

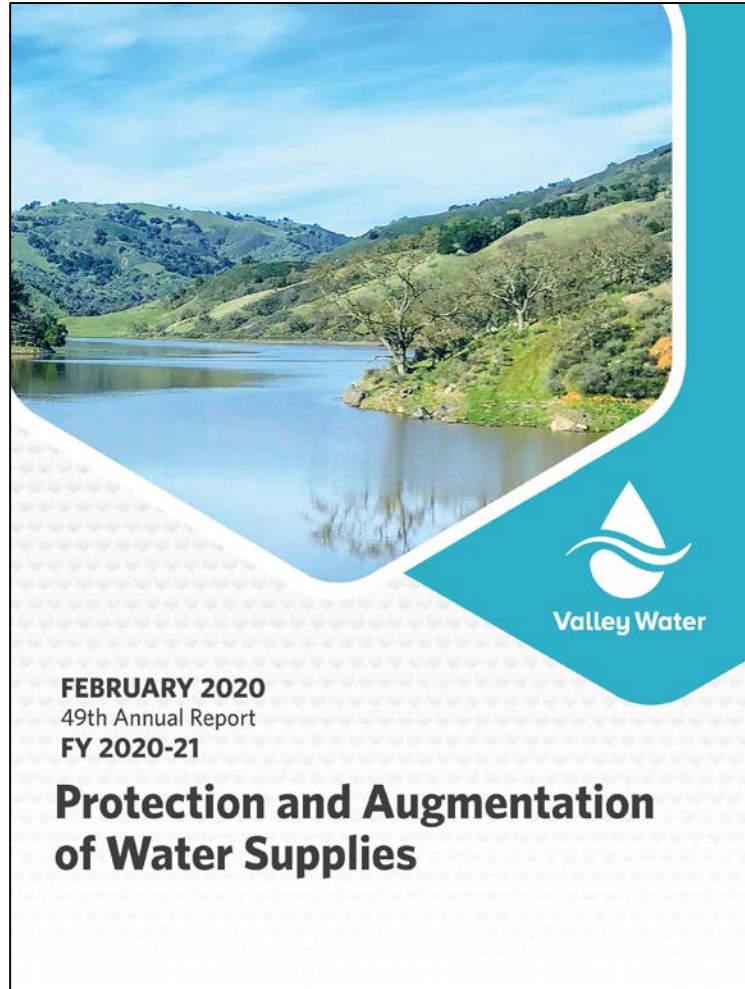
Public Hearing

Groundwater Production & Other Water Charges

April 28, 2020

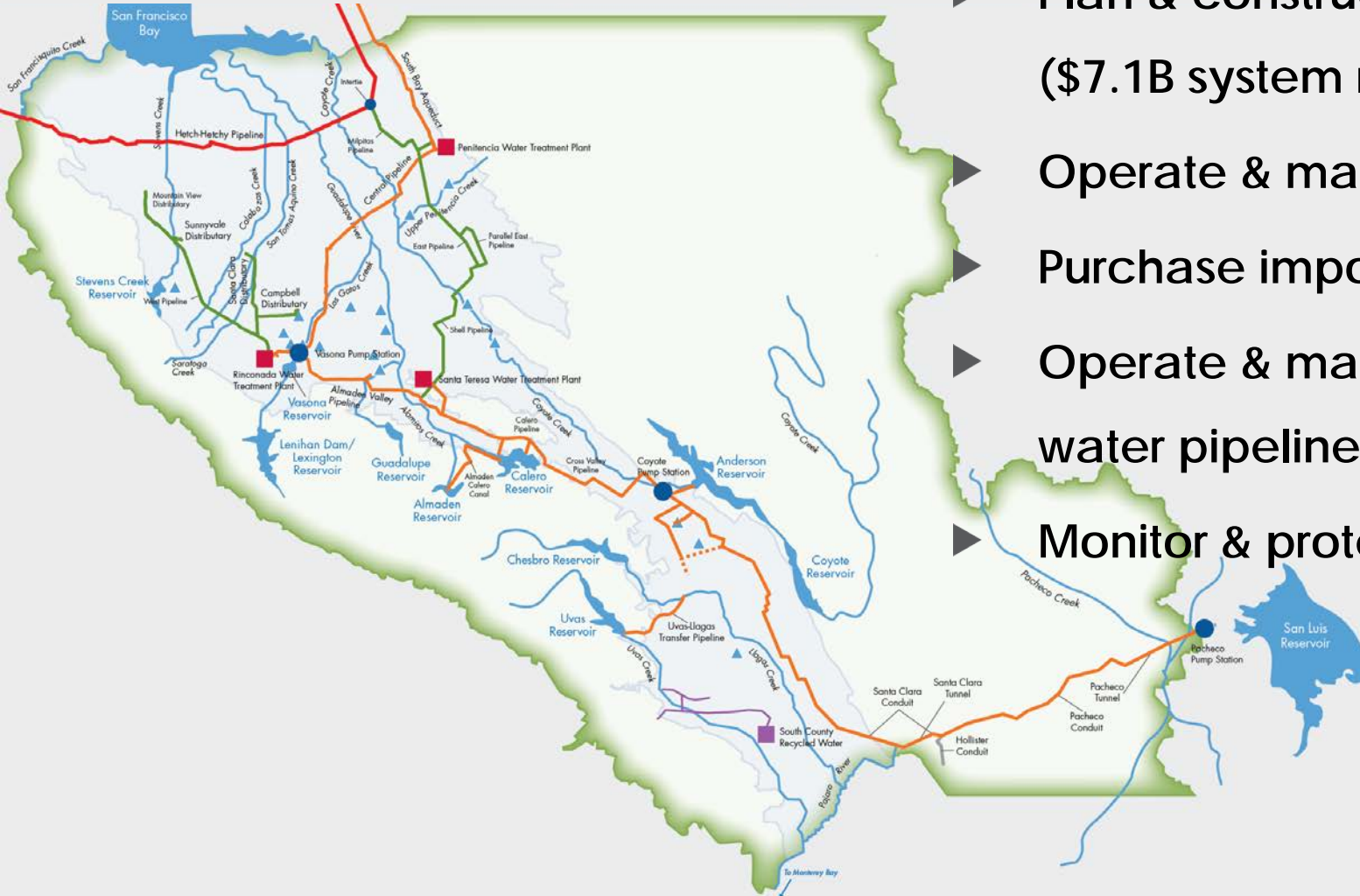
Public Hearing has Three Specific Objectives

1. Present annual report on Valley Water's activities and recommended groundwater production charges
2. Provide opportunity for any interested person to "...appear and submit evidence concerning the subject of the written report" to the Board of Directors
3. Determine and affix Groundwater Production and Other Water Charges for FY 2020-21



2020 Protection and Augmentation of Water Supplies Report

Many activities ensure safe, reliable groundwater supplies



- ▶ Plan & construct improvements to infrastructure (\$7.1B system replacement value)
- ▶ Operate & maintain local reservoirs
- ▶ Purchase imported water
- ▶ Operate & maintain raw, treated & recycled water pipelines
- ▶ Monitor & protect groundwater from pollutants

Why do well owners pay Valley Water to pump water from the ground?

Construction at Anderson Reservoir, 1951



- **Local rainfall cannot sustain Santa Clara County water needs**
- **Planning in early 1900's called for construction of reservoirs to capture rainwater to percolate into the ground**
- **Groundwater Production Charge is a reimbursement mechanism**
 - **pays for efforts to protect and augment water supply**

- Rate Setting Process
- FY 21 Financial Analysis and Projections
 - Key Assumptions for FY 21
 - Cost Projection
 - Water Usage
 - Recommended Groundwater Production Charges North County
 - Recommended Groundwater Production Charges South County
 - Multi-year Groundwater Charge Projection & Other Topics
 - Alternative Scenarios in Response to COVID-19 Pandemic
- Schedule/Wrap up

Rate Setting Process

District Act Defines Purposes for Groundwater Charges

Imported Water Facilities

Imported Water Purchases

All Facilities which will “conserve or distribute water including facilities for groundwater recharge, surface distribution, and purification and treatment”

Debt

Pricing policy maximizes effective water use



- ▶ Groundwater charges are levied within a zone for benefits received
 - ▶ Existing zones shown
 - ▶ Staff proposed modifications would become effective July 1, 2020
- ▶ All water sources and water facilities contribute to common benefit within a zone regardless of cost, known as “pooling” concept
 - ▶ Helps maximize effective use of available resources
- ▶ Agricultural water charge shall not exceed 10% of M&I water charge
 - ▶ Current Board direction would maintain Agricultural water charge at 6% of M&I through FY21

- Supreme Court found Prop 218 not applicable to groundwater charges
 - Certain Prop 218 requirements continue, like holding a public hearing, and noticing well owners, which are consistent with District Act
- Supreme Court found Prop 26 is applicable to groundwater charges
- To qualify as a nontax fee under Prop 26, GW charge must satisfy both:
 1. GW charge established at amount that is no more than necessary to cover reasonable costs of government activity
 2. Manner in which costs are allocated to payor bear a fair or reasonable relationship to payor's burdens on, or benefits received from government activity

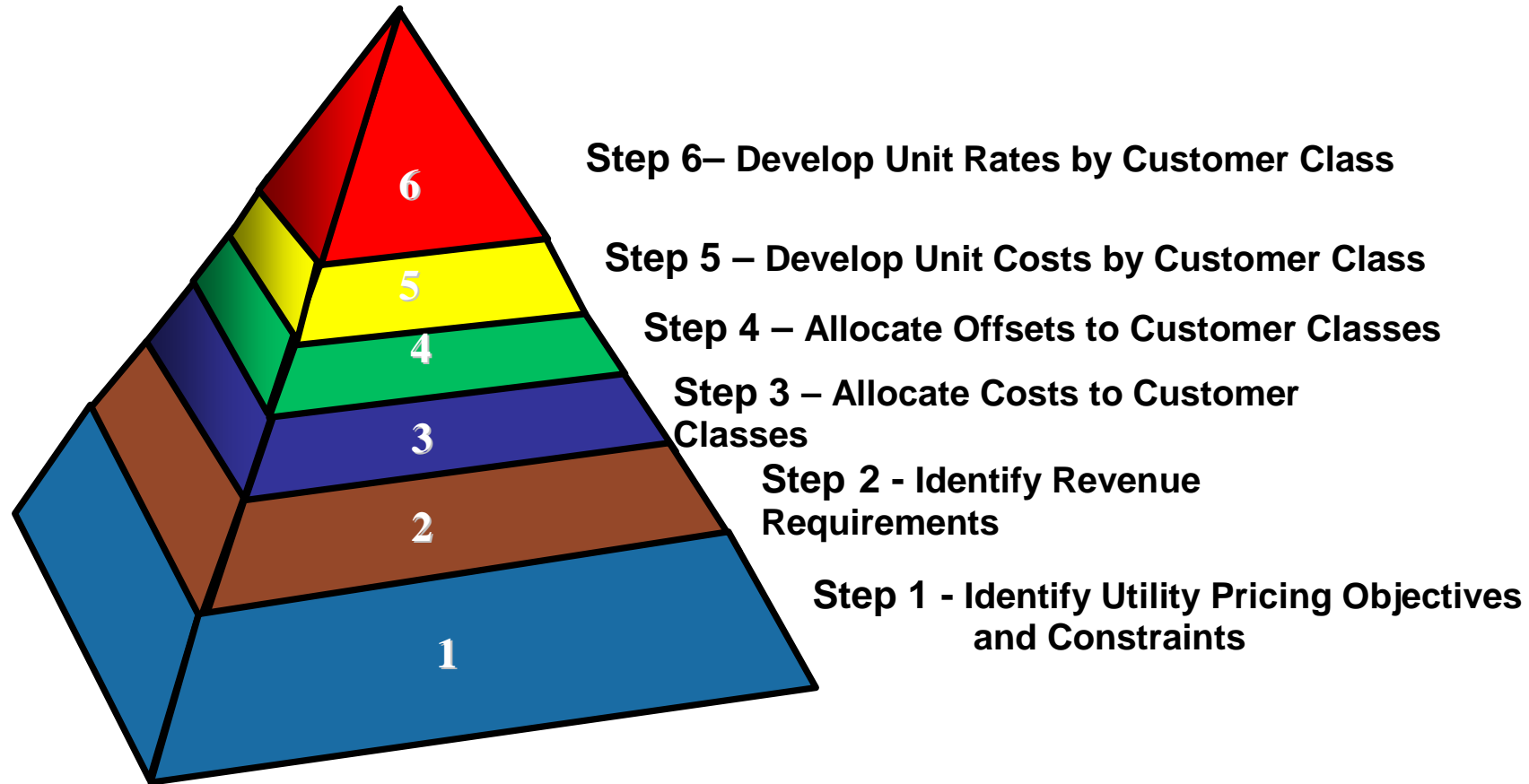
The Surface Water Charge-setting Process is Consistent with Prop 218 Process for Water Service Charges

