

BEAUMONT-CHERRY VALLEY WATER DISTRICT

FY 2026 OPERATING BUDGET AND 2026-2030 CAPITAL IMPROVEMENT BUDGET



Table of Contents

Budget Message	1
Budget Message	2
Overview	6
About the District	7
About the Community	9
Compared to Other Agencies	11
Organization	12
Organization Chart	13
2026 Board of Directors	14
District Staffing and Compensation	15
District Achievements	20
District Accomplishments	21
District Awards	23
Resolution for Budget Adoption	26
District Wide Goals and Objectives	27
Financial Management and Policy Framework	28
Overview	29
Accounting and Budgeting	29
Rate Setting Structure	32
Financial Guidelines and Policies	36
Financial Summary	39
Financial Summary	40
Details by Department	45
Revenue Details	46
Expense Details	51
Details by Account	80
Revenues: Budget Detail from 2024 Adopted to 2026 Proposed	81
Expenses: Budget Detail from 2024 Adopted to 2026 Proposed	83
Budget References and Terms	92
Acronyms, Abbreviations, and Glossary of Terms	93
Capital Improvements	97
Capital Improvement Budget	98
Capital Improvement Project Highlights	100
Capital Improvement Project – Summaries by Project Type	103
Appendices	111

Budget Message



Budget Message

January 01, 2026

To the Board of Directors, Customers, and Stakeholders of the Beaumont-Cherry Valley Water District:

The Beaumont-Cherry Valley Water District (BCVWD or District) and its Board of Directors (Board or BOD) remain dedicated to providing safe, reliable, and high-quality water service to the residents and businesses of Beaumont and Cherry Valley. This budget document serves as both a financial plan and a narrative, reflecting not only the District's fiscal position but also its goals, accomplishments, and continued commitment to operational excellence, transparency, and service to the community.

Accomplishments and Progress

Over the past year, BCVWD has continued to advance its strategic objectives while maintaining sound fiscal stewardship. Among the District's most notable achievements are:

- Completion and implementation of Phase I of the Cost-of-Service and Rate Study, ensuring fair, sustainable, and data-driven water rates.
- Receipt of the California Society of Municipal Finance Officers (CSMFO) Operating Budget Excellence Award for the fifth consecutive year.
- Great Place to Work Certification, recognizing BCVWD's strong employee culture and engagement.
- Recognition from the California Special Districts Association (CSDA) for Excellence in Technology, highlighting the District's investment in cybersecurity and system modernization.
- Continued investment in infrastructure renewal and customer communication, including the development of a new Capital Projects Highlights section to better track major improvements.
- Completion of two pipeline replacement projects funded by \$2.58 million in grant awards, enhancing system reliability and supporting the District's commitment to responsible infrastructure investment.

These accomplishments reflect the District's ongoing focus on improving transparency, service delivery, and long-term planning while meeting the expectations of customers, regulators, and partner agencies.

Basis of Budgeting

The District's financial records use a method consistent with Generally Accepted Accounting Principles (GAAP). The purpose of following GAAP guidelines is to provide clear, consistent, and comparable information on the District's financial health. The District follows the GAAP requirement that enterprise funds use the full accrual basis of accounting as the bookkeeping method. This practice establishes compliance with applicable laws, statutes, and administrative procedures.

Revenues are recognized when measurable and available, and expenses are recognized when the obligation is incurred. The budget is balanced, meaning current operating expenditures are funded through current revenues and reserves carried forward from prior years.

Budget development is a collaborative process that involves staff across all departments. Each division carefully reviews its programs, identifies service needs, and provides justification for any new or changing requests. The goal is a budget that reflects the District's priorities, ensures operational efficiency, and maintains fiscal responsibility.

Summary of Revenues and Expenses

For Fiscal Year 2026, the District anticipates net revenues of \$23,743,500 and net expenses of \$22,438,000, resulting in a net increase of \$1,312,700.

Operating revenues are primarily driven by water sales, which account for more than 80% of total income. Other sources include service fees, reimbursements, and investment earnings. The District continues to benefit from strong investment performance, with returns exceeding conservative estimates. Several grant-funded projects were completed in 2025, eliminating the need to carry funding into future cycles.

On the expenditure side, the District continues to exercise prudent cost control. Operating expenses reflect savings in electric power, temporary staff vacancies, and reduced paving costs, partially offset by moderate increases in labor and benefits associated with staffing stability and succession planning. Salaries and benefits comprise 37.8% of total budgeted operating expenses, an increase from 35.7% in 2025, and include 47 full-time positions, and 5 part-time or temporary positions, to address functions critical to providing service following best management practices.

The budget also reflects ongoing investments in both capital improvement and capital replacement projects, funded through a combination of operating revenues, reserves, capacity charges from development, and, when necessary, external financing. While the District has not yet needed to issue loans or bonds, future borrowing may be evaluated in 2026 or 2027 to support continued system reliability, infrastructure renewal, and long-term growth.

Short- and Long-Term Issues Impacting the Budget

The District continues to monitor and address a number of evolving factors that may impact both near-term operations and long-term financial planning.

Water Rates and Customer Behavior

The 2026 fiscal year represents the first full year under the new water rate structure, implemented in May 2025. These adjustments were designed to maintain fairness and sustainability, balancing operating needs with capital investment. Because the updated rates are higher than previous levels, the District anticipates that some customers may reduce water use as they adjust to new billing levels. This behavioral change has been carefully incorporated into the 2026 water sales projections to ensure conservative revenue estimates.

The current rates represent Phase I of the District's Cost-of-Service Study. Phase II, scheduled for re-evaluation in 2027–2028, will assess customer usage trends, rate effectiveness, and the ongoing financial requirements needed to support future capital and operational needs.

Making Conservation a California Way of Life

The District continues to monitor the State's "Making Conservation a California Way of Life" legislation, which imposes stringent water-use standards for suppliers and customers. BCVWD is proactively assessing long-term consumption patterns, customer growth projections, and outreach strategies to help the community meet these requirements.

As water usage decreases, the District will continue balancing revenue stability with conservation goals, ensuring that water quality remains uncompromised. Additional funding has been included in the 2026 budget to support public notification and communication efforts related to these evolving regulations.

Advanced Clean Fleet Regulations

In alignment with state climate and fleet requirements, BCVWD entered into an agreement to transition to a managed fleet program and will begin acquiring zero-emission vehicles (ZEVs) in 2026. The District plans to add additional electric and hybrid vehicles in 2026 and beyond as part of a phased Fleet Management and Replacement Plan. This transition supports compliance with Advanced Clean Fleet (ACF) Regulations and contributes to the District's broader sustainability goals while improving operational efficiency.

