riddell, Best Best & Krieger
Travis Romeyn, Krieger & Stewart

President Ortega opened the meeting at 8:00 a.m. and led the Pledge of Allegiance. **Pledge of Allegiance**

President Ortega called upon Assistant Secretary of the Board Baca to conduct the roll call: **Roll Call**

Present: Grasha, Bloomer, McKenna, Bowman, Ortega

President Ortega opened the meeting for public comment for items not listed on the Agenda. **Public Comment on Items Not Listed on the Agenda**

There was no one from the public wishing to address the Board for items not listed on the Agenda.

President Ortega opened the meeting for public comment for items listed on the Agenda. **Public Comment on Items Listed on the Agenda**

There 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 6-A through 6-D 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 4, 2024 Regular Board Meeting
- B. Receive and File Minutes of the June 6, 2024 Executive Committee Meeting
- C. Receive and File May 2024 Public Affairs & Conservation Activities & Events
- D. Request Authorization to Continue Emergency Repair Work at DWA Facilities Under Resolution No. 1312

Approval of the Consent Calendar

- A. Approve Minutes of the 6/4/24 Regular Board Meeting
- B. Receive & File Minutes of the 6/6/24 Exec. Comm. Mtg.
- C. Receive & File May 2024 PA & C Activities & Events
- D. Request Authorization to Continue Emergency Repair Work at DWA Facilities Under Reso. No. 1312

Director Bloomer moved for approval of Consent Calendar Items 6A through 6D. After a second by Vice President Bowman, the motion carried by the following roll call vote:

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega
 NOES: None
 ABSENT: None
 ABSTAIN: None

General Manager Johnson presented the staff report.

Public Hearing:
 2024/2025
 Groundwater
 Replenishment
 Assessments

General Manager Johnson noted at the May 21, 2024 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 \$215 per acre-foot. He noted that a copy of the notice of today's Public Hearing was sent to all pumpers on May 30, 2024 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. 1328 Making Findings in Fact Pursuant to Section 15.4 of DWA Law for the Replenishment Assessment, 2). West Whitewater River Subbasin Resolution No. 1329 Levying a Replenishment Assessment 2024/2025, 3). Mission Creek Subbasin Resolution No. 1330 Making Findings in Fact Pursuant to Section 15.4 of DWA Law for the Replenishment Assessment; and 4). Mission Creek Subbasin Resolution No. 1331 Levying a Replenishment Assessment FY 2024/2025.

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

Public Hearing:
(Cont.)
2024/2025
Groundwater
Replenishment
Assessments

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.

Director Grasha made a motion to adopt Resolution No's. 1328 – 1331 for the West Whitewater River and Mission Creek Subbasins Groundwater Replenishment Assessments. After a second from Director Bloomer the motion carried by the following roll call vote:

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega
NOES: None
ABSENT: None
ABSTAIN: None

Finance Director Saenz presented the staff report.

Action Items:
8A - Request Adoption
of Reso. No's. 1332,
1333 & 1334
Establishing Rates &
Fees for Domestic
Water, Recycled Water
& Sewer Service

Mrs. Saenz stated in 2023 the Agency completed a rate study with rate consultant NBS which included a Proposition 218 hearing. The Board then adopted a five-year rate schedule to be annually implemented by action of the Board. Staff recommends the Board adopt Resolutions 1332 thru 1334.

Director Bloomer made a motion to 1) Adopt Resolution No. 1332 for domestic water rates, fees, and charges effective January 1, 2025, 2) Adopt Resolution No. 1333 for recycled water rates, fees and charges effective July 1, 2024, 3) Adopt Resolution No. 1334 for sewer rates, fees and charges with the CVWD pass through rate effective July 1, 2024 and DWA's monthly service rate effective January 1, 2025. After a second from Director Grasha the motion was carried by the following roll call vote:

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega
NOES: None
ABSENT: None
ABSTAIN: None

Finance Director Saenz presented the staff report.

8B - Fiscal Year
2024/2025 Operating,
General & Wastewater
Budgets

Mrs. Saenz reported that after the June 4, 2024 draft budget presentation, there have been no adjustments made to the proposed 2024/2025 Budget.

Director Bloomer made a motion to adopt the Operating, General and Wastewater Fund budgets for Fiscal Year 2024/2025, After a second from Director Grasha the motion carried by the following roll call vote:

AYES: Grasha, Bloomer, McKenna, Bowman, Ortega
 NOES: None
 ABSENT: None
 ABSTAIN: None

Action Items:
 (Cont.)

8B - Fiscal Year
 2024/2025 Operating,
 General & Wastewater
 Budgets

General Manager Johnson presented the staff report.

Mr. Johnson explained the land lease agreement and what it entails. He went on to state that Staff recommends that the Board authorize the General Manager to execute the lease agreement with Palm Springs Surf Club (PSSC), LLC.

8C – Request Board
 Authorization for
 General Manager to
 Execute Land Lease
 Agreement with PSSC,
 LLC

Discussion ensued between the Board and Staff on what is written in the lease agreement as well as what is allowed within the lease. It was suggested that the Agency require a bond from Palm Springs Surf Club.

Director Grasha made a motion to authorize the General Manager to execute the lease agreement with Palm Springs Surf Club (PSSC), LLC. 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

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

**General Manager's
 Report**

Director Grasha noted his attendance at the June 6 DVBA event, June 10 IT security training, June 11 CVWD Board meeting, and June 17 ACWA Webinar event.

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

Director Bloomer noted her attendance at the June 6 Executive Committee meeting and the June 10-13 AWWA Conference.

Secretary-Treasurer McKenna noted his attendance at the June 10-13 AWWA Conference.

Vice President Bowman noted his attendance at the June 10-13 AWWA Conference, and June 17 DWA/MSWD Ad hoc meeting.

President Ortega noted his attendance at the June 10-13 AWWA Conference, and June 17 DWA/MSWD Ad hoc meeting.

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

Secretary-Treasurer Mckenna suggested moving the Board meetings to 9:00 a.m., President Ortega concurred and requested discussion of this item at the next Executive Committee meeting. Vice President Bowman agreed and stated that he would like to know what impact it would have on the Agency.

Directors Comments/Requests

At 9:25 a.m., President Ortega convened into Closed Session for the purpose of Conference with Legal Counsel, (A) Conference with Real Property Negotiators, pursuant to Government Code Section 54956.8 Property: APN# 681-490-006, Agency Negotiators: Steve Johnson, General Manager and David Tate, Assistant General Manager, Negotiating Parties: Palm Springs View Investment Company, Under Negotiations: Possible Easement Agreement; (B) Conference with Legal Counsel, Existing Litigation, Pursuant to Government Code Section 54956.9 (d) (1), PacBell vs. County of Riverside; (C) Conference with Legal Counsel, Existing Litigation, Pursuant to Government Code Section 54956.9 (d) (1), Mission Springs Water District vs. Desert Water Agency; and (D) Conference with Legal Counsel, 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), (E) Public Employment, Pursuant to Government Code Section 54957, Unrepresented Employee: General Manager

Closed Session:

A. Conference with Real Property Negotiators – Pursuant to Government Code Section 54956.8 APN# 681-490-006
B. Existing Litigation - PacBell vs. County of Riverside
C. Existing Litigation – MSWD vs. DWA, et al
D. Existing Litigation – ACBCI vs. CVWD, et al. (2 Cases)
E. Public Employment – Unrepresented Employee: General Manager

At 10:48 a.m., President Ortega reconvened the meeting into open session and announced there was no reportable action.

Reconvene – No Reportable Action

In the absence of any further business, President Ortega adjourned the meeting at 10:49 a.m.

Adjournment

Sylvia Baca, MMC
Assistant Secretary of the Board



STATE WATER CONTRACTORS MEETING

June 20, 2024

I. UPDATE ON BUSINESS PROCESSES OBJECTIVES

- (a) Continued Work on Budgeting
- (b) SWP Forecasting
- (c) SWP Revenues
 - Financing
 - Internal controls/audits
 - Cash flow
- (d) Initiatives
 - To resolve 40 disputed billing items
 - Making annual surplus revenues available for rate management credits

II. SWP OPERATIONS REPORT

- (a) Most California Reservoirs Near Full
 - Oroville just below maximum operating capacity (3,480,000 AF in storage)
- (b) All Flows at Oroville Going Through Hyatt Power Plant
 - No need to use spillway
- (c) Summer Exports in Delta Planned at 3,380 cfs
- (d) San Luis Reservoir
 - State share of storage at 380,000 AF
 - CVP share of storage at 710,000 AF
- (e) Delta Pumping Currently 6,680 cfs
 - Maximum permitted currently is 7,100 cfs

III. SWP MANAGEMENT REPORT

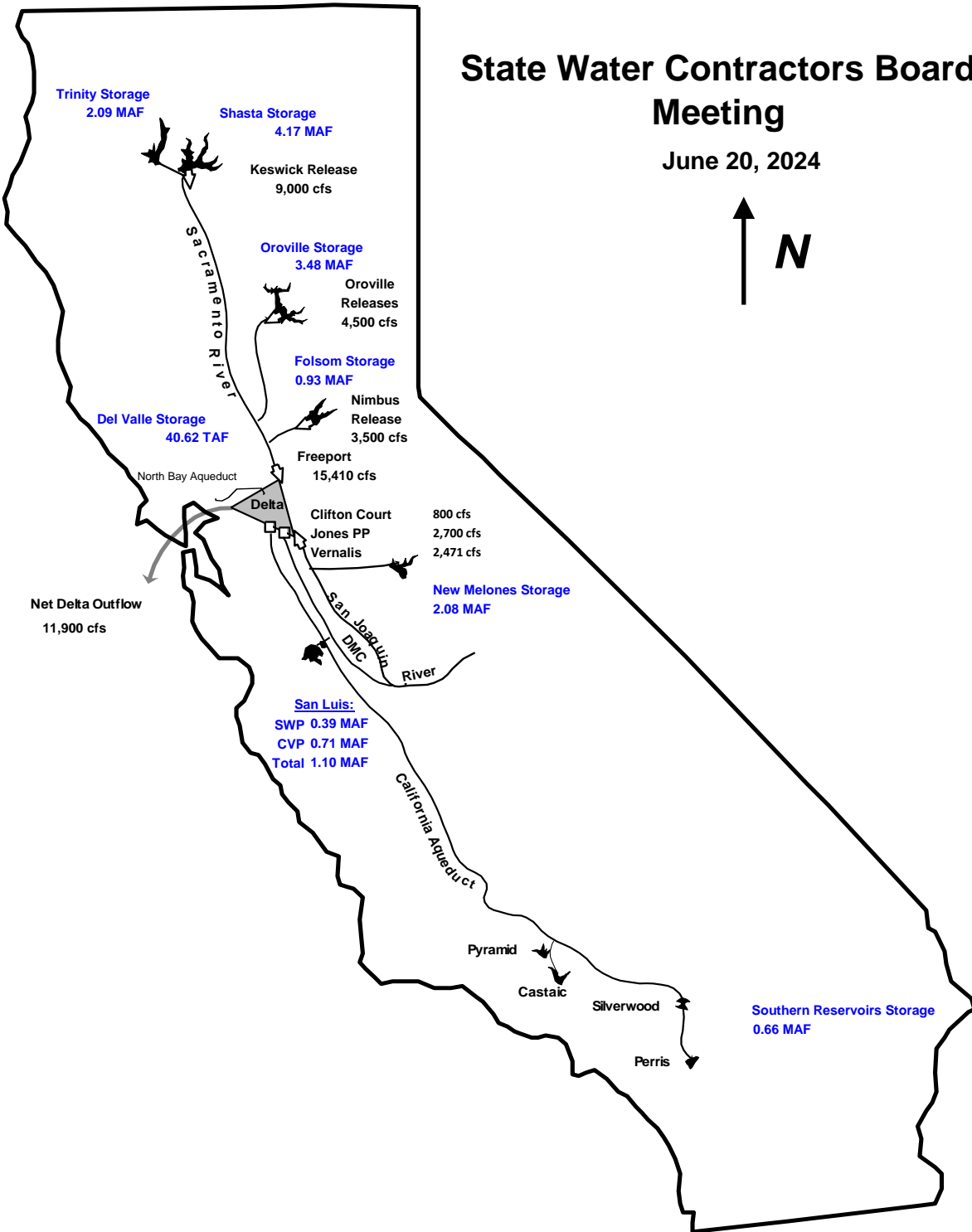
- (a) Allocation for Year at 40%
 - Started at 10%
- (b) Contractor Input Welcome on Changes in Permit Conditions
- (c) Still Trying to Advance Steelhead Initiatives
- (d) Full Pumping Planned this Summer at Banks Power Plant in Delta

IV. GENERAL MANAGER'S REPORT

- (a) State Budget Proposal Was Submitted on Time
 - Is required to be finalized by June 27

State Water Contractors Board Meeting

June 20, 2024

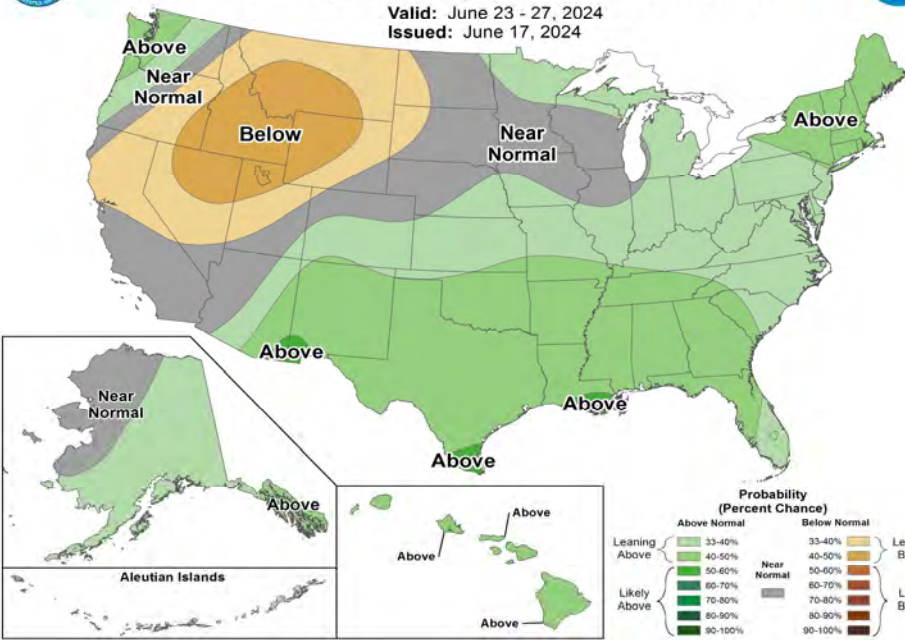


SHORT-TERM OUTLOOK



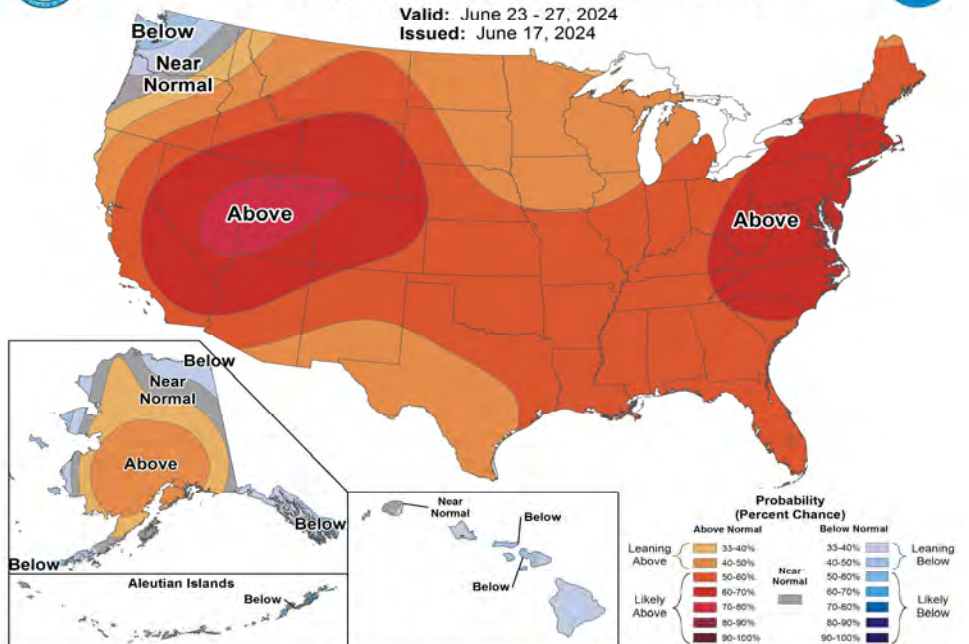
6-10 Day Precipitation Outlook

Valid: June 23 - 27, 2024
Issued: June 17, 2024



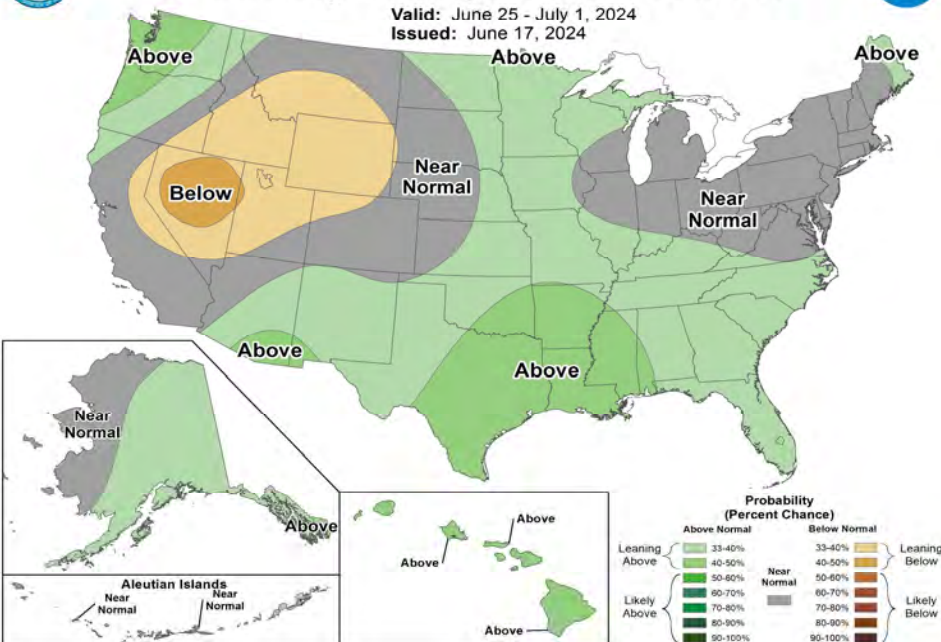
6-10 Day Temperature Outlook

Valid: June 23 - 27, 2024
Issued: June 17, 2024



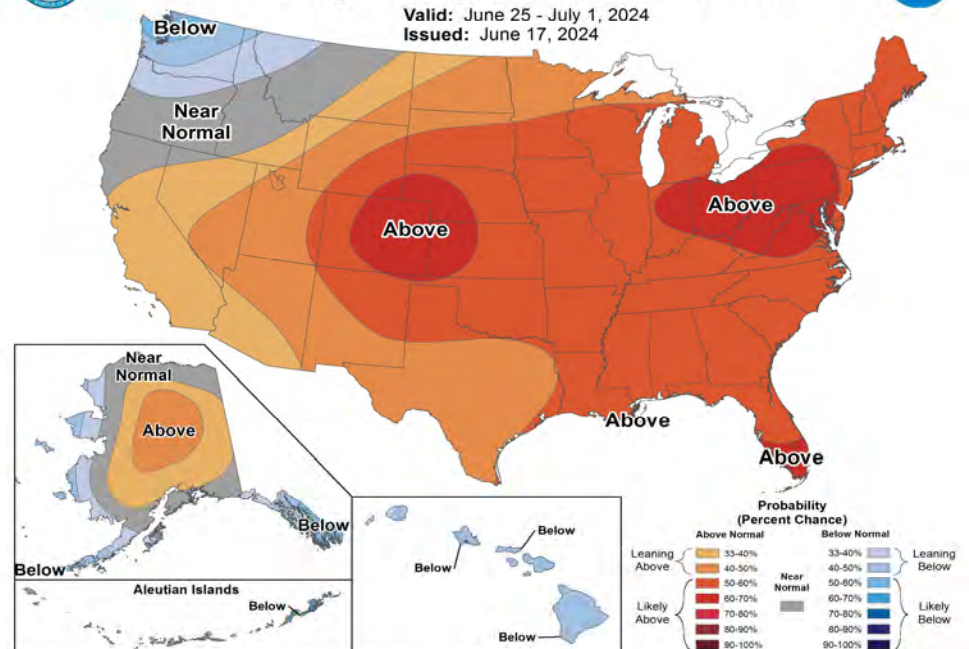
8-14 Day Precipitation Outlook

Valid: June 25 - July 1, 2024
Issued: June 17, 2024



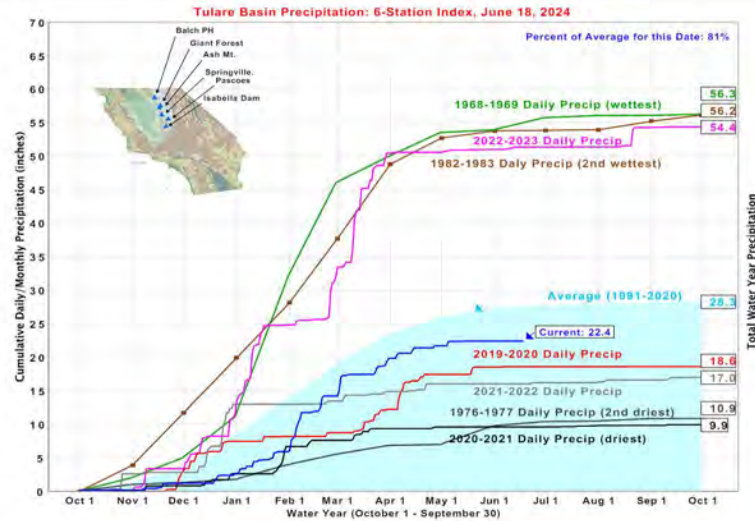
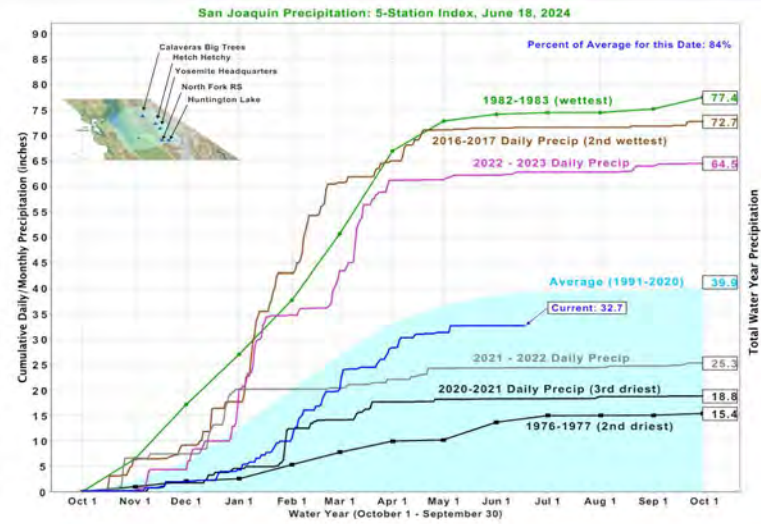
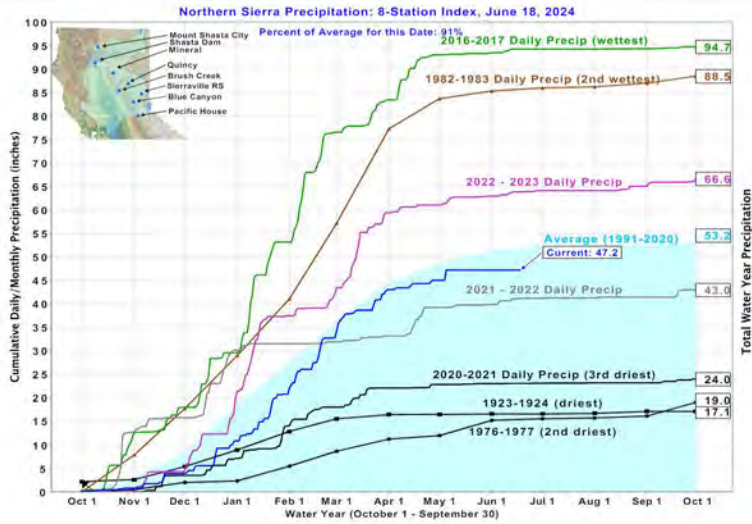
8-14 Day Temperature Outlook

