

**COMMISSIONERS**

ROBERT PARRIS, *Chair*

KATHY MAC LAREN-GOMEZ, *Vice Chair*

LEO THIBAUT, *Treasurer-Auditor*

DON WILSON, *Secretary*

KEITH DYAS, *Commissioner*

BARBARA HOGAN, *Commissioner*

OFFICERS

PETER THOMPSON II, *General Manager*

TOM BARNES, *Resources Manager*

DENNIS HOFFMEYER, *Controller*

DANIELLE HENRY, *Management Analyst*

June 2, 2022

***Agenda for the Regular Meeting of the Commissioners
of the Antelope Valley State Water Contractors Association***

to be held at 2029 East Avenue Q, Palmdale

or via video conference: <https://bit.ly/3IZ5qoK> or

teleconference: (669) 900-6833 Meeting ID: 839 3795 7835#

FOR THE PUBLIC: VIA TELECONFERENCE ONLY

Dial-In Number: (669) 900-6833 Meeting ID: 839 3795 7835#

Thursday, June 9, 2022

6:00 p.m.

NOTE: To comply with the Americans with Disabilities Act, to participate in any Association meeting please contact Danielle Henry at 661-947-4111 x1059 at least 48 hours prior to an Association meeting to inform us of your needs and to determine if accommodation is feasible.

Agenda item materials, as well as materials related to agenda items submitted after distribution of the agenda packets, are available for public review at the Palmdale Water District's office located at 2029 E. Ave. Q, Palmdale. Please call Danielle Henry at 661-947-4111 x1059 for public review of materials.

PUBLIC COMMENT GUIDELINES: The prescribed time limit per speaker is three-minutes. Please refrain from public displays or outbursts such as unsolicited applause, comments, or cheering. Any disruptive activities that substantially interfere with the ability of the Association to carry out its meeting will not be permitted and offenders will be requested to leave the meeting.

Each item on the agenda shall be deemed to include any appropriate motion, resolution, or ordinance to take action on any item.

- 1) Pledge of Allegiance.
- 2) Roll call.
- 3) Adoption of agenda.
- 4) Public comments for items not on the agenda.
- 5) Consideration and possible action on minutes of regular meeting held February 10, 2022.

- 6) Consideration and possible action on minutes of special meeting held March 3, 2022.
- 7) Payment of bills.
- 8) Consideration and possible action on Resolution No. 2022-2 being a Resolution of the Board of Commissioners of the Antelope Valley State Water Contractors Association Ratifying the Proclamation of a State of Emergency by the Governor Issued March 4, 2020, and Authorizing Remote Teleconference Meetings of the Legislative Bodies of the Antelope Valley State Water Contractors Association for the Period Beginning June 9, 2022 and Ending July 9, 2022 Pursuant to Brown Act Provisions. (General Counsel Trindle/General Manager Thompson II)
- 9) Presentation on California's Voluntary Agreements - Collaborating to Improve Environmental Outcomes and Preserve Water Supplies. (Ms. Jennifer Pierre, State Water Contractors General Manager)
- 10) Presentation on Big Rock Creek Joint Groundwater Recharge Project Feasibility Study Update. (Mr. Paul Chau, Kennedy Jenks)
- 11) Consideration and possible action on Budget for Fiscal Year 2022/2023. (General Manager Thompson II/Controller Hoffmeyer)
- 12) Report of General Manager.
 - a) Status updates:
 - 1) Antelope Valley Watermaster meetings.
 - 2) Antelope Valley and Fremont Basin IRWMP Stakeholder meetings.
 - 3) Mutual Response Agreement for Antelope Valley Agencies.
- 13) Report of Controller.
 - a) Update on Revenue, Expenses and Change in Net Position.
- 14) Reports of Commissioners.
- 15) Report of Attorney.
- 16) Commission members' requests for future agenda items.
- 17) Consideration and possible action on scheduling the next Association meeting August 11, 2022.
- 18) Adjournment.

RESOLUTION NO. 2022-2

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION RATIFYING THE PROCLAMATION OF A STATE OF EMERGENCY BY THE GOVERNOR ISSUED MARCH 4, 2020, AND AUTHORIZING REMOTE TELECONFERENCE MEETINGS OF THE LEGISLATIVE BODIES OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION FOR THE PERIOD BEGINNING JUNE 9, 2022 AND ENDING JULY 9, 2022 PURSUANT TO BROWN ACT PROVISIONS.

WHEREAS, the Antelope Valley Water Contractors Association (“AVSCWA”) is committed to preserving and nurturing public access and participation in meetings of the Board of Commissioners; and

WHEREAS, all meetings of AVSCWA’s legislative bodies are open and public, as required by the Ralph M. Brown Act (Cal. Gov. Code 54950 – 54963), so that any member of the public may attend, participate, and watch AVSCWA’s legislative bodies conduct their business; and

WHEREAS, the Brown Act, Government Code section 54953(e), makes provisions for remote teleconferencing participation in meetings by members of a legislative body, without compliance with the requirements of Government Code section 54953(b)(3), subject to the existence of certain conditions; and

WHEREAS, a required condition is that a state of emergency is declared by the Governor pursuant to Government Code section 8625, proclaiming the existence of conditions of disaster or of extreme peril to the safety of persons and property within the state caused by conditions as described in Government Code section 8558; and

WHEREAS, a proclamation is made when there is an actual incident, threat of disaster, or extreme peril to the safety of persons and property within the jurisdictions that are within AVSCWA’s boundaries, caused by natural, technological, or human-caused disasters; and

WHEREAS, it is further required that state or local officials have imposed or recommended measures to promote social distancing, or, the legislative body meeting in person would present imminent risks to the health and safety of attendees; and

WHEREAS, such conditions now exist in AVSCWA, specifically, a State of Emergency has been proclaimed by the Governor of the State of California on March 4, 2020 in response to the global outbreak of the novel Coronavirus disease (“COVID-19”); and

WHEREAS, meeting in person would present an imminent risk to the health and safety of attendees due to the continued impact of the COVID-19 pandemic; and

WHEREAS, the Board of Commissioners does hereby find that a State of Emergency has been proclaimed as a result of the threat of COVID-19 and the contagious nature of COVID-19 have caused, and will continue to cause, conditions of peril to the safety of persons within AVSCWA that are likely to be beyond the control of services, personnel, equipment, and facilities of AVSCWA, and desires to ratify the proclamation of state of emergency by the Governor of the State of California; and

WHEREAS, as a consequence of the imminent risks to the health and safety of attendees due to the continued impact of the COVID-19 pandemic, the Board of Commissioners does hereby find that the legislative bodies of the AVSCWA shall conduct their meetings without compliance with paragraph (3) of subdivision (b) of Government Code section 54953, as authorized by subdivision (e) of section 54953, and that such legislative bodies shall comply with the requirements to provide the public with access to the meetings as prescribed in paragraph (2) of subdivision (e) of section 54953.