Chromium VI (Hexavalent Chromium) Regulations

The District continues to evaluate the potential impacts of Chromium VI regulations on its water supply. In 2025, BCVWD initiated testing of new wells and began developing long-term mitigation strategies, including options for blending water sources with the existing non-potable system. The District is also preparing a communications plan for 2026 to ensure that customers are informed and engaged as regulatory requirements and operational strategies evolve.

Long-Term Financial Outlook

BCVWD's financial strength continues to support major investments without the immediate need for debt. However, the advancement of large-scale capital projects and the potential for reduced revenues due to conservation will require careful monitoring and strategic financial planning.

The District will continue collaborating regionally with the San Geronio Pass Water Agency (SGPWA) and other agencies to strengthen water reliability. Participation in long-term efforts, including the Sites Reservoir and Delta Conveyance Project, reflects the District's commitment to ensuring a sustainable water future for the region.

Looking Ahead

The 2026 Operating Budget embodies a forward-thinking yet fiscally responsible approach, designed to ensure the long-term sustainability, reliability, and transparency of the Beaumont-Cherry Valley Water District. Through careful financial management, strategic investment in infrastructure, and preparation for future regulatory and environmental challenges, the District continues to strengthen its ability to provide exceptional service and lasting value to the community.

BCVWD's continued investment in staff development, communication, and collaboration fosters an engaged and capable workforce, enabling the District to meet new challenges with innovation and efficiency. These efforts reflect the District's dedication to excellence and reinforce its reputation as a well-managed and trusted public agency.

As we look ahead, the District remains steadfast in its commitment to the community, to deliver safe, reliable water while upholding the highest standards of fiscal integrity, transparency, and accountability. The success of this organization is made possible by the dedication of our staff and the continued guidance and support of the Board of Directors, whose leadership ensures that BCVWD remains a trusted and recognized steward of public resources.

Looking beyond the current fiscal year, BCVWD will continue to plan strategically for the community's future, investing in projects that secure water reliability, embracing innovation that improves efficiency, and maintaining strong partnerships that enhance regional resilience. The District's vision extends beyond today's needs, ensuring that the next generation of customers will inherit a reliable, sustainable, and well-managed water system built on a foundation of public trust and responsible leadership. Through collaboration, adaptability, and

a shared sense of purpose, BCVWD will continue to respond effectively to challenges while creating opportunities that strengthen the District and the region it serves. With a steadfast focus on service, stewardship, and community, BCVWD remains proud of its role in protecting one of our most essential resources - water.

Respectfully Submitted,



Daniel Jaggers

General Manager



Overview



About the District

Our Mission

It is the mission of Beaumont-Cherry Valley Water District to be a leader in water resource management while providing our customers with safe, reliable drinking water at the lowest possible cost.

Our Vision

To ensure long term sustainability through further development of local water resources and to be recognized in the community for our transparency, integrity, and dedication in providing high quality drinking water to our customers.

History

Beaumont-Cherry Valley Water District's (District) origin dates to the latter part of the 1800s when the Southern California Investment Company (Company) was the owner of the land that currently is the City of Beaumont and the community of Cherry Valley. The Company intended to build a system of water lines to develop subdivisions throughout the Beaumont and Cherry Valley areas. The area started to grow in the late 1880s, and in 1912 the community of Beaumont was incorporated. The District was formed in 1919 as the Beaumont Irrigation District under California Irrigation District law, Water Code Section §20500 et seq by vote of the people. The Beaumont Irrigation District purchased holdings of the Beaumont Land & Water Company and the San Geronio Land and Water Company in 1920 and became part of the public agency. In 1973 the name was changed to the Beaumont-Cherry Valley Water District.

The District owns 575 acres of watershed land in Edgar Canyon in San Bernardino County and 949 acres of watershed land in Riverside County. Edgar Canyon was named after Dr. William F. Edgar a military doctor in charge of several hospitals during the Civil War. Dr. Edgar appreciated the beauty of the land and purchased it in 1859. He planted fruits and vineyards and later established the first winery in the area. Over the years, the District's name and mission have changed. Today, the Beaumont-Cherry Valley Water District continues to develop programs and policies that ensure water supply for the area's growing population.



District Governance

The District's Board of Directors (BOD) comprises five members elected at large by voters to serve a four-year staggered term and must reside within the division they represent. The District operates under a Board-Manager form of government. Appointed by the BOD, the General Manager (GM) administers the daily affairs of the District and implements policy per the direction of the BOD. The BOD meets twice a month, typically on the second Wednesday and fourth Thursday. Each year the BOD adopts an operating budget before the new fiscal year. The budget authorizes and provides the basis for financial reporting and control of economic operation, and accountability for District funds.

Table 1 – List of Board of Directors with Term Information

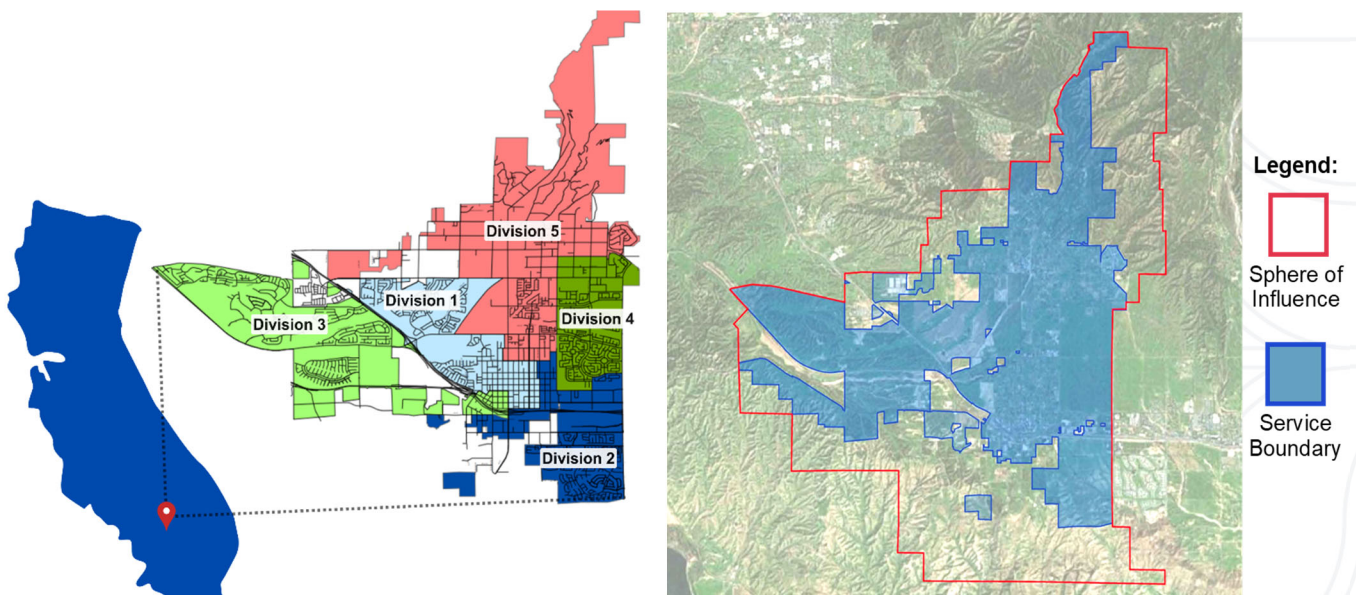
<u>Board of Directors ⁽¹⁾</u>	<u>Division Represented</u>	<u>Term Expiration</u>
Daniel Slawson, President	Division 3	December 4, 2026
Lona Williams, Vice President	Division 2	December 1, 2028
Andy Ramirez, Secretary	Division 1	December 1, 2028
David Hoffman, Treasurer	Division 5	December 4, 2026
John Covington, Member	Division 4	December 4, 2026