Valid: June 25 - July 1, 2024
Issued: June 17, 2024

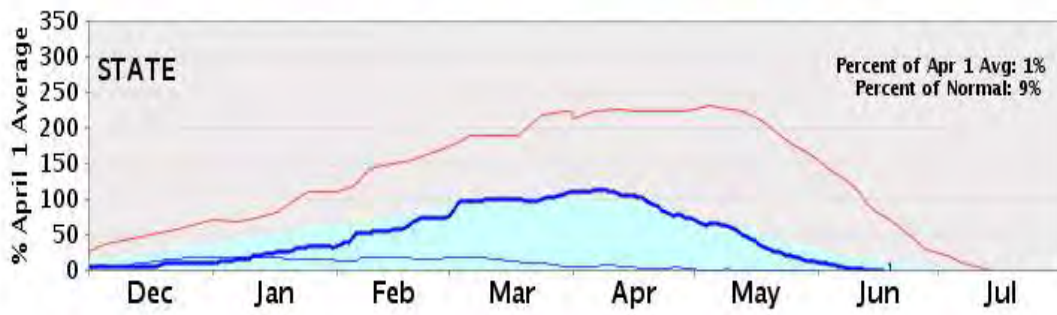
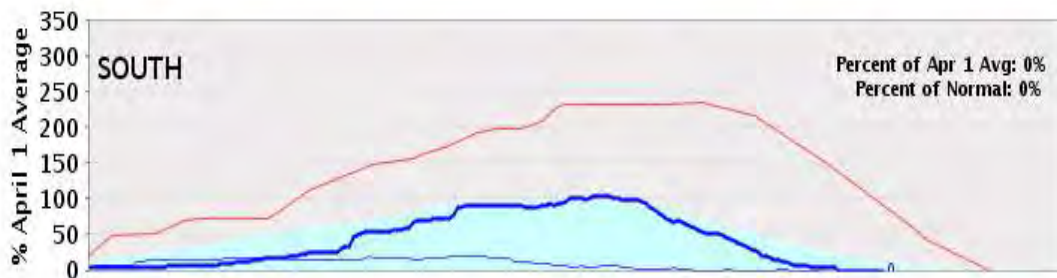
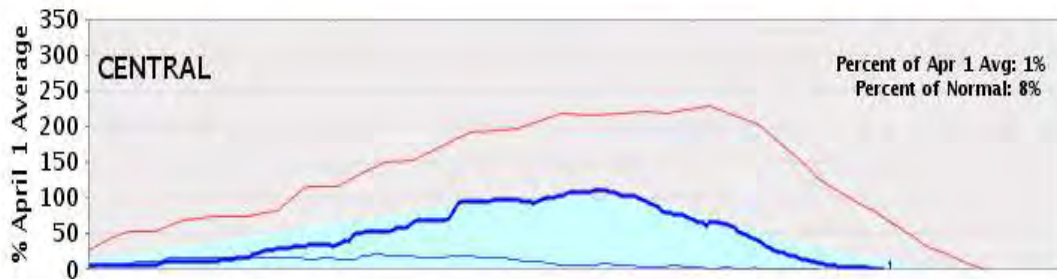
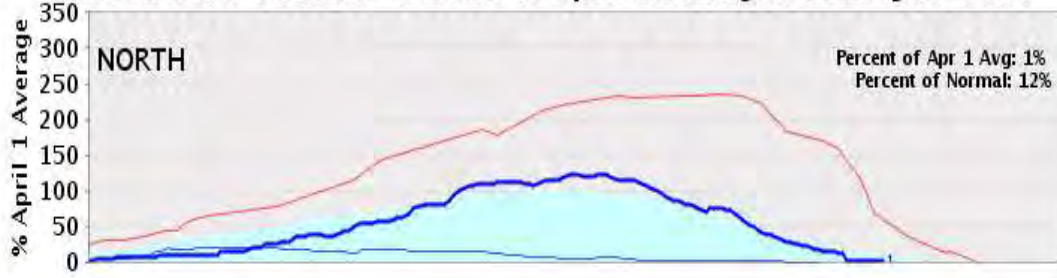


Statewide Precipitation Conditions as of 06/18/2024

	Northern Sierra 8-Station	San Joaquin 5-Station	Tulare Lake 6-Station
	Index inches (%)	Index inches (%)	Index inches (%)
October	0.8" (28%)	0.2" (9%)	0.2" (16%)
November	3.1" (58%)	1.8" (50%)	1" (38%)
December	7" (70%)	2.3" (35%)	1.5" (32%)
January	9.9" (108%)	5.6" (72%)	3.3" (60%)
February	12" (134%)	9.8" (142%)	8.3" (162%)
March	10.2" (125%)	8.5" (134%)	5.6" (124%)
April	2" (46%)	3.1" (88%)	1.9" (76%)
May	2.2" (78%)	1.3" (61%)	0.7" (53%)
June	0" (0%)	0" (0%)	0" (0%)
July			
August			
September			
Season-to-Date	47.2" (90%)	32.7" (83%)	22.4" (81%)
WY Average	53.2" (88%)	40" (81%)	29.3" (80%)



CA Snow Water Content - Percent of April 1 Average For: 17-Jun-2024



Average — 1982-1983 (max) — 2014-2015 (min) — 2023-2024 (current)

NORTH	
Data For: 17-Jun-2024	
Number of Stations Reporting	26
Average snow water equivalent	0.4"
Percent of April 1 Average	1%
Percent of normal for this date	12%

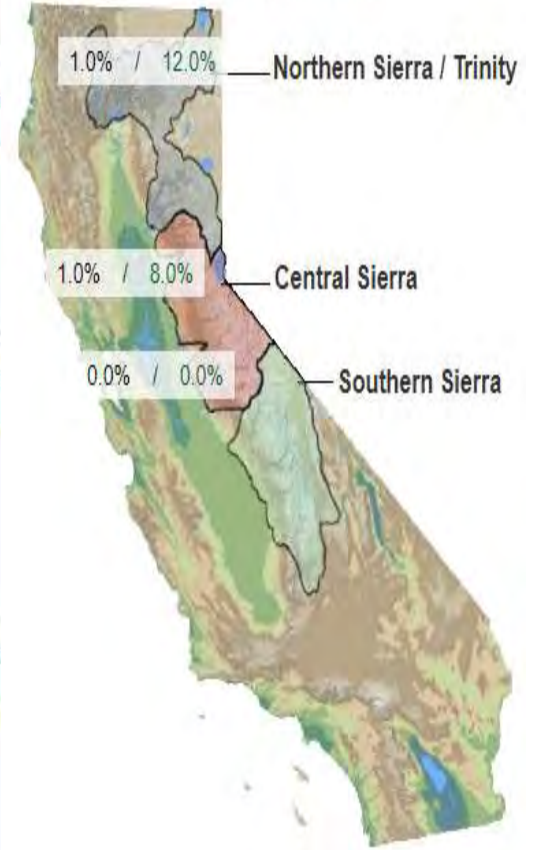
CENTRAL	
Data For: 17-Jun-2024	
Number of Stations Reporting	49
Average snow water equivalent	0.1"
Percent of April 1 Average	1%
Percent of normal for this date	8%

SOUTH	
Data For: 17-Jun-2024	
Number of Stations Reporting	26
Average snow water equivalent	0.1"
Percent of April 1 Average	0%
Percent of normal for this date	0%

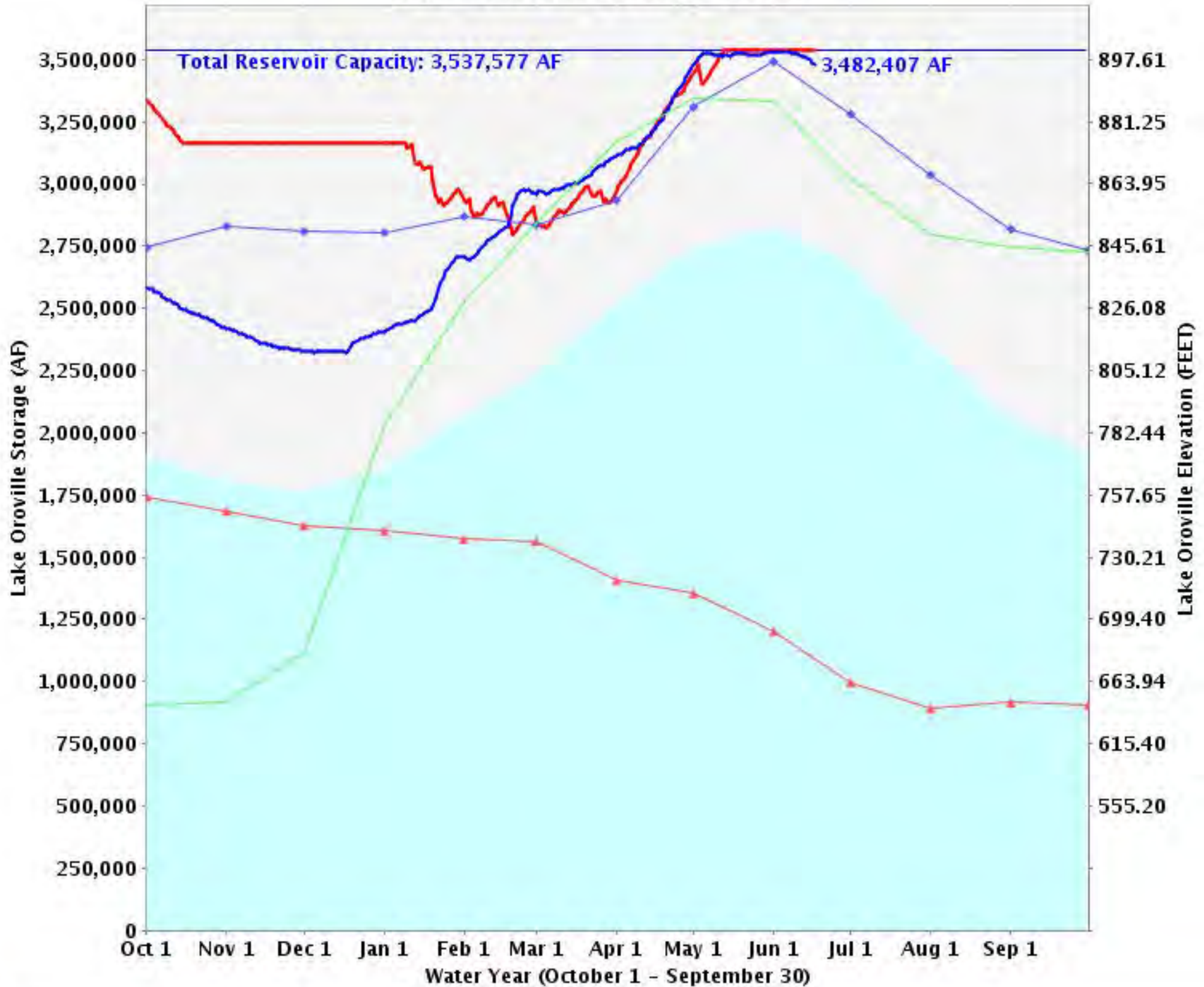
STATEWIDE SUMMARY	
Data For: 17-Jun-2024	
Number of Stations Reporting	101
Average snow water equivalent	0.2"
Percent of April 1 Average	1%
Percent of normal for this date	9%

Snow Water Equivalents (inches)

Data For: 17-Jun-2024
% Apr 1 Avg. / % Normal for this Date



Lake Oroville Storage Levels

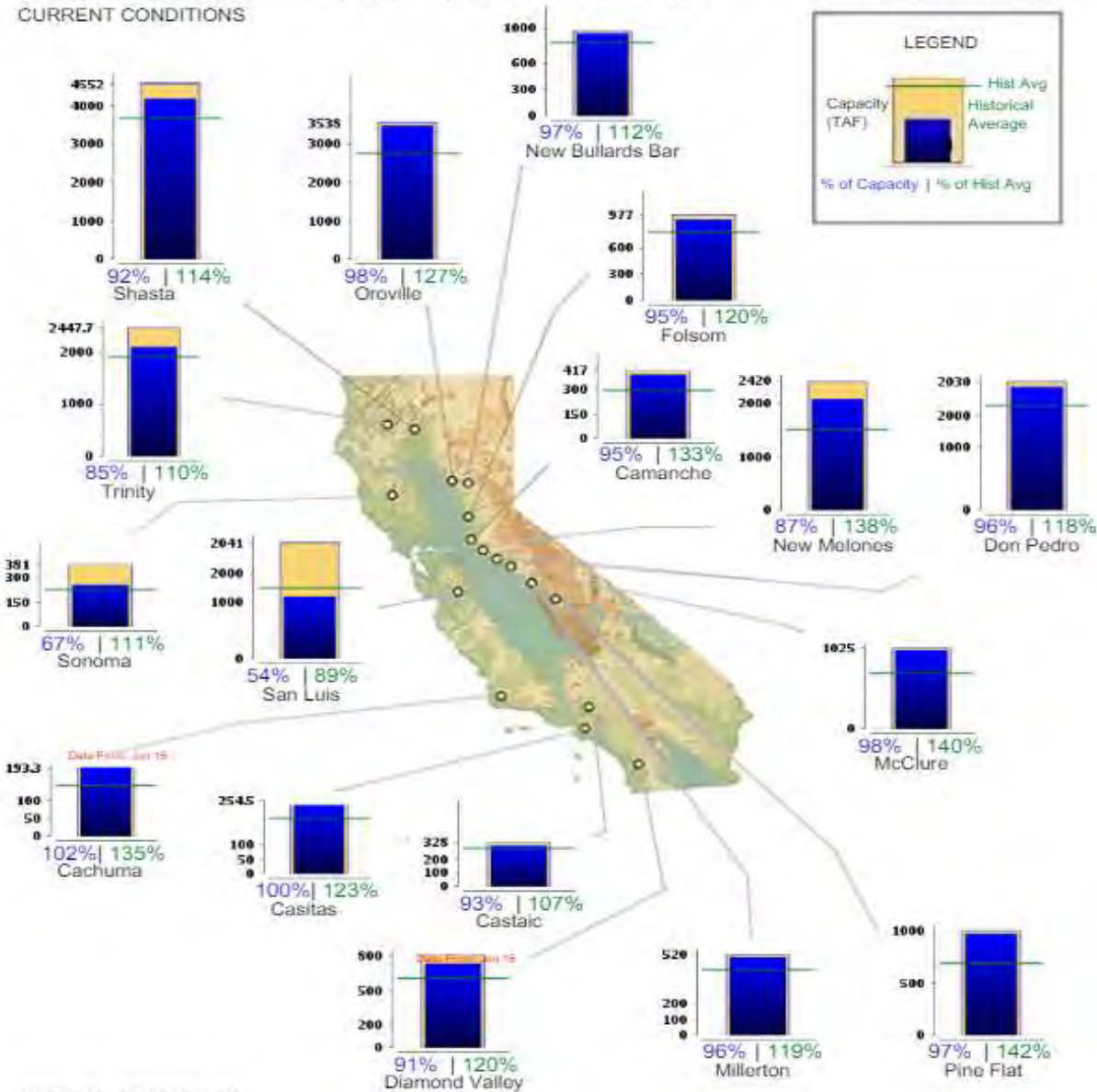


— Historical Average
 —◆— Total Reservoir Capacity
 —▲— TOC
 —▲— 1976-1977 (dry)
 —◆— 1982-1983 (wet)
 — 2023-2024(current)
 — 1977-1978



CALIFORNIA MAJOR WATER SUPPLY RESERVOIRS
CURRENT CONDITIONS

Midnight - June 17, 2024



	Storage (TAF)	% Average
Oroville	3,482	127%
Shasta	4,173	114%
Folsom	928	120%
San Luis	1,103	89%

Minutes
Public Affairs & Conservation Committee
June 20, 2024

Directors Present: Paul Ortega, Steve Grasha
Staff Present: Steve Johnson, Victoria Llort, Ernye Valenciano, Nisha Ajmani

1. Public Comments - None

2. Discussion Items

A. Water Bottle Filling Station Update

The Committee discussed what current procedures have been for adding a new refill station. Staff will present a water refilling station program and general operating guidelines at a September Committee meeting.

B. Turf Rebate/Incentive Program Discussion

Staff presented a reduction in the turf rebate program from \$3 per square foot to \$2 per square foot. The Committee decided to bring this to full Board for further discussion. The item will be heard on the July 2 board meeting.

C. Nonfunctional Turf Prohibition Update

The Committee and staff discussed the nonfunctional turf prohibition and the timelines for implementation, as well as what outreach staff has conducted.

D. Urban Water Use Objective Update

Staff provided an update on the draft Urban Water Use Objective regulations, current regulation drafts, as well as the expected implementation timeline. Additionally, the Committee discussed what current outreach has been done, including the webpage dedicated to the regulations.

E. Conservation Programs

The Committee discussed incentive program participation through June 13, 2024.

Executive Committee Meeting Minutes

June 27, 2024

Directors Present: Paul Ortega, Jeff Bowman

Staff Present: Steve Johnson, Esther Saenz, Victoria Llort, Sylvia Baca, Jamie Hoffman

1. Call to Order

2. Public Comments

None

3. Discussion Items

A. Review Agenda for July 2, 2024 Board Meeting

The proposed agenda for the July 2, 2024 meeting was reviewed.

B. Expense Reports

The May expense reports were reviewed.

C. Changing Board of Directors Meeting Start Time

The Committee and Staff discussed changing the meeting time to 9:00 a.m. and the possible impacts. It was decided to add this item to the July 2 Board agenda.

D. Communication Procedures

The Committee and Staff discussed internal communication procedures during service interruptions.

E. City of Palm Springs Parks Task Force

Staff informed the Committee about the recent meetings that they attended.

F. CSDA Election – Southern Network Seat A

Staff informed the Committee that the ballot is due by 5:00 p.m. on July 26 and provided information on the three candidates. The Committee directed Staff to submit the ballot in favor of the incumbent.

G. 2024 Board Travel Conference Schedule

The Committee agreed with the suggested travel dates for the Groundwater Management Districts Association (GMDA). Staff will update the schedule and distribute to the Board.

H. Board External Meetings List Update

Staff provided the Committee with information on the Desert Valley Builders Association (DVBA) Legislative meetings. After discussion, the Committee directed Staff to add a discussion item to add these meetings to the External Meetings List.