NOW, THEREFORE, THE BOARD OF COMMISSIONERS OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. Finding of Imminent Risks. The Board hereby finds that meeting in person would present imminent risks to the health and safety of attendees due to the serious and contagious nature of COVID-19.

Section 3. Ratification of Governor's Proclamation of a State of Emergency. The Board hereby ratifies the Governor of the State of California's Proclamation of a State of Emergency, effective as of its issuance date of March 4, 2020.

Section 4. Remote Teleconference Meetings. The staff, General Manager, and legislative bodies of AVSWCA are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution including conducting open and public meetings in accordance with Government Code section 54953(e) and other applicable provisions of the Brown Act.

Section 5. Effective Date of Resolution. This Resolution shall take effect immediately upon its adoption and shall be effective until the earlier of (i) July 9, 2022, which is 30 days from the adoption of this Resolution, or (ii) such time the Board of Commissioners adopts a subsequent resolution in accordance with Government Code section 54953(e)(3) to extend the time during which the legislative bodies of the Antelope Valley State Water Contractors Association may continue to teleconference without compliance with paragraph (3) of subdivision (b) of section 54953.

PASSED AND ADOPTED by the Board of Commissioners of the Antelope Valley State Water Contractors Association this 9th day of June, 2022, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Robert Parris, Chair

ATTEST:

Don Wilson, Secretary

APPROVED AS TO FORM:

Aleshire & Wynder, LLP, General Counsel



SWC Voluntary Agreements Update

May 2022

www.SWC.org

State Water Board Update to the Water Quality Control Plan

The State Water Board is required to periodically update the Bay-Delta Water Quality Control Plan (WQCP)

- Last update was 2006

State Water Board staff have proposed 3 phases for updates

- **Phase 1:** San Joaquin River (complete Dec 2018)
- **Phase 2:** Sacramento River & Delta
- **Phase 3:** Assignment of responsibilities for Phases 1 & 2

State Water Board staff have proposed an 'unimpaired flow approach'

- Flow only; no habitat or adaptive management
- Estimated **2M acre-feet of water cost** to cities and farms
- Adjudication of the entire basin; could take **10-20 years to resolve**



Voluntary Agreements as an Alternative to Unimpaired Flows

- Brown administration started alternative 'voluntary agreements' process in 2015 and Newsom has advanced the negotiations
- Time-bound voluntary contributions of water and \$
- Can be implemented immediately, including early implementation
- Includes system-wide governance to coordinate actions and science across the watershed
- Stable regulatory baseline in the Delta watershed; facilitates resolution of ESA/CESA litigation
- Open to any parties subject to the WQCP update

Who has Signed the MOU?

- US Bureau of Reclamation
- California Natural Resources Agency
- California EPA
- Department of Water Resources
- Department of Fish and Wildlife
- State Water Contractors
- Metropolitan Water District
- Kern County Water Agency
- Westlands Water District
- Glenn-Colusa Irrigation District
- Yuba Water Agency
- Regional Water Authority
- River Garden Farms
- Western Canal Water District
- Garden Highway Mutual Water Company
- Sutter Mutual Water Company

**Represents 2/3 of the
total Sacramento-San
Joaquin watershed**

**OTHER WATER USERS OR AGENCIES CAN
SIGN AT ANYTIME THROUGHOUT PROCESS!**

What Does the Total Program Look Like?



8 years
concurrent
with the new
ITP and BiOps



Water agencies
contribute
water and
funding for
water, habitat,
and science



State and
federal funding
contributions
for water,
habitat and
science



All-hands
governance
program



Frequent
reporting to
inform adaptive
management
and potential
extension of
the agreement

How Much Water Will Be Added to The Delta?

	Critical	Dry	B. Normal	A. Normal	Wet
San Joaquin Basin	48	145	179	112	0
Friant	0	50	50	50	0
Sacramento, Feather, Yuba, American, Putah	39	268	236	236	0
Water Purchase Program- fixed	3	63.5	84.5	99.5	27
Water Purchase Program- spot market	0	45	45	45	0
State Purchases	65	108	9	52	123
Exporters	0	125	125	175	0
Mokelumne + SJR gap	0	21	22	55	0
TOTAL THOUSAND ACRE-FEET (above 2019 BiOp)	155	825.5	750.5	824.5	150

\$2.9 Billion Program

- State commitments through bonds and General Funds: **\$1.4B (49%)**
- Federal share: **\$740M (25%)**
- Other: **\$168M (6%)**
- PWAs: **\$588M (20%)**
- SWP total (estimate based on deliveries):
 - \$10/AF, Years 1-8: \$200M
 - \$10/AF, early implementation: \$50M
 - Value of foregone exports, Years 1-8: \$147M

TOTAL: \$2.9B

All PWAs are contributing to the revolving funds

- All PWA parties are contributing to the Structural Habitat and Science Fund
- All of the junior water rights holders are contributing to the Water Revolving Fund

Decision-Making and Governance

Initial Strategic Plan, Monitoring Plans approved by State Water Board

- Agreed upon implementation and efficacy metrics

Governance group includes all VA parties, plus some NGOs

- Decides habitat projects and advises on flow operations

Annual reporting to the State Water Board

- Documents actions taken and what was learned

Evaluation and Potential Extension of the Program, Years 8-15

- At Year 6, State Water Board will begin evaluations of the VAs
 - **Green light:** Everything is going well and continuation of the program will meet the objectives
 - **Yellow light:** Some modifications are necessary to meet the objectives
 - **Red light:** The VAs are not meeting and are not likely to meet the objectives; a new pathway is required
- Ideally, VAs are extended to 15 years