(1) Board members and their elected positions as of September 30, 2025

Service Area

Beaumont-Cherry Valley Water District's service area consists of approximately 28 square miles, virtually all of which is in Riverside County and includes the City of Beaumont, the community of Cherry Valley, and some small areas of the City of Calimesa.

BCVWD District Division, Service Boundary, and Sphere of Influence

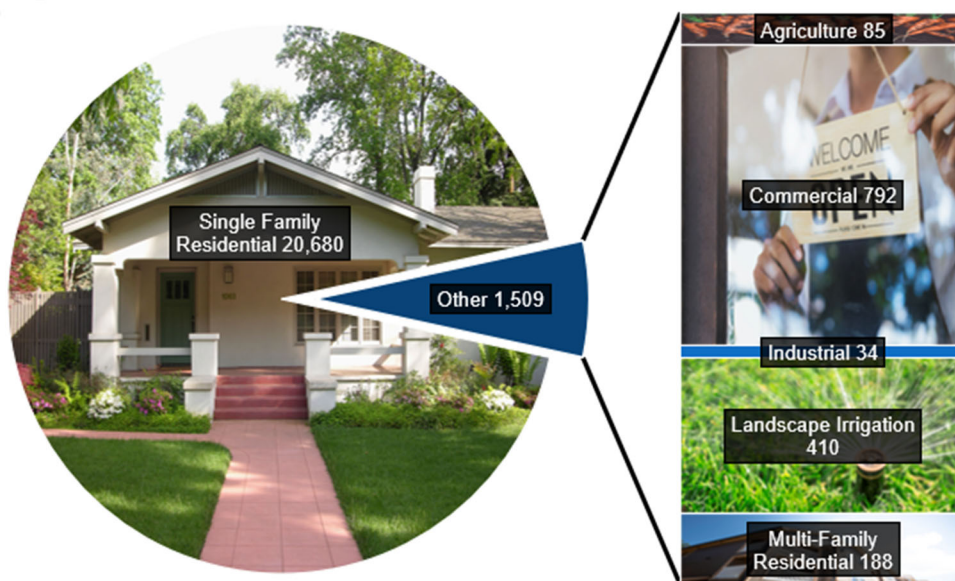


Water Services, Supply, and Reliability

The District has both potable and non-potable water distribution systems. The District has 24 wells and 13 tanks ranging from 0.5 million gallons (MG) to 5 MG. Total storage approximates 23 MG.

The District's water production for the year ended December 31, 2024, totaled 13,162.24 acre-feet (AF) and consisted of 2,067 AF allocation of unused overlying water rights as determined by the Beaumont Basin Watermaster (BBW). Groundwater was pumped from Edgar Canyon (2,240.39 AF) and the Beaumont Basin (10,921.85 AF). The allocation of unused overlying water rights within the Beaumont Basin is calculated with the volume of available water not produced by the Overlying Parties and distributed to the Beaumont Basin Appropriators.

At the end of September 2025, the District had 22,189 permanent connections, 93.2% of which are for single-family residences. This reflects an increase of 239 connections since September 30, 2024.



About the Community

Local Economy and Profile

The District's Service Area is located within Riverside County, the fourth largest county in California, according to California Department of Finance. Riverside County and San Bernardino County comprise the Inland Empire, one of the nation's fastest-growing metropolitan areas. The Inland Empire covers approximately 27,000 square miles with a population of about 4.6 million.

The population in Riverside County is currently estimated to be approximately 2.49 million. According to the United States Census Bureau. The population in Riverside County has increased by about 14.28% since 2010, compared to the State's population growth during that same period of approximately 5.9%.

From the early to mid-2000s, the City of Beaumont maintained fast paced growth as the population nearly tripled between 1980 and 2005. Between 2010 and 2022, the City experienced a population increase of approximately 47%. Between April 2020 and July 2022 alone, there was an estimated 6.2% increase in

population. The population (May 2024) is about 60,200 (2020 Census data estimated 53,100). Beaumont is still one of the fastest-growing California cities.

Primarily rural residential, the population density and development in Cherry Valley is less than in the City of Beaumont. The population of Cherry Valley increased from about 6,300 in 2010 to approximately 7,302 in 2023.

The District provides domestic and non-potable water service to a population of approximately 68,000 between the City of Beaumont and Cherry Valley. The population is expected to double by 2045. At “build-out,” the District’s total service area population may grow to over 145,000, but this may not happen until after 2045. Table 2 presents additional demographic and economic statistics for the County of Riverside.

The District’s current customer base comprises primarily residential and commercial customers. Large consumers remain consistent year to year, with the City of Beaumont, Highland Springs Resort, Beaumont Unified School District, CJ Foods, and Perricone Juices rounding out the top five users.

According to US Census Bureau projections, median household incomes within the City of Beaumont are \$105,165 and 17.27% higher than the County of Riverside at \$89,672, and 9.16% higher than the Statewide median household income of \$96,334.