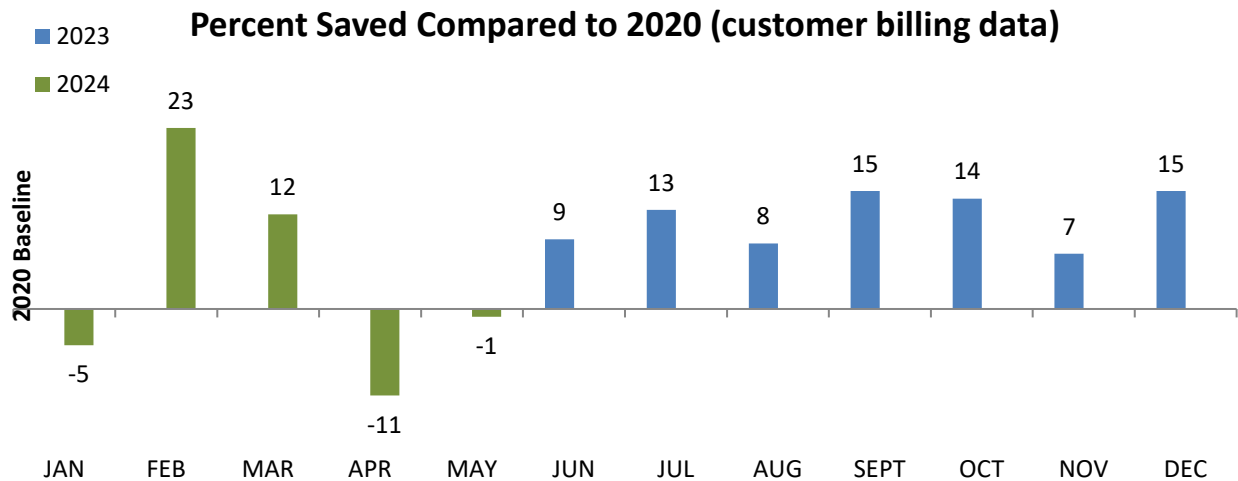
4. Adjourn

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

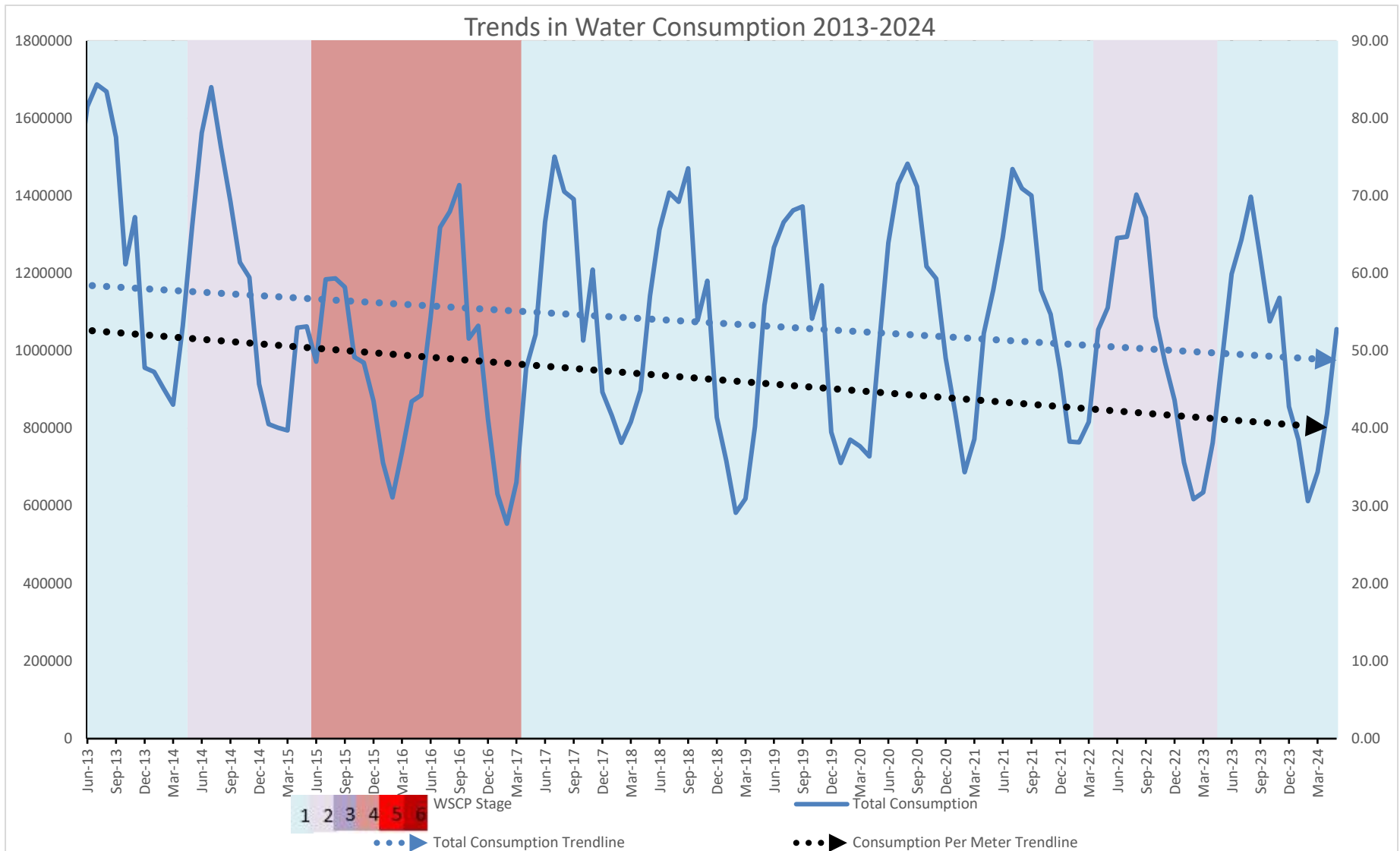
JULY 2, 2024

RE: MAY 2024 WATER USE REDUCTION FIGURES

Desert Water Agency customers increased water consumption per meter by 1% during May 2024 compared to the same month in 2020 – the baseline year the State Water Resources Control Board (State Water Board) used to measure statewide conservation achievements during the 2020-2022 drought. This may be partially explained by higher average temperatures and less days of precipitation.



Over the past 12 months, consumption per meter has been trending 9% lower compared to 2020. DWA is committed to conservation and has met the goals of many voluntary and mandatory calls for conservation such as SB X7-7 (20% by 2020). The Making Water Conservation a California Way of Life regulation (currently in draft form) will provide DWA with a water use objective – in essence, an agency-wide water budget. This will inform DWA’s future water conservation objectives.



The graph above shows total monthly water consumption trending downward over time. It also shows that water use *per meter* is trending downward even faster. This indicates significant conservation gains given that population and business grew while water consumption continued to decline. The graph also highlights Water Shortage Contingency Plan (WSCP) levels.

May 2024 conservation per meter percentage	Up 1%
May 2024 consumption per meter	44 HCF
May 2020 consumption per meter	43 HCF
May 2024 gross consumption conservation percentage	Up 5%
May 2024 metered potable consumption	2424 AF
May 2020 metered potable consumption	2314 AF
The percentage of the Total Monthly Potable Water Consumption going to residential use only for the reporting month	75%
Population (estimated and inclusive of seasonal residents)	75,067
Estimated R-GPCD	256
Number of public complaints of water waste or violation of conservation rules received during the reporting month.	76
Number of contacts with customers for actual/alleged water waste or for a violation of conservation rules.	23
Number of field visits for water waste follow up.	16
Number of citations for violation of conservation rules.	9

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

**RE: REQUEST APPROVAL OF THE REVISED EXTERNAL MEETINGS
ELIGIBLE FOR BOARD COMPENSATION**

On February 21, 2023, the Board of Director's approved the External Meetings list along with the assigned and alternate Director's.

During the last Executive Committee meeting held on June 27, 2024 there was a desire to update the list to include Desert Valley Builder's Association (DVBA) Legislative meetings.

Fiscal Impact:

The Fiscal Year 2024-2025 budget includes Board attendance at meetings and events.

Legal Review:

N/A

Recommendation:

Staff recommends that the Board of Directors approve the updated External Meetings list to include DVBA's Legislative meetings.

Attachments:

Attachment #1 – External Meetings List (January 22, 2024)



External Meetings List
Desert Water Agency
~~February 21, 2023~~
July 2, 2024

1. External meetings - by assignment only

- | | | |
|-------------------------------------------------------------------------|-------|-------|
| a. Desert Hot Springs City Council meetings (10 max per year) | 1. GM | 2. JB |
| b. Palm Springs City Council meetings (10 max per year) | 1. PO | 2. SG |
| c. Palm Springs Sustainability Commission meetings (5 max per year) | 1. PO | 2. SG |
| d. Cathedral City Council meetings (10 max per year) | 1. KB | 2. PO |
| e. Palm Springs Chamber of Commerce (10 max per year) | 1. KB | 2. GM |
| f. Greater Coachella Valley Chamber of Commerce (10 max per year) | 1. GM | 2. JB |
| g. Coachella Valley Water District Board meetings (all) | 1. SG | 2. PO |
| h. Mission Springs Water District Board meetings (all) | 1. GM | 2. JB |
| i. Agua Caliente Water Authority Board meetings (all) | 1. JB | 2. KB |
| j. Desert Valley Builders Association Legislative meetings (all) | 1. | 2. |

2. Mandatory training

- a. Ethics (1 max per two years)
- b. Sexual Harassment Prevention (1 max per two years)

GM = Gerald McKenna

JB = Jeff Bowman

KB = Kristin Bloomer

PO = Paul Ortega

SG = Steve Grasha

1. = Assigned Director

2. = Alternate Director

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

**RE: REQUEST ADOPTION OF ORDINANCE NO. 78 ESTABLISHING
COMPENSATION AND REIMBURSEMENTS FO EXPENSES FOR
DIRECTORS**

On August 1, 2023, the Board adopted Ordinance No. 76 amending Section 1 of Ordinance No. 64 Establishing Compensation for Each Day of Service by Directors. This amendment fixed compensation at \$406.12 for each day of service until subsequently revised by ordinance.

Beginning in May 2020 and each year thereafter, Staff performs a Board Compensation and Benefits Survey and presents it to the Finance Committee in conjunction with the preparation of the budget. The Finance Committee makes a recommendation as to whether the item should be brought to the full Board for discussion and consideration of any increase.

At its May 23, 2024 meeting, the Finance Committee reviewed the Board Compensation and Benefits Survey and requested the evaluation be provided to the full Board for discussion and consideration.

At the June 4, 2024 Board Meeting, the Board of Directors discussed increasing the rate of pay received by Board Directors for each day of service by 4.8%. This increase is the same rate of increase provided to employees for the Employee Cost of Living Adjustment for the 2024/2025 fiscal year.

Current Rate	\$406.12
4.8% Increase	<u>19.49</u>
Total Rate	\$425.61

According to California Water Code Section 20202, “the increase may not exceed an amount equal to five percent (5%), for each calendar year following the operative date of the last adjustment”.

According to Water Code Section 20203 and Government Code Section 6066, Staff published a Notice of Public Hearing in the Public Record newspaper on June 18 and June 25, 2024.

If adopted today, this Ordinance will become effective on October 1, 2024, which is a minimum of 60 days after the adoption date in accordance with California Water Code Section 20204 where the rate increase does not exceed 5% in the calendar year since the operative date of the last adjustment which was September 30, 2023.

Fiscal Impact:

The potential fiscal impact of a 4.8% increase would be approximately \$10,400, increasing the projected Agency Wide Directors' Fee Expense from \$216,000 to \$226,400.

Legal Review:

Legal Counsel has reviewed this report.

Recommendation:

Staff recommends: 1) Open the Public Hearing to present the report and to receive public testimony and comments. 2) Following the Public Hearing, if the Board desires to increase the rate of pay received by Board Directors for each day of service to \$425.61, Staff recommends that the Board adopt Ordinance No. 78.

Attachments:

Attachment #1 – Ordinance No. 78

ORDINANCE NO. 78

**AN ORDINANCE OF THE
BOARD OF DIRECTORS OF THE
DESERT WATER AGENCY ESTABLISHING
COMPENSATION AND REIMBURSEMENTS OF
EXPENSES FOR DIRECTORS**

WHEREAS, Assembly Bill 653, relating to compensation of members of the boards of water districts, was enacted by the Legislature on July 10, 1989; and

WHEREAS, the intent of the Legislature in enacting this assembly bill is that directors of water districts be authorized, by an ordinance adopted pursuant to the enactment of AB 653, to receive compensation for attendance for a total of up to 10 days or meetings per month; and

WHEREAS, the Board of Directors of the Desert Water Agency enacted such an ordinance in conformance with Assembly Bill 653; and

WHEREAS, the Board of Directors wishes to consolidate and replace all prior ordinances addressing this subject and to specify all compensation and reimbursements of expenses as a Director for attendance at Board meetings;

NOW THEREFORE, be it ordained by the Board of Directors of the Desert Water Agency as follows:

SECTION I. Attendance at Board Meetings.

Pursuant to Sections 20200 through 20207 of the California Water Code of the Desert Water Agency Law, each Director of this Agency shall receive compensation in the amount of Four Hundred and Twenty-Five dollars and Sixty-One Cents (\$425.61) per day for each day's attendance at meetings of the Board, and at Board committee meetings and Board hearings when held on days separate from Board meetings. Service at such hearings and committee meetings is hereby deemed to be at the request of the Board.

SECTION 2. Other Services Rendered as a Director.

Each Director shall also receive compensation in the amount specified in Section 1 for each day of service rendered by request of the Board.

For the purposes of this section, attendance at the spring and fall conferences of the Association of California Water Agencies, Association of California Water Agencies Region 9 meetings, the spring, fall and national seminars of the National Water Resources Association, and the American Water Works Association national conference shall be deemed to be at the request of the Board.

The Board may also request that a Director or Directors attend other water-related or educational conferences, and such attendance will be deemed service as a Director at the Board's request.

SECTION 3. Maximum Permissible Service.

No payments shall be made under Sections 1 and 2 for attendance or service exceeding a total of ten days in any calendar month.

SECTION 4. Expenses.

Any actual expenses, including mileage, incurred by Directors for attendance or service rendered pursuant to Section 2 shall be paid directly by the Agency or else reimbursed by the Agency upon presentation of satisfactory evidence thereof.

In addition to the functions specifically pre-authorized in Section 2, or specifically requested by the Board pursuant to Section 1, the Board may also give advanced authorization to attend a meeting, conference or other function not listed under Section 2, and for those days of service the participating Director(s) may receive reimbursement for all actual and necessary expenses incurred incidental thereto pursuant to Section 4, but will not be compensated for a day of service pursuant to Section 2.

SECTION 5. Implementation.

The General Manager is hereby authorized to develop such forms and procedures as may be necessary to implement this Ordinance.

SECTION 6. Effective Date and Repeal.

This Ordinance shall take effect on October 1, 2024, which is a minimum of sixty (60) days after its adoption in accordance with California Water Code Section 20204 where the rate increase does not exceed five percent (5%) for each calendar year following the operative date of the last adjustment and shall replace all previously adopted ordinances that are inconsistent herewith.

ADOPTED this 2nd day of July, 2024.

Paul Ortega, President

ATTEST:

Gerald McKenna, Secretary-Treasurer

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

RE: REQUEST ADOPTION OF:

- (1) RESOLUTION NO. 1335 CALLING FOR ELECTION OF DIRECTORS FROM DIVISIONS 4 AND 5 OF THE AGENCY**
- (2) RESOLUTION NO. 1336 NOTIFYING COUNTY CLERK THAT CANDIDATES WILL BE RESPONSIBLE TO PAY FOR PUBLICATION OF STATEMENT OF QUALIFICATIONS**

The County of Riverside requires certain information from the Agency prior to the November 5, 2024 Election (Directors from Divisions 4 and 5) of the Agency. Prior to the nomination period, the Agency must adopt resolutions: (1) Calling for the elections and requesting consolidation with all other elections held within those Divisions; and, (2) Specifying whether the Agency will pay the costs of candidates' statements. Resolution No. 1335 has been prepared calling for the election and requesting consolidation, and Resolution No. 1336 notifies the Registrar-Recorder/County Clerk that candidates will be responsible to pay the cost for the publication of the Statement of Qualifications. This cost is determined by the County and has yet to be released.

Fiscal Impact:

The total fiscal impact has been estimated by the Riverside County Registrar of Voter's office. The estimate to conduct the election is \$110,000 and has been included in the 2024-2025 budget. Finance Director Saenz has reviewed this report.

Legal Review:

Legal Counsel has reviewed this report.

Recommendation:

Staff recommends that the Board of Directors adopt Resolution No. 1335, entitled: "Calling for election of Directors from Divisions 4 and 5 of the Agency on November 5, 2024 and requesting consolidation with all other elections conducted within those Divisions on that date" and Resolution No. 1336, entitled: "Notifying the County Clerk that candidates will pay for publication of Statements of Qualification".

Attachments:

- Attachment #1 – Resolution No. 1335
- Attachment #2 – Resolution No. 1336

RESOLUTION NO. 1335

**A RESOLUTION OF THE BOARD OF DIRECTORS OF
DESERT WATER AGENCY CALLING FOR ELECTIONS IN DIVISIONS 4 AND 5
OF THE AGENCY ON NOVEMBER 5, 2024 TO ELECT DIRECTORS FROM
THOSE DIVISIONS AND REQUESTING CONSOLIDATION WITH ALL OTHER
ELECTIONS CONDUCTED WITHIN THOSE DIVISIONS ON THAT DATE**

WHEREAS, elections must be conducted within Divisions 4 and 5 of the Agency on November 5, 2024 pursuant to the Uniform District Election Law to elect Directors to the Board of Directors of the Desert Water Agency from those Divisions; and

WHEREAS, the elections may be consolidated with other elections conducted within those Divisions at significant cost savings to the Agency;

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

1. Elections will be conducted within Divisions 4 and 5 of Desert Water Agency on November 5, 2024 for the purpose of electing Directors to fill positions on the Agency's Board of Directors from those Divisions for the seats below:

DIVISION	OFFICE	TERM	SEATS OPEN
4	Director	4 years	1
5	Director	4 years	1

2. Pursuant to Sections 10517 and 10520 of the California Elections Code, the Registrar-Recorder/County Clerk of the County of Riverside is requested to conduct the elections on behalf of this Agency, and this Agency agrees to reimburse the County of Riverside for resulting expenses in conducting the elections.

3. In accordance with Elections Code Sections 10402 and 10403, the Board of Supervisors of Riverside County is requested to order to have the elections in those Divisions consolidated with any other elections conducted within those Divisions on November 5, 2024.

4. The consolidated elections will be held and conducted, election officers appointed, voting precincts designated, ballots counted and returned, returns canvassed, results declared, certificates of election issued and all other proceedings incidental to and

connected with the elections shall be regulated and done, in accordance with applicable provisions of the California Elections Code.

5. In accordance with California Election Codes 10551, in the event of a tie vote between two or more candidates, the Registrar/County Clerk of the County of Riverside shall notify this Board which shall notify the candidates who have received the tie votes to appear before this Board either personally or by representative at a time and place designated by this Board, at which time this Board shall determine the tie by lot and the results thereof shall be declared by this Board..

6. The Secretary of this Board of Directors is hereby instructed to file certified copies of this resolution with the Clerk of the Board of Supervisors of Riverside County and with the Registrar-Recorder/County Clerk of the County of Riverside. The Secretary of the Board of Directors and the Agency's legal counsel are authorized and instructed to take such further action as may be necessary in conducting this election.

ADOPTED this 2nd day of July, 2024.

Paul Ortega, President

ATTEST:

Gerald McKenna, Secretary-Treasurer

RESOLUTION NO. 1336

**A RESOLUTION OF THE BOARD OF DIRECTORS OF
DESERT WATER AGENCY NOTIFYING COUNTY CLERK
THAT CANDIDATES WILL PAY FOR PUBLICATION OF
THEIR STATEMENTS OF QUALIFICATIONS**

WHEREAS, Section 13307 of the California Elections Code requires this Agency to determine whether the Agency or the candidates will pay for publication of their Statements of Qualifications of Candidates for election to the Board of Directors of the Desert Water Agency; and

WHEREAS, it appears to be in the best interest of this Agency to have each candidate for Director pay the expenses connected with publishing his or her particular qualifications, if the candidate chooses to have such a statement published, rather than have that financial burden assumed by the Agency's taxpayers or ratepayers; and

WHEREAS, this Agency desires that any such expense be paid by each candidate directly to the County of Riverside;

NOW, THEREFORE, BE IT RESOLVED that the Agency advises the County Clerk of the County of Riverside by copy of this Resolution that elections will be conducted on November 5, 2024 to elect Directors from Divisions 4 and 5 of the Agency to serve on the Board of Directors of the Agency.

BE IT FURTHER RESOLVED that payment of the expenses connected with publication of candidates' statements of qualifications shall be made by candidates directly to the County of Riverside.

ADOPTED this 2nd day of July, 2024.

Paul Ortega, President

ATTEST:

Gerald McKenna, Secretary-Treasurer

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

**RE: REQUEST ADOPTION OF RESOLUTION NO. 1337 FOR U.S.
BUREAU OF RECLAMATION GRANT ELIGIBILITY**

Desert Water Agency's grass removal incentive has been an extremely popular program and a successful tool in achieving lasting water savings. The program has relied heavily on grant funding through the Department of Water Resources' Integrated Regional Water Management (IRWM) program in the past.