- Includes protest procedure as defined in Board Resolution 12-10

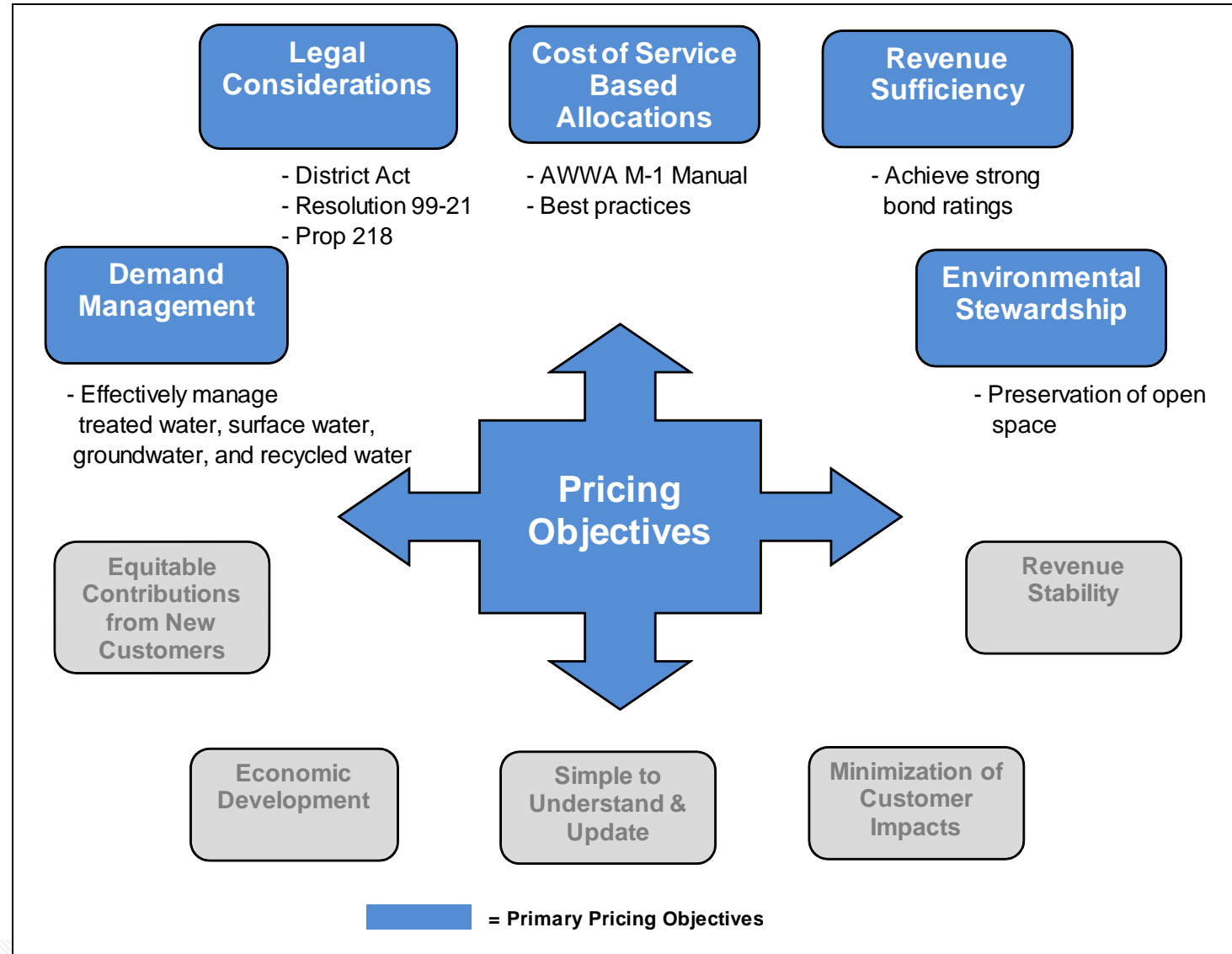
Historical Majority Protest Procedure Results

Fiscal Year	2013	2014	2015	2016	2017	2018	2019
Surface Water							
North County	0%	0%	0%	0%	0%	0%	5%
South County	0%	0%	0%	1.3%	0%	0%	0%

Valley Water follows best practice rate making steps



Pricing Objectives and Constraints



FY 21 Financial Analysis and Projections

FY 21 Key Assumptions

1) Baseline: WSMP 80% Level Of Service

- ▶ Baseline Projects*
 - ▶ Almaden Valley Pipeline Replacement
 - ▶ Land Rights – South County RW Pipeline
 - ▶ SCADA, WTP, Distr. Sys. Implementation
- ▶ Delta Conveyance (State side)
 - ▶ Paid for by water charges, not SWP Tax
- ~~▶ Delta Conveyance (CVP side)~~
- ▶ No Regrets Package
- ▶ Potable Reuse Phase 1 to produce 24KAF by FY 28
 - ▶ Based on \$690M capital project, District contributes 30% “pay as you go”
 - ▶ P3 reserve at \$10M in FY 21 growing to \$20M by FY 28
- ▶ Pacheco Reservoir
 - ▶ \$250M WIIN funding + WIFIA loan
 - ▶ Partner Agencies pay 20% of project
- ▶ Transfer-Bethany Pipeline
- ▶ South County Recharge
 - ▶ Timing = beyond FY 30
- ▶ \$200M warranty placeholder for dams & WTP's

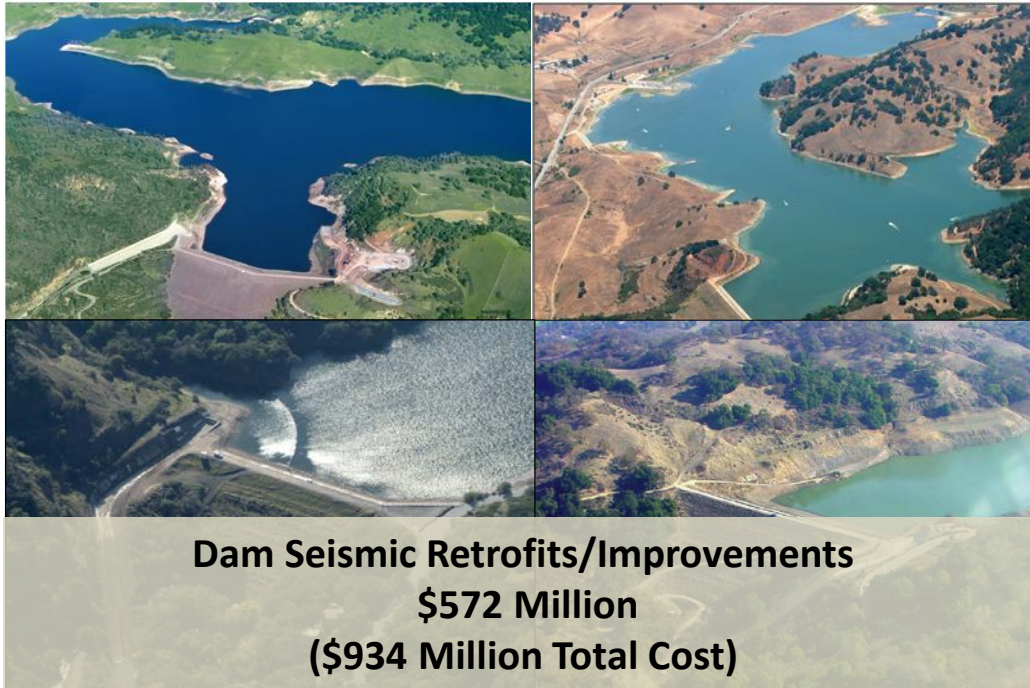
4) Baseline, No WIIN + Revised PW + CVP

- ▶ Baseline Projects*
 - ▶ Almaden Valley Pipeline Replacement
 - ▶ Land Rights – South County RW Pipeline
 - ▶ SCADA, WTP, Distr. Sys. Implementation
- ▶ Delta Conveyance (State side)
 - ▶ Paid for by water charges, not SWP Tax
- ▶ ~~Delta Conveyance (CVP side)~~
- ▶ No Regrets Package
- ▶ Potable Reuse Palo Alto Alt 1 to produce 10KAF to 13KAF by FY 30
 - ▶ Based on \$643M IPR capital project, District builds, finances and operates (Not a P3)
 - ~~▶ P3 reserve at \$10M in FY 21 growing to \$20M by FY 28~~
- ▶ Pacheco Reservoir
 - ~~▶ \$250M WIIN funding + WIFIA loan~~
 - ▶ Partner Agencies pay 20% of project
- ▶ Transfer-Bethany Pipeline
- ▶ South County Recharge
 - ▶ Timing = beyond FY 30
- ▶ \$200M warranty placeholder for dams & WTP's

Exceeds 80% LOS goal

* Includes but not limited to dam seismic retrofits, Rinconada WTP reliability improvement, 10-year pipeline rehabilitation program