Table 2 – Demographic and Economic Statistics for the Last Ten Years

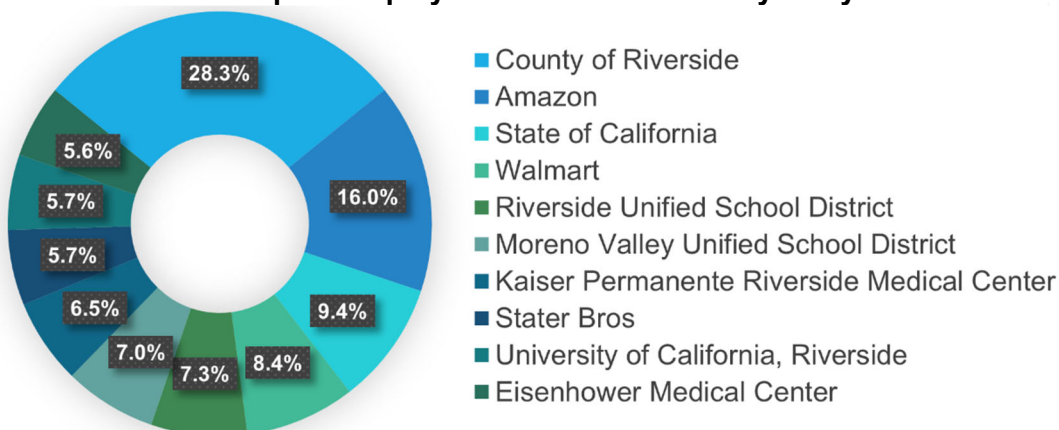
Calendar Year	Population	County of Riverside		
		Median Household Income	Per Capita Personal Income	Unemployment Rate
2015	43,629	56,603	23,783	12.9%
2016	45,349	57,972	24,443	11.3%
2017	46,179	60,807	25,700	4.3%
2018	49,630	63,948	27,142	4.1%
2019	51,475	67,005	28,596	3.6%
2020	52,686	67,005	28,596	8.6%
2021	53,036	71,000	29,900	4.9%
2022	54,690	76,066	32,079	4.3%
2023	57,416	81,928	33,100	4.2%
2024	59,708	89,672	37,162	4.2%

Sources:

Population : State of California Department of Finance

County Data : United States Census; Riverside County Office of Economic Development

Table 3 – Top 10 Employers in Riverside County - May 2025

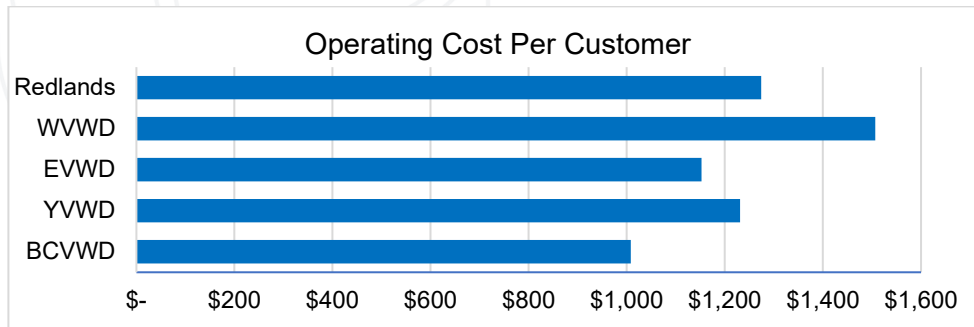


Source: Riverside County Economic Development Agency

Compared to Other Agencies

Operating Cost per Customer Meter

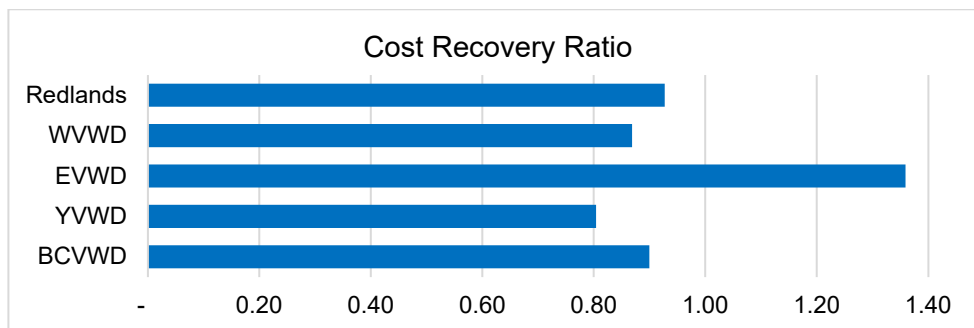
Measure of how much it costs to serve each customer device, helping to assess overall operational efficiency and cost control.



Factors Affecting the Ratio:
Service Area Size and Density
Infrastructure Age
Regulatory Compliance
Water Source(s)
Energy Costs

Cost Recovery Ratio

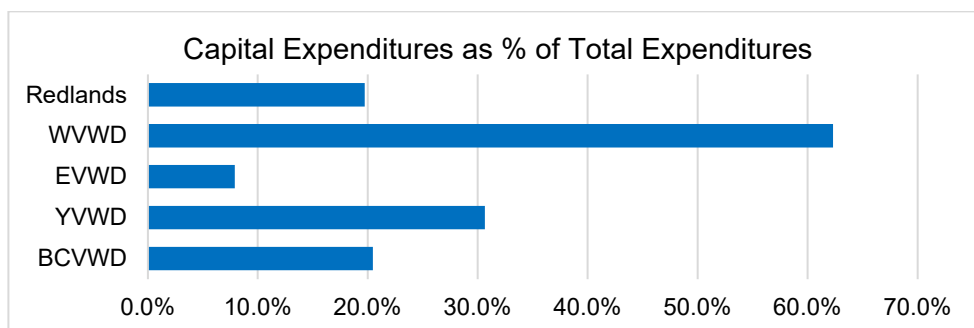
The percentage of operating costs recovered through water rates and fees, showing whether revenue generation aligns with operational expenses.



Factors Affecting the Ratio:
Revenue Generation
Operating Costs
Capital Investments and Debt
External Factors

Capital Expenditures as a Percentage of Total Expenditures

Represents the portion of total spending allocated to infrastructure and long-term assets, balancing the maintenance of current systems with planning for future needs.