DWA staff also works with our partners at CPV Sentinel to help fund the grass removal and in 2020 used Federal funding for grass removal for the first time. Staff applied for and was awarded a U.S. Bureau of Reclamation (USBR) Small-scale Water Efficiency Program grant for \$100,000 in 2022. Staff is applying to the same program this year.

The maximum funding request in 2025 is \$100,000. The application, which is due July 9, 2024 requests the full \$100,000 for grass removal projects to be completed from March 2025 to March 2027. There is a \$100,000 match requirement for this grant. DWA will have to match \$100,000 out of its own budget.

DWA received letters of support from the City of Cathedral City, Coachella Valley Water District, Desert Valley Builders Association, Congressman Ken Calvert, and Congressman Raul Ruiz. USBR also requires a resolution from the applicant's governing body as part of the application process.

Resolution No. 1337 notes the Agency's dedication to water conservation and commits the Agency to providing the matching funds if USBR awards DWA the grant.

Fiscal impact:

While there is no fiscal impact to the application, successful award could encumber the Agency in the amount of \$100,000 for matching funds that would be used from the 2024-2025 Turf Removal budget. Finance Director Saenz has reviewed this report.

Legal Review:

N/A

Recommendation:

Staff recommends adoption of Resolution No. 1337, authorizing Staff to apply for the 2024/2025 USBR Small-scale Water Efficiency Program opportunity.

Attachments:

1. Resolution No. 1337

RESOLUTION NO. 1337

**RESOLUTION OF THE BOARD OF DIRECTORS OF
DESERT WATER AGENCY AUTHORIZING AND
APPROVING SUBMISSION FOR A U.S. BUREAU OF
RECLAMATION SMALL-SCALE WATER EFFICIENCY
PROJECTS GRANT**

WHEREAS, the Desert Water Agency was established by an Act of the California Legislature in 1961 as a public water management agency; and

WHEREAS, the Agency views water conservation investments as a critical strategy to meet future water needs; and

WHEREAS, working with members of our own community to achieve local water conservation gains is an ideal approach; and

WHEREAS, about eighty percent of water is used outdoors, making grass removal an effective tool; and

WHEREAS, Desert Water Agency intends to submit an application for one hundred thousand dollars in financial assistance from the United States Bureau of Reclamation through its small-scale water efficiency project grant in fiscal year 2025; and

WHEREAS, the funding requested is for the Desert Water Agency Grass Removal Incentive Program; and

WHEREAS, the U.S. Department of the Interior, Bureau of Reclamation, Policy and Administration requires Governing Body approval for submission of an application; and

WHEREAS, if successful, the Agency will use California Department of Water Resources grant funding or the Agency's own budgeted funds for the matching funds in the funding plan submitted with the application;

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of Desert Water Agency hereby authorizes staff to apply for grant funding through the United States Bureau of Reclamation's Small-scale Water Efficiency Projects.

ADOPTED this 2nd day of July, 2024.

Paul Ortega, President

ATTEST:

Gerald McKenna, Secretary-Treasurer

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

**RE: REQUEST ADOPTION OF RESOLUTION NO. 1338
ESTABLISHING TAX RATE FOR FISCAL YEAR 2024/2025**

Attached for the Board's review is a copy of Resolution No. 1338, which certifies to the Riverside County Board of Supervisors the Desert Water Agency ad valorem tax rate for the 2024/2025 Fiscal Year. The taxes (SWP Tax) collected are used to meet our financial contractual obligations relating to the State Water Project (SWP).

To determine the necessary amount raised by ad valorem taxes, staff analyzes and compares the Agency's current year and projected revenue from the Agency's Replenishment Assessment Charge (RAC) available to cover SWP charges, along with 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 2024/2025 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, 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 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 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.

It would be infeasible to utilize the Agency's retail water rate revenue to pay for all 2024/2025 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 2024/2025 have been calculated in accordance with Article XIII D of the California Constitution. The Agency also pays the Replenishment Assessment Charge assessed on the production of water from areas benefitting from the recharge of imported water, therefore, 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

2024/2025 SWP expenditures in the calculation of the Agency's retail water rate, it would need to increase the rate from \$2.59 per hcf to approximately \$4.84 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 at \$0.07 per \$100 of assessed valuation, as included in the 2024/2025 General Fund Budget, which is a reduction of \$0.01 compared to the rate charged in FY 2023/2024.

The attached Summary of Assessed Valuations and Resulting Tax Rates, from the 2024/2025 Desert Water Agency General Fund budget, provides a breakdown by source of the estimated property tax revenue.

If Resolution No. 1338 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 2024/2025 Fiscal Year on all taxable property within the Agency.

Legal Review:

Legal Counsel has reviewed Resolution No. 1338 and this staff report.

Fiscal Impact:

The Board of Directors fixing the tax rate of \$0.07 per \$100 of assessed valuation, will provide \$37,371,000 in estimated property tax revenue, as included in the 2024/2025 General Fund Budget.

Recommendation:

Staff recommends that the Board adopt Resolution No. 1338 Establishing the tax rate for the 2024/2025 Fiscal Year of \$0.07 per \$100 of assessed valuation.

Attachments:

1. Resolution No. 1338
2. Summary of Assessed Valuations and Resulting Tax Rates (Desert Water Agency 2024/2025 Budget, Page 22)
3. Tax Rate Projections

RESOLUTION NO. 1338

**A RESOLUTION OF THE BOARD OF DIRECTORS OF
THE DESERT WATER AGENCY DETERMINING,
CERTIFYING, AND DIRECTING 2024/2025 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 XIII A 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 XIII A of the California Constitution and Section 93(a) of the Revenue and Taxation Code; and

WHEREAS, the Agency needs to levy an ad valorem property tax rate for its Fiscal Year 2024/2025 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 2024/2025 for payment of indebtedness to the State of California pursuant to the Water Supply Contract of the Agency, dated October 17, 1962, is \$37,371,000 and does hereby fix a tax rate of \$0.07 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 \$1,748,000.

3. The Board does hereby certify to the Board of Supervisors of Riverside County that for the Fiscal Year 2024/2025 it has fixed the tax rate of \$0.07 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 2024/2025 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 2024/2025, 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 2nd day of July 2024.

Paul Ortega, President

ATTEST:

Gerald McKenna, Secretary-Treasurer

DESERT WATER AGENCY

GENERAL FUND

2024 - 2025 Budget

Summary of Assessed Valuations and Resulting Tax Rates

Assessed Valuations

Secured	\$24,712,867,040
Unsecured	\$927,435,135

Total Estimated Assessed Valuations* **\$25,640,302,175**

Tax Rate

	<u>2023-2024</u>	<u>2024-2025</u>
Secured	\$0.08	\$0.07
Unsecured	\$0.10	\$0.08

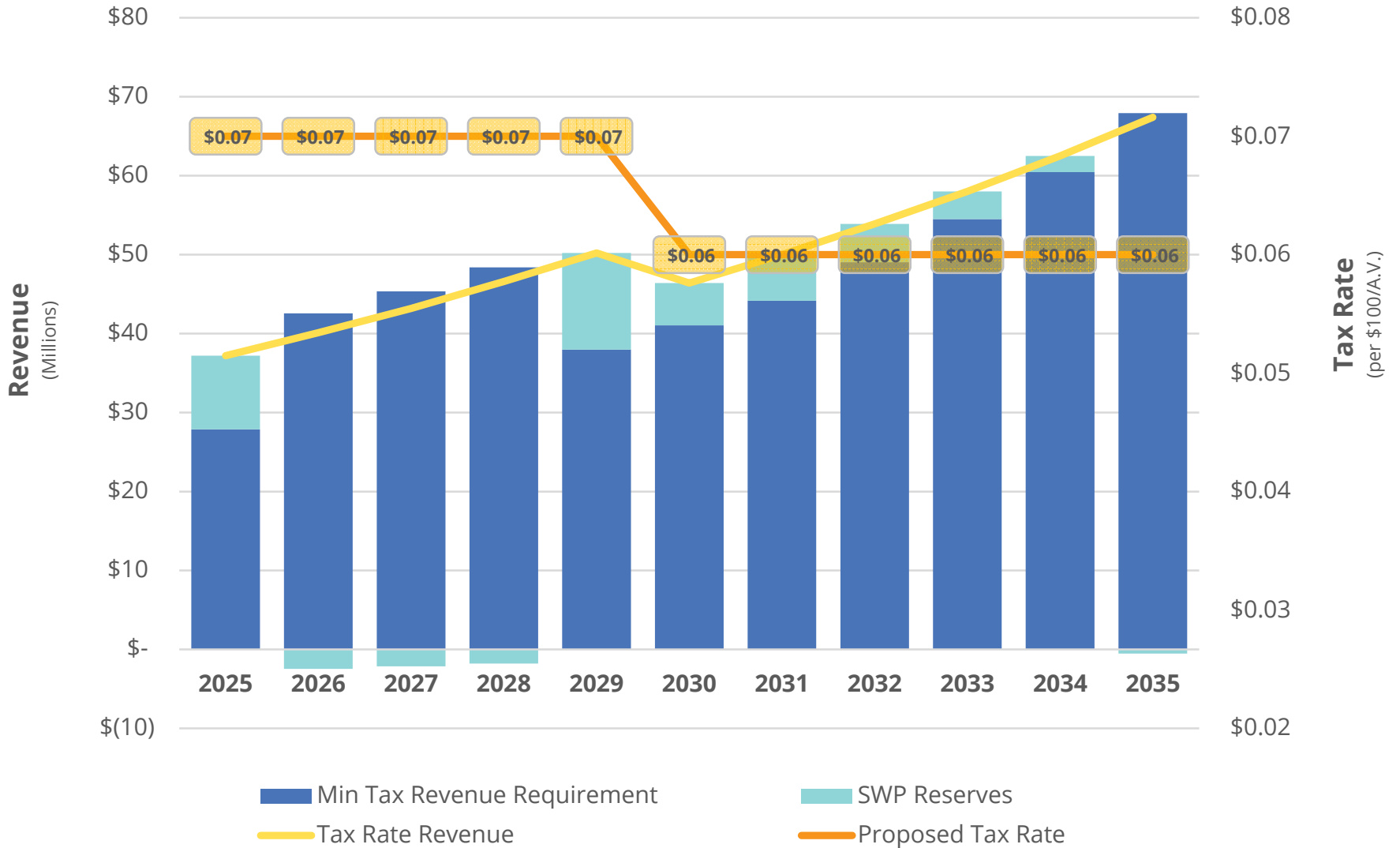
Estimated Revenue from Property Taxes

Secured	\$17,002,000
Unsecured	\$742,000
SBE Unitary	\$17,706,000
RPTTF	\$1,921,000
County 1% General Purpose Allocation	\$1,748,000

TOTAL ESTIMATED PROPERTY TAXES **\$39,119,000**

* Assessed values reflect a combined 2.87% delinquency and value adjustment factor for secured and unsecured valuations

DESERT WATER AGENCY Tax Rate Projections



**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

**RE: REQUEST AUTHORIZATION TO EXECUTE QUITCLAIM
TERMINATING EASEMENT INTEREST WITHIN PROPERTY
OWNED BY CAT CITY QOZB, LP**

Cat City QOZB, LP, the developer for the Grove Apartments located within Cathedral City, has requested that Desert Water Agency terminate an easement within their proposed project. Cat City QOZB, LP owns the East half of Lot 117, all of Lots 118, 119, 120, 121, 122, and Lot "AC" as shown in the Assessor's Parcel Map (Attachment #1). The developer is requesting the Agency to vacate an easement over Lot "AC".

The Agency's easement originates from a Grant Deed recorded on October 8th, 1926; for water rights, ingress/egress, pipeline ownership, ownership of well and various appurtenances used to pump, store, and convey water (Attachment #2). The 1926 deed was acquired by the Agency through the acquisition of the Palm Springs Water Company and the Cathedral City Water Company. The deed was granted to Cathedral City Water Company for the purpose of supplying water and maintaining water facilities in downtown Cathedral City. No facilities were installed in Lot "AC". The Agency will retain ownership of "All water and all rights to develop water in or upon the property" described in the 1926 deed.

On January 11, 2023, Cathedral City Council approved the vacation of Lot "AC" (Attachment #3) through Resolutions 2023-01; recorded with Riverside County as Instrument Numbers 2023-0047632 (Attachment #4).

To clear title to the land, a Quitclaim Deed will be required to vacate the easement (Attachment #5).

Fiscal Impact:

Cat City QOZB, LP paid the Agency \$700, the standard fee for processing a quitclaim. Finance Director Saenz has reviewed this report.

Legal Review:

Legal Counsel has reviewed this report.

Recommendation:

Staff recommends Board authorization to execute the Quitclaim Terminating Easement Interests as depicted in the attached Quitclaim.

Attachments:

Attachment #1 – Assessor's Parcel Map

Attachment #2 – 1926 Grant Deed

Attachment #3 – Cathedral City Staff Report- Lot "AC"

Attachment #4 – Cathedral City Vacation Resolution- Lot "AC"

Attachment #5 – Proposed Quitclaim to Cat City QOZB, LP

THIS MAP WAS PREPARED FOR ASSESSMENT PURPOSES ONLY. NO LIABILITY IS ASSUMED FOR THE ACCURACY OF THE DATA SHOWN. ASSESSOR'S PARCEL MAY NOT COMPLY WITH LOCAL LOT-SPLIT OR BUILDING SITE ORDINANCES.

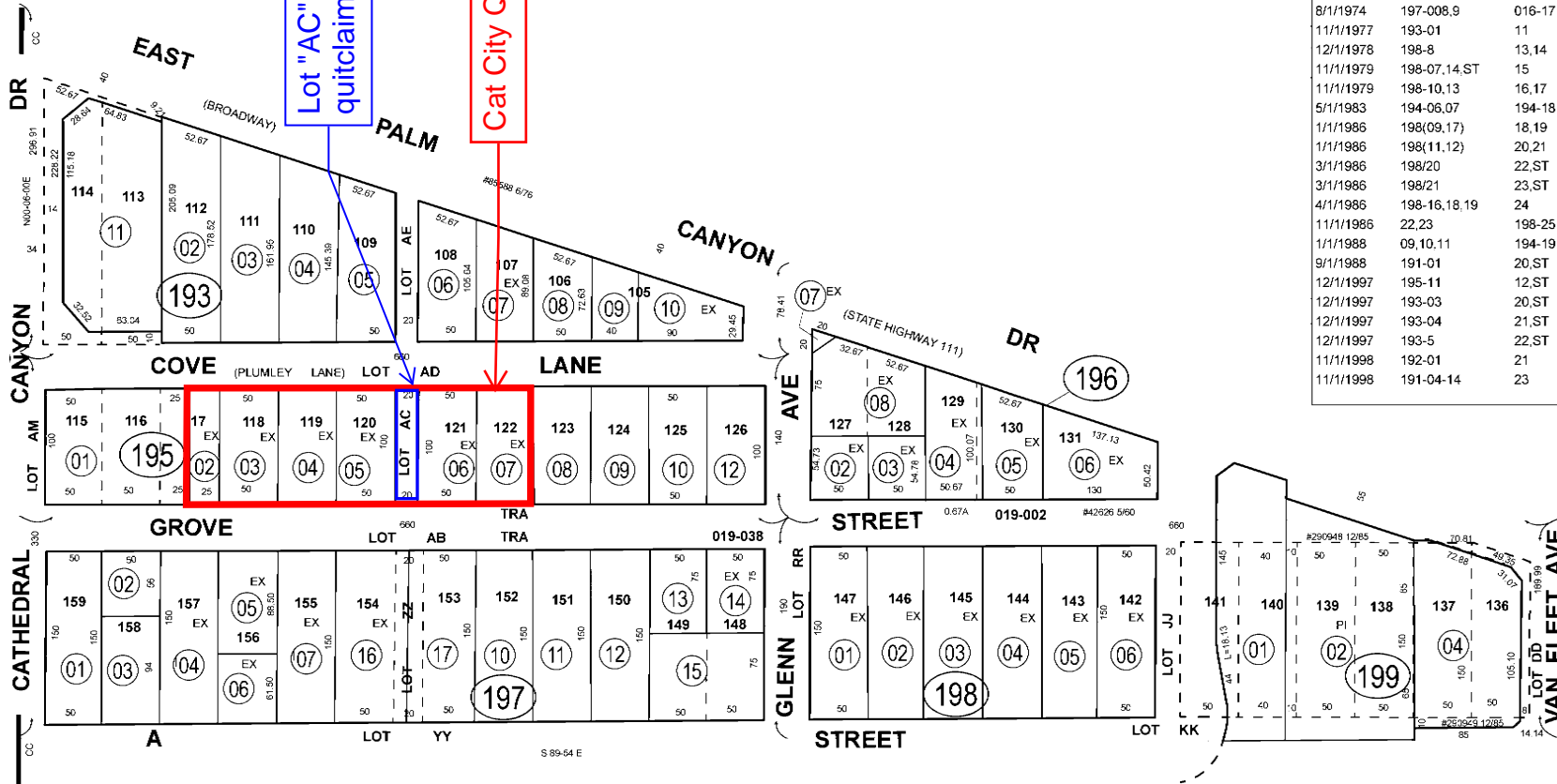
W 1/2 E 1/2 SEC. 33 T.4S, R.5E
CITY OF CATHEDRAL CITY

TRA 019-002
019-038

687-19

24-66

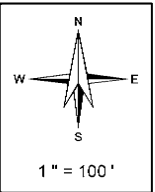
Attachment #1 - Assessors Parcel Map



Lot "AC" to be quitclaimed

Cat City QOZB, LP

Date *	Old Number *	New Number *
7/1/1974	191-02.03	19
8/1/1974	197-008.9	016-17
11/1/1977	193-01	11
12/1/1978	198-8	13,14
11/1/1979	198-07,14,ST	15
11/1/1979	198-10,13	16,17
5/1/1983	194-06,07	194-18
1/1/1986	198(09,17)	18,19
1/1/1986	198(11,12)	20,21
3/1/1986	198/20	22,ST
3/1/1986	198/21	23,ST
4/1/1986	198-16,18,19	24
11/1/1986	22,23	198-25
1/1/1988	09,10,11	194-19
9/1/1988	191-01	20,ST
12/1/1997	195-11	12,ST
12/1/1997	193-03	20,ST
12/1/1997	193-04	21,ST
12/1/1997	193-5	22,ST
11/1/1998	192-01	21
11/1/1998	191-04-14	23



Legend

- Lot Lines
- Right-Of-Way
- Old Lot Lines
- Reference R.O.W
- Other Easements
- Lease Area
- Subdivision Tie Mark

Pg 08	Pg 47	Pg 18
Pg 09	Bk 687 Pg 19	Pg 20
Pg 10	Pg 21	Pg 50

Map Reference *
MB 13/24-26 CATHEDRAL CITY



Attachment #2 - Grant Deed

JOHN J. GROVE, ET AL)
TO)
CATHEDRAL CITY WATER CO.)

IN CONSIDERATION of the receipt by the undersigned of Ten Dollars (\$10.00), JOHN J. GROVE and CATHERINE GROVE: husband and wife, GEORGE G. ALLEN and LUELLA M. ALLEN, husband and wife; G. V. PLUMLEY, a single man, and M. V. VAN FLEET, a single man, of the County of Riverside, State of California, do hereby grant to CATHEDRAL CITY WATER COMPANY, a corporation organized and existing under and by virtue of the laws of the State of California, having its principal place of business in the County of Riverside, State of California, all of the following described property situated in the County of Riverside, State of California, described as follows:

All water and all rights to develop water in or upon the property hereinafter described:

A perpetual easement in, upon and over all private streets, alleys, lanes or highways that are now open or that may be hereafter opened on the property hereinafter described, for the purpose of laying and maintaining water pipes and mains together with right of entry for the purpose of making repairs and maintaining such water pipes and mains.

Said water rights and said easement heretofore described are all in the East half of Section 33, Township 4 South, Range 5 East, S. B. B & M. as per maps on file in the office of the County Recorder of Riverside County, State of California

TO HAVE AND TO HOLD, unto the said grantee, its successors and assigns.

IN WITNESS WHEREOF, the said grantors have hereunto set their hands this 6th day of October, 1926.

John J. Grove	G. V. Plumley
George G. Allen	Luella M. Allen
Catherine Grove	M. V. Van Fleet

FOR A VALUABLE CONSIDERATION the receipt and adequacy of which is hereby acknowledged, the undersigned do hereby transfer, assign, set over, sell and grant unto the Cathedral City Water Company, a corporation duly organized under the laws of the State of California, having its principal place of business in the Town of Palm Springs, Riverside County, State of California, the following described property:

One Yuba Engine; one Kohler Engine; one Water Well and Casing; three Tanks; one Wasco Booster System; one Pump House; all Mains, Pipes, Fittings, Meters and Miscellaneous Tools and Parts.

All of the foregoing property is situated on the East half of Section Thirty-three



Staff Report

City Council

Cathedral City

Item No. 3.J

Meeting Date: January 11, 2023

From: John Corella, Director of Engineering/Public Works

Title: Approval of Resolution to Summarily Vacate an Unimproved 20-foot-wide Public Alley, known as Lot "AC" of the Cathedral City Subdivision, located in the block between Cove Lane and Grove Street, east of Cathedral Canyon Drive (Vacation No. 2022-02)

City Council

RECOMMENDATION:

To approve and adopt the Resolution summarily vacating all City and public interests in an unimproved 20-foot-wide alley, described as Lot "AC" of Cathedral City, as shown on the map filed in Book 13, on Pages 24 through 26, of Maps, Records of Riverside County, located in the block between Cove Lane and Grove Street, east of Cathedral Canyon Drive.