Current Status and Next Steps

- **Boards endorse term sheet**
 - VA framework, including water, funding, habitat and governance
- **Development of interim operations for 2023 and 2024 water years**
 - Voluntary actions (flow and habitat)
 - Collection of diversion fees
- **Legislative budget approvals**
- **State Water Board analysis of the VA, including CEQA and public engagement**
- **DWR and Reclamation Reconsultation for CVP/SWP**
- **Securing federal funding**



CALIFORNIA'S VOLUNTARY AGREEMENTS

A TRANSFORMATIONAL APPROACH TO HEALTHY RIVERS, FARMS AND COMMUNITIES

For many years, the state of California has led the development of a watershed-wide approach to flows, ecosystem restoration and water supply reliability. Termed "Voluntary Agreements" (VAs), this transformational approach represents a collaborative integration of the latest science, dedicated funding and flow and habitat actions to improve and protect the Delta and its tributaries while preserving adequate water supplies for 35 million Californians.

The Voluntary Agreements are More: Affordable | Flexible | Adaptive | Reliable | Better for California



A COLLABORATIVE APPROACH

Through partnerships and cooperation with state, federal and local water agencies, the VAs set California on a new and innovative path – a remarkable alternative to more limited regulatory approaches that result in prolonged litigation and no benefits to California's environment or economy.



AN UNPRECEDENTED SUITE OF INNOVATIVE FINANCING

Funding for the VAs will come from the state government, federal government and Public Water Agencies, totaling nearly \$3 billion at full participation.

- Public Water Agencies: **\$522 million** for an environmental water budget, science program and governance
- State of California: **\$1.4 billion**
- Federal Government: **\$740 million** to assist with science and habitat restoration



THE LARGEST PURCHASE OF WATER FOR THE ENVIRONMENT IN CALIFORNIA'S HISTORY

The VAs provide significant investments to improve fish and wildlife habitat conditions throughout the watershed. Many identified environmental improvement projects could be implemented in the next 12-18 months – injecting tens of millions of dollars into the state's economy for habitat restoration projects.

- Up to **825,000 acre-feet of water** for the environment
- **More than 45,000 acres** of instream habitat, new spawning and rearing habitat, floodplain habitat and fish food production



SCIENCE-BASED GOVERNANCE & ADAPTIVE MANAGEMENT

The VAs Governance Program will bring together conservation groups, public water agencies and local, state and federal representatives to direct flows and habitat restoration, conduct regular assessments and implement a robust science program. The Governance Program will address changing climate conditions and support research to improve management actions for native fish. Flow and non-flow measures will be adaptively managed through structured decision making and informed by the latest science.



UNPRECEDENTED COMMITMENT & MOMENTUM: THE TIME TO ACT IS NOW

Ongoing droughts and increased climate extremes mean Californians cannot afford to take a decades-long regulatory or litigious approach – time is not on our side. California’s economy and environment needs a holistic, functional flow water management strategy that applies the best science to meet real-time ecosystem needs while providing sustainable water supplies for communities. **The VAs provide this solution.**

NEXT STEPS

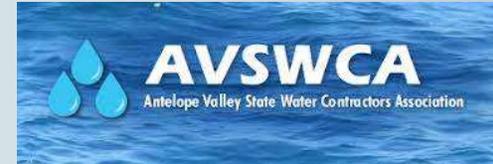
Once approved by participating parties, the VAs proposal will be submitted to the State Water Resources Control Board (Water Board) for third-party scientific assessment, environmental review and appropriate public input. The Water Board’s environmental review will analyze the VAs plan as an alternative for the update to the Bay-Delta Water Quality Control Plan. If approved by the Water Board, the VAs will become the new Bay-Delta Water Quality Control Plan and will be implemented through binding agreements between the Water Board, the Department of Water Resources and participating water agencies to direct water, funding and habitat restoration efforts to improve the health of California’s Bay-Delta ecosystem and its tributaries.

Public Water Agencies are working with a broad coalition of stakeholders, including state and federal agencies, to implement the VAs and ensure that the flow, habitat and funding objectives are realized in terms of real water, real habitat projects and real dollars.



THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA





Big Rock Creek Groundwater Recharge Feasibility Study

Progress Update

June 9th, 2022

Agenda

- Project Background
- Recharge Alternatives Analysis
- Recommended Alternatives Design Concepts
- Next Steps

Project Background

- Purpose of the Study is to evaluate recharge feasibility of Big Rock Creek
- Conducted Recharge Demonstration Project
 - Concluded that using the Creek for artificial recharge produced limited capacity (3 cfs)
 - Suggested potential alternatives to improve recharge in the Creek vicinity

Big Rock Creek Map



Recharge Alternatives Overview

- Alternative 1: In-Stream Pushup Berms
- Alternative 2: East Avenue T and East Avenue S Culverts
- Alternative 3: Offsite Recharge Basins and Pipeline
- Alternative 4: Water Booster Station and Pipeline from Carl B. Hunter WTP