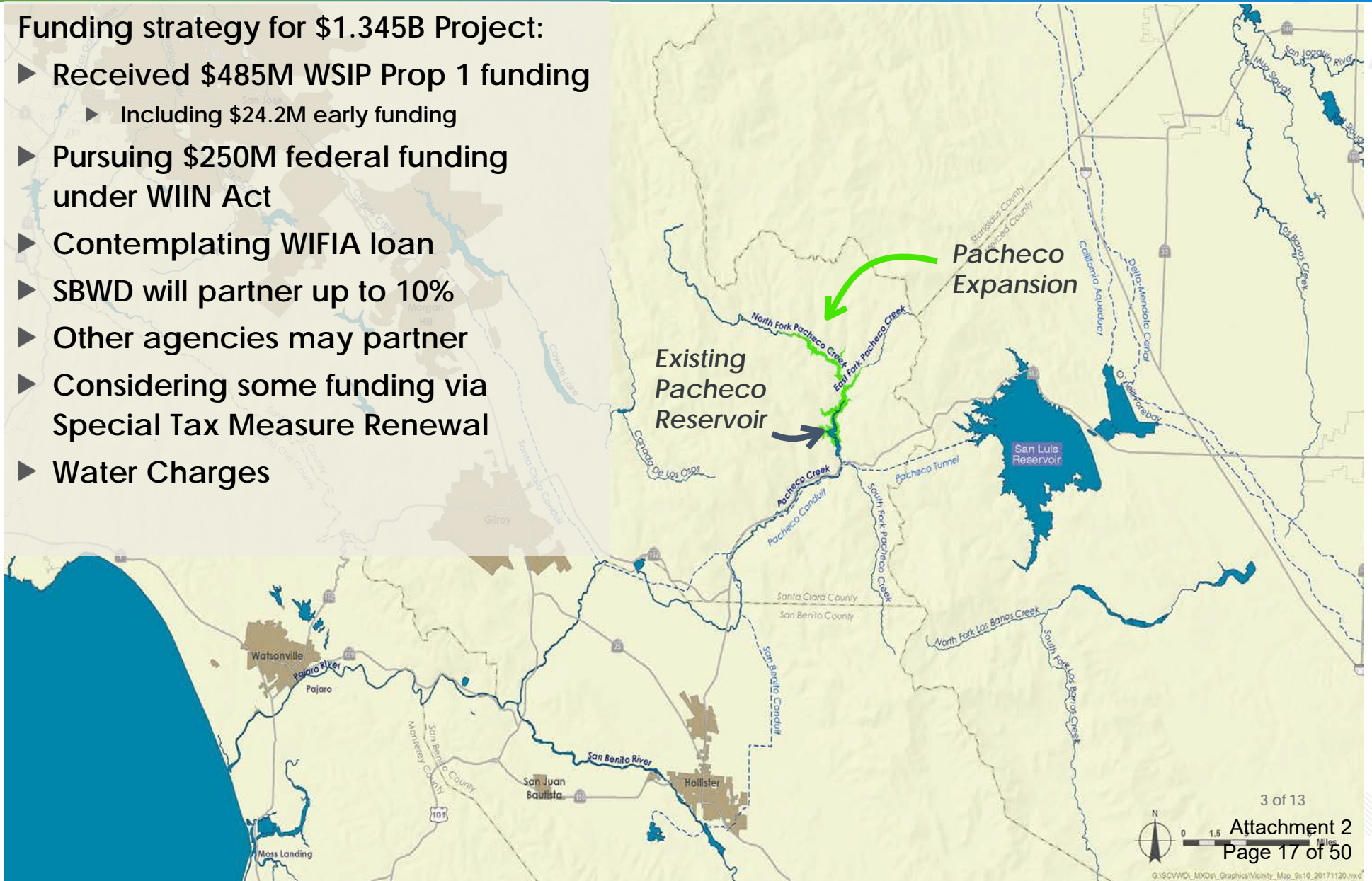
Key Capital Project Funding for FY 21 through FY 30



Key Water Supply Projects - Pacheco Reservoir

Funding strategy for \$1.345B Project:

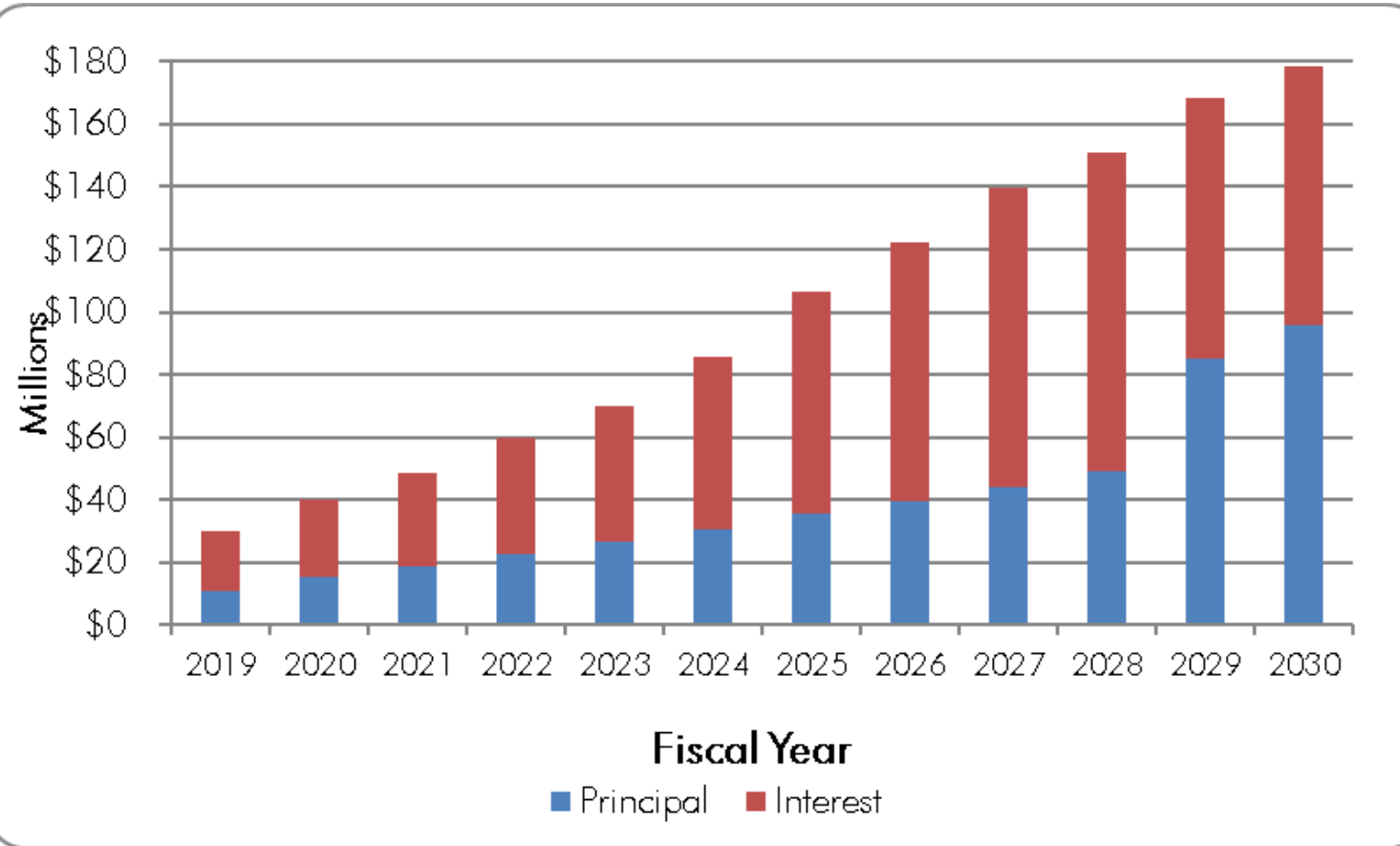
- ▶ Received \$485M WSIP Prop 1 funding
 - ▶ Including \$24.2M early funding
- ▶ Pursuing \$250M federal funding under WIIN Act
- ▶ Contemplating WIFIA loan
- ▶ SBWD will partner up to 10%
- ▶ Other agencies may partner
- ▶ Considering some funding via Special Tax Measure Renewal
- ▶ Water Charges



Validated, Unfunded Water Supply Projects

Validated, Unfunded Water Supply Projects	Est. Cost (\$ Million)
Dam Seismic Retrofit at Chesbro & Uvas	\$90 M
Long-Term Purified Water Program Elements	\$207 M
So. County Recycled Water New Storage Tank	\$7 M
Rinconada Water Treatment Plant Ammonia Storage & Metering Facility Upgrade	\$6 M
Alamitos Diversion Dam Improvements	\$3 M
Coyote Diversion Dam Improvements	\$2 M
TOTAL	\$315 M