BACKGROUND:

The map of the Cathedral City Townsite, recorded in Riverside County in 1925, created a number of lots, with streets and alleys for circulation. One of these alleys, shown on that map as Lot "AC", is located in the block between Cove Lane and Grove Street, east of Cathedral Canyon Drive. This alley is located between Lots 120 and 121 on that block.

Prior to the renovation of the Downtown area by the former Redevelopment Agency (RDA), this block was occupied by single family and multiple family residences and this alley was open to and used by traffic. Beginning in 1994, the RDA acquired all these lots and soon thereafter, in 1995, the existing structures were demolished, including any surfacing on the alley. Since demolition of the residences, this block has remained vacant, and the alley has remained unimproved and unused for vehicular travel.

DISCUSSION:

In May 2015, the RDA Successor Agency conveyed its lots on this block to the City Urban Revitalization Corporation (CURC). In 2018, CURC sold 8 of these lots to the Applicant, Indio 40 Investments, LP, a California Limited Partnership. This sale included the lots on each side of the subject alley. The Applicant then applied for vacation of the alley and intends to merge the 8 vacant lots and the vacated alley into a single parcel for development.

The lots adjoining the subject alley have been vacant for years and because the alley was also unimproved and unused, Staff felt this might qualify for a summary vacation. Staff has contacted every utility company which might have either a facility in the alley or might need its use in the future. Every utility company responded they had no facilities and had no future need of the alley. Staff also contacted our Police and Fire Departments, who responded they had no objection to the vacation of the subject alley.

Summary Vacation: The State Streets and Highways Code provides a method for summary vacation of streets and highways, which include alleys, under certain circumstances. In this case, the subject alley has been unimproved and therefore unused and impassable for vehicular traffic for at least the five years preceding this vacation application. Also, as a result, no public funds have been expended on its maintenance during that period.

For the above reasons, this vacation qualifies for Summary Vacation under Sec. 8331 of the Streets and Highways Code. The attached Resolution contains the findings required to be made under this and other sections.

Because this matter qualifies for summary vacation, the Streets and Highways code does not require a public hearing, posting of the property, publication of any notices, or the adoption of a Resolution of Intention.

Circulation: This alley is one of a series of alleys which extended through the original Cathedral Townsite, from north to south, extending through many of the blocks from the former Second and Third Streets, south, across East Palm Canyon Drive, all the way to "G" Street, now known as San Jacinto Road.

Most of these alleys have been vacated over the years, and some of those remaining, sometimes referred to as paseos, have been considered as possible pedestrian corridors into the Cove.

The alley (Lot "AE") immediately north of the subject alley is paved and extends from Cove Lane north to East Palm Canyon Drive, but does not connect to Palm Canyon, and serves as a driveway to the parking area between two existing buildings.

The alley south of the subject alley, between Grove Street and "A" Street, (Lot "ZZ"), was vacated by the County in 1974. The alley south of that, extending from "A" Street to "B" Street, was also vacated in 1974, and is now in use as a pedestrian passageway through the Senior Center complex.

Based on these prior alley vacations, the subject alley, Lot “AC” would be of little value in creating a continuous pedestrian corridor.

CEQA Review: This vacation affects an alley which has been unused for public purposes since approximately 1995 and has no prospective future use.

Due to the minor nature of the vacation, staff determined it is exempt from CEQA under Sec. 15061 (3) of the CEQA Guidelines, which states that “where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA.” A finding to this effect is included in the Resolution.

Other Findings: Typically, a vacation requires a finding from the Planning Commission or City Council that follows the General Plan. However, the General Plan has no Element or section concerning public alleys. Therefore, since the General Plan does not apply, no such finding is needed. A finding to this effect is also in the Resolution.

Lastly, a finding is required in the Resolution that pursuant to the State Streets and Highways Code, the subject alley has no use as a non-motorized (bicycle) transportation facility. Based on the General Plan Circulation and Mobility Element, no bicycle trail or recreation trail is proposed which could use this alley. Therefore, such a finding is in the Resolution.

Based on all the above, Staff recommends the adoption of the Resolution of Summary Vacation. The vacation becomes effective upon the recordation of the Resolution.

FISCAL IMPACT:

There is no fiscal impact to the city as the result of this action.

ATTACHMENTS:

Vacation 2022-02 Alley Lot AC

Vicinity Map Vacation 2022-02 Alley Lot AC

Vac 22-02 Alley Lot AC Cove-Grove Reso Summary vac

THIS MAP WAS PREPARED FOR ASSESSMENT PURPOSES ONLY. NO LIABILITY IS ASSUMED FOR THE ACCURACY OF THE DATA SHOWN. ASSESSOR'S PARCEL MAY NOT COMPLY WITH LOCAL LOT-SPLIT OR BUILDING SITE ORDINANCES.

W 1/2 E 1/2 SEC. 33 T.4S, R.5E
CITY OF CATHEDRAL CITY

Date *	Old N
7/1/1974	191-02
8/1/1974	197-00
11/1/1977	193-03
12/1/1978	198-8
11/1/1979	198-07
11/1/1979	198-10
5/1/1983	194-06
1/1/1986	198(09)
1/1/1986	198(11)
3/1/1986	198(20)
3/1/1986	198(21)
4/1/1986	198-16
11/1/1986	22-23
1/1/1988	09,10,11
9/1/1988	191-01
12/1/1997	195-11
12/1/1997	193-03
12/1/1997	193-04
12/1/1997	193-5
11/1/1998	192-01
11/1/1998	191-04

ALLEY LOT "AC"

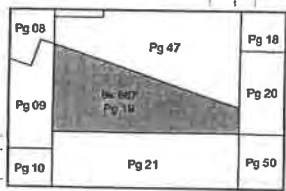
APPLICANT LOTS

VACATION NO. 2022



ASSESSOR'S MAP BK687 PG. 19
Riverside County, Calif.

Manta Saha



Map Reference *
MB 13/24-26 CATHEDRAL CITY



VACATION NO. 2022-02

EAST PALM CANYON

ALLEY LOT AE

COVE LANE

ALLEY LOT AC

GROVE ST

ALLEY LOT ZZ
VACATED 1974

'A' ST

ALLEY IN LOT 161
VACATED 1974

'B' ST

ALLEY IN LOT 201

Google Earth

CATHEDRAL CANYON DR

300 ft



Attachment #4 - Cathedral City Vacation Resolution - Lot AC

2023-0047632

02/17/2023 04:31 PM Fee: \$ 0.00

Page 1 of 3

Recorded in Official Records
 County of Riverside
 Peter Aidana
 Assessor-County Clerk-Recorder



PLEASE COMPLETE THIS INFORMATION
 RECORDING REQUESTED BY:

City of Cathedral City
 City Clerk

AND WHEN RECORDED MAIL TO:

City of Cathedral
 City Clerk's Office
 68-700 Avenida Lalo Guerrero
 Cathedral City, CA 92234
 Exempt from recording fees pursuant to
 GC Section 6103 and 27383.

S	R	U	PAGE	SIZE	DA	MISC	LONG	RFD	COPY
M	A	L	465	426	PCOR	NCOR	SMF	NCHG	EXAM
						T:	CTY	UNI	

Space above this line for recorder's use only

Resolution No. 2023-01

Title of Document

A Resolution of the City Council of the City of Cathedral City, California, Ordering the Summary Vacation of Alley Lot "AC" of Cathedral City Per Map Recorded in Book 13, at Pages 24 through 26, of Maps, Riverside County Records, Being a 20-Foot-Wide Unimproved Alley Located Between Cove Lane and Grove Street, East of Cathedral Canyon Drive, Within Section 33, Township 4 South, Range 5 East, S.B.M. (Vacation 2022-02)

TRA: _____

DTT: _____

THIS PAGE ADDED TO PROVIDE ADEQUATE SPACE FOR RECORDING INFORMATION
 (\$3.00 Additional Recording Fee Applies)

RESOLUTION NO. 2023-01

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CATHEDRAL CITY, CALIFORNIA, ORDERING THE SUMMARY VACATION OF ALLEY LOT "AC" OF CATHEDRAL CITY PER MAP RECORDED IN BOOK 13, AT PAGES 24 THROUGH 26, OF MAPS, RIVERSIDE COUNTY RECORDS, BEING A 20-FOOT-WIDE UNIMPROVED ALLEY LOCATED BETWEEN COVE LANE AND GROVE STREET, EAST OF CATHEDRAL CANYON DRIVE, WITHIN SECTION 33, TOWNSHIP 4 SOUTH, RANGE 5 EAST, S.B.M. (VACATION 2022-02)

WHEREAS, a request to vacate and abandon an unimproved 20 foot wide alley, shown as Lot "AC" on the map of Cathedral City, filed in Book 13, at Pages 24 through 26, inclusive, of Maps, Records of Riverside County, located between Cove Lane and Grove Street, east of Cathedral Canyon Drive, has been received by the Engineering Department of the City of Cathedral City from Indio 40 Investments, LP, the owner of the vacant lots on each side of the subject alley; and

WHEREAS, a report has been received from the Director of Engineering that the above described Alley Lot "AC" has no present or prospective public use, has not been open for vehicular traffic, has no public utilities in the alley, that no public funds have been spent on its maintenance, and that the vacation and abandonment of any City interests in said alley will not have a significant effect on the environment.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the City Council of the City of Cathedral City as follows:

SECTION 1. Authority: This vacation is being conducted pursuant to Chapter 4 of Part 3 of Division 9 of the State Streets and Highways Code, said Part 3 being the "Public Streets, Highways, and Service Easements Vacation Law" (Sections 8330 through 8336).

SECTION 2. The City Council finds and determines that:

A. Pursuant to Section 8331 (a) and (b), of the said Streets and Highways Code, the above-described public alley has not been open to vehicular travel for the five consecutive years immediately preceding the application for this vacation, and no public funds were spent on maintenance of this alley during that period; and

B. Pursuant to Section 8334.5 of said Code, there are no public utility facilities located within the alley to be vacated that would affect this vacation; and

C. Pursuant to Section 892 of the State Streets and Highways Code, the said alley to be vacated is not, and will not in the future be useful as a non-motorized transportation facilities as defined in Section 887 of the said Streets and Highways Code.

D. In accordance with State Guidelines, the vacation of the above-described alley is exempt from the provisions of the California Environmental Quality Act (CEQA) pursuant to the "General Rule" exemption of Sec. 15061(b)(3) of the Guidelines which states that "where it can be seen with certainty that there is no possibility that the activity in

question may have a significant effect on the environment, the activity is not subject to CEQA”.

E. This vacation is exempt from a finding of conformance with the City General Plan since the General Plan has no Element regarding existing public alleys or their disposition.

SECTION 3. Summary Vacation. Any and all City interests, or interests held by the City on behalf of the public in the following described public are hereby summarily vacated and abandoned, and from and after the date of recordation of this Resolution, all such interests shall be of no force or effect and are terminated:

Lot “AC”, of Cathedral City, as shown on the map filed in Book 13, at Pages 24 through 26, inclusive, of Maps, Records of Riverside County, California. .

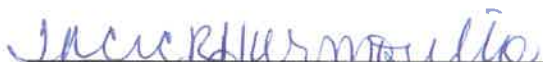
SECTION 4. The City Clerk is hereby directed to cause a certified copy of this Resolution, attested by her under seal, to be recorded in the Office of the County Recorder of Riverside County.

APPROVED AND ADOPTED at a regular meeting of the City Council for the City of Cathedral City held this 11th day of January, 2023, by the following vote:


Ayes: Councilmembers Gutierrez, Gregory and Ross; Mayor Pro Tem Carnevale and Mayor Lamb
Noes: None
Absent: None
Abstain: None


Rita Lamb, Mayor

ATTEST:


Tracey R. Hermosillo, CMC, City Clerk

APPROVED AS TO FORM:


City Attorney



I, Tracey R. Hermosillo, City Clerk, City of Cathedral City, California, do hereby certify under penalty of perjury that the foregoing document is a full, true and correct copy of the original document.

 01.30.2023
Tracey R. Hermosillo, CMC, City Clerk Date

Attachment #5 - Proposed Quitclaim to Cat City QOZB, LP

WHEN RECORDED MAIL TO:

Cat City QOZB, LP.
PO BOX 2399
Rancho Mirage, CA 92270

DOCUMENTARY TRANSFER TAX \$ _____

.....Computed on the consideration or value of property conveyed; OR
.....Computed on the consideration or value less liens or encumbrances
Remaining at time of sale.

Signature of Declarant or Agent determining tax – Firm Name

QUITCLAIM DEED TERMINATING GRANTS OF EASEMENT AND RIGHT-OF-WAY

FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged,

The DESERT WATER AGENCY, a public agency, successor in interest to Palm Springs Water Company, a California corporation, and Cathedral City Water Company, a California corporation, pursuant to a Final Order of Condemnation by the Superior Court of the State of California for the County of Riverside, Case No. Indio 5711 and 5712 recorded March 1, 1968 as Instrument No. 19088 and 19089, in the Official Records of the County of Riverside, does hereby REMISE, RELEASE, and FOREVER QUITCLAIM unto CAT CITY QOZB, LP, a California Limited Partnership, the following rights and interest:

All rights in and to that portion of right-of-way in, upon, and over Lot “AC” by virtue of that certain DEED conveying a right-of-way or easement for pipeline purposes recorded October 8, 1926 in Book number 689 of Deeds, Page 524 Official Records of Riverside County, State of California, more particularly described in Exhibit “A” and depicted on Exhibit “B”, both of which are attached hereto and incorporated herein by reference.

The Agency specifically retains ownership of:

All water and all rights to develop water in or upon said land specified in the Deed recorded October 8, 1926, in Book Number 689 of Deeds, Page 524 Official Records of Riverside County, State of California.

This instrument shall not operate to remise, release, or quitclaim a right, title or interest now held, or owned, by Desert Water Agency, other than the rights hereinbefore specifically referred to.

DESERT WATER AGENCY

Signature _____
Steve Johnson

Its: General Manager – Chief Engineer

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California)

County of _____)

On _____ before me, _____,
Date Here Insert Name and Title of the Officer

personally appeared _____
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature _____
Signature of Notary Public

EXHIBIT "A"

LEGAL DESCRIPTION

POR. OF W ½ OF THE E ½ SEC. 33, T4S., R.5E., S.B.M.

LOT "AC" OF MAP ON FILE IN BOOK 13 OF MAPS, AT PAGES 24 THROUGH 26 IN THE CITY OF CATHEDRAL CITY COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHWEST CORNER OF SAID LOT "AC";

THENCE ALONG THE WESTERLY LINE OF SAID LOT "AC", NORTH 00°07'46" EAST A DISTANCE OF 100.10 FEET TO THE NORTHWEST CORNER OF SAID LOT "AC";

THENCE ALONG THE NORTHERLY LINE OF SAID LOT "AC", SOUTH 89°54'03" EAST A DISTANCE OF 20.00 FEET TO THE NORTHEAST CORNER OF SAID LOT "AC";


THENCE ALONG THE EASTERLY LINE OF SAID LOT "AC", SOUTH 00°07'46" WEST A DISTANCE OF 100.10 FEET TO THE SOUTHEAST CORNER OF SAID LOT "AC";

THENCE ALONG THE SOUTHERLY LINE OF SAID LOT "AC", NORTH 89°54'00" WEST A DISTANCE OF 20.00 FEET TO THE **POINT OF BEGINNING**;

ABOVE DESCRIBED AREA CONTAINS 0.05 ACRES, MORE OR LESS.

SUBJECT TO ALL COVENANTS, RIGHTS, RIGHTS-OF-WAY AND EASEMENTS OF RECORD. AS SHOWN ON EXHIBIT "B" ATTACHED HERETO AND MADE A PART HEREOF.

THIS DOCUMENT WAS
PREPARED BY ME OR UNDER
MY DIRECTION, BASED ON
RECORD INFORMATION.



PHILLIP K. FOMOTOR, P.L.S.



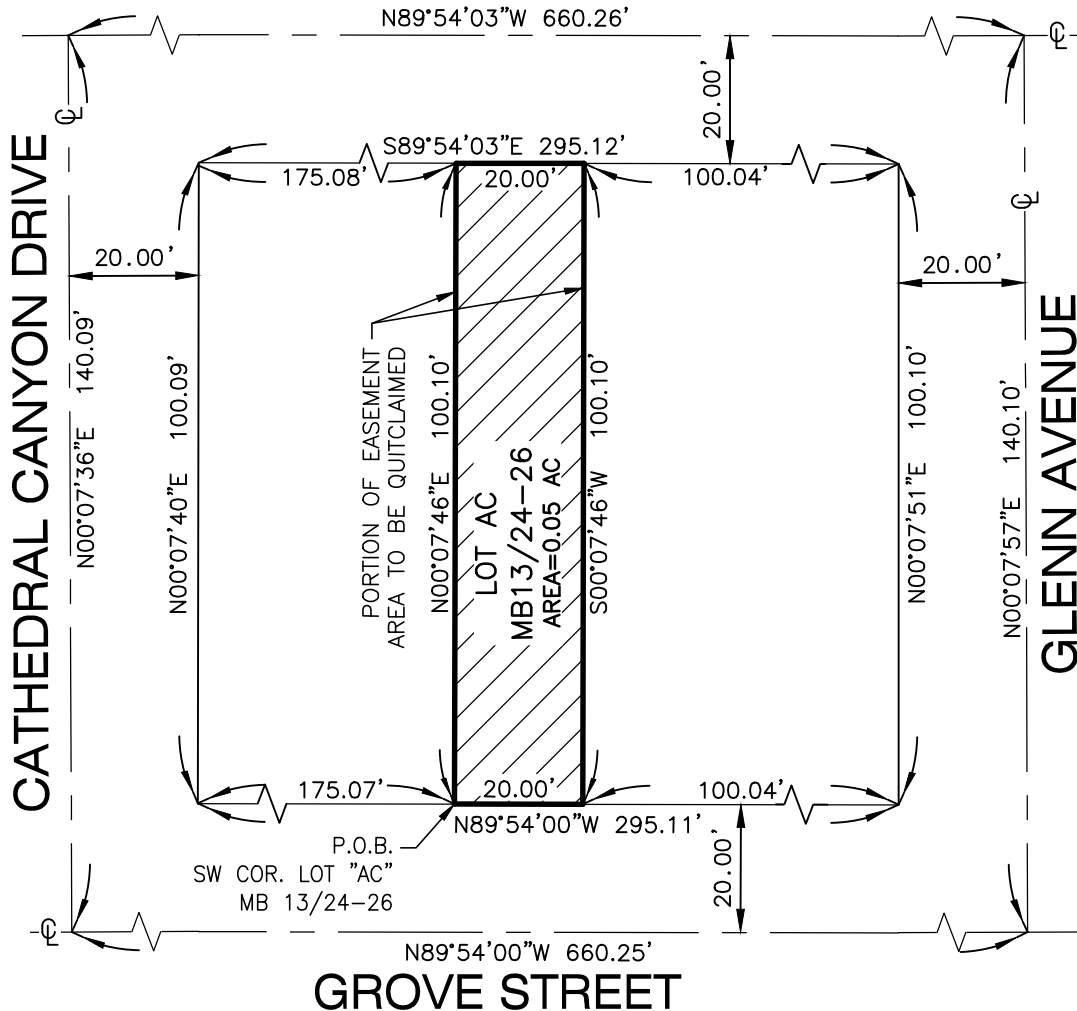
EXHIBIT "B"

EASEMENT QUITCLAIM

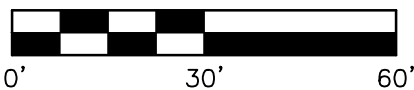
CITY OF CATHEDRAL CITY, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
POR. OF W 1/2 OF THE E 1/2 SEC. 33, T.4S., R.5E., S.B.M.

QUITCLAIM OF A PORTION OF CATHEDRAL CITY WATER COMPANY EASEMENTS PER BOOK 684
PAGE 165 REC. 6/28/1926, OR. AND BOOK 689 PAGE 524 REC. 10/08/1926, OR.

COVE LANE (PLUMLEY PLACE)



NORTH



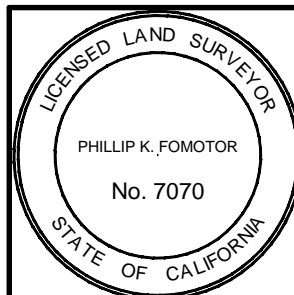
SCALE: 1"=30'

LEGEND



QUITCLAIM AREA (0.05 AC.)

NOTE:
THERE MAY BE ADDITIONAL EASEMENTS OF RECORD THAT ARE NOT SHOWN HEREON.
ALL BEARINGS AND DISTANCES SHOWN HEREON ARE OF RECORD OR CALC'D DATA PER MB 13/24-26



THIS DOCUMENT WAS PREPARED BY ME OR UNDER MY DIRECTION, BASED ON RECORD INFORMATION.

PHILLIP K. FOMOTOR, P.L.S.

**STAFF REPORT
TO
DESERT WATER AGENCY

BOARD OF DIRECTORS**

JULY 2, 2024

RE: GRASS REMOVAL INCENTIVE PROGRAM FUNDING CHANGE

In the spring of 2021, the Governor declared a drought state of emergency in several counties that eventually expanded to the entire state. Drought conditions in California and on the Colorado River have made the drought an increasingly serious issue for parts of California. Advertising and media coverage has expanded public awareness of drought conditions and prompted an uptick in participation in DWA programs. The grass removal program is most popular during dry years.

In July of 2022, DWA increased its incentive for grass replacement from \$2 to \$3 per square foot. In December of 2022 and July of 2023, the City of Palm Springs elected to provide additional incentive funding to the program. These changes drove significant increases in program participation.