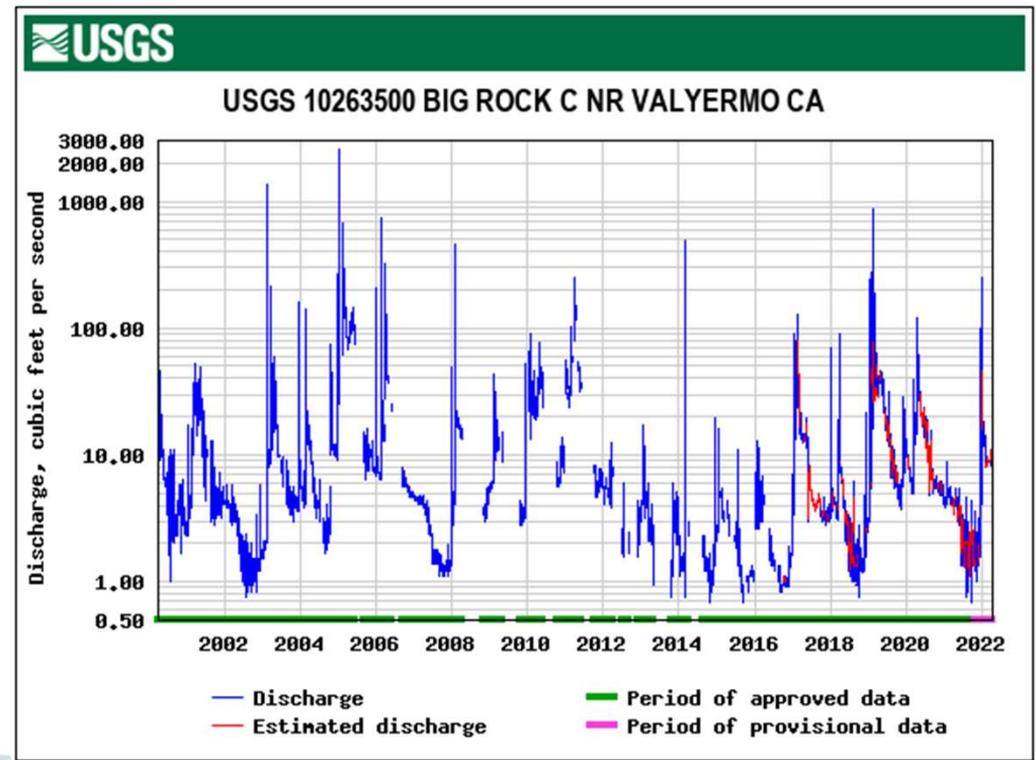
Preliminary Alternative Rankings

Alternative	Score	Rank
1 - In-Channel Berms	3.19	3
2 - East Avenue T and S Culverts	3.30	2
3 - Offsite Recharge Basins	3.41	1
4 - Water Booster Station/ Pipeline	1.95	4

- Alternative 2 – Culverts
 - Cost effective
 - Limited capacity
- Alternative 3 – Offsite Recharge Basins
 - Largest recharge capacity (tied with Alternative 1)
 - Simplest permitting/ regulatory requirements

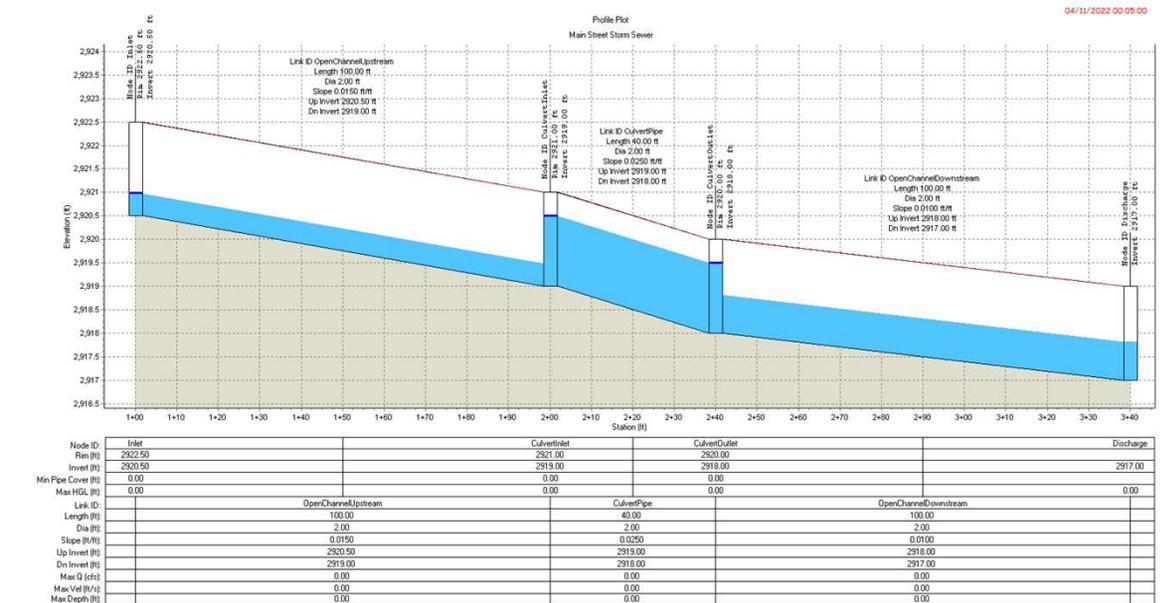
East Avenue T and East Avenue S Culverts

- To choose a design flow, USGS data from the past 22 years was analyzed
- From 2000-2022, the creek exceeded 200 cfs in 8 separate years
- The model used 200 cfs as the design flow
 - Design flow can be adjusted if another storm period is to be analyzed