Implementation of CIP results in debt service increases

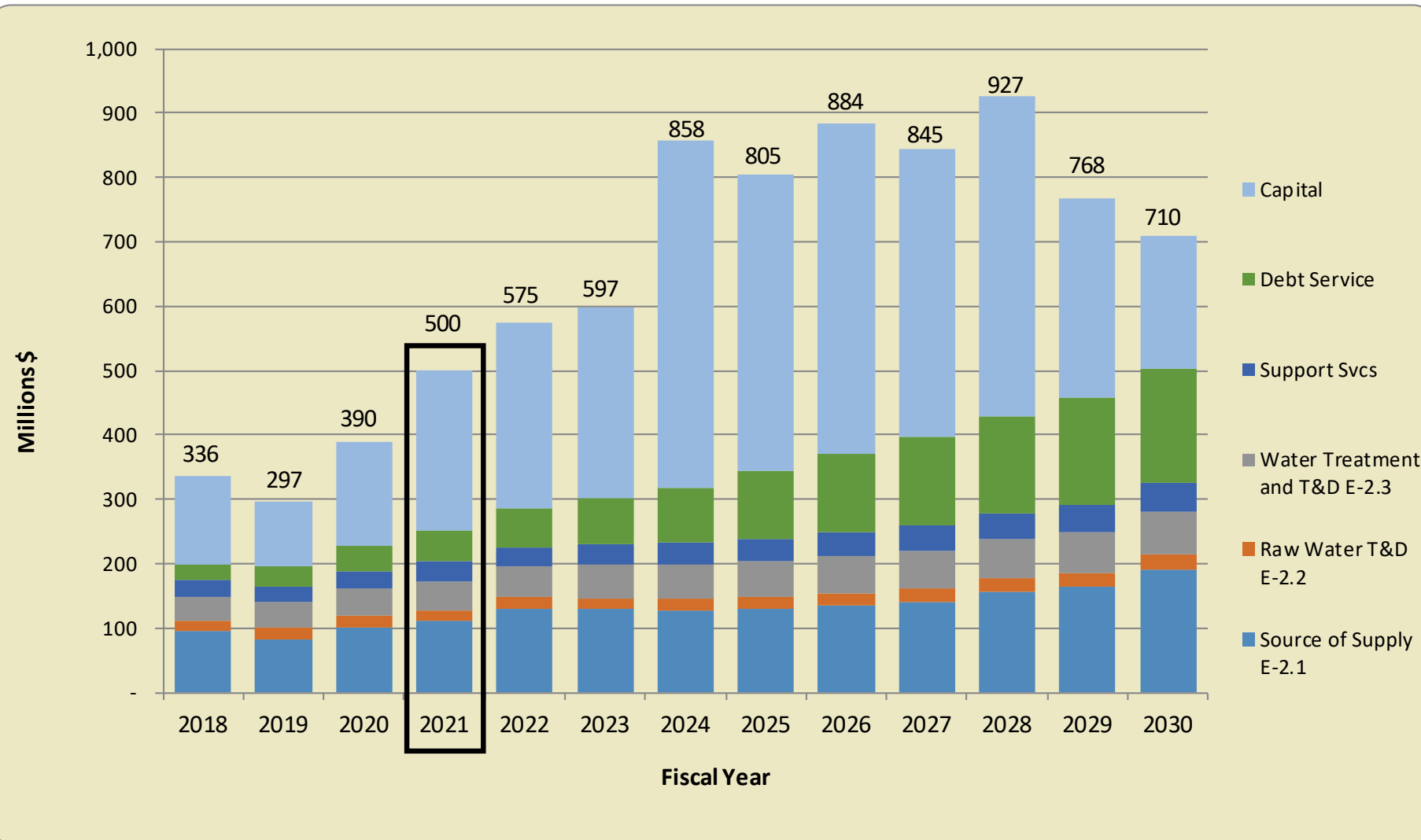


\$48.4M in FY 2020-21

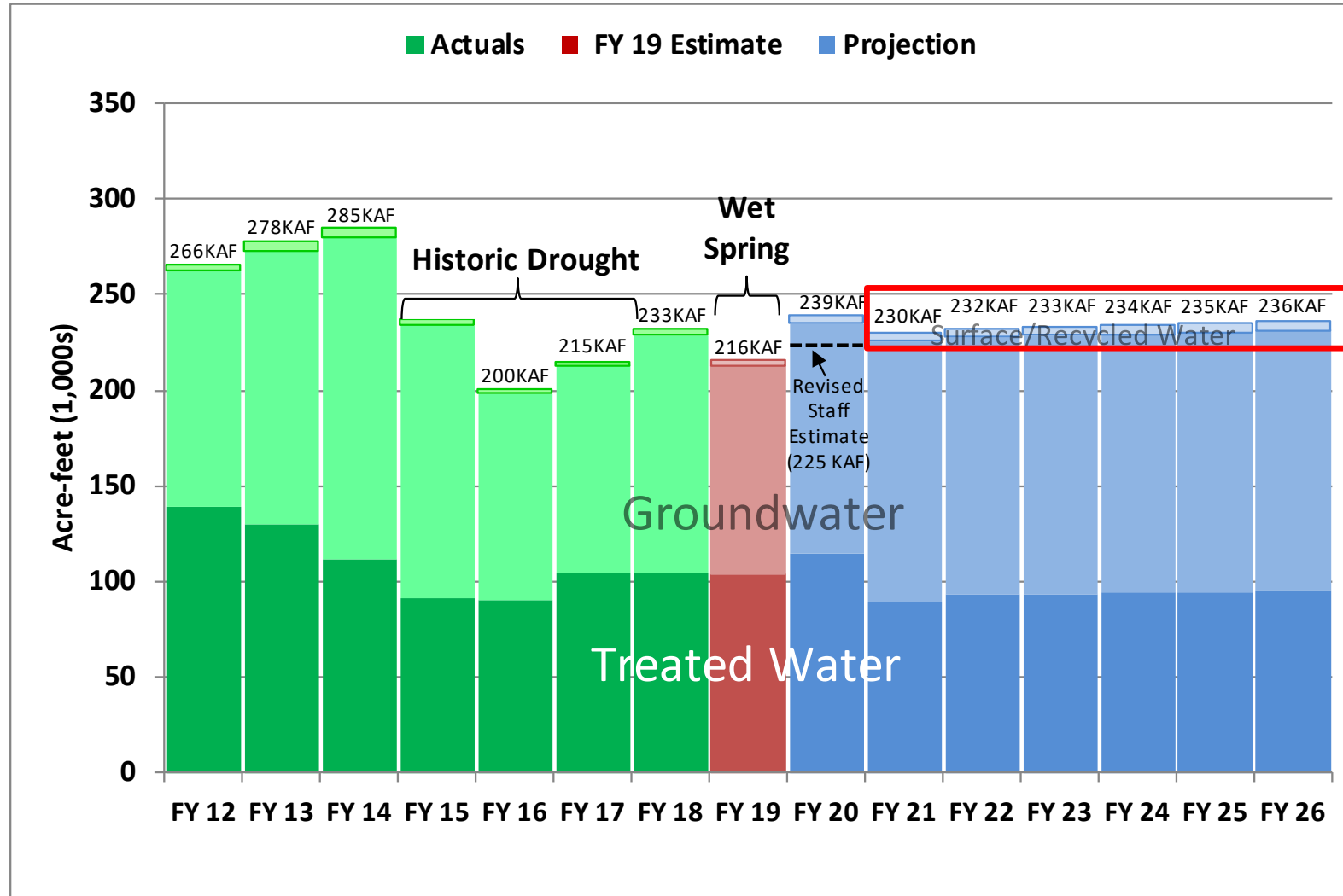
\$178.3M in FY 2029-30

- **Debt service coverage ratio targeted at 2.0 helps ensure financial stability and high credit ratings**

Cost Projection



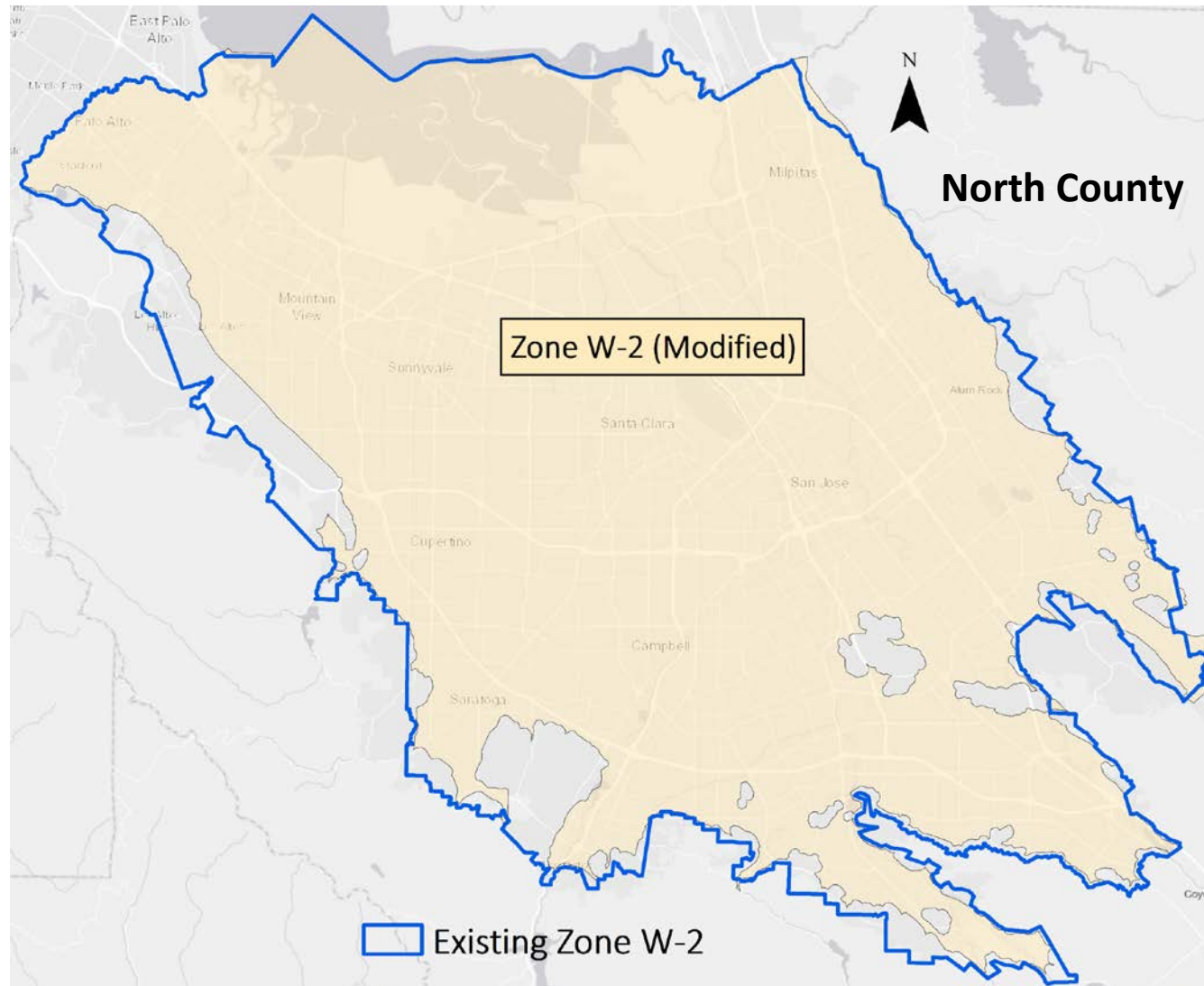
Water Usage (District Managed)



Revised Projection
as of 1/14/20

Staff Recommended Groundwater Production Charges North County

Proposed modifications to Zone W-2 have negligible effect on water charges



FY 2021: North County Modified Zone W-2 Proposed Charges

8.6% increase for M&I Groundwater Production
~~8.0%~~ ~~14.8%~~ increase for Contract Treated Water
 8.5% increase for M&I Surface Water
 5.2% increase for Ag Groundwater

Modified Zone W-2 (North County)	Dollars Per Acre Foot		
	FY 2018–19	FY 2019–20	Proposed FY 2020–21
Basic User/Groundwater Production Charge			
Municipal & Industrial	1,289.00	1,374.00	1,492.00
Agricultural	27.02	28.86	30.36
Surface Water Charge			
Surface Water Master Charge	35.93	37.50	39.15
Total Surface Water, Municipal & Industrial*	1,324.93	1,411.50	1,531.15
Total Surface Water, Agricultural*	62.94	66.36	69.51
Treated Water Charges			
Contract Surcharge	100.00	100.00	200.00
Total Treated Water Contract Charge**	1,389.00	1,474.00	1,692.00
Non-Contract Surcharge	50.00	200.00	200.00
Total Treated Water Non-Contract Charge***	1,339.00	1,574.00	1,692.00
*Note: The total surface water charge is the sum of the basic user charge (which equals the groundwater production charge) plus the water master charge **Note: The total treated water contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the contract surcharge ***Note: The total treated water non-contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the non-contract surcharge			

100.00
 1,592.00

Revised
 recommendation
 as of 3/18/2020

Revised Contract Treated Water Surcharge Recommendation

Background:

- Treated Water provides in-lieu recharge to help protect groundwater basin
- Staff expressed concern about increased retailer interest in reliance on treated water
 - Due to increased life-cycle cost of groundwater wells
 - Groundwater basins are currently full
- Staff proposed contract TW surcharge increase “up to” \$200/AF for FY 21
 - To provide economic incentive for Treated Water Retailers to maximize groundwater use in FY 21
 - Requested information from retailers on point of neutrality to inform a “refined” staff recommendation

Changed conditions caused revised contract treated water surcharge proposal:

- FERC order to drain Anderson starting October 1
 - Most efficient use of drained water is to send to treatment plants
- Early warning signs of drought
 - Prudent to preserve full groundwater basin