After the rainy season in 2023, the emergency drought declarations began to be rescinded in March of 2023. DWA opted to continue to fund conservation programs at drought levels in FY 23-24 to take advantage of high interest in programs. However, wet weather and conservation efforts led to significantly reduced water use. Due to lower water consumption affecting revenue, the grass removal program budget has been reduced from \$3,691,080 in FY 23-24 to \$1,000,000 in FY 24-25. DWA is also expecting a significant rollover from projects not finished in FY 23-24 to affect available funds in the next fiscal year.

Staff are requesting to reduce DWA grass removal incentive funding from \$3 per square foot of grass removed to \$2 per square foot. This will mean that more projects can be funded with the current budget. This also helps reflect that DWA and California are no longer experiencing acute drought conditions after two wet years. This reduction in dollars per square foot may affect program participation as outlined in the table below.

Fiscal Year	Applications	Sq Ft	Incentive Funding
2020-2021	108	215,050	DWA: \$2/sq ft
2021-2022	121	191,509	DWA: \$2/sq ft
2022-2023	421	1,096,183	DWA: \$3/sq ft City of PS: \$3/sq ft (\$5000 max) Dec-Feb (Funds ran out)
2023-2024	293	1,003,001	DWA: \$3/sq ft City of PS: \$1/sq ft (No max)

Some of the increased interest in water conservation may prove inelastic despite the incentive reduction. Participation may remain high despite the reduction in incentive funding in response to the Making Conservation a California Way of Life regulation and AB 1572 which bans watering of nonfunctional turf with potable water for HOAs and businesses in the upcoming years.

Several agencies current incentives are shown below for comparison purposes:

Water Supplier	Current Incentive
Coachella Valley Water District	\$2 per square foot (sq ft)
Mission Springs Water District	\$2 per sq ft (up to \$3000 for residential and \$10,000 for commercial)
Indio Water Authority	\$2 per sq ft (up to \$20,000 for residential and \$60,000 for commercial)
City of San Bernardino Water Dept	\$3 per sq ft (up to \$3,000, other landscape related rebates)
Metropolitan Water District (MWD)	\$3 per sq ft for residential \$2 per sq ft for commercial (option for local suppliers to supplement, other landscape related incentives)
Western Municipal Water District	\$3 per sq ft (first 1,000 sq ft of turf remove) \$3 per sq ft from MWD Total of up to \$6 sq ft for first 1,000 sq ft of turf, then only \$3 per sq ft.

Fiscal Impact:

The fiscal impact on the FY 24-25 Grass Removal Program budget will not change.

Legal Review:

N/A

Recommendation:

As a discussion item, no action needs to be taken aside from providing direction for Staff.

**STAFF REPORT
TO
DESERT WATER AGENCY
BOARD OF DIRECTORS**

JULY 2, 2024

RE: CHANGING BOARD OF DIRECTORS MEETING START TIME

Desert Water Agency's regular bi-monthly Board meetings are currently held at 8:00 a.m. on the first and third Tuesday of the month. This has been the schedule going back decades.

At its January 17, 2023 meeting, the Board of Directors discussed changing the meeting start time. After discussion there was not a desire for a change, but a motion to revisit this discussion in the future.

At the June 18, 2024 Board of Directors' meeting, there was a request by a majority of the Board to revisit this item. A discussion was then held at the June 27, 2024 Executive Committee meeting. The Committee agreed to the possible change to 9:00 a.m., but would like the full Board's consideration.

Fiscal Impact:

None

Legal Review:

N/A

Recommendation:

Staff recommends that the Board of Director's discuss and provide direction to Staff regarding changing future Board meetings to start at 9:00 a.m. Should the Board decide to move forward with this change, Staff would need to update the Agency's website, brochures and any other literature with the meeting time.

DESERT WATER AGENCY
Financial Highlights
May 2024

OPERATING FUND

Received

- \$3,854,476 in Water Sales Revenue Receipts
- \$81,855 in Recycled Water Sales Revenue Receipts
- \$443,962 included in the miscellaneous receipts for Prop 1, Round 2 IRWM Implementation Grant funded through the California Department of Water Resources for the Regional Conservation Study.

Paid

- \$3,459,043 in Accounts Payable

Year to date

- YTD Water Sales are 5% under budget
- YTD Total Revenues are 3% over budget
- YTD Total Expenses are 14% under budget

Active Potable Water Accounts

- There were 23,601 active potable water accounts billed in April 2024
- Compared to 23,581 active potable water accounts billed in April 2024
- Net increase of 20 active accounts billed
- There were 19 water accounts turned off for non-payment in April 2024. Over the past twelve months, there was an average of 19 accounts per month turned off for non-payment.

DESERT WATER AGENCY
Financial Highlights
May 2024

GENERAL FUND

Received

- \$16,382,848 in Property Taxes
- \$29,699 in Replenishment Assessments from Private Pumpers
- \$58,312 in State Water Project refunds

Paid

- \$2,020,629 in State Water Project charges
(YTD SWP Payments = \$21,018,093)

WASTEWATER FUND

Received

- \$0 in Wastewater Revenue Receipts.

Paid

- \$43,962 in Accounts Payable

DESERT WATER AGENCY
Statement of Cash Receipts and Expenditures
 OPERATING FUND

		Invested Reserve Funds
BEGINNING BALANCE MAY 1, 2024	(1,349,205.78)	64,778,457.97
Receipts		
Water Sales	3,854,475.55	
Recycled Water Sales	81,854.49	
Wastewater Receipts	133,797.05	
Power Sales	10,537.11	
Meters, Services, Etc	17,201.00	
Reimb - General Fund	712,166.23	
Reimb - Wastewater Fund	43,962.08	
Accounts Receivable - Other	29,760.51	
Customer Deposits - Surety	10,682.91	
Customer Deposits - Const	4,000.00	
Lease Revenue	68,732.24	
Interest Received on Invstd Fnds	130,391.67	
Front Footage Fees	-	
Bond Service & Reserve Fund Int	-	
Misc	508,490.07	
TOTAL RECEIPTS	5,606,050.91	
Payments		
Payroll Checks	517,414.05	
Payroll Taxes	174,961.07	
Electronic Transfers	268,048.49	
Checks Under \$10k	\$341,547.70	
Checks Over \$10k	\$2,600,080.97	
Cancelled Checks and Fees	16,746.43	
TOTAL PAYMENTS	3,918,798.71	
NET INCOME	1,687,252.20	
Invested Reserve Funds		
Funds Matured (CIA)	6,948,768.33	
Funds Invested (C/I)	8,728,468.89	
NET TRANSFER	(1,779,700.56)	1,779,700.56
ENDING BALANCE MAY 31, 2024	(1,441,654.14)	66,558,158.53

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



May 2024

Check #	Name	Description	Amount
2138	Borden Excavating	Pipeline Replacement -2021/2022 Project #211011012	\$ 733,813.25
2084	Southern Calif Edison	Power Purchases	\$ 305,810.96
2265	Weaver Grading Inc	MCRF Grading Restoration	\$ 304,250.00
2122	ACWA/Joint Powers Ins Author	Health, Dental & Vision Insurance Premiums-June 2024	\$ 219,533.29
2146	Coachella Valley Water Dist	CY 2023 4th Quarter State Water Project Shared Cost	\$ 107,473.00
2213	LM Technology Consulting	I.T. Governance & Oversight	\$ 107,373.44
2182	Palm Springs Villas II	Grass Removal Rebate	\$ 102,108.00
2247	Thatcher Company Of California	Water Service Supplies	\$ 88,880.42
2208	Krieger & Stewart Inc.	Engineering	\$ 63,001.34
2136	Best Best & Krieger LLP	Legal Fees	\$ 60,799.16
2089	Mesa Energy System Inc	Ops HVAC & Conrol System Maintenance	\$ 53,042.00
2156	Down to Earth Landscaping	Landscape Maintenance	\$ 41,890.34
2209	Landmark Consultants Inc	Inventory Items	\$ 40,353.60
2268	Z&L Paving, Inc.	Paving	\$ 37,275.50
2224	Orange County Winwater Works	Inventory Items	\$ 34,416.16
2210	Left Coast Consutants Inc	Engineering Consulting Services	\$ 33,304.29
2191	Ferguson Waterworks #1083	Water Service Supplies	\$ 30,922.36
2147	Core & Main Lp	Water Service Supplies	\$ 30,813.29
2171	Andreas Hills Phase 5	Grass Removal Rebate	\$ 29,757.00
2176	Fontenell LLC	Grass Removal Rebate	\$ 28,259.00
2193	First Call Security & Sound LLC	Ops Security System Upgrade	\$ 24,649.40
2037	Chase Card Member Services	Credit Card Purchases	\$ 23,710.42
2127	American Backflow Specialties	Water Service Supplies	\$ 23,422.27
2048	Andreas Hills Phase 5	Grass Removal Rebate	\$ 17,180.00
2135	Beck Oil Inc	Fuel Purchase	\$ 14,386.24
2267	Western Water Works Supply Co	Water Service Supplies	\$ 11,546.17
2088	Z&L Paving, Inc.	Paving	\$ 11,436.75

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



May 2024

2178	Mark Woolen	Grass Removal Rebate	\$	10,593.00
2201	Granite Construction Company	Construction Material	\$	10,080.32
Total				\$ 2,600,080.97

Security Type

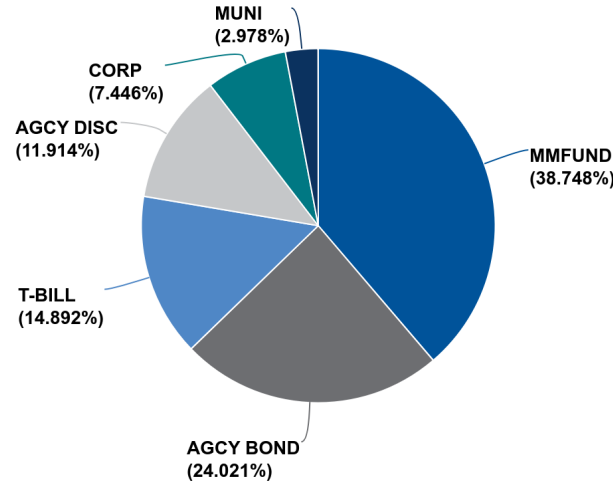


Chart calculated by: PAR Value

MMFUND

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	---	---	05/31/2024	05/31/2024	26,018,943.08	26,018,943.08	26,018,943.08	---
LAIF Money Market Fund LAIF - OP	---	---	05/31/2024	05/31/2024	26,018,943.08	26,018,943.08	26,018,943.08	---

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 US Wealth OP	04/29/2021	06/17/2024	04/28/2025	04/28/2025	1,000,000.00	999,500.00	958,561.00	5.344%
FEDERAL HOME LOAN BANKS US Wealth OP	09/30/2021	06/30/2024	09/30/2026	09/30/2026	1,000,000.00	1,000,000.00	914,766.00	4.931%
FEDERAL HOME LOAN BANKS US Wealth OP	04/29/2022	---	04/29/2027	04/29/2027	2,000,000.00	2,000,000.00	1,911,780.00	4.708%
FEDERAL HOME LOAN BANKS US Wealth OP	05/24/2022	---	05/24/2027	05/24/2027	2,000,000.00	2,000,000.00	1,923,020.00	4.699%
FEDERAL HOME LOAN BANKS US Wealth OP	09/24/2021	---	09/13/2024	09/13/2024	1,130,000.00	1,125,513.90	1,114,261.36	5.361%
FEDERAL HOME LOAN BANKS US Wealth OP	06/28/2021	06/30/2024	09/30/2024	09/30/2024	1,000,000.00	1,000,000.00	983,960.00	5.293%
FEDERAL HOME LOAN BANKS US Wealth OP	05/23/2022	08/23/2024	05/23/2025	05/23/2025	2,000,000.00	2,000,000.00	1,962,398.00	5.297%
FEDERAL HOME LOAN MORTGAGE CORP US Wealth OP	08/20/2020	08/20/2024	08/20/2025	08/20/2025	1,000,000.00	1,000,000.00	946,007.00	5.253%
FEDERAL HOME LOAN MORTGAGE CORP US Wealth OP	05/26/2022	---	08/26/2024	08/26/2024	2,000,000.00	2,000,000.00	1,988,590.00	5.453%

Monthly Investment Portfolio Report

As of 05/31/2024

AGG- Operating Fund (213426)

Dated: 06/20/2024

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL NATIONAL MORTGAGE ASSOCIATION US Wealth OP	06/30/2020	06/30/2024	06/30/2025	06/30/2025	1,000,000.00	1,000,000.00	952,463.00	5.303%
FEDERAL NATIONAL MORTGAGE ASSOCIATION US Wealth OP	08/12/2020	08/12/2024	08/12/2025	08/12/2025	1,000,000.00	1,000,000.00	946,136.00	5.260%
FEDERAL NATIONAL MORTGAGE ASSOCIATION US Wealth OP	12/16/2020	---	06/14/2024	06/14/2024	1,000,000.00	1,000,500.00	998,468.00	4.617%
--- US Wealth OP	---	---	09/27/2025	09/27/2025	16,130,000.00	16,125,513.90	15,600,410.36	5.109%

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 US Wealth OP	01/09/2024	---	07/05/2024	07/05/2024	2,000,000.00	1,950,852.22	1,990,648.88	4.912%
UNITED STATES TREASURY US Wealth OP	02/14/2024	---	08/08/2024	08/08/2024	2,000,000.00	1,951,502.22	1,980,750.00	5.155%
UNITED STATES TREASURY US Wealth OP	04/16/2024	---	09/19/2024	09/19/2024	2,000,000.00	1,956,233.33	1,968,530.00	5.257%
UNITED STATES TREASURY US Wealth OP	04/16/2024	---	08/13/2024	08/13/2024	2,000,000.00	1,966,217.22	1,979,271.94	5.166%
UNITED STATES TREASURY US Wealth OP	04/16/2024	---	10/10/2024	10/10/2024	2,000,000.00	1,950,538.33	1,962,625.84	5.266%
UNITED STATES TREASURY US Wealth OP	---	---	08/23/2024	08/23/2024	10,000,000.00	9,775,343.32	9,881,826.66	5.150%

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 US Wealth OP	12/12/2023	---	06/07/2024	06/07/2024	2,000,000.00	1,949,962.22	1,998,818.00	3.092%
FEDERAL HOME LOAN BANKS US Wealth OP	01/09/2024	---	06/04/2024	06/04/2024	2,000,000.00	1,959,166.67	1,999,704.00	1.354%
FEDERAL HOME LOAN BANKS US Wealth OP	05/15/2024	---	11/08/2024	11/08/2024	2,000,000.00	1,949,456.67	1,954,116.00	5.338%
FEDERAL HOME LOAN BANKS US Wealth OP	05/15/2024	---	08/09/2024	08/09/2024	2,000,000.00	1,975,012.22	1,980,204.00	5.227%
FEDERAL HOME LOAN BANKS US Wealth OP	---	---	07/30/2024	07/30/2024	8,000,000.00	7,833,597.78	7,932,842.00	3.740%

CORP

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
AMAZON.COM INC US Wealth OP	05/16/2022	03/13/2027	04/13/2027	04/13/2027	2,000,000.00	1,987,040.00	1,909,854.00	5.006%
JPMORGAN CHASE BANK, NATIONAL ASSOCIATION US Wealth OP	06/22/2021	---	12/23/2024	12/23/2024	1,000,000.00	1,000,000.00	967,120.00	6.481%
MASSMUTUAL GLOBAL FUNDING II US Wealth OP	06/14/2023	---	06/14/2028	06/14/2028	2,000,000.00	2,021,800.00	1,986,758.00	5.233%
--- US Wealth OP	---	---	04/24/2027	04/24/2027	5,000,000.00	5,008,840.00	4,863,732.00	5.390%

MUNI

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
UNIVERSITY CALIF REVS US Wealth OP	05/16/2022	03/15/2027	05/15/2027	05/15/2027	2,000,000.00	1,795,920.00	1,806,840.00	4.863%

Monthly Investment Portfolio Report

AGG- Operating Fund (213426)

As of 05/31/2024

Dated: 06/20/2024

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
UNIVERSITY CALIF REVS US Wealth OP	05/16/2022	03/15/2027	05/15/2027	05/15/2027	2,000,000.00	1,795,920.00	1,806,840.00	4.863%

Summary

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
---	---	---	01/22/2025	01/22/2025	67,148,943.08	66,558,158.08	66,104,594.10	4.872%

* 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
GENERAL FUND

		Invested Reserve Funds
BEGINNING BALANCE MAY 1, 2024	1,872,980.84	246,176,651.92
Receipts		
Taxes - Riv County	16,382,847.96	
Interest	410,774.72	
Groundwater	29,698.58	
Reimb OP	-	
Reimb CVWD	-	
State Water Proj Refunds	58,312.00	
Reimb CVWD Whitewater Hydro	-	
Power Sales - Whitewater	85,406.14	
Misc	190.00	
TOTAL RECEIPTS	16,967,229.40	
Payments		
Checks Under \$10k	13,244.86	
Checks Over \$10k	2,023,536.37	
Electronic Transfers	-	
TOTAL PAYMENTS	2,036,781.23	
NET INCOME	14,930,448.17	
Invested Reserve Funds		
Funds Matured (CIA)	12,597,041.67	
Funds Invested (C/I)	29,360,400.00	
NET TRANSFER	(16,763,358.33)	16,763,358.33
ENDING BALANCE MAY 31, 2024	40,070.68	262,940,010.25
	TAXES	INTEREST
Receipts in Fiscal Year	41,094,441.02	3,700,133.05
Receipts in Calendar Year	33,062,886.35	1,495,324.49

DESERT WATER AGENCY
General Fund
 Schedule #1 - Checks Over \$10,000
DESERT WATER



May 2024

Check #	Name	Description	Amount
2031	State of California Department of Water Resources	State Water Project - May 2024 Fixed Water Delivery Charges	\$ 1,108,993.00
2030	State of California Department of Water Resources	State Water Project - February Variable OMP&R	\$ 458,775.00
2036	Desert Water Agency	General Fund Reimbursement-May 2024	\$ 402,675.28
2032	Coachella Valley Water District	Whitewater Hydro - April 2024 Expenses/March 2024 Revenue	\$ 28,514.34
2034	United States Geological Survey	Quarterly Billing -Joint Funding Agreement	\$ 24,578.75
Total			\$ 2,023,536.37

Security Type

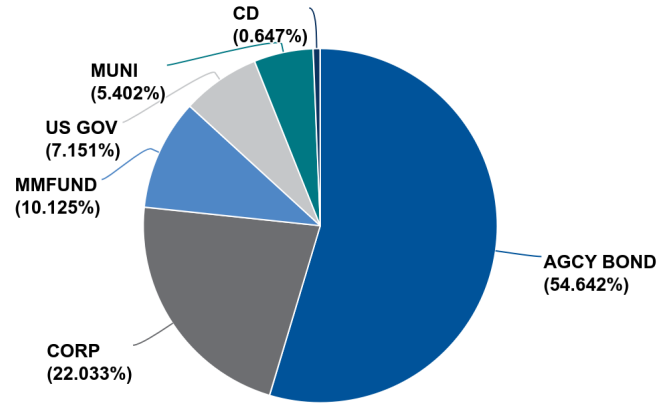


Chart calculated by: PAR Value

AGCY 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	977,857.00	5.203%
FEDERAL AGRICULTURAL MORTGAGE CORP Piper Sandler	02/23/2022	08/23/2024	02/23/2027	02/23/2027	3,000,000.00	3,000,000.00	2,789,913.00	4.871%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	08/04/2020	06/17/2024	08/04/2025	08/04/2025	3,000,000.00	3,000,005.00	2,844,744.00	5.269%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	10/15/2020	06/17/2024	10/15/2024	10/15/2024	3,000,000.00	2,995,500.00	2,945,874.00	5.341%
FEDERAL FARM CREDIT BANKS FUNDING CORP Alamo Capital	02/12/2021	06/17/2024	11/12/2024	11/12/2024	3,000,000.00	3,000,000.00	2,932,743.00	5.434%
FEDERAL FARM CREDIT BANKS FUNDING CORP US Wealth GF	12/22/2020	06/17/2024	12/22/2025	12/22/2025	3,000,000.00	3,000,000.00	2,791,377.00	5.172%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	11/05/2021	06/17/2024	10/20/2026	10/20/2026	3,000,000.00	2,988,000.00	2,747,370.00	4.923%
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	2,777,823.00	4.745%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	06/26/2023	---	06/21/2028	06/21/2028	4,000,000.00	3,963,160.00	3,892,948.00	4.605%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	10/15/2020	06/17/2024	10/15/2024	10/15/2024	3,000,000.00	3,000,000.00	2,946,195.00	5.341%
FEDERAL FARM CREDIT BANKS FUNDING CORP Piper Sandler	04/30/2024	---	04/10/2029	04/10/2029	3,000,000.00	2,958,390.00	2,973,822.00	4.576%
FEDERAL HOME LOAN BANKS Alamo Capital	09/30/2021	06/30/2024	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,742,999.00	4.931%
FEDERAL HOME LOAN BANKS Alamo Capital	09/13/2022	---	06/14/2024	06/14/2024	1,190,000.00	1,182,431.60	1,189,150.34	5.033%
FEDERAL HOME LOAN BANKS Alamo Capital	04/09/2021	08/18/2024	11/18/2024	11/18/2024	3,000,000.00	2,989,263.00	2,930,550.00	5.421%