Factors Affecting the Ratio:
Asset Lifecycle
Long-Term Sustainability
Debt and Funding Sources

Comparators referenced: City of Redlands (Redlands), West Valley Water District (WVWD), East Valley Water District (EVWD) and Yucaipa Valley Water District (YVWD)

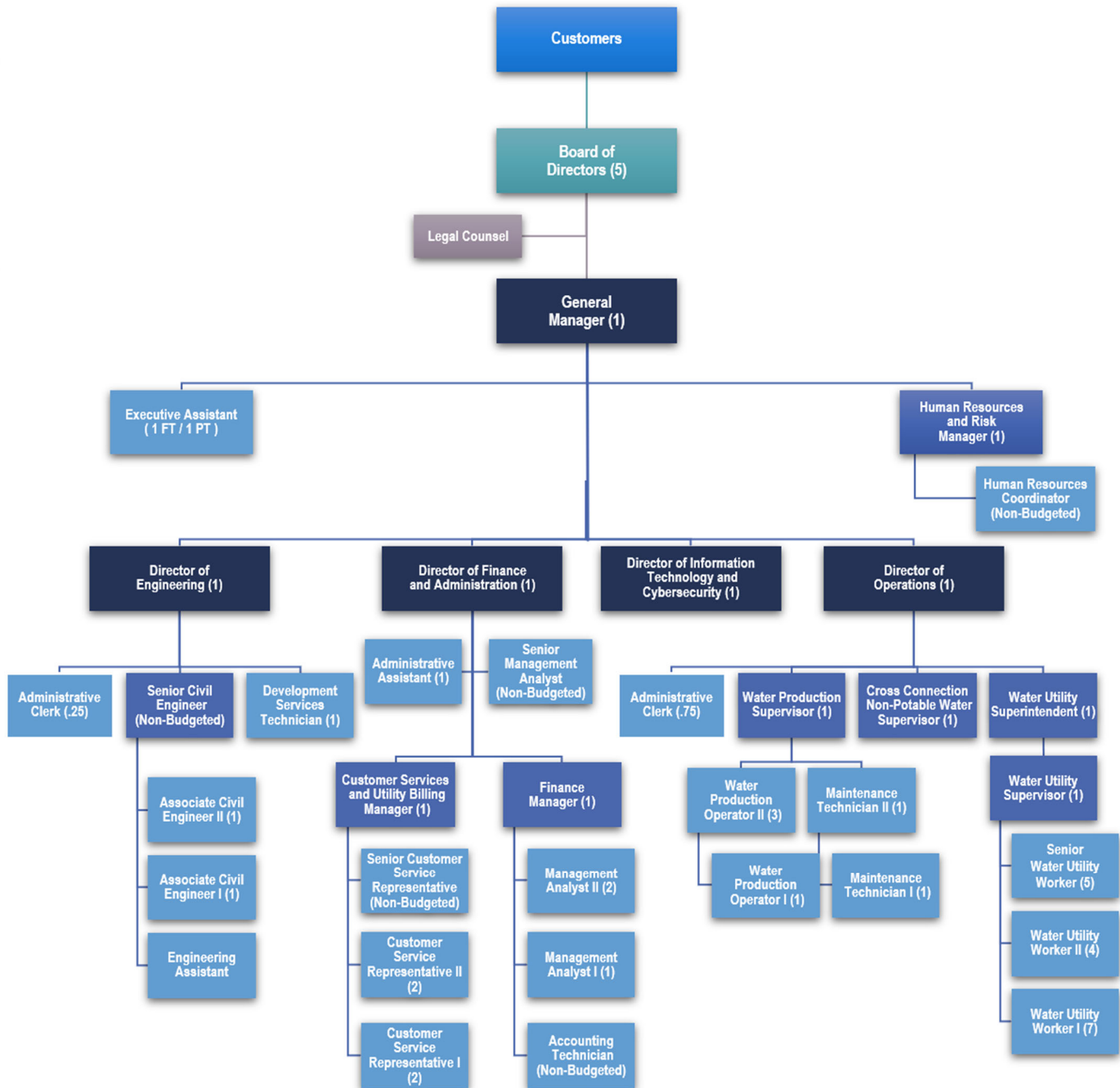
Based on fiscal year ending 2024.

Organization

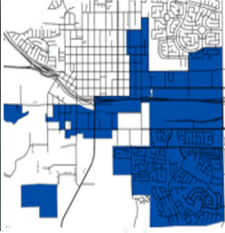


Organizational Chart

2026 Organization Chart



2026 Board of Directors



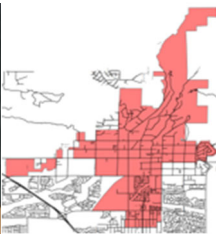
Division 2 – Lona Williams, President

Appointed to the Board in 2018, Lona Williams serves as President. A U.S. Army veteran with a Master's degree in Business Administration, she brings strong leadership and financial oversight to District operations. Director Williams participates in multiple committees and is dedicated to transparent governance, reliable water service, and fiscal accountability. She also volunteers locally, supporting programs that strengthen families and community well-being.



Division 1 – Andy Ramirez, Vice President

Elected to the Board in 2016, Andy Ramirez serves as Vice President. With extensive public management experience, and a Master's degree in Public Administration, he focuses on efficient operations, infrastructure investment, and regional partnerships. Director Ramirez has supported grant-funded improvements, conservation efforts, and local flood protection projects. He is committed to transparent, efficient, and customer focused decision making.



Division 5 – David Hoffman, Secretary

Elected to the Board in 2014, David Hoffman serves as Secretary. A local business owner for more than 40 years, he offers experience in fiscal management, customer service, and community engagement. As Chair of the Finance and Audit Committee, Director Hoffman champions responsible budgeting, transparency, and reliable water delivery. His leadership helps ensure the District's continued financial and operational stability.



Division 4 – John Covington, Treasurer

Elected to the Board in 2014, John Covington serves as Treasurer. With nearly four decades in water operations and management, he brings valuable expertise in infrastructure and resource planning. Director Covington prioritizes sustainable water supply development and interagency cooperation. His long-standing public service and professional involvement in water associations reflect his dedication to protecting local water resources.



Division 3 – Daniel Slawson, Board Member

Elected to the Board in 2012, Daniel Slawson serves as a Board Member. A licensed land surveyor with over 30 years of professional experience, he offers valuable technical insight into infrastructure planning and development. Director Slawson promotes conservation, fiscal responsibility, and regional collaboration to ensure sustainable, high-quality water service for the District's customers.