Staff Recommended Groundwater Production Charges South County

Proposed modifications would partition South County into three zones

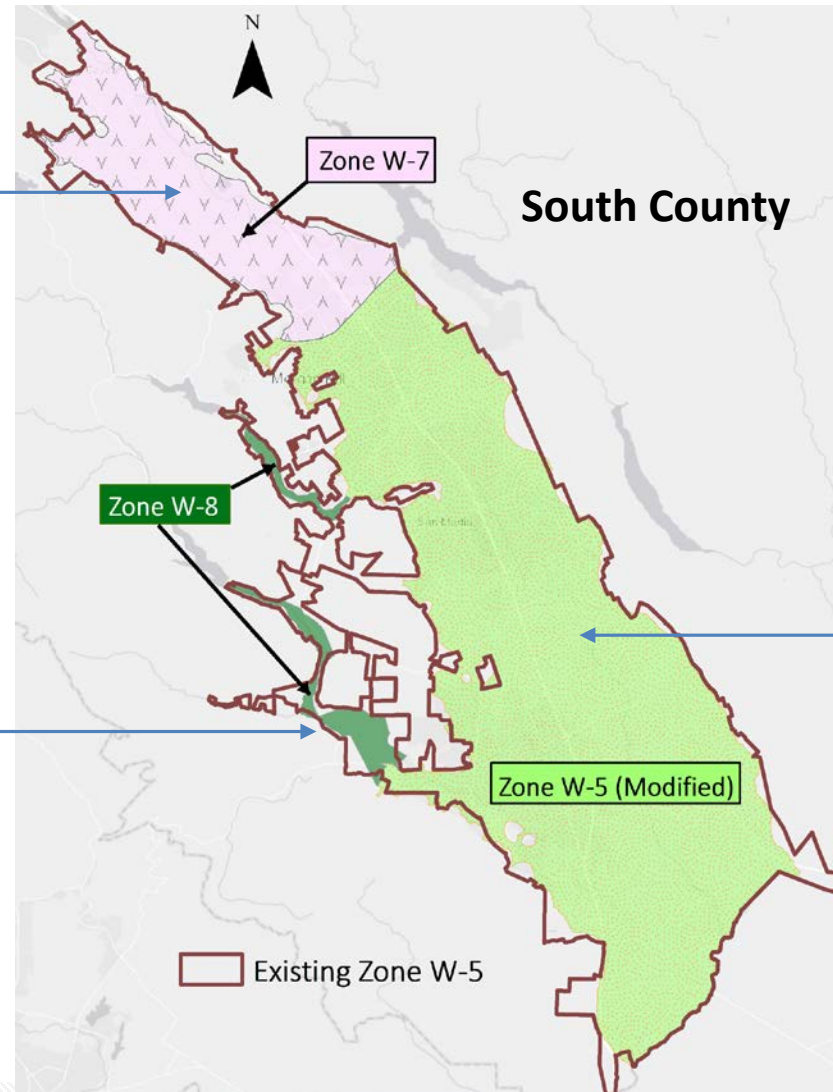
Zone W-7*

- 22% of water use
- 56% of CVP, Anderson & Pacheco water distributed for groundwater recharge

* %'s based on water use and water distributed to South County

Zone W-8

- Does not benefit from CVP, Anderson, or Pacheco

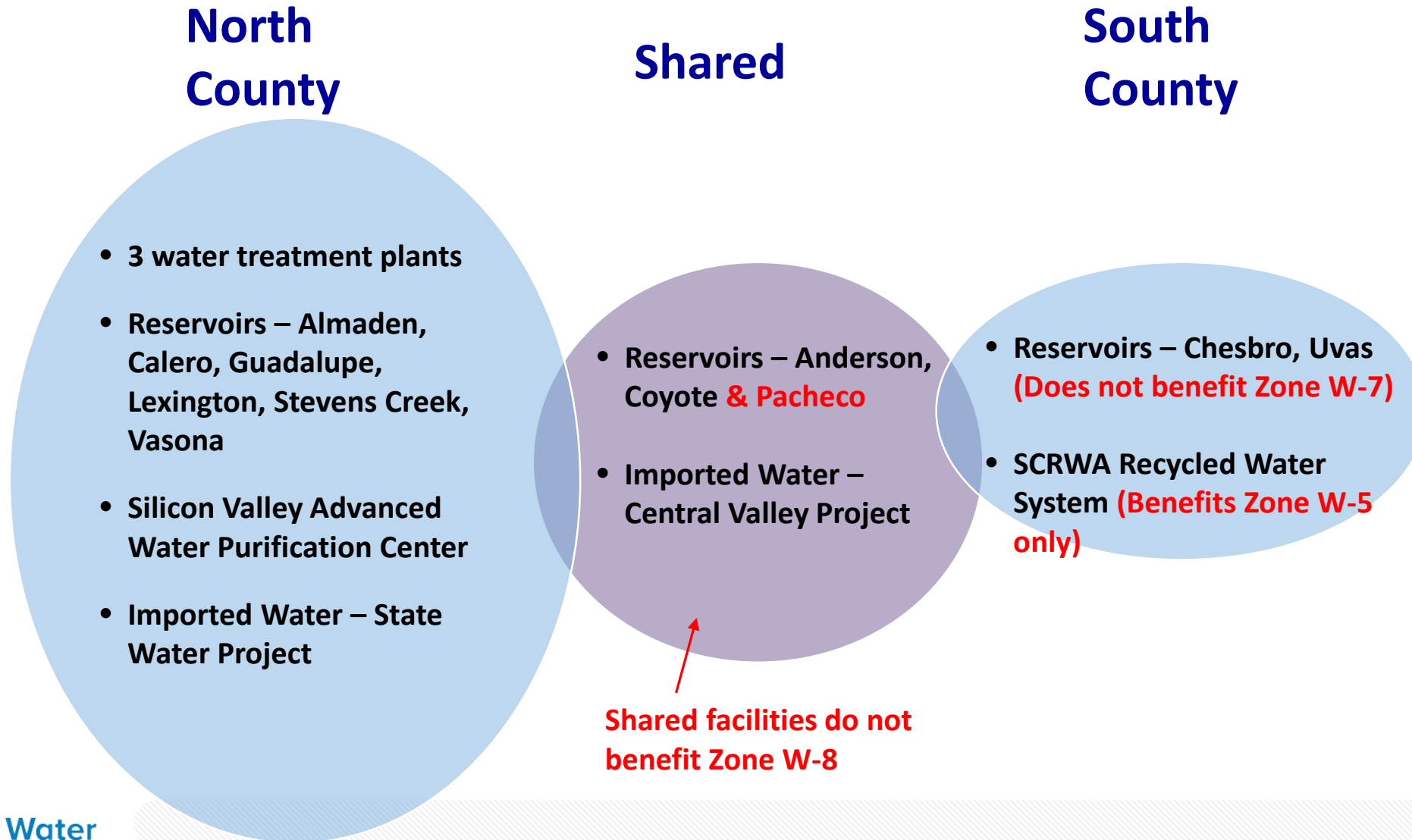


Zone W-5*

- 76% of water use
- 44% of CVP, Anderson & Pacheco water distributed for groundwater recharge

* %'s based on water use and water distributed to South County

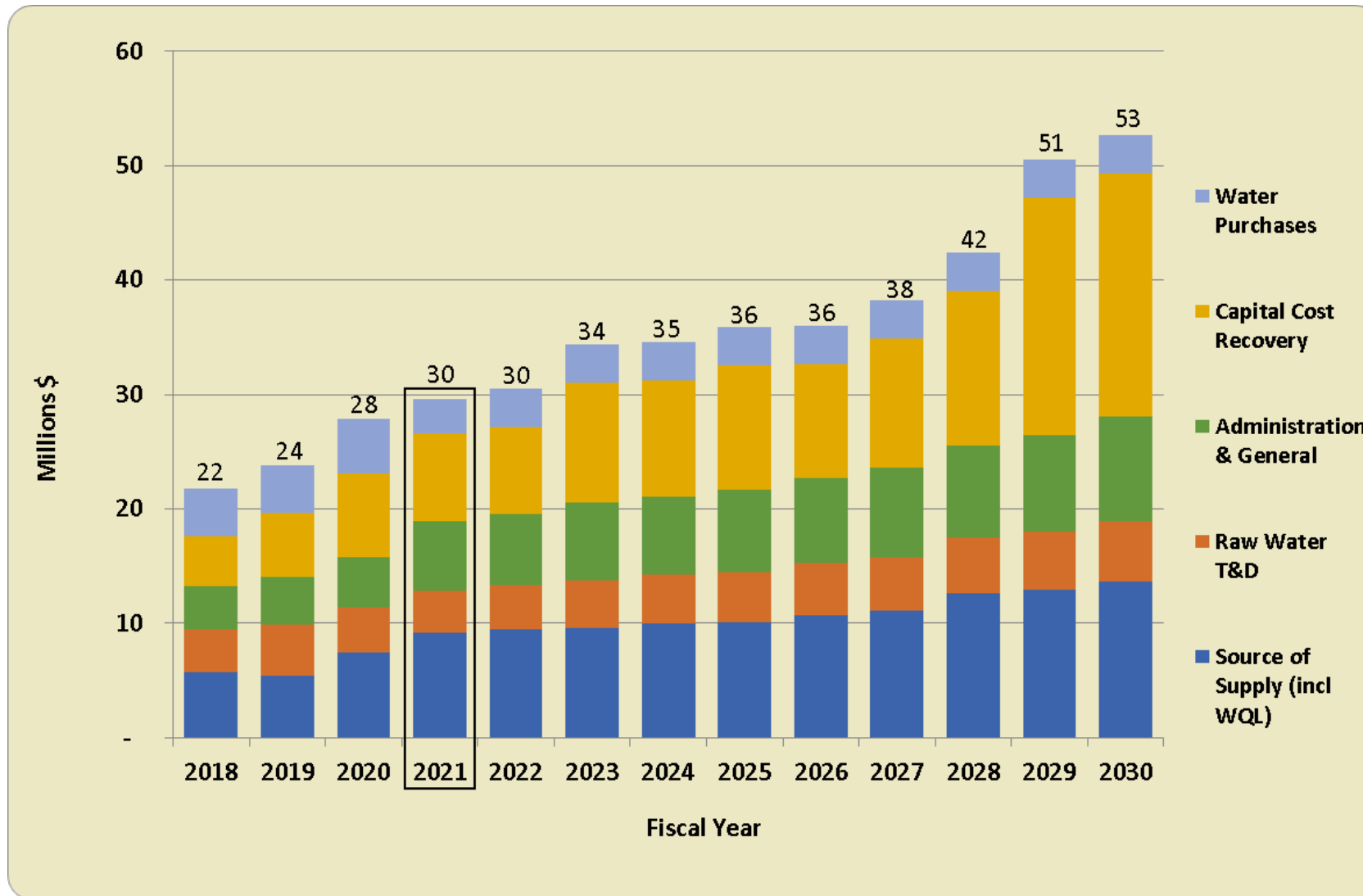
Infrastructure differences drive different groundwater production charges in each zone



Raftelis Financial Consultants, Inc. Provided Independent Review of Allocations

- October 8, 2019 the Board directed staff to pursue modifying the existing groundwater benefit zones W-2 and W-5, and to create two new zones W-7 (Coyote Valley) and W-8 (below Uvas and Chesbro Reservoirs), effective July 1, 2020
- Staff engaged RFC to thoroughly review all proposed cost and revenue allocations between the new and modified zones
- Raftelis' report titled "Validation of Cost Allocation for Proposed Groundwater Benefit Zones for the FY 2021 Rate Setting Process" was completed in February 2020
- Report provides independent support for the cost allocations used by staff to prepare the recommended groundwater charges for the new and modified zones