Monthly Investment Portfolio Report

AGG- General Fund (213428)

As of 05/31/2024

Dated: 06/20/2024

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	2,935,440.00	5.293%
FEDERAL HOME LOAN BANKS US Wealth GF	12/30/2020	06/17/2024	12/30/2025	12/30/2025	3,000,000.00	3,000,000.00	2,791,074.00	5.157%
FEDERAL HOME LOAN BANKS US Wealth GF	09/30/2021	06/30/2024	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,744,298.00	4.931%
FEDERAL HOME LOAN BANKS US Wealth GF	04/29/2022	---	04/29/2027	04/29/2027	3,000,000.00	3,000,000.00	2,867,670.00	4.708%
FEDERAL HOME LOAN BANKS US Wealth GF	06/23/2022	06/17/2024	06/23/2026	06/23/2026	3,000,000.00	3,000,000.00	2,939,313.00	5.257%
FEDERAL HOME LOAN BANKS US Wealth GF	02/28/2023	02/28/2025	02/28/2028	02/28/2028	3,000,000.00	2,999,250.00	2,966,463.00	5.331%
FEDERAL HOME LOAN BANKS US Wealth GF	06/23/2023	---	06/09/2028	06/09/2028	5,000,000.00	4,986,500.00	4,889,935.00	4.606%
FEDERAL HOME LOAN BANKS US Wealth GF	06/28/2021	06/30/2024	09/30/2024	09/30/2024	3,000,000.00	3,000,000.00	2,951,880.00	5.293%
FEDERAL HOME LOAN BANKS Piper Sandler	02/17/2021	08/17/2024	02/17/2026	02/17/2026	3,000,000.00	3,000,000.00	2,781,189.00	5.131%
FEDERAL HOME LOAN BANKS Piper Sandler	09/30/2021	06/30/2024	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,744,946.00	4.931%
FEDERAL HOME LOAN BANKS Piper Sandler	09/30/2021	06/30/2024	09/30/2026	09/30/2026	3,000,000.00	3,000,000.00	2,742,999.00	4.931%
FEDERAL HOME LOAN BANKS Piper Sandler	04/25/2022	07/25/2024	07/25/2025	07/25/2025	3,000,000.00	3,000,000.00	2,963,949.00	5.253%
FEDERAL HOME LOAN BANKS Piper Sandler	02/26/2021	08/26/2024	11/26/2024	11/26/2024	3,000,000.00	3,000,000.00	2,927,694.00	5.390%
FEDERAL HOME LOAN BANKS Piper Sandler	01/31/2024	---	01/15/2027	01/15/2027	3,000,000.00	2,999,640.00	2,954,184.00	4.750%
FEDERAL HOME LOAN BANKS Stifel	04/24/2023	06/18/2024	04/24/2028	04/24/2028	3,000,000.00	3,000,000.00	2,955,648.00	5.293%
FEDERAL HOME LOAN BANKS Stifel	03/30/2021	06/30/2024	09/30/2024	09/30/2024	2,000,000.00	2,000,000.00	1,968,616.00	5.296%
FEDERAL HOME LOAN BANKS Stifel	02/25/2021	08/25/2024	11/25/2024	11/25/2024	3,000,000.00	3,000,000.00	2,928,798.00	5.391%
FEDERAL HOME LOAN BANKS Stifel	02/28/2024	06/28/2024	02/28/2029	02/28/2029	3,000,000.00	3,000,000.00	2,995,653.00	5.783%
FEDERAL HOME LOAN BANKS Stifel	03/28/2024	03/28/2025	03/28/2029	03/28/2029	3,000,000.00	3,000,000.00	2,984,193.00	5.374%
FEDERAL HOME LOAN BANKS Stifel	05/30/2024	05/30/2025	05/30/2028	05/30/2028	3,000,000.00	3,000,000.00	2,994,825.00	5.499%
FEDERAL HOME LOAN MORTGAGE CORP Alamo Capital	09/30/2020	06/30/2024	09/30/2025	09/30/2025	3,000,000.00	3,000,000.00	2,815,698.00	5.230%
FEDERAL HOME LOAN MORTGAGE CORP Alamo Capital	05/12/2022	08/12/2024	11/12/2024	11/12/2024	3,000,000.00	3,000,000.00	2,967,558.00	5.469%
FEDERAL HOME LOAN MORTGAGE CORP US Wealth GF	08/20/2020	08/20/2024	08/20/2025	08/20/2025	3,000,000.00	3,000,000.00	2,838,021.00	5.253%
FEDERAL HOME LOAN MORTGAGE CORP US Wealth GF	05/16/2024	05/16/2025	05/16/2028	05/16/2028	3,000,000.00	3,000,000.00	2,996,607.00	5.331%
FEDERAL HOME LOAN MORTGAGE CORP Piper Sandler	06/25/2020	06/25/2024	06/25/2025	06/25/2025	3,000,000.00	3,000,000.00	2,858,082.00	5.320%
FEDERAL HOME LOAN MORTGAGE CORP Piper Sandler	08/26/2020	---	08/26/2024	08/26/2024	3,000,000.00	3,000,000.00	2,965,728.00	5.393%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	05/26/2022	08/26/2024	05/26/2027	05/26/2027	3,000,000.00	3,000,000.00	2,947,473.00	5.568%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	05/03/2023	08/03/2024	05/03/2027	05/03/2027	3,000,000.00	3,000,000.00	2,980,596.00	5.591%
FEDERAL HOME LOAN MORTGAGE CORP Stifel	10/28/2020	07/28/2024	10/28/2024	10/28/2024	3,000,000.00	3,000,000.00	2,940,798.00	5.346%
FEDERAL NATIONAL MORTGAGE ASSOCIATION Alamo Capital	08/25/2020	---	08/25/2025	08/25/2025	3,000,000.00	2,985,965.00	2,830,317.00	5.167%
FEDERAL NATIONAL MORTGAGE ASSOCIATION US Wealth GF	07/15/2020	07/15/2024	07/15/2025	07/15/2025	3,000,000.00	3,000,000.00	2,852,883.00	5.287%

Monthly Investment Portfolio Report

AGG- General Fund (213428)

As of 05/31/2024

Dated: 06/20/2024

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
FEDERAL NATIONAL MORTGAGE ASSOCIATION US Wealth GF	08/12/2020	08/12/2024	08/12/2025	08/12/2025	3,000,000.00	3,000,000.00	2,838,408.00	5.260%
FEDERAL NATIONAL MORTGAGE ASSOCIATION US Wealth GF	12/16/2020	---	06/14/2024	06/14/2024	3,000,000.00	3,001,500.00	2,995,404.00	4.617%
FEDERAL NATIONAL MORTGAGE ASSOCIATION Piper Sandler	12/14/2020	---	06/14/2024	06/14/2024	3,000,000.00	3,000,000.00	2,995,404.00	4.617%
FEDERAL NATIONAL MORTGAGE ASSOCIATION Stifel	01/23/2024	01/17/2025	01/17/2029	01/17/2029	3,000,000.00	3,000,000.00	2,976,645.00	5.190%
---	---	---	06/06/2026	06/06/2026	145,190,000.00	145,026,295.60	140,311,754.34	5.156%

CORP

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
APPLE INC Alamo Capital	09/16/2019	08/11/2024	09/11/2024	09/11/2024	1,000,000.00	990,552.00	989,476.00	5.625%
APPLE INC Alamo Capital	04/05/2024	02/11/2027	05/11/2027	05/11/2027	2,000,000.00	1,919,899.70	1,909,142.00	4.874%
APPLE INC US Wealth GF	01/27/2021	08/11/2024	09/11/2024	09/11/2024	3,000,000.00	3,150,000.00	2,968,428.00	5.625%
APPLE INC Stifel	03/26/2021	01/08/2026	02/08/2026	02/08/2026	1,000,000.00	986,200.00	929,365.00	5.126%
APPLE INC Stifel	06/21/2022	11/09/2026	02/09/2027	02/09/2027	3,000,000.00	2,953,920.00	2,881,113.00	4.940%
APPLE INC Stifel	09/24/2020	04/11/2025	05/11/2025	05/11/2025	2,000,000.00	2,055,740.00	1,921,100.00	5.467%
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	966,735.00	5.447%
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	2,804,733.00	4.821%
EXXON MOBIL CORP US Wealth GF	08/11/2022	12/01/2025	03/01/2026	03/01/2026	3,000,000.00	2,976,180.00	2,896,803.00	5.120%
EXXON MOBIL CORP Stifel	12/15/2022	12/01/2025	03/01/2026	03/01/2026	2,000,000.00	1,928,640.00	1,931,202.00	5.120%
GUARDIAN LIFE GLOBAL FUNDING US Wealth GF	03/03/2023	---	11/19/2027	11/19/2027	3,000,000.00	2,522,160.00	2,636,271.00	5.111%
JOHN DEERE CAPITAL CORP Alamo Capital	02/08/2021	---	01/15/2026	01/15/2026	3,000,000.00	3,000,000.00	2,795,235.00	5.139%
JOHN DEERE CAPITAL CORP Alamo Capital	04/18/2023	---	03/09/2027	03/09/2027	2,000,000.00	1,829,101.63	1,832,700.00	5.019%
JOHNSON & JOHNSON Piper Sandler	03/28/2024	10/15/2027	01/15/2028	01/15/2028	3,000,000.00	2,844,090.00	2,821,302.00	4.707%
MASTERCARD INC Stifel	03/08/2024	01/26/2027	03/26/2027	03/26/2027	3,000,000.00	2,903,490.00	2,872,230.00	4.935%
METROPOLITAN LIFE GLOBAL FUNDING I US Wealth GF	05/15/2024	---	01/08/2029	01/08/2029	5,000,000.00	4,947,400.00	4,916,955.00	5.260%
MICROSOFT CORP Stifel	02/10/2021	08/03/2025	11/03/2025	11/03/2025	3,000,000.00	3,337,530.00	2,917,752.00	5.147%
NEW YORK LIFE GLOBAL FUNDING US Wealth GF	03/08/2024	---	01/29/2029	01/29/2029	5,000,000.00	4,990,150.00	4,910,580.00	5.135%
PROCTER & GAMBLE CO US Wealth GF	02/24/2023	---	01/26/2028	01/26/2028	3,000,000.00	2,951,160.00	2,928,021.00	4.671%
TOYOTA MOTOR CREDIT CORP Alamo Capital	04/18/2023	---	04/06/2028	04/06/2028	2,000,000.00	1,799,880.37	1,785,988.00	4.991%
TOYOTA MOTOR CREDIT CORP Alamo Capital	10/21/2019	---	10/07/2024	10/07/2024	1,500,000.00	1,499,994.00	1,481,475.00	5.581%
TOYOTA MOTOR CREDIT CORP Alamo Capital	07/18/2022	---	04/14/2025	04/14/2025	2,044,000.00	2,035,824.00	2,007,800.76	5.509%
WALMART INC Stifel	06/18/2020	10/15/2024	12/15/2024	12/15/2024	2,000,000.00	2,173,300.00	1,970,620.00	5.451%

Monthly Investment Portfolio Report

As of 05/31/2024

AGG- General Fund (213428)

Dated: 06/20/2024

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
---	---	---	12/19/2026	12/19/2026	58,544,000.00	57,593,966.69	56,075,026.76	5.132%

MMFUND

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 - GF	---	---	05/31/2024	05/31/2024	26,902,149.76	26,902,149.76	26,902,149.76	---
LAIF Money Market Fund LAIF - GF	---	---	05/31/2024	05/31/2024	26,902,149.76	26,902,149.76	26,902,149.76	---

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 US Wealth GF	11/17/2023	---	11/15/2028	11/15/2028	3,000,000.00	2,815,781.25	2,830,312.50	4.541%
UNITED STATES TREASURY Piper Sandler	05/15/2023	---	05/31/2027	05/31/2027	3,000,000.00	2,901,780.00	2,829,843.75	4.673%
UNITED STATES TREASURY Piper Sandler	08/17/2023	---	07/31/2028	07/31/2028	3,000,000.00	2,974,080.00	2,951,250.00	4.556%
UNITED STATES TREASURY Piper Sandler	12/21/2023	---	04/30/2028	04/30/2028	3,000,000.00	2,943,984.38	2,885,156.25	4.578%
UNITED STATES TREASURY Piper Sandler	01/31/2024	---	01/31/2029	01/31/2029	4,000,000.00	4,007,192.00	3,912,500.00	4.524%
UNITED STATES TREASURY Stifel	09/01/2023	---	07/15/2026	07/15/2026	3,000,000.00	2,997,726.30	2,979,375.00	4.842%
UNITED STATES TREASURY ---	---	---	03/07/2028	03/07/2028	19,000,000.00	18,640,543.93	18,388,437.50	4.615%

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	919,100.00	4.719%
HEMET CALIF UNI SCH DIST Alamo Capital	12/12/2023	---	08/01/2028	08/01/2028	1,105,000.00	967,062.85	966,322.50	4.950%
MONTEREY PK CALIF PENSION OBLIG US Wealth GF	02/16/2021	---	06/01/2025	06/01/2025	400,000.00	403,156.00	382,140.00	5.538%
MONTEREY PK CALIF PENSION OBLIG US Wealth GF	02/16/2021	---	06/01/2024	06/01/2024	550,000.00	552,255.00	549,934.00	4.931%
SAN FRANCISCO CALIF MUN TRANSN AGY REV Alamo Capital	09/14/2023	---	03/01/2028	03/01/2028	1,200,000.00	1,028,748.00	1,053,072.00	4.917%
SANTA CLARA CNTY CALIF Alamo Capital	04/05/2024	---	08/01/2027	08/01/2027	2,075,000.00	1,922,570.50	1,904,684.00	4.825%
UNIVERSITY CALIF REVS Alamo Capital	06/23/2023	03/15/2027	05/15/2027	05/15/2027	5,000,000.00	4,486,800.00	4,517,100.00	4.863%
YOSEMITE CALIF CMNTY COLLEGE DIST Alamo Capital	12/12/2023	---	08/01/2027	08/01/2027	3,025,000.00	2,786,872.00	2,784,149.50	4.822%
---	---	---	05/20/2027	05/20/2027	14,355,000.00	13,057,054.35	13,076,502.00	4.872%

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	236,626.14	4.910%

Monthly Investment Portfolio Report

As of 05/31/2024

AGG- General Fund (213428)

Dated: 06/20/2024

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
Capital One Bank (USA), National Association Piper Sandler	06/08/2022	---	06/08/2027	06/08/2027	245,000.00	245,000.00	234,165.61	4.737%
Capital One, National Association Piper Sandler	06/08/2022	---	06/08/2027	06/08/2027	245,000.00	245,000.00	234,165.61	4.737%
Discover Bank Piper Sandler	06/07/2022	---	06/07/2027	06/07/2027	245,000.00	245,000.00	234,174.92	4.737%
JPMorgan Chase Bank, National Association Alamo Capital	02/08/2021	07/16/2024	01/16/2026	01/16/2026	250,000.00	250,000.00	232,811.50	5.018%
Morgan Stanley Bank, N.A. Piper Sandler	06/09/2022	---	06/09/2027	06/09/2027	245,000.00	245,000.00	233,480.35	4.736%
Morgan Stanley Private Bank, National Association Piper Sandler	06/09/2022	---	06/09/2027	06/09/2027	245,000.00	245,000.00	233,480.35	4.736%
---	---	---	02/03/2027	02/03/2027	1,720,000.00	1,720,000.00	1,638,904.48	4.801%

Summary

Description, Broker	Settle Date	Next Call Date	Effective Maturity	Final Maturity	PAR Value	Original Cost	Market Value	Yield to Maturity
---	---	---	07/04/2026	07/04/2026	265,711,149.76	262,940,010.33	256,392,774.84	5.088%

* 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 FUND

Invested
Reserve Funds
1,665,428.23

BEGINNING BALANCE MAY 1, 2024 **305.92**

Receipts

Accounts Receivable Other	-	
Customer Deposits-Construction	-	
Interest Earned-Invested Funds	-	
Wastewater Revenue	-	
Sewer Capacity Charges	-	
Miscellaneous	-	
TOTAL RECEIPTS	-	

Payments

Checks Under \$10k	-	
Checks Over \$10k	43,962.08	
Cancelled Checks and Fees	-	
TOTAL PAYMENTS	43,962.08	

NET INCOME **(43,962.08)**

Invested Reserve Funds		
Funds Matured (CIA)	44,000.00	
Funds Invested (C/I)	-	
NET TRANSFER	44,000.00	(44,000.00)

ENDING BALANCE MAY 31, 2024 **343.84** **1,621,428.23**

DESERT WATER AGENCY
Wastewater Fund
Schedule #1 - Checks Over \$10,000



May 2024

Check #	Name	Description	Amount
3010	Desert Water Agency	WasteWater Fund Reimbursement-April 2024	\$ 43,962.08
Total			\$ 43,962.08

Security Type

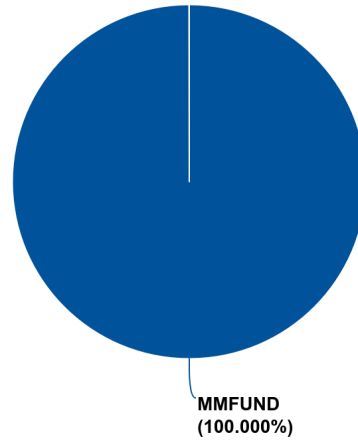


Chart calculated by: PAR Value

MMFUND

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 - WW	---	---	05/31/2024	05/31/2024	1,621,428.23	1,621,428.23	1,621,428.23	---
LAIF Money Market Fund LAIF - WW	---	---	05/31/2024	05/31/2024	1,621,428.23	1,621,428.23	1,621,428.23	---

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

DESERT WATER AGENCY
Investment Portfolio Reporting Requirements

*as required by DWA Resolution 1301, Section VII
& California Government Code Section 53646*

as of
May 31, 2024

Statement of Compliance

The Desert Water Agency portfolio is in compliance with the Agency's investment policy and guidelines for investment of Agency funds as outlined in DWA Resolution 1301.

Statement of Agency's Ability to Meet Six-Month Expenditure Requirements

Desert Water Agency has the ability to meet its expenditure requirements for the next six months.

Description of Investments

Agency Bonds

Securities issued by a government-sponsored enterprise or by a federal government department other than the U.S. Treasury.

Bank Deposits

Agency funds on deposit in the General Fund, Operating Fund and Wastewater Fund active checking accounts for use in meeting the daily cash flow requirements of the Agency.

Certificate of Deposits (CD)

Interest bearing time deposit. FDIC insured up to \$250,000 per depositor, per FDIC-insured bank.

Corporate Notes

Debt securities issued by a for-profit company.

Money Market Funds

High quality, short-term debt instruments, cash and cash equivalents. Utilized for overnight holding of investment proceeds prior to reinvesting or transferring to Agency checking accounts.

Municipal Bonds

Fixed income securities issued by states, cities, counties, special districts and other governmental entities.

Treasury Notes

Fixed income securities issued by the federal government with maturities between two and ten years backed by the full faith and credit of the United States government.

Funds Managed by Contracted Parties - LAIF

The Desert Water Agency has contracted with the California Local Agency Investment Fund (LAIF) for investment of Agency funds. LAIF is a voluntary program created by Section 16429.1 et seq. of the California Government Code. LAIF is an investment alternative for California's local governments and special districts. This program offers local agencies the opportunity to participate in a major portfolio, which invests hundreds of millions of dollars, using the investment expertise of the state Treasurer's Office professional investment staff at no additional cost to the taxpayer or ratepayer. All Agency funds invested with LAIF are available for withdrawal upon demand and may not be altered, impaired or denied in any way (California Government Code Section 16429.4).

Market Value Source

Current market values are provided by Clearwater Analytics for all investment types other than LAIF. LAIF market values are recorded at PAR value.