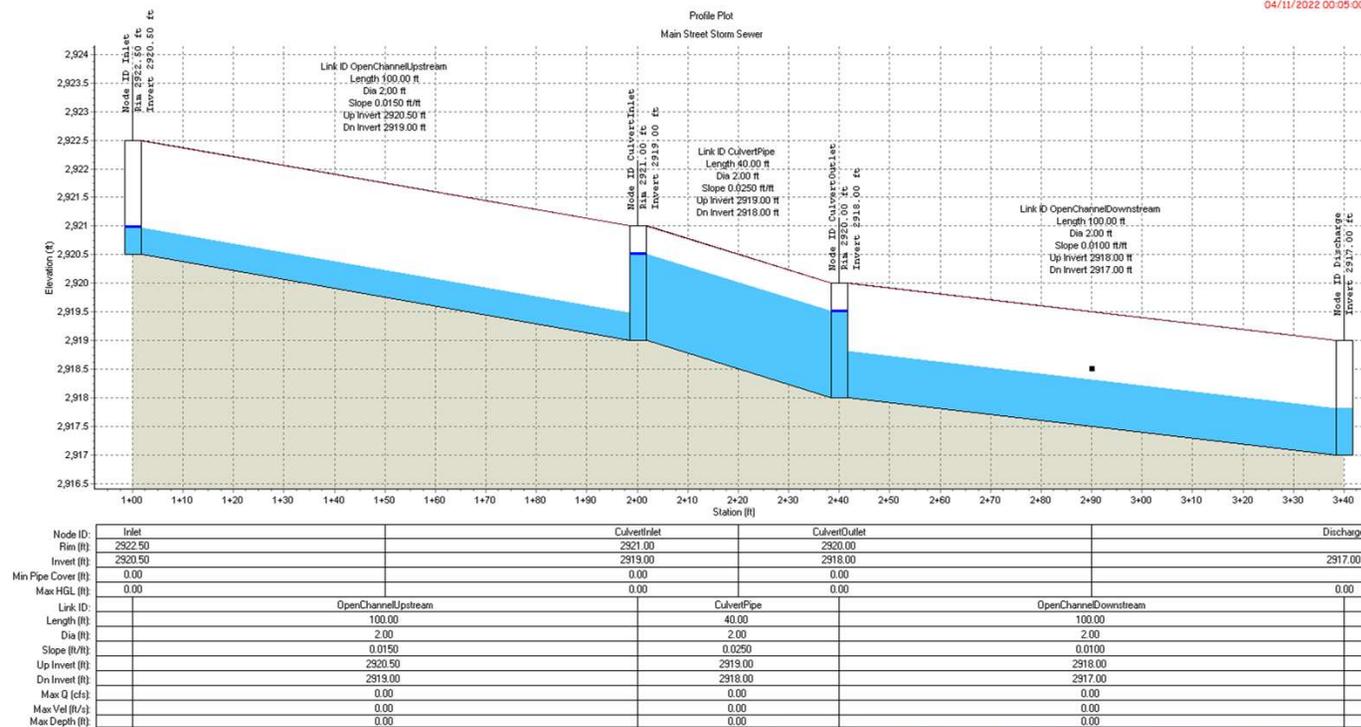
East Avenue T and East Avenue S Culverts: Box Culvert

- A box culvert that is 8' wide and 2' high can handle the 200cfs flow
 - Riprap will be added to help with energy dissipation and keep the velocities manageable
- Construction cost estimate = **\$260,000**



East Avenue T and East Avenue S Culverts: 24" Circular Culvert

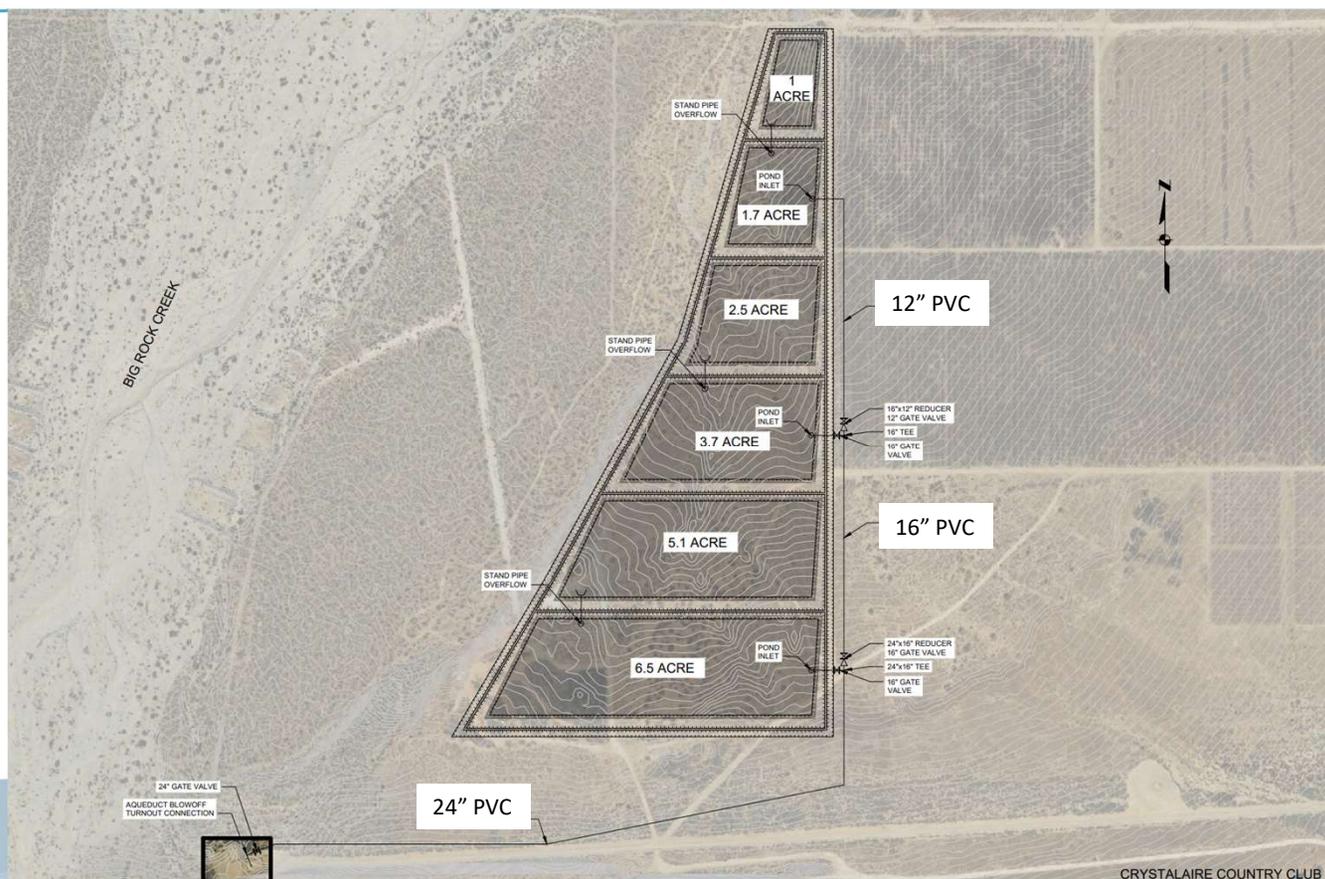
- 7 24" culverts would need to be constructed to accommodate 200 cfs
 - This option allows for steady, shallow flow in the creek and decreased costs
 - Construction cost estimate = **\$190,000**



Culverts Summary

- Construction Cost Estimate = \$190-260K
- Limited capacity = 2,200 AFY
- Potential other public benefits = reduce flooding across Avenues T and S