District Staffing and Compensation

Beaumont-Cherry Valley Water District Staffing Levels

Beaumont-Cherry Valley Water District (BCVWD) values its dedicated staff across all positions, recognizing that each role contributes to delivering reliable, high-quality service to our customers. To ensure operational excellence, the District strives to budget for adequate staffing levels that align with both current needs and anticipated growth. In recent years, staffing shortages have posed challenges, yet BCVWD remains committed to providing competitive opportunities to attract and retain skilled employees. By investing in our workforce, we aim to build a resilient team prepared to meet the District's mission of exceptional service and community engagement.

Table 5 – Staffing Levels from 2021 to 2026

District Employee Position	2021 Actual ⁽¹⁾		2022 Actual ⁽¹⁾		2023 Actual ⁽¹⁾		2024 Actual ⁽¹⁾		2025 Budget		2026 Budget	
	FT	PT	FT	PT	FT	PT	FT	PT	FT	PT	FT	PT
Accounting Technician	1	0	0	0	0	0	0	0	0	0	0	0
Administrative Assistant	1	0	1	0	1	0	1	0	1	0	1	0
Administrative Clerk ⁽²⁾											1	0
Associate Civil Engineer I	0	0	0	0	0	0	1	0	1	0	1	0
Associate Civil Engineer II	0	0	0	0	0	0	0	0	0	0	0	0
Cross Connection/Non-Potable Water Supervisor	0	0	0	0	1	0	1	0	1	0	1	0
Customer Service Representative I	3	0	2	1	1	0	2	0	2	0	2	0
Customer Service Representative II	1	0	1	0	2	0	2	0	2	0	2	0
Customer Service & Utility Billing Manager	1	0	1	0	1	0	1	0	1	0	1	0
Development Services Technician	1	0	1	0	1	0	1	0	1	0	1	0
Director of Engineering	1	0	1	0	1	0	1	0	1	0	1	0
Director of Finance and Administration	1	0	1	0	1	1	1	0	1	0	1	0
Director of Information Technology & Cybersecurity	1	0	1	0	1	0	1	0	1	0	1	0
Director of Operations	1	0	1	0	1	0	1	0	1	0	1	0
District Engineer (contracted)	0	1	0	1	0	1	0	2	0	2	0	2
Engineering Assistant	2	0	2	0	2	0	1	0	1	0	1	0
Engineering Intern	0	0	0	0	0	0	0	1	0	1	0	1
Executive Assistant	0	1	0	1	1	0	1	0	1	0	1	1
Finance Manager	1	0	1	0	1	0	1	0	1	0	1	0
General Manager	1	0	1	0	1	0	1	0	1	0	1	0
Human Resources Coordinator	1	0	0	0	0	0	0	0	0	0	0	0
Human Resources & Risk Manager	0	0	1	0	1	0	1	0	1	0	1	0
Maintenance Technician I	0	0	0	0	0	0	1	0	1	0	1	0
Maintenance Technician II	1	0	1	0	1	0	1	0	1	0	1	0
Management Analyst I	0	0	1	0	1	0	1	0	1	0	1	0
Management Analyst II	1	0	1	0	0	0	2	0	2	0	2	0
Senior Civil Engineer	0	0	0	0	0	0	0	0	0	0	0	0
Senior Customer Service Rep	0	0	0	0	0	0	0	0	0	0	0	0
Senior Management Analyst	1	0	1	0	0	0	0	0	0	0	0	0
Senior Water Utility Worker	4	0	4	0	4	0	5	0	5	0	5	0
Water Production Operator I	0	0	0	0	1	0	1	0	1	0	1	0
Water Production Operator II	3	0	3	0	3	0	3	0	3	0	3	0
Water Production Supervisor	1	0	1	0	1	0	1	0	1	0	1	0
Water Utility Superintendent	1	0	1	0	1	0	1	0	1	0	1	0
Water Utility Supervisor	1	0	1	0	1	0	1	0	1	0	1	0
Water Utility Worker I	5	0	5	6	5	3	7	2	7	2	7	1
Water Utility Worker II	4	0	4	0	3	0	4	0	4	0	4	0
	39	2	38	9	38	5	46	5	46	5	47	5
Count	41		Count	47	Count	43	Count	51	Count	51	Count	52
FTE	40		FTE	42.5	FTE	40.5	FTE	48.5	FTE	48.5	FTE	49.5

(1) Actuals are based on the employee counts as of 12/31 of that budget year

(2) Administrative Clerk fully burdened cost split 25% Engineering and 75% Operations

(3) Temporary assistance used as needed in 2023, for grant portion of the project ended April 2024

Table 6 - Summary of Personnel by Department

Department	2021 Budget FTE	2021 Actual FTE	2022 Budget FTE	2022 Actual FTE	2023 Budget FTE	2023 Actual FTE	2024 Budget FTE	2024 Actual FTE	2025 Budget FTE	2025 Actual FTE as of 9/30	2026 Budget FTE
Engineering ⁽¹⁾	5.5	4.5	5.5	4.5	5.5	4.5	5.5	4.5	5.5	5	5.75
Finance and Administration ⁽²⁾	14.5	13.5	15	13	14	11.5	14	14	14	14	14.5
Information Technology	1	1	1	1	1	1	1	1	1	1	1
Operations ⁽³⁾	24	21	26	24	28	23.5	28	25.5	28	26	28.25
	45	40	47.5	42.5	48.5	40.5	48.5	45	48.5	46	49.5

(1) 4 full-time, 3 part-time or temporary (1.5), added 0.25 for portion of Administrative Clerk

(2) 14 full-time, added .5 to account for transition of Executive Assistant position

(3) 27 full time, 1 part-time or temporary (0.5), added 0.75 for portion of Administrative Clerk

Salaries and Benefits

With ongoing community growth driving the need for additional personnel to support services, infrastructure, projects, and state mandates, the District previously focused on filling part-time and temporary positions to limit fiscal impact. However, this approach proved inefficient due to repeated recruitment and training efforts. Beginning in 2024, the District shifted its strategy toward investing in permanent staff, a change that continues through 2025 and 2026. This approach enhances efficiency, strengthens institutional knowledge, and provides greater continuity in service delivery.

The personnel budget for 2026 includes 49.5 full-time equivalent (FTE) positions, reflecting a net increase of one full-time position. This change adds an Administrative Clerk to support the Engineering and Operations departments with general clerical tasks. The budget also includes a part-time temporary Executive Assistant position to support succession planning and provide overlap for training purposes, while removing one part-time temporary Water Utility Worker I position as Operations continues to strengthen internal training and workforce development efforts.