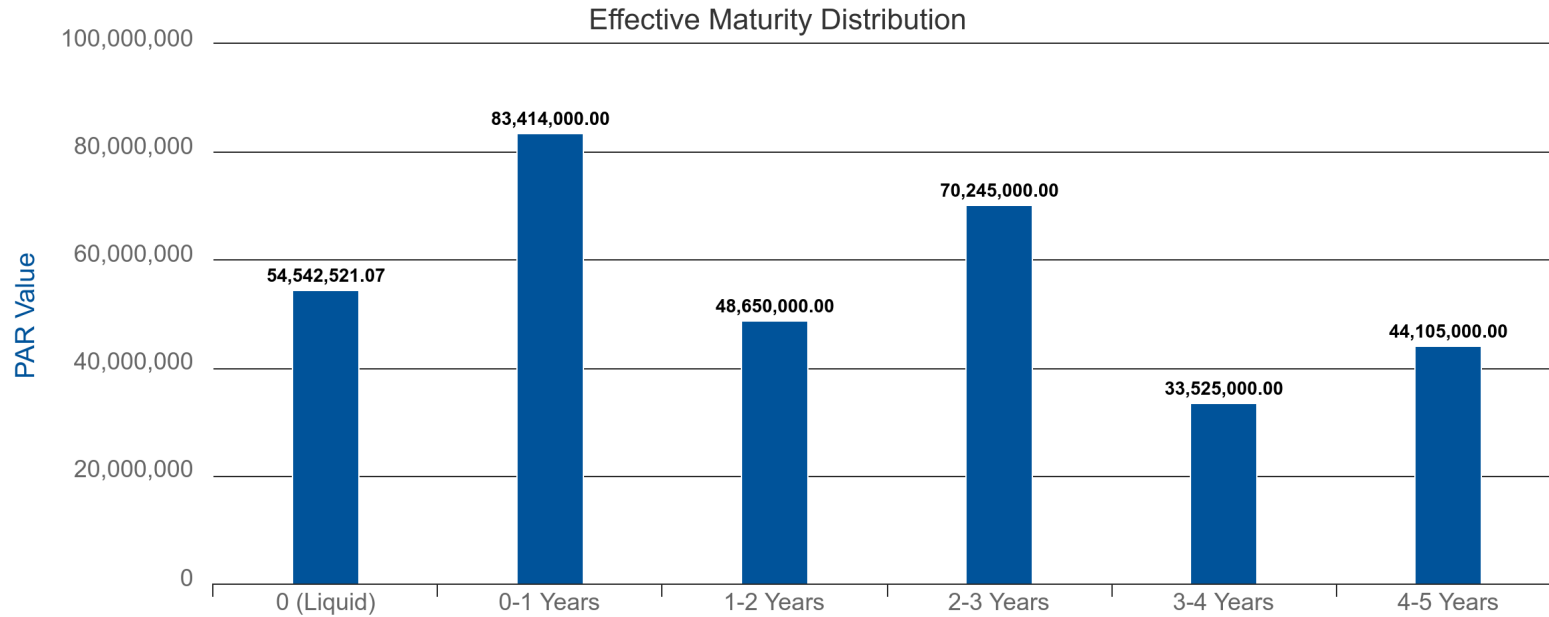
Esther Saenz
Finance Director
Desert Water Agency

Effective Maturity Distribution Summary

As of 05/31/2024

AGG-ALL (219610)

Dated: 06/20/2024



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	26,902,149.76	05/31/2024	05/31/2024
Operating Fund	LAIF - OP	LAIFMMF	LAIF Money Market Fund	MMFUND	26,018,943.08	05/31/2024	05/31/2024
Wastewater Fund	LAIF - WW	LAIFMMF	LAIF Money Market Fund	MMFUND	1,621,428.23	05/31/2024	05/31/2024
---	---	LAIFMMF	LAIF Money Market Fund	MMFUND	54,542,521.07	05/31/2024	05/31/2024

0-1 Years

DWA Fund	Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
General Fund	---	---	---	---	56,284,000.00	10/28/2024	10/28/2024
Operating Fund	US Wealth OP	---	---	---	27,130,000.00	09/18/2024	09/18/2024
---	---	---	---	---	83,414,000.00	10/15/2024	10/15/2024

1-2 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	US Wealth OP	---	---	AGCY BOND	3,000,000.00	07/31/2025	07/31/2025
---	---	---	---	---	48,650,000.00	10/16/2025	10/16/2025

Effective Maturity Distribution Summary

AGG-ALL (219610)

As of 05/31/2024

Dated: 06/20/2024

2-3 Years

DWA Fund	Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
General Fund	---	---	---	---	61,245,000.00	01/18/2027	01/18/2027
Operating Fund	US Wealth OP	---	---	---	9,000,000.00	04/12/2027	04/12/2027
---	---	---	---	---	70,245,000.00	01/29/2027	01/29/2027

3-4 Years

DWA Fund	Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
General Fund	---	---	---	---	33,525,000.00	02/01/2028	02/01/2028
General Fund	---	---	---	---	33,525,000.00	02/01/2028	02/01/2028

4-5 Years

DWA Fund	Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
General Fund	---	---	---	---	42,105,000.00	11/27/2028	11/27/2028
Operating Fund	US Wealth OP	57629W6H8	MASSMUTUAL GLOBAL FUNDING II	CORP	2,000,000.00	06/14/2028	06/14/2028
---	---	---	---	---	44,105,000.00	11/19/2028	11/19/2028

Summary

Account	Identifier	Description	Security Type	PAR Value	Ending Effective Maturity	Final Maturity
---	---	---	---	334,481,521.07	03/13/2026	03/13/2026

* 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.

DESERT WATER AGENCY
Monthly Investment Portfolio Report

Abbreviations & Definitions

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.

DESERT WATER AGENCY - OPERATING FUND
COMPARATIVE EARNINGS STATEMENT

MONTH 23-24 MAY	-----THIS MONTH-----			-----FISCAL YEAR TO DATE-----			-----VARIANCE-----	
	THIS YEAR	LAST YEAR	BUDGET	THIS YEAR	LAST YEAR	BUDGET	YTD	PCT
OPERATING REVENUES								
WATER SALES	3,701,968.67	3,216,633.15	3,778,500.00	36,929,055.34	35,249,052.26	38,852,500.00	-1,923,444.66	-5%
RECYCLED WATER SALES	81,854.49	72,337.59	84,600.00	842,098.94	788,348.24	882,500.00	-40,401.06	-5%
POWER SALES	10,537.11	10,199.65	4,700.00	98,758.22	44,505.79	51,700.00	47,058.22	91%
OTHER OPER REVENUE	38,141.67	182,675.45	206,050.00	2,202,039.02	2,208,805.43	2,259,350.00	-57,310.98	-3%
TOTAL OPER REVENUE	3,832,501.94	3,481,845.84	4,073,850.00	40,071,951.52	38,290,711.72	42,046,050.00	-1,974,098.48	-5%
OPERATING EXPENSES								
SOURCE OF SUPPLY EXP	20,866.93	60,978.04	74,690.00	4,850,492.64	4,524,567.41	5,335,090.00	-484,597.36	-9%
PUMPING EXPENSE	335,395.28	388,598.48	488,060.00	4,647,771.89	4,525,113.98	5,275,560.00	-627,788.11	-12%
REGULATORY WATER TREAT	101,892.33	136,109.67	87,770.00	1,055,037.18	937,812.32	965,470.00	89,567.18	9%
TRANS & DIST EXPENSE	334,879.54	343,294.66	372,160.00	3,204,632.58	3,162,597.78	4,093,760.00	-889,127.42	-22%
CUSTOMER ACT EXPENSE	115,661.05	89,951.41	109,900.00	1,021,395.89	1,035,882.95	1,193,240.00	-171,844.11	-14%
ADMIN & GEN EXPENSE	1,143,965.98	1,527,478.24	1,316,330.00	13,002,023.97	13,258,997.94	15,024,410.00	-2,022,386.03	-13%
REGULATORY EXPENSE	55,933.95	14,315.02	40,430.00	574,585.26	339,194.39	439,690.00	134,895.26	31%
SNOW CREEK HYDRO EXP	1,838.41	8,313.94	6,410.00	67,155.17	63,608.29	70,510.00	-3,354.83	-5%
RECYCLED WATER PLNT EXP	106,888.99	86,627.28	188,050.00	933,660.97	1,064,490.62	2,073,590.00	-1,139,929.03	-55%
SUB-TOTAL	2,217,322.46	2,655,666.74	2,683,800.00	29,356,755.55	28,912,265.68	34,471,320.00	-5,114,564.45	-15%
OTHER OPER EXPENSES								
DEPRECIATION	657.10	521,109.13	0.00	3,192,089.93	5,721,970.83	3,447,000.00	-254,910.07	-7%
SERVICES RENDERED	20,491.44	13,384.47	13,000.00	252,696.00	146,504.97	143,000.00	109,696.00	77%
DIR & INDIR CST FOR WO	23,902.14	-299,579.83	-274,450.00	-2,504,677.77	-2,702,178.98	-3,018,950.00	514,272.23	-17%
TOTAL OPER EXPENSES	2,262,373.14	2,890,580.51	2,422,350.00	30,296,863.71	32,078,562.50	35,042,370.00	-4,745,506.29	-14%
NET INCOME FROM OPERATIONS	1,570,128.80	591,265.33	1,651,500.00	9,775,087.81	6,212,149.22	7,003,680.00	2,771,407.81	40%
NON-OPERATING INCOME (NET)								
RENTS	4,061.24	4,007.58	16,750.00	44,298.02	55,651.09	184,250.00	-139,951.98	-76%
INTEREST REVENUES	131,003.78	133,911.56	110,000.00	1,434,837.03	943,738.74	1,210,000.00	224,837.03	19%
OTHER FUNDS	0.00	0.00	0.00	0.00	-5,822.88	0.00	0.00	0%
INVESTMENT AMORT.	51,231.67	0.00	0.00	381,143.35	50,832.67	0.00	381,143.35	0%
OTHER REVENUES	493,044.55	166,314.33	0.00	2,698,312.68	307,363.61	0.00	2,698,312.68	0%
GAINS ON RETIREMENT	0.00	0.00	5,200.00	0.00	1,957.35	46,800.00	-46,800.00	-100%
DISCOUNTS	0.00	277.62	75.00	0.00	1,688.16	825.00	-825.00	-100%
PR. YEAR EXPENSES	0.00	0.00	0.00	39,249.38	10,803.05	0.00	39,249.38	0%
OTHER EXPENSES	0.00	0.00	-2,090.00	0.00	-16,517.50	-22,990.00	22,990.00	-100%
LOSS ON RETIREMENTS	-15,594.33	-1,692.74	-8,900.00	-15,594.33	-19,057.38	-97,900.00	82,305.67	-84%
TOTAL NON-OPER INCOME	663,746.91	302,818.35	121,035.00	4,582,246.13	1,330,636.91	1,320,985.00	3,261,261.13	247%
TOTAL NET INCOME	2,233,875.71	894,083.68	1,772,535.00	14,357,333.94	7,542,786.13	8,324,665.00	6,032,668.94	72%

GENERAL MANAGER'S REPORT JULY 2, 2024

2023 Water Quality Report Available

Staff posted the 2023 Water Quality Report on www.dwa.org/wqr in advance of the July 1, 2024, deadline. The report highlights more than 2,500 tests conducted, what minerals are found in your water and other FAQs. It features a letter from the General Manager and an article on PFAS and Hexavalent Chromium (Chromium 6).

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.

WATER QUALITY REPORT

DELIVERED JUNE 2024 (Based on 2023 data)

DESERT WATER



SWRCB Releases Fourth Draft Regulation on Making Water Conservation a California Way of Life

On June 17, 2024, the State Water Resources Control Board (SWRCB) released the fourth draft regulation on Making Water Conservation a California Way of Life. DWA staff has reviewed the revised draft regulation, how it impacts DWA's compliance, and developed a comment letter. The comment period for the revised draft regulation ended on July 1, 2024.

Since the last substantive update in March, the fourth draft regulation has been updated to include clarifying language and a variance for existing trees.

The SWRCB will hold a workshop regarding the revised draft regulation and vote to adopt the regulation on July 3, 2024. DWA staff will give verbal comment regarding the proposed changes.

The SWRCB noted that they expect the new regulation to go into effect in January of 2025. While this may not trigger compliance issues until 2027, it would require reporting.

SWP Deliveries and Whitewater Hydro Generation Update

As of the end of May, approximately 64,100 AF of water has been delivered to Whitewater facilities.

As part of the SWP deliveries, water was diverted through the Whitewater Hydro Plant. The following is a summary of the plant's electrical generation and SCE settlement payments through May:

January – The plant generated approximately 545,327,000 kWh of electricity, with a SCE settlement payment of \$47,965.

April - The plant generated approximately 231,000 kWh of electricity, with a SCE settlement payment of \$20,445.

May - The plant generated approximately 576,282 kWh of electricity, with a SCE settlement payment of \$50,680.

Through May, the SCE settlement total is \$119,090 split between DWA and CVWD.

Beginning on July 1, 2024, water deliveries will begin at the Mission Creek Spreading facilities at a flow rate of 50 CFS. We anticipate delivering water to the basin for the entire month of July with an estimated delivery amount of approximately 3,000 AF. We will be meeting with MWD mid-July to discuss delivery schedules beyond July.

Desert Water Agency Closed

The Agency will be closed on Thursday, July 4 in observance of Independence Day.



SYSTEM LEAK DATA 2024

Jun 11, 2024 - Jun 24, 2024

Street Name	Number of Leaks	Pipe Diameter (inches)	Install Date	Material	Coating/Linning	Planned Replacement
CALLE SAN RAPHAEL	5	4"	1946	Steel - SP	UL	
LOUELLA RD	3	6"	1955	Steel - SP		2021/2022
LINDSEY DR & STARR RD	3	6"	1957	Steel - SP	UL	
INDIAN CANYON DR	3	6"	1951	Steel - SP	UL	
ANDREAS RD	2	6"	1958	Steel - SP	UL	2021/2022
DESERT PALMS DR	2	4"	1946	Steel - SP	UL	
VIA ALTAMIRA	1	4"	1954	Steel - SP	UL	2021/2022
AVENIDA CABALLEROS	1	14"	1953	Steel - SP		2020/2021
CALLE EL SEGUNDO	1	6"	1952	Steel - SP	UL	
INDIAN CANYON DR	1	8"	1938	Steel - SP	UL	
PATENCIO LN	1	4"	1951	Steel - SP	UL	
RIVERSIDE DR N	1	4"	1948	Steel - SP	UL	
CAMINO PAROCELA	1	6"	1951	Steel - SP	UL	
VISTA ORO	1	4"	1958	Steel - SP	UL	
PALM CANYON DR S	1	10"	1938	Steel - SP	UL	
CHUPEROSA RD	1	4"	1958	Steel - SP	UL	
BAHADA RD	1	4"	1957	Steel - SP	UL	
LOUISE DR	1	6"	1959	Steel - SP	UL	
PALM CANYON DR E	1	6"	1955	Steel - SP	UL	
PASEO EL MIRADOR	1	4"	1945	Steel - SP	UL	
RACQUET CLUB RD	1	6"	1958	Steel - SP	UL	
CRESCENT DR	1	6"	1953	Steel - SP	UL	
TAMARISK RD	1	10"	1942	Steel - SP	UL	

Total Leaks In System
35

Planned Replacement

- 2020/2021
- 2021/2022

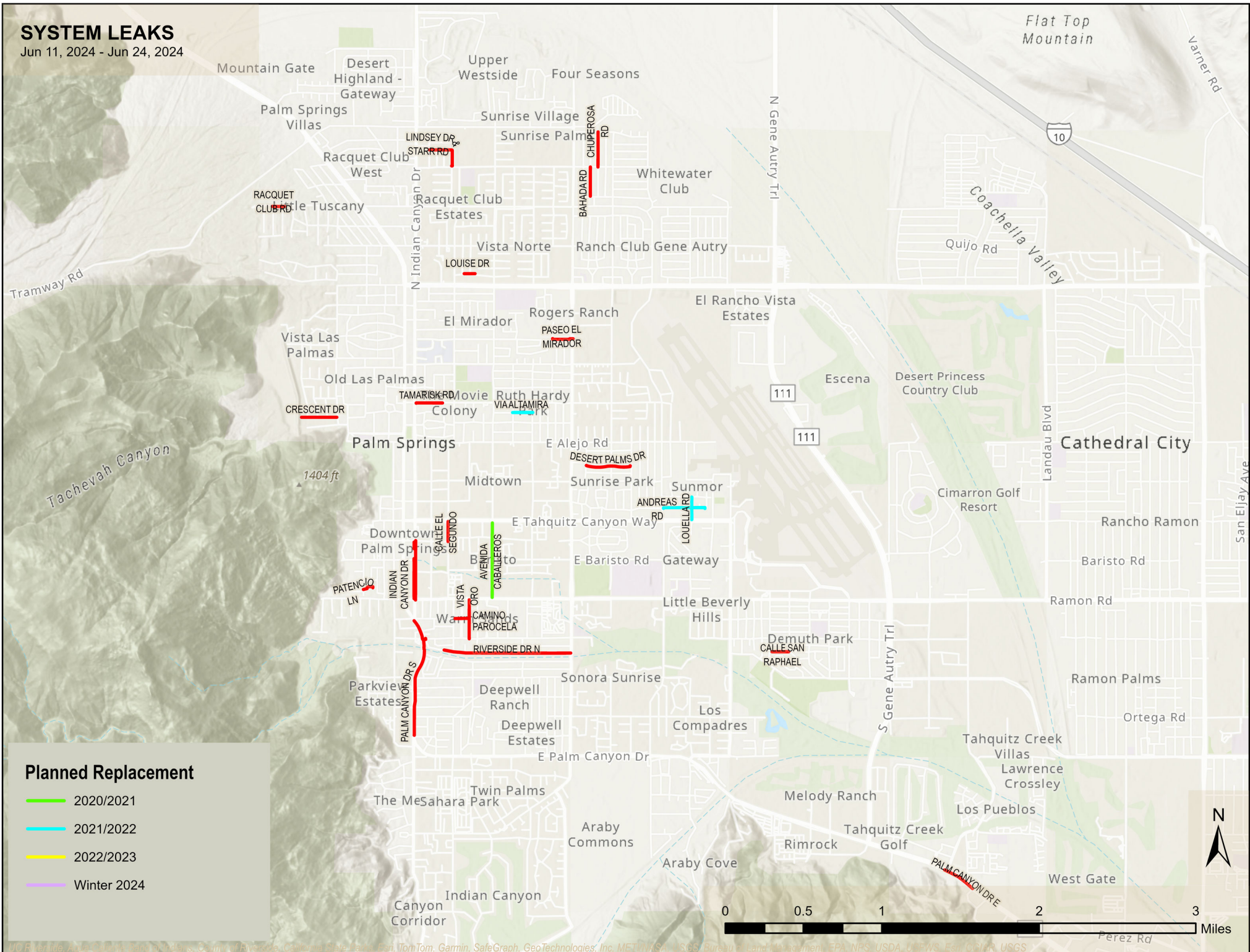
SYSTEM INFORMATION

Oldest Pipe in the System (Year of Installation): 1935, 89 years old
 Average Year of Installation of Unlined Steel Pipe (Systemwide): 1954, 70 years old
Total Length of Unlined Pipe Systemwide (Linear Feet): 249,960 ft
 *Average Length of Pipe Replaced Annually (Linear Feet): 15,000 ft
***Projected Time Frame for 100% Replacement of Unlined Steel Pipe: 16 years**
 Year Agency Transitioned to Cement Lined Steel Pipe: 1960

*Please note this figure represents the average linear footage of pipeline replaced annually given an average annual budget of \$3 million

SYSTEM LEAKS

Jun 11, 2024 - Jun 24, 2024



Human Resource's Meetings and Activities

Meetings:

05/21/2024	DWA Board Meeting	DWA Offices
05/29/2024	HR Committee Meeting	DWA Offices
06/03/2024	DWA Staff Meeting	DWA Offices
06/04/2024	DWA Board Meeting	DWA Offices
06/10/2024	DWA Staff Meeting	DWA Offices
07/01/2024	DWA Staff Meeting	DWA Offices

Activities:

05/23/2024	MoveSpring Demo	Virtual Meeting
05/23/2024	Wellable Demo	Virtual Meeting
05/28/2024	Lincoln Financial On Site	DWA Offices
05/29/2024	Hosted Lifestream Blood Drive	DWA Offices
05/30/2024	Acted as a Panelist at the WorkCon Convention	Rancho Mirage
05/30/2024	DWA Safety Meetings	DWA Offices
06/10/2024	Tyler Implementation Meeting	Virtual Meeting
06/11/2024	Conducted Engineer Interviews	DWA Offices
06/12/2024	DOT Testing	DWA Offices
06/13/2024	Wellable Implementation Webinar	Virtual Meeting
06/13/2024	Conducted Engineer Interview	DWA Offices
06/26/2024	Attended United Way Thank You Event	La Quinta
06/27/2024	Conducted Water Service Worker Interviews	DWA Offices

General Manager's Meetings and Activities

Meetings:

06/18/24	MC Subbasin GM Quarterly Meeting	Conf Call
06/18/24	FEMA Project (Falls Creek Intake) Update	Conf Call
06/20/24	Public Affairs & Conservation Committee Mtg	DWA
06/20/24	Tribal Mediation Coordination Meeting	Conf Call
06/21/24	Sites Reservoir Committee/Authority Board Mtg (Tate)	Conf Call
06/24/24	Department Heads Weekly Meeting	DWA
06/24/24	Tribal Mediation Small Group	Conf Call
06/25/24	SWC Class 8 Meeting Agenda Update	Conf Call
06/26/24	Tribal Mediation Meeting	Conf Call
06/26/24	DCP Participants Update Meeting	Conf Call
06/27/24	Executive Committee Meeting	DWA
06/27/24	I.T. Department Update	Conf Call
07/01/24	Department Heads Weekly Meeting	DWA
07/01/24	Legislative Update Meeting	Conf Call
07/01/24	Tribal Mediation Small Group	Conf Call
07/02/24	DWA Bi-Monthly Board Meeting	DWA

Activities:

- 1) DWA Surface Water Rights
- 2) Water Supply Planning – DWA Area of Benefit
- 3) Sites Reservoir Finance
- 4) DCP Financing
- 5) Lake Perris Seepage Recovery Project Financing
- 6) Recycled Water Supply - Strategic Planning
- 7) AQMD Rule 1196
- 8) DWA Organizational Restructuring
- 9) DWA Tax Rate Analysis
- 10) DWA Remote Meter Reading Fixed Network
- 11) Whitewater River Surface Water Recharge
- 12) DC Project – Finance JPA Committee (Standing)
- 13) DWA/CVWD/MWD Operations Coordination (Standing)
- 14) DWA/CVWD/MWD Exchange Agreement Coordination Committee (Standing)
- 15) ACBCI Water Rights Lawsuit
- 16) Whitewater Hydro Operations Coordination with Recharge Basin O&M
- 17) Whitewater Spreading Basins – BLM Permits
- 18) Delta Conveyance Project Cost Allocation
- 19) MCSB Delivery Updates
- 20) SWP East Branch Enlargement Cost Allocation
- 21) RWQCB Update to the SNMP