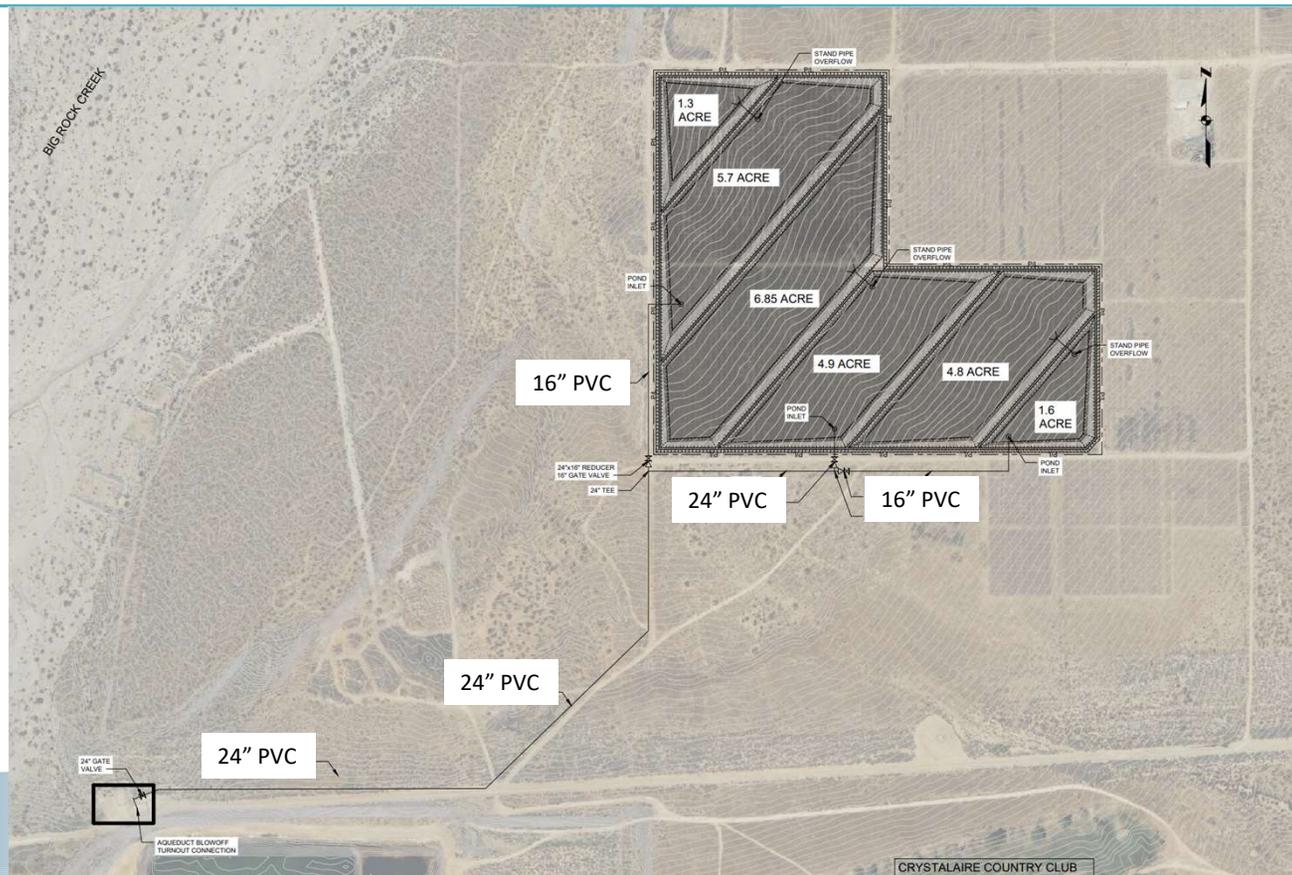
Offsite Recharge Basins and Pipeline: Option 1



Offsite Recharge Basins and Pipeline: Option 1

Perc Rate	2	ft/day
Basin Acreage	20.5	acres
Project Perc Rate	41	AF/day
Project Perc Rate	14,965	AFY
Target Perc Rate	20,000	AFY
Construction Cost Estimate	\$2.1M	\$

Offsite Recharge Basins and Pipeline: Option 2



Offsite Recharge Basins and Pipeline: Option 2

Perc Rate	2	ft/day
Basin Acreage	25.15	acres
Project Perc Rate	50.3	AF/day
Project Perc Rate	18,360	AFY
Target Perc Rate	20,000	AFY
Construction Cost Estimate	\$2.4M	\$

Recharge Basin Summary

- Construction Cost Estimate = \$2.1-2.4M
- Robust Capacity = 15,000-18,000 AFY
- Simpler permitting requirements = stays out of the creek
 - Joshua Trees are present at the potential locations

Next Steps

- Conduct infiltration tests at recharge basin locations
- Coordinate with LA County and DWR
- Prepare draft report summarizing study findings

OPEN DISCUSSION / QUESTIONS

**ANTELOPE VALLEY
STATE WATER CONTRACTORS ASSOCIATION
COMMISSION MEMORANDUM**

DATE: June 2, 2022 June 9, 2022
TO: AVSWCA Commissioners Commission Meeting
FROM: Dennis Hoffmeyer, Controller
VIA: Peter Thompson II, General Manager
RE: *AGENDA ITEM NO. 11 - CONSIDERATION AND POSSIBLE ACTION ON
BUDGET FOR FISCAL YEAR 2022/2023*

Recommendation:

Staff recommends that the Commissioners of the AVSWCA (Association) approve the attached proposed budget for fiscal year 2022/2023.

Background:

The proposed budget has been broken into four categories: General Operating Funds, Restricted Funds (USGS Groundwater Monitoring Program), Restricted Funds (Antelope Valley Integrated Regional Water Management Plan), and Restricted Funds (Big Rock Creek Joint Groundwater Recharge Program).