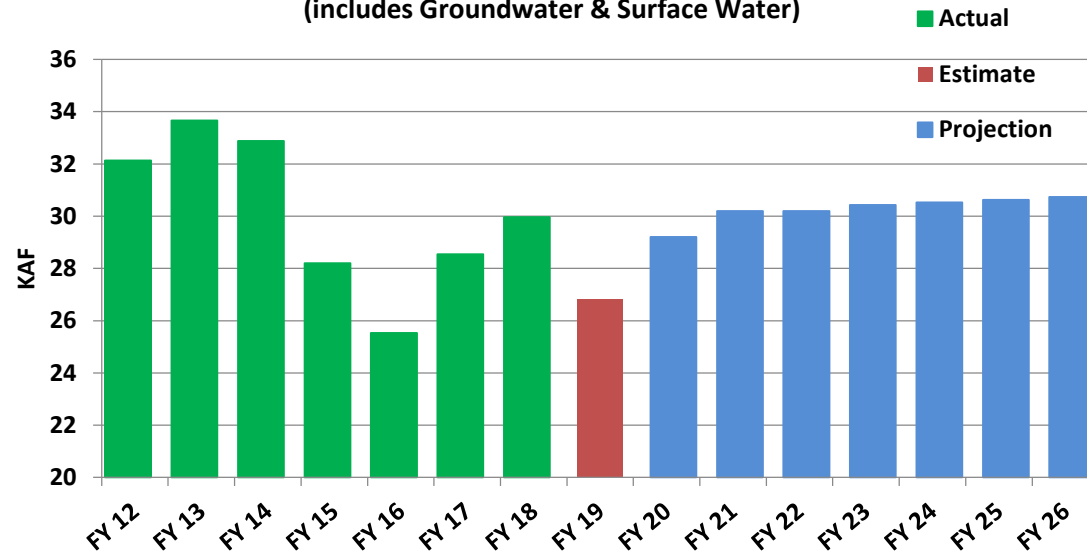
South County Cost Projection



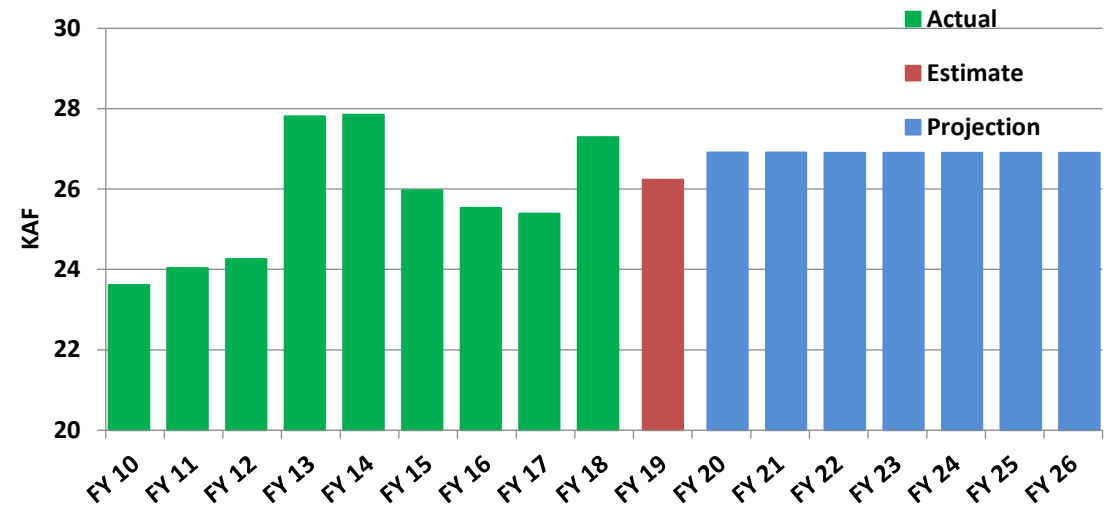
Water Usage Trend specific to South County

South County M&I Water Usage

(includes Groundwater & Surface Water)



South County Ag Water Usage

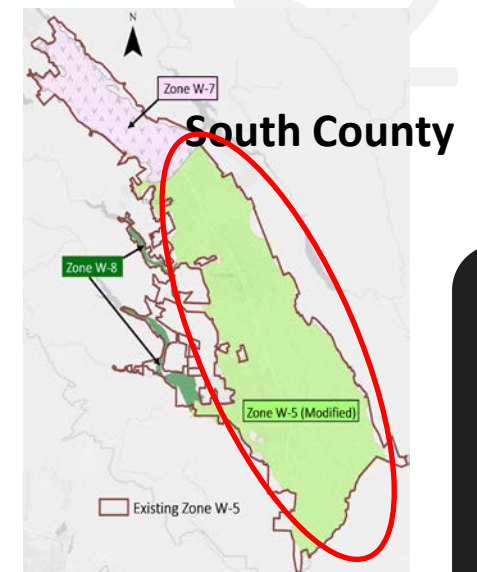


FY 2021: South County Modified Zone W-5 Proposed Charges

2.6% decrease for M&I Groundwater Production
 2.4% decrease for M&I Surface Water
 3.0% decrease for M&I Recycled Water
 5.2% increase for Ag Groundwater

Modified Zone W-5 (Llagas Subbasin)	Dollars Per Acre Foot		
	FY 2018–19	FY 2019–20	Proposed FY 2020–21
Basic User/Groundwater Production Charge			
Municipal & Industrial	450.00	481.00	467.00
Agricultural	27.02	28.86	30.36
Surface Water Charge			
Surface Water Master Charge	35.93	37.50	39.15
Total Surface Water, Municipal & Industrial*	485.93	518.50	506.15
Total Surface Water, Agricultural*	62.94	66.36	69.51
Recycled Water Charges			
Municipal & Industrial	430.00	461.00	447.00
Agricultural	54.41	56.26	57.76

*Note: The total surface water charge is the sum of the basic user charge (which equals the groundwater production charge) plus the water master charge
 **Note: The total treated water contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the contract surcharge
 ***Note: The total treated water non-contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the non-contract surcharge



FY 2021: South County New Zone W-7 Proposed Charges

9.4% increase for M&I Groundwater Production

9.0% increase for M&I Surface Water

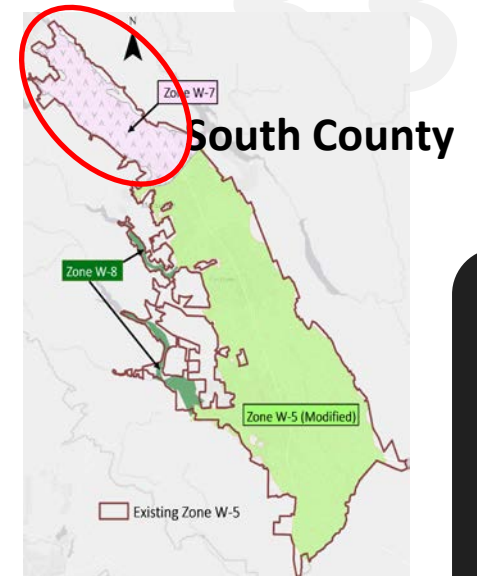
5.2% increase for Ag Groundwater

New Zone W-7 (Coyote Valley)	Dollars Per Acre Foot		
	FY 2018–19	FY 2019–20	Proposed FY 2020–21
Basic User/Groundwater Production Charge			
Municipal & Industrial	450.00	481.00	526.00
Agricultural	27.02	28.86	30.36
Surface Water Charge			
Surface Water Master Charge	35.93	37.50	39.15
Total Surface Water, Municipal & Industrial*	485.93	518.50	565.15
Total Surface Water, Agricultural*	62.94	66.36	69.51

*Note: The total surface water charge is the sum of the basic user charge (which equals the groundwater production charge) plus the water master charge

**Note: The total treated water contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the contract surcharge

***Note: The total treated water non-contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the non-contract surcharge



FY 2021: South County New Zone W-8 Proposed Charges

32.0% decrease for M&I Groundwater Production

29.4% decrease for M&I Surface Water

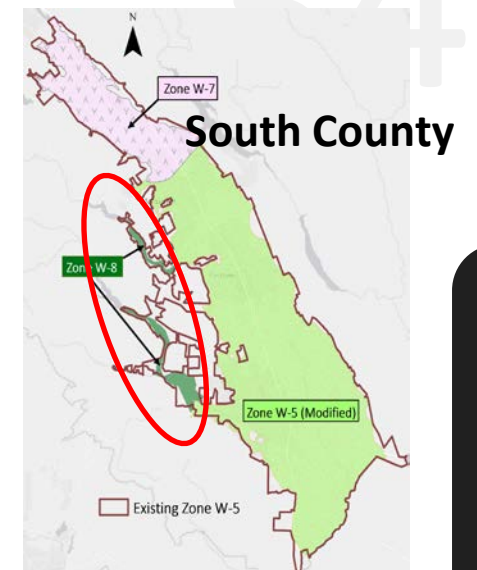
5.2% increase for Ag Groundwater

New Zone W-8 (Uvas/Chesbro)	Dollars Per Acre Foot		
	FY 2018–19	FY 2019–20	Proposed FY 2020–21
Basic User/Groundwater Production Charge			
Municipal & Industrial	450.00	481.00	327.00
Agricultural	27.02	28.86	30.36
Surface Water Charge			
Surface Water Master Charge	35.93	37.50	39.15
Total Surface Water, Municipal & Industrial*	485.93	518.50	366.15
Total Surface Water, Agricultural*	62.94	66.36	69.51

*Note: The total surface water charge is the sum of the basic user charge (which equals the groundwater production charge) plus the water master charge