Salaries and benefits in the operating budget total \$10,121,400, an increase of \$890,400, or 9.7%, from 2025. This increase reflects the 2.9% Cost of Living Adjustment (COLA) in accordance with the Memorandum of Understanding (MOU). Of the total increase, approximately \$601,400, or 67.5%, is attributed to COLA, eligible merit increases, health insurance, and retirement costs.

Labor remains the largest component of personnel costs, totaling \$5,555,500 of the personnel budget. Health insurance represents the next highest category, totaling \$1,302,800, an increase of \$76,300 from 2025. Retirement-related costs, including both employee contributions and the District's Unfunded Accrued Liability (UAL) payment, total \$1,067,600, an increase of \$129,100. Together, these components reflect the District's continued investment in competitive compensation and benefits to attract and retain qualified employees while maintaining long-term financial stability.

The District contributes to the California Public Employees' Retirement System (CalPERS), a multiple-employer defined benefit pension plan. Effective fiscal year 2002, the District adopted the 2.7% @ 55 retirement formula for employees classified as Classic Members (those hired before January 1, 2013). The Public Employees' Pension Reform Act (PEPRA), effective January 1, 2013, established a 2% @ 62

formula for employees hired after December 31, 2012, who are not prior Classic Members of CalPERS. Participants contribute up to 8.25% of their annual covered salary toward their plan.

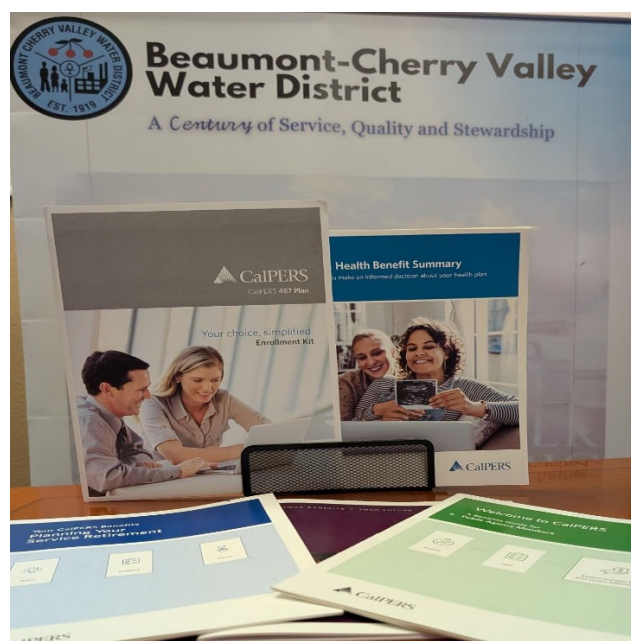
In prior years, the District's unfunded liability was included as a percentage of the employer's contribution. Beginning in fiscal year 2018, CalPERS began collecting employer contributions for the Unfunded Accrued Liability (UAL) as dollar amounts rather than a percentage of payroll, while continuing to collect the regular plan contribution as a payroll percentage. The UAL for fiscal year 2025/2026 totaled \$343,589, an increase of \$68,261, or 24.8%, over the prior year. The District opted to make a single prepayment of \$332,471, saving \$11,118 compared to twelve monthly payments.

Retiree Benefit/Other Post-Employment Benefits

The District offers post-employment medical benefits. Benefits and employee/employer contributions are based on a minimum of five years of service, hire date and date of retirement. In 2022, the Board adopted Resolution 2022-15: Electing to Participate in the California Employers' Retiree Benefit Trust (CERBT) program, Adopting the Agreement to Prefund Other Post-Employment Benefits (OPEB) through CalPERS, and Execution of Related Documents.

CERBT is a Section 115 trust fund dedicated to prefunding OPEB for all eligible California public agencies. At the September 13, 2023 Regular Board meeting, the Board adopted Resolution 2023-24: Electing to Participate in the California Employers' Pension Prefunding Trust (CEPPT) program, Adopting the Agreement to Prefund Employment Contributions to a Defined Benefit Pension Plan through CalPERS, and Execution of Related Documents.

By joining these trust funds, the District is prefunding future costs from investment earnings provided by CalPERS. Contributions to the CERBT and CEPPT programs are voluntary and determined by the District. Under the District's current Funding Policy, the CERBT is funded with \$95,700 annually, and the CEPPT is funded with \$47,100, annually, both through the end of Fiscal Year 2026.



Salary Schedule by Classification

The salary schedule lists each job classification approved by the Board of Directors, including those that may not currently be filled or differ from the organizational chart, such as part-time or temporary positions. Each classification is assigned a salary range, which is detailed in hourly rates across five steps. Typically, new hires start at Step 1 and are eligible for annual merit (step) increases of 5% based on their range, with a maximum hourly rate identified as Step 5. The annual salary range is calculated based on 2,080 hours, or 26 pay periods, for consistency, regardless of years with 27 pay periods.