The Expenditure side for General Operating Funds categories include:

- Insurance: Liability insurance for the Association obtained through ACWA/JPIA
- Memberships: Membership in ACWA
- Miscellaneous: Includes all miscellaneous expenses not covered in other Association accounts (business cards, meals, etc.)
- Outreach: Includes the website, promotional items, and event fees
- Contract Services: (Administration): Services provided by AVEK (Tom Barnes – Resources Manager) and PWD (Peter Thompson II – General Manager, Dennis Hoffmeyer – Controller, Dawn Deans – Executive Secretary, Danielle Henry – Management Analyst)

General Operating Funds categories (continued):

- Contract Services: (General): Covers A.V. Fair Conservation Garden annual maintenance fee, Home & Garden Show/SMART Water Expo, Rural Museum Sponsorship and related expenses.
- Contract Services: (Audit): Covers the outside review of financials for prior year close.

Per the Bylaws of the Association, the first \$30,000.00 of member agency contributions is split evenly to cover General Operating Costs. Therefore, it is recommended that each of the three member agencies contribute \$10,000.00 in Fiscal Year 2022/2023 to the Association's General Operating Fund to cover the proposed 2022/2023 General Operating Costs. Any remainder of collected revenue will go into reserve.

The Expenditure side for Restricted Funds will be discussed at the meeting.

Supporting Documents:

- Proposed FY 2022/2023 General Program Fund Budget

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

Proposed Budget - FY 2022/23

General Program Funds

	FY 2016/17	FY 2017/18	FY 2018/19	FY 2019/20	FY 2020/21	FY 2021/22 PROPOSED BUDGET	FY 2021/22 PROJECTED YTD	FY 2022/23 PROPOSED BUDGET
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL			
Revenues:								
Member Contributions - General	\$ 64,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00
Member Contributions - Smart Water Expo/H&G Show			12,413.00	18,000.00	13,000.00	-	-	-
Member Contributions - AV Fair Conservation Garden			25,000.00	25,000.00	25,000.00	-	-	-
Interest Earnings	11.66	27.04	271.02	305.44	289.79	200.00	313.25	125.00
Revenue - Refund/Misc	5.00	-	-	-	-	-	-	-
Total Revenue	<u>\$ 64,016.66</u>	<u>\$ 30,027.04</u>	<u>\$ 67,684.02</u>	<u>\$ 73,305.44</u>	<u>\$ 68,289.79</u>	<u>\$ 30,200.00</u>	<u>\$ 30,313.25</u>	<u>\$ 30,125.00</u>
Expenditures:								
Insurance (ACWA/JPIA)	\$ 2,183.10	\$ 2,182.98	\$ 2,183.00	\$ 2,183.00	\$ 2,183.00	\$ 2,350.00	\$ 2,183.00	\$ 2,350.00
Memberships (ACWA)	2,510.00	2,635.00	3,165.00	3,680.00	3,715.00	3,750.00	4,265.00	4,400.00
Outreach (Web Site, Community Activities)	30,257.79	5,187.40	15,544.30	444.00	569.17	5,000.00	300.00	3,000.00
Miscellaneous (Bank Fees, Refreshments, Etc.)	-	-	-	-	-	500.00	-	500.00
Contract Services - Administration	17,046.49	13,413.28	18,518.43	11,209.30	16,279.97	12,000.00	15,400.00	15,000.00
Contract Services - General Projects	-	-	-	-	-			
(A.V. Fair - Conservation Garden)				25,000.00	-	-	-	25,000.00
(Home & Garden Show/WaterSmart Expo)				10,000.00	-	-	-	-
(Rural Museum Sponsorship)					-		10,000.00	-
Contract Services - Financial Audit	2,000.00	2,000.00	2,500.00	2,500.00	2,500.00	5,000.00	2,500.00	3,500.00
Total Expenditures	<u>\$ 53,997.38</u>	<u>\$ 25,418.66</u>	<u>\$ 41,910.73</u>	<u>\$ 55,016.30</u>	<u>\$ 25,247.14</u>	<u>\$ 28,600.00</u>	<u>\$ 34,648.00</u>	<u>\$ 53,750.00</u>
Net Income (Loss)	<u>\$ 10,019.28</u>	<u>\$ 4,608.38</u>	<u>\$ 25,773.29</u>	<u>\$ 18,289.14</u>	<u>\$ 43,042.65</u>	<u>\$ 1,600.00</u>	<u>\$ (4,334.75)</u>	<u>\$ (23,625.00)</u>
						Member Contribution (General):		10,000.00
Additional Expenditures						AVEK Contribution =		\$ -
						PWD Contribution =		-
						LCID Contribution =		-
						Secondary Member Contribution (Table A basis):		<u>\$ -</u>

**ANTELOPE VALLEY
STATE WATER CONTRACTORS ASSOCIATION
COMMISSION MEMORANDUM**

DATE: May 31, 2022 **June 9, 2022**
TO: AVSWCA Commissioners **Commission Meeting**
FROM: Peter Thompson II, General Manager
RE: ***AGENDA ITEM NO. 12 - REPORT OF GENERAL MANAGER***

Report Items:

- **Antelope Valley Water Master Meetings**
 - The Watermaster Board received seven RFPs for third-party administrative services. Interviews will be conducted with six of the firms and individuals who have submitted proposals at a special meeting to be held on June 8, 2022 at 10:00 a.m.
 - The Watermaster Board submitted a request for a Replacement Water Plan for the Replacement Water Assessments of several parties including Phelan Pinon Hills CSD. Association staff prepared and submitted a Plan which was approved at the May 25, 2022 Watermaster Board meeting.

- **Antelope Valley and Fremont Basin IRWMP Stakeholder Meetings**
 - Association staff continues to work with Woodard and Curran regarding both the DACI and Prop. 1 grant administration.
 - Staff has collected approved Amended and Restated AVIRWM MOUs from all participating agencies and has subsequently invoiced them for their share of costs.
 - Two rounds of payments have been received from DWR for the AVIRWM Prop. 1 Grant Projects. Disbursement of the payments to the Project proponents is underway by Association staff.

- **Mutual Response Agreement for Antelope Valley Agencies**
 - A meeting of the Antelope Valley Mutual Response Group was held on May 3, 2022. At this meeting, Corey Shere (Facilities Department Foreman for PWD) was selected as the Coordinator for the AV MRG Committee. Corey is working with all participating

agencies to develop a contact list and available assets list for emergency response activities.