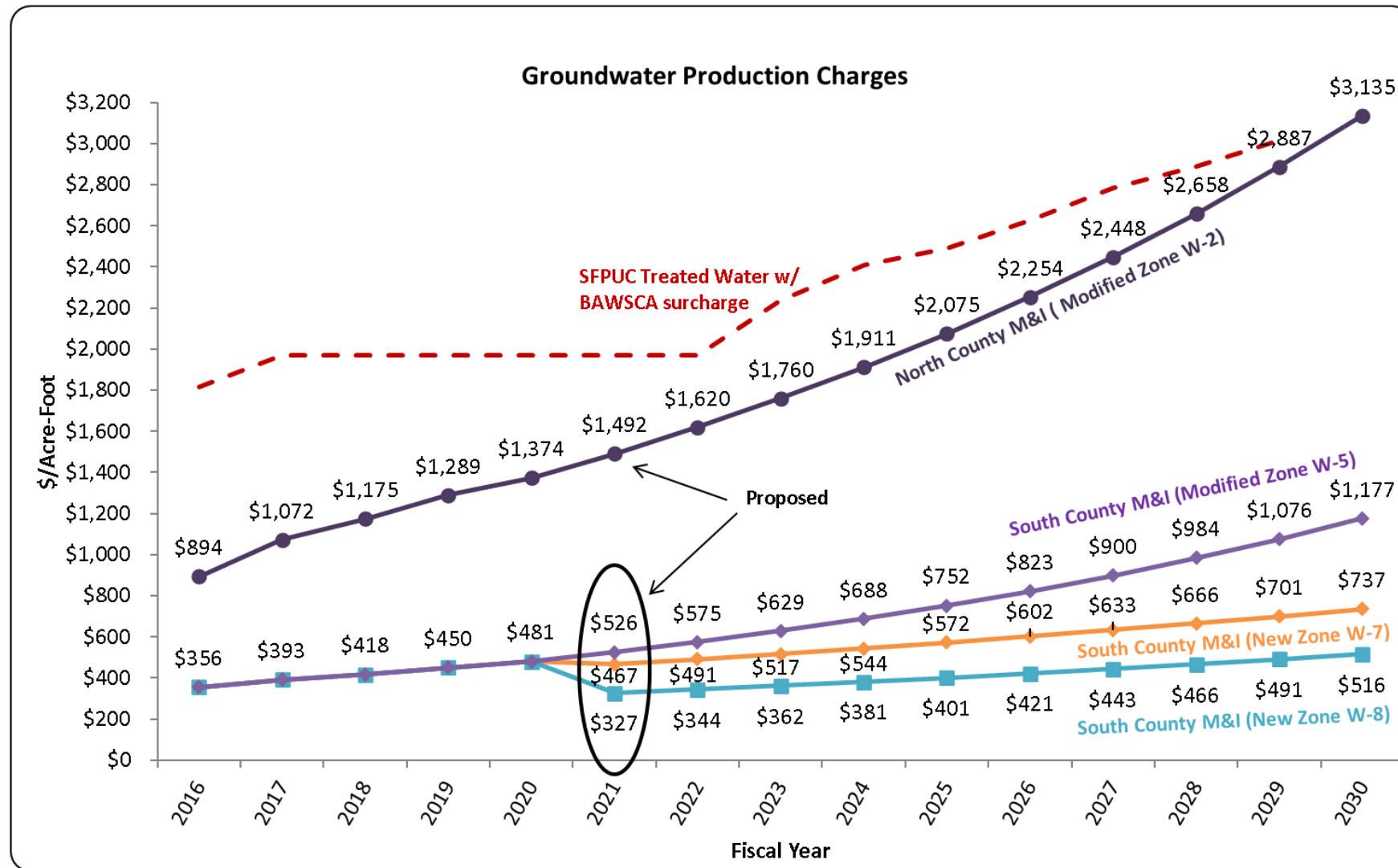
**Note: The total treated water contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the contract surcharge

***Note: The total treated water non-contract charge is the sum of the basic user charge (which equals the groundwater production charge) plus the non-contract surcharge



Multi-Year Projection & Other Topics

Groundwater Production Charge Projection



Preliminary Groundwater Charge Increase Scenarios

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No. County M&I Groundwater Charge Y-Y Growth %										
	FY 21	FY 22	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30
May 2019	6.6%	6.6%	6.6%	6.6%	6.6%	6.6%	6.6%	6.6%	6.6%	6.6%
Staff Recommendation	8.6%	8.6%	8.6%	8.6%	8.6%	8.6%	8.6%	8.6%	8.6%	8.6%

So. County M&I Groundwater Charge Y-Y Growth %										
	FY 21	FY 22	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30
May 2019	6.9%	6.9%	6.9%	6.9%	6.9%	6.9%	6.9%	6.9%	6.9%	6.9%
Staff Recommendation	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%
South County										
Modified Zone W-5	-2.9%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%
New Zone W-7	9.4%	9.4%	9.4%	9.4%	9.4%	9.4%	9.4%	9.4%	9.4%	9.4%
New Zone W-8	-32.0%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%	5.2%

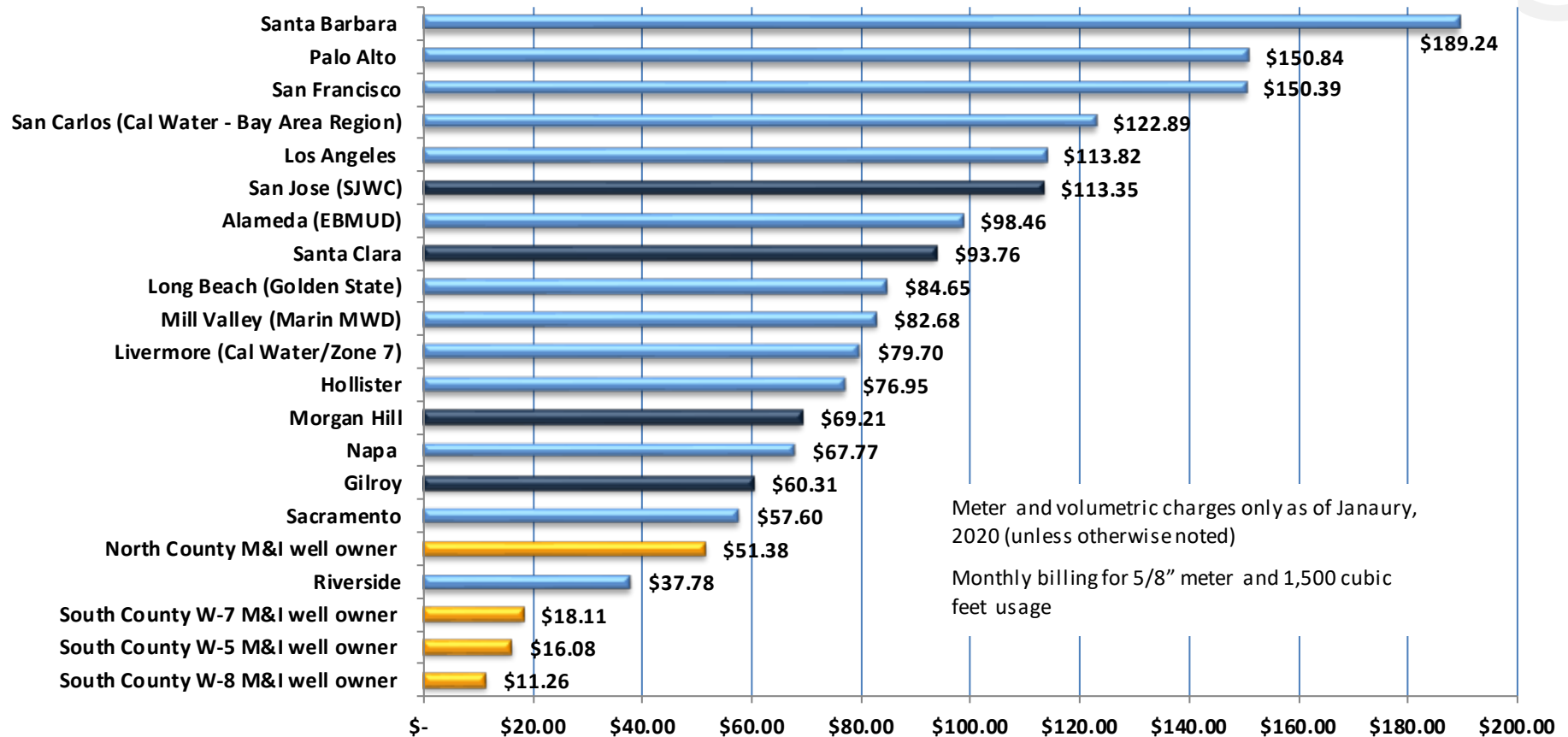
Preliminary Monthly Impact to Average Household Scenarios

50

No. County M&I Groundwater Charge Impact to Avg. Household										
	FY 21	FY 22	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30
May 2019	\$3.13	\$3.33	\$3.55	\$3.78	\$4.03	\$4.30	\$4.58	\$4.89	\$5.21	
Staff Recommendation	\$4.06	\$4.42	\$4.80	\$5.21	\$5.66	\$6.15	\$6.68	\$7.25	\$7.87	\$8.55

So. County M&I Groundwater Charge impact to Avg. Household										
	FY 21	FY 22	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30
May 2019	\$1.14	\$1.22	\$1.31	\$1.40	\$1.49	\$1.60	\$1.71	\$1.82	\$1.95	
Staff Recommendation	\$0.86	\$0.91	\$0.95	\$1.00	\$1.06	\$1.11	\$1.17	\$1.23	\$1.29	\$1.36
South County										
Modified Zone W-5	-\$0.48	\$0.84	\$0.88	\$0.93	\$0.97	\$1.02	\$1.08	\$1.13	\$1.19	\$1.25
New Zone W-7	\$1.55	\$1.70	\$1.85	\$2.03	\$2.22	\$2.43	\$2.65	\$2.90	\$3.17	\$3.47
New Zone W-8	-\$5.30	\$0.59	\$0.62	\$0.65	\$0.68	\$0.72	\$0.75	\$0.79	\$0.84	\$0.88

Retail Agency Benchmarks



Notes:

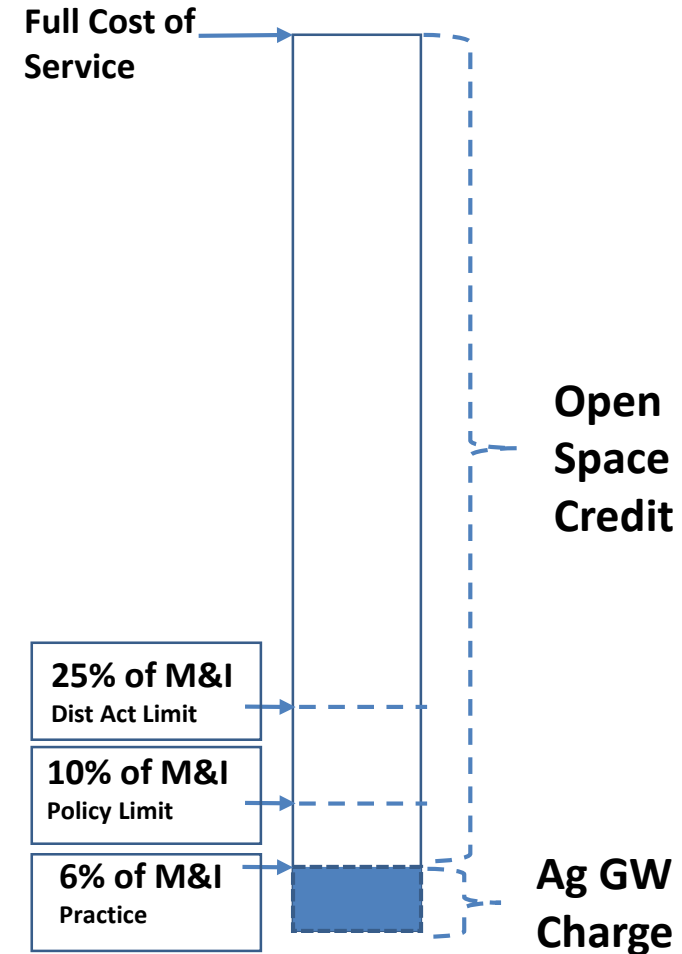
- SCVWD retailer rates shown include staff recommended increase for FY 2020-21, but do not include increases that retailers may impose
- Well owner rates exclude pumping costs (e.g. electricity) and well maintenance costs

Agricultural Benchmarks

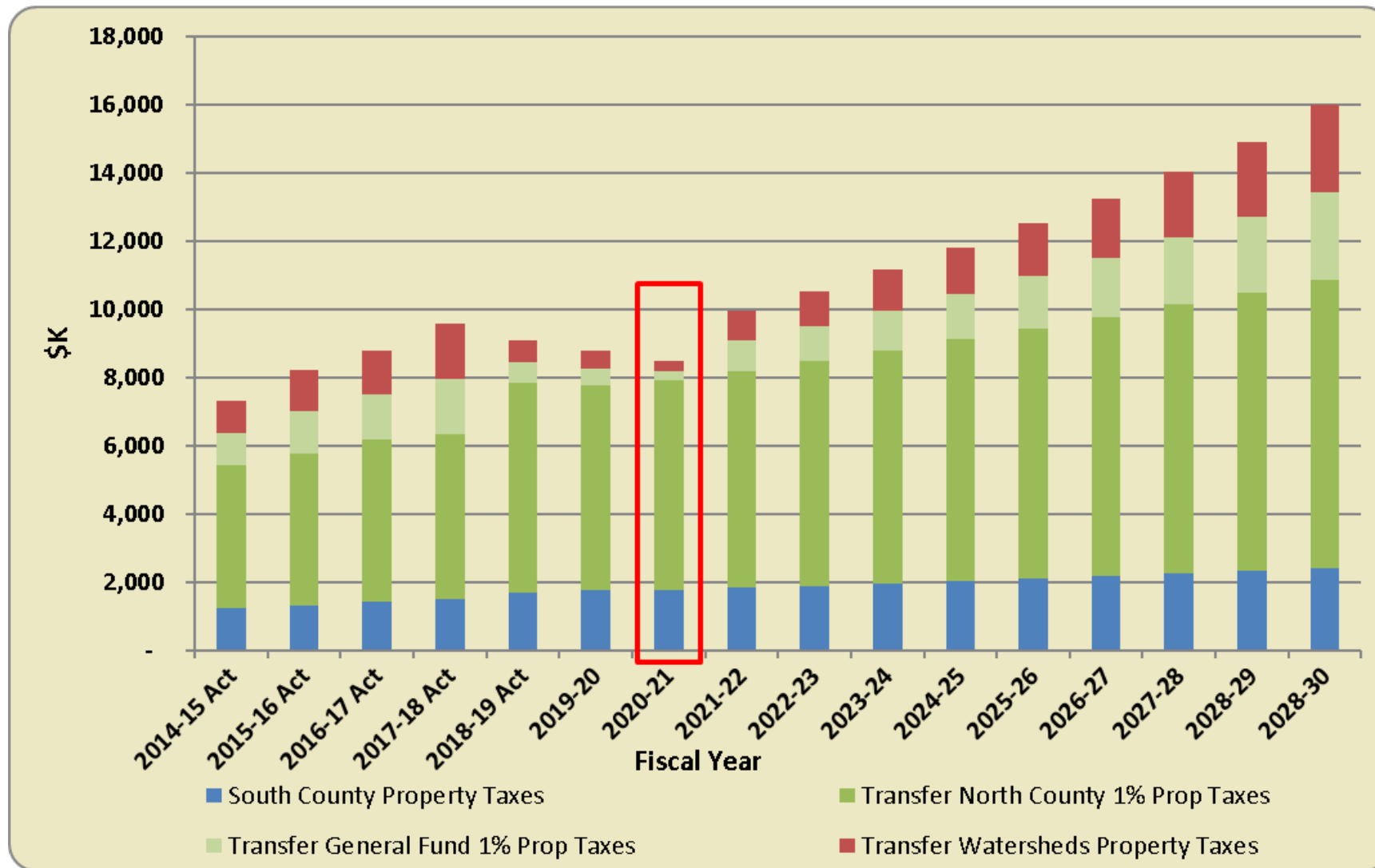
Agency (As of April 2020)	Ag \$/AF	Non-Ag \$/AF	Ag as % of Non-AG
San Benito Groundwater (Quality issues)	\$13.15	\$39.40	33%
Modesto ID Untreated SW (\$2/AF for first 2 AF)	\$2.00 to \$40.00	N/A	
SCVWD South Groundwater (Zone W-5)	\$28.86	\$481.00	6%
Merced ID Untreated SW	\$50.00	N/A	
SCVWD South Untreated SW (Zone W-5)	\$66.36	\$518.50	13%
Merced ID Groundwater	\$100.00	N/A	
Lost Hills Untreated SW	\$132.64 to \$208.51	N/A	
Zone 7 Untreated SW	\$172.00	N/A	
Westlands WD Pressurized	\$241.88	\$923.12	26%
San Benito Pressurized	\$305.45	\$455.45	67%

What is the Open Space Credit (OSC)?

- ▶ Formal definition: “The use of non-rate related revenue to offset reduced agricultural revenue as a result of keeping agricultural rates lower than needed to recoup the full cost of service”
- ▶ Applies to agricultural water users only, not to all open space



Open Space Credit Projection



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- valleywater.org

LIMITED (PRIMARY) VALUES				PRIMARY	COMPARATIVE 2002 AMT	2004 DISTRIBUTION		OFFICE USE ONLY
TYPE	LIMITED	%	ASSESSED			RATE / 100	2004 AMT DUE	
LAND/BLDG PERSONAL EXEMPTION	76000	10.0	7600	COUNTY EDUC. EQUAL CITY SCHOOL CO. EDUC COMM. COL.	86.57 33.73 339.44 67.28 -117.58 408.44	12108 04580 44898 9211 CREDIT 70575	92.02 34.66 339.70 70.00 -117.14 419.24	PRYKEY=MORTS SEQ# 65 MTG# LOAN#
PRIM. TOT.	76000		7600	STATE AID				
AREA CODE 041004				SUBTOTAL				FIRST HALF TAX AMOUNT 316.58 DUE OCT. 1, 2004 DELINQUENT AFTER NOV. 1, 2004
FULL CASH (SECONDARY) VALUES				SECONDARY				
TYPE	FULL CASH	%	ASSESSED	FLOOD CARCO OVERRIDES FIRE DIST. ASST. LIBRARY "BOND"	16.10 9.12 78.16 84 3.96 5.32 104.59 10.45 228.24	2118 1200 8571 0069 0521 12477 1181 27118	16.10 9.12 72.74 82 3.96 84.82 5.82 206.08	SECOND HALF TAX AMOUNT 316.58 DUE MARCH 1, 2005 DELINQUENT AFTER MAY 2, 2005
LAND/BLDG PERSONAL EXEMPTION	76000	10.0	7600	-COUNTY -CITY -SCHOOLS -COMM COL.				
SEC. TOT.	76000		7600	SUBTOTAL	7.42	1032	7.84	INTEREST ON LATE PAYMENT IS 18% PER YEAR, PRORATED MONTHLY AS OF THE FIRST DAY OF THE MONTH. ARS § 42-1805B
SPECIAL DISTRICT (VALUE/ACRES/SQ. FT.) = ASSESSED				DIST #				
HOSPITAL DISTRICT NO 1				7600	10548			KEEP THIS PORTION FOR YOUR RECORDS
EAST VALLEY INSTITUTE TECH				7600	30001			
					\$45.10	TOTALS	\$633.16	

IF NOT PAID BY DELINQUENT DATES, CALL OR WRITE FOR INTEREST AMOUNT.

Williamson Act provides tax benefits to property owners who do not develop their land

- Landowners voluntarily enter into 10-year rolling contract with County to restrict land to agricultural uses if following criteria are met:
 - Property is at least 10 acres in size for prime land, or 40 acres for nonprime land
 - Property is devoted to agricultural use
 - No existing uses or development that would interfere with agricultural use of land
- Landowners may terminate contract by filing notice of non-renewal
 - Contract will terminate nine years from renewal date following notice of non-renewal
- Landowners may terminate the contract by petition for cancellation
 - Board of Supervisors may grant cancelation under limited circumstances consistent with purposes of Williamson Act

One member of Ag Advisory Committee considering terminating or cancelling Williamson Act contract if Ag water charges are significantly increased in FY 22

Alternative Rate Scenarios in Response to COVID-19 Pandemic

North County Zone W-2 M&I Groundwater Charge

	FY 21 Impact	10 Yr Impact	Potential Solutions	
			Adjust FY 22-30 % Increases	Or... Reduce Costs/ Delay Projects
0% Increase	-\$20.3M	-\$312.5M	From 8.6% to 10%	Start construction of Purified Water Prgm in FY 30 versus FY 24 (pushes \$455M cost beyond FY 30)
0% now, 8.6% Increase at Mid-Year or Quarter-Year	-\$10.2M or -\$5.1M	-\$10.2M or -\$5.1M	No change to 8.6%	Absorb
3.0% Increase	-\$13.2M	-\$203.4M	From 8.6% to 9.5%	Start construction of Purified Water Prgm in FY 27 versus FY 24 (pushes \$170M cost beyond FY 30)
0% now, 8.0% Mid-Year & delay Purified Wtr Prgm	-\$9.5M	-\$9.5M	From 8.6% to 8.0% And...	Start construction of Purified Water Prgm in FY 27 versus FY 24 (pushes \$170M cost beyond FY 30)

South County Zone W-7 M&I Groundwater Charge

	FY 21 Impact	10 Yr Impact	Potential Solutions	
			Adjust FY 22-30 % Increases	Or... Reduce Costs/ Delay Projects
0% Increase	-\$0.4M	-\$6.7M	From 9.4% to 10.8%	Delay or Forego CVP Delta Conveyance (would reduce Adjusted FY 22-30 increases to 10.3%)
0% now, 9.4% Mid-Year or Quarter-Year Increase	-\$0.2M or -\$0.1M	-\$0.2M or -\$0.1M	No change to 9.4%	Absorb
3.0% Increase	-\$0.3M	-\$4.6M	From 9.4% to 10.3%	Delay or Forego CVP Delta Conveyance (would reduce Adjusted FY 22-30 increases to 9.8%)

Staff recommends proceeding with proposed groundwater charge decreases for Zones W-5 and W-8

Schedule & Wrap Up

- ✓ Jan 14 Board Meeting: Preliminary Groundwater Charge Analysis
- ✓ Jan 15 Water Retailers Meeting: Preliminary Groundwater Charge Analysis
- ✓ Jan 22 Water Commission Meeting: Prelim Groundwater Charge Analysis

- ✓ Feb 11 Board Meeting: Budget development update & Set time & place of Public Hearing
- ✓ Feb 28 Mail notice of public hearing and file PAWS report

- ✓ Mar 18 Water Retailers Meeting: FY 21 Groundwater Charge Recommendation
- ~~Mar 24 Board Meeting: Budget development update~~

- ~~Apr 6 Ag Water Advisory Committee~~
- ~~Apr 7 Landscape Committee Meeting~~
- ~~Apr 8 Water Commission Meeting~~
- ~~Apr 14 Open Public Hearing~~
- ~~Apr 20 Environmental Water Resources Committee~~
- ~~Apr 23 Continue Public Hearing in South County~~
- Apr 28 Public Hearing
- Apr 29 Board Meeting: Budget work study session

- May 12 Adopt budget & groundwater production and other water charges

- Water Retailers
- Phone Calls from Public
- Board Advisory Committee Meetings Cancelled

- Groundwater Production Charge projection continues to be driven by water supply reliability investments, and infrastructure repair & replacement
- Proposed FY 21 Groundwater Production Charge increase equates to an increase of \$4.06 per month in North County (modified Zone W-2) to average household
- Proposed FY 21 Groundwater Production Charges for South County equate to the following increase/decrease per month to average household:
 - Decrease of \$0.48 per month in Modified Zone W-5
 - Increase of \$1.55 per month in New Zone W-7
 - Decrease of \$5.30 per month in New Zone W-8