- Staff continues to advocate for an amendment to the Antelope Valley Mutual Response Agreement to help smaller agencies participate in the Agreement. The participating agencies have been asked to review and provide feedback on the proposed amendment by the next meeting tentatively scheduled for July.

Future Agenda Items:

- **Approval to Release Funds in Accordance with the Most Recent Replacement Water Plan.**
 - Staff anticipates receiving final approvals of the Plan and funds for the corresponding Replacement Water Assessments in time for the approval to release funds at the Association's August meeting.
- **Acceptance and Filing of Audit for year ended June 30, 2021.**
 - The Audit Report for year ended June 30, 2021 is still in progress. Staff plans to present the Report for consideration at the Association meeting in August.
- **Presentation on Draft Feasibility Study for the Big Rock Creek Joint Groundwater Recharge Project.**
 - Staff anticipates that the Draft Study will be ready for presentation to the Commissioners at the August or October Association meeting.
- **Presentation on Status Update for the Delta Conveyance Project.**
 - Staff is working to coordinate a presentation on the Delta Conveyance Project at a future 2022 Association meeting.

ANTELOPE VALLEY STATE WATER CONTRACTORS
Balance Sheet
For the Eleven Months Ending 5/31/2022

	<u>YTD</u>
ASSETS	
Cash - General Fund	\$197,737.92
Restricted - AVRWMG	112,328.84
Accounts Receivable	22,692.00
Prepaid Insurance (Premium Period 10/1 - 9/30)	727.64
Prepaid Expense	0.00
Total Assets	<u><u>\$333,486.40</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	\$33,364.23
Total Liabilities	<u>33,364.23</u>
FUND BALANCE	
Unassigned	300,122.17
Total Fund Balance	<u>300,122.17</u>
 Total Liabilities and Fund Balance	 <u><u>\$333,486.40</u></u>

ANTELOPE VALLEY STATE WATER CONTRACTORS
Profit & Loss Statement
For the Eleven Months Ending 5/31/2022

	May	YTD
Revenues:		
Contributions - Member Agency		\$30,000.00
Contributions - Member Programs (USGS & CASGEM)		
Contributions - Member Programs (Financial Analysis PSA)		
Contributions - Member Programs (Big Rock Creek)		
Contributions - Member Programs (AV Fair-Conservation Garden)		
Contributions - Non-Member Programs (USGS)		
Contributions - Others (AVRWMG)		148,000.00
Water Sales - Pilot In-Lieu Banking		482,808.71
Miscellaneous Refund		
Interest Earnings	125.88	313.25
Total Revenue		\$661,121.96
Expenditures:		
General Government		
Bank Fees		
Insurance	181.92	2,001.08
Memberships		4,265.00
Outreach		300.00
Purchased Water		482,808.71
Miscellaneous		
		489,374.79
Public Resource		
Contract Services - Administration		12,949.51
Contract Services - USGS & CASGEM		51,256.50
Contract Services - AVRWMG		11,639.00
Contract Services - IRWMP 2013 Update		21,160.75
Contract Services - BIG ROCK CREEK		11,980.80
Contract Services - FINANCIAL ANALYSIS		
Contract Services - General Projects		
Contract Services - AV Fair Conservation Garden		
Contract Services - Home Show/WaterSmart Expo		
Contract Services - Rural Museum		10,000.00
Contract Services - Other		
		118,986.56
Total Expenditures		\$608,361.35
Change in Net Position		\$52,760.61
Net Position - Beginning of Year		247,361.56
Net Position - End of Year		\$300,122.17

ANTELOPE VALLEY STATE WATER CONTRACTORS
FY 2021/22 - Budget vs Actual
For the Eleven Months Ending 5/31/2022

	<u>May</u> <u>Actual</u>	<u>YTD</u> <u>Actual</u>	<u>Budget</u>	<u>Variance</u>
General Revenues:				
Contributions - Member Agency		\$30,000	(\$30,000)	
Contributions - Member Agency (Other programs)				
Contributions - Member Agency (AV Fair Conservation Garden)				
Miscellaneous Refund				
Interest Earnings	126	313	(200)	113
Total General Revenue	<u><u>\$126</u></u>	<u><u>\$30,313</u></u>	<u><u>(\$30,200)</u></u>	<u><u>(\$113)</u></u>
General Expenditures:				
General Government				
Bank Fees				
Insurance	182	2,001	2,350	349
Memberships		4,265	3,750	(515)
Outreach		300	5,000	4,700
Purchased Water		482,809		(482,809)
Miscellaneous			500	500
Contract Services - Administration		12,950	12,000	(950)
Contract Services - AV Fair Conservation Garden				
Contract Services - Home Show/Water Expo				
Contract Services - Other		10,000	5,000	(5,000)
Total General Expenditures	<u><u>\$182</u></u>	<u><u>\$512,324</u></u>	<u><u>\$28,600</u></u>	<u><u>(\$483,724)</u></u>

ANTELOPE VALLEY STATE WATER CONTRACTORS
FY 2021/22 - Budget vs Actual
For the Eleven Months Ending 5/31/2022

	<u>May</u> <u>Actual</u>	<u>YTD</u> <u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Program Revenues:				
Contributions - Member Programs (USGS & CASGEM)				
Contributions - Member (BIG ROCK CREEK)				
Contributions - Member (FINANCIAL ANALYSIS)				
Contributions - Others (USGS & CASGEM)				
Contributions - Others (AVRWMP)		148,000	(150,000)	(2,000)
Water Sales - Pilot In-Lieu Banking		482,809		482,809
Total Program Revenue		<u><u>\$630,809</u></u>	<u><u>(\$150,000)</u></u>	<u><u>(\$480,809)</u></u>
Program Expenditures:				
Contract Services - USGS & CASGEM		\$51,257	\$51,257	
Contract Services - AVIRWMP		11,639		(11,639)
Contract Services - IRWMP Update		21,161		(21,161)
Contract Services - BIG ROCK CREEK		11,981	115,873	103,892
Contract Services - FINANCIAL ANALYSIS				
Total Program Expenditures		<u><u>\$84,056</u></u>	<u><u>\$51,257</u></u>	<u><u>(\$32,800)</u></u>