Beaumont-Cherry Valley Water District Salary Schedule by Classification

Effective: January 1, 2026		Hourly rates (per step)					Annual Range	
Classification	Salary Range*	Step 1	Step 2	Step 3	Step 4	Step 5	(based on 2080 hrs.; rounded to nearest dollar)	
Accounting Technician	26	33.23	34.89	36.63	38.46	40.38	69,118	83,990
Administrative Assistant	25	32.42	34.04	35.74	37.53	39.41	67,434	81,973
Administrative Clerk	18	27.29	28.65	30.08	31.58	33.16	56,763	68,973
Associate Civil Engineer I	42	49.32	51.79	54.38	57.09	59.94	102,586	124,675
Associate Civil Engineer II	47	55.79	58.58	61.51	64.59	67.82	116,043	141,066
Cross Connection/Non-Potable Water Supervisor	42	49.32	51.79	54.38	57.09	59.94	102,586	124,675
Customer Service & Utility Billing Manager	46	54.42	57.14	60.00	63.00	66.15	113,194	137,592
Customer Service Representative I	20	28.66	30.09	31.59	33.17	34.83	59,613	72,446
Customer Service Representative II	25	32.42	34.04	35.74	37.53	39.41	67,434	81,973
Development Services Technician	22	30.10	31.61	33.19	34.85	36.59	62,608	76,107
Director of Engineering	62	80.80	84.84	89.08	93.53	98.21	168,064	204,277
Director of Finance and Administration	67	91.41	95.98	100.78	105.82	111.11	190,133	231,109
Director of Information Technology and Cybersecurity	61	78.84	82.78	86.92	91.27	95.83	163,987	199,326
Director of Operations	61	78.84	82.78	86.92	91.27	95.83	163,987	199,326
Engineering Assistant	37	43.60	45.78	48.07	50.47	52.99	90,688	110,219
Engineering Intern	4	19.32	20.29	21.30	22.36	23.48	40,186	48,838
Executive Assistant	43	50.54	53.07	55.72	58.51	61.44	105,123	127,795
Finance Manager	50	60.08	63.08	66.23	69.54	73.02	124,966	151,882
General Manager	Contract					143.33	-	298,126
Human Resources & Risk Manager	50	60.08	63.08	66.23	69.54	73.02	124,966	151,882
Human Resources Coordinator	33	39.49	41.46	43.53	45.71	48.00	82,139	99,840
Maintenance Technician I	24	31.63	33.21	34.87	36.61	38.44	65,790	79,955
Maintenance Technician II	28	34.91	36.66	38.49	40.41	42.43	72,613	88,254
Management Analyst I	31	37.60	39.48	41.45	43.51	45.69	78,208	95,035
Management Analyst II	38	44.68	46.91	49.26	51.72	54.31	92,934	112,965
Senior Civil Engineer	53	64.70	67.93	71.33	74.90	78.64	134,576	163,571
Senior Customer Service Rep	30	36.67	38.50	40.43	42.45	44.57	76,274	92,706
Senior Management Analyst	45	53.10	55.75	58.54	61.47	64.54	110,448	134,243
Senior Water Utility Worker	32	38.52	40.45	42.47	44.59	46.82	80,122	97,386
Water Production Operator I	28	34.91	36.66	38.49	40.41	42.43	72,613	88,254
Water Production Operator II	33	39.49	41.46	43.53	45.71	48.00	82,139	99,840
Water Production Supervisor	47	55.79	58.58	61.51	64.59	67.82	116,043	141,066
Water Utility Superintendent	51	61.59	64.67	67.90	71.29	74.85	128,107	155,688
Water Utility Supervisor	44	51.83	54.42	57.14	59.99	62.99	107,806	131,019
Water Utility Worker I	24	31.63	33.21	34.87	36.61	38.44	65,790	79,955
Water Utility Worker II	28	34.91	36.66	38.49	40.41	42.43	72,613	88,254

Board of Directors

\$296.40 per day for meeting attendance in accordance with District rules and regulations

***Positions highlighted in grey are non-budget positions not intended to be filled in 2026*

Salary Schedule by Range

The salary ranges, numbered 1 through 100, were established during the 2019 Classification and Compensation Study to promote transparency and consistency. Each range is separated by 2.5% and includes five hourly steps, reflecting the structure used to calculate individual salaries. The salary ranges are updated annually to incorporate cost-of-living adjustments (COLA) as identified by the Memorandum of Understanding (MOU) approved by the Board of Directors. For 2026, a 2.9% COLA was applied to all ranges.

**Beaumont-Cherry Valley Water District
2026 Full Salary Range Schedule**

Salary Range	Hourly				
	Step 1	Step 2	Step 3	Step 4	Step 5
1	17.92	18.82	19.76	20.75	21.79
2	18.38	19.30	20.26	21.27	22.33
3	18.84	19.78	20.77	21.81	22.90
4	19.32	20.29	21.30	22.36	23.48
5	19.78	20.77	21.81	22.90	24.05
6	20.29	21.30	22.37	23.49	24.66
7	20.79	21.83	22.92	24.07	25.27
8	21.31	22.38	23.50	24.67	25.90
9	21.84	22.93	24.08	25.28	26.54
10	22.39	23.51	24.69	25.92	27.22
11	22.95	24.10	25.30	26.57	27.90
12	23.52	24.70	25.93	27.23	28.59
13	24.10	25.31	26.58	27.91	29.31
14	24.70	25.94	27.24	28.60	30.03
15	25.31	26.58	27.91	29.31	30.78
16	25.96	27.26	28.62	30.05	31.55
17	26.73	28.07	29.47	30.94	32.49
18	27.29	28.65	30.08	31.58	33.16
19	27.94	29.34	30.81	32.35	33.97
20	28.66	30.09	31.59	33.17	34.83
21	29.37	30.84	32.38	34.00	35.70
22	30.10	31.61	33.19	34.85	36.59
23	30.85	32.39	34.01	35.71	37.50
24	31.63	33.21	34.87	36.61	38.44
25	32.42	34.04	35.74	37.53	39.41
26	33.23	34.89	36.63	38.46	40.38
27	34.07	35.77	37.56	39.44	41.41
28	34.91	36.66	38.49	40.41	42.43
29	35.79	37.58	39.46	41.43	43.50
30	36.67	38.50	40.43	42.45	44.57
31	37.60	39.48	41.45	43.51	45.69
32	38.52	40.45	42.47	44.59	46.82
33	39.49	41.46	43.53	45.71	48.00
34	40.48	42.50	44.63	46.86	49.20
35	41.50	43.57	45.75	48.04	50.44
36	42.52	44.65	46.88	49.22	51.68
37	43.60	45.78	48.07	50.47	52.99
38	44.68	46.91	49.26	51.72	54.31
39	45.80	48.09	50.49	53.01	55.66
40	46.93	49.28	51.74	54.33	57.05
41	48.11	50.52	53.05	55.70	58.48
42	49.32	51.79	54.38	57.09	59.94
43	50.54	53.07	55.72	58.51	61.44
44	51.83	54.42	57.14	59.99	62.99
45	53.10	55.75	58.54	61.47	64.54
46	54.42	57.14	60.00	63.00	66.15
47	55.79	58.58	61.51	64.59	67.82
48	57.19	60.05	63.05	66.20	69.51
49	58.61	61.54	64.62	67.85	71.24
50	60.08	63.08	66.23	69.54	73.02

Salary Range	Hourly				
	Step 1	Step 2	Step 3	Step 4	Step 5
51	61.59	64.67	67.90	71.29	74.85
52	63.12	66.28	69.59	73.07	76.72
53	64.70	67.93	71.33	74.90	78.64
54	66.31	69.63	73.11	76.77	80.61
55	67.97	71.37	74.94	78.69	82.62
56	69.68	73.16	76.82	80.66	84.69
57	71.41	74.98	78.73	82.67	86.80
58	73.20	76.86	80.70	84.73	88.97
59	75.02	78.77	82.71	86.85	91.19
60	76.90	80.75	84.79	89.03	93.48
61	78.84	82.78	86.92	91.27	95.83
62	80.80	84.84	89.08	93.53	98.21
63	82.82	86.96	91.31	95.88	100.67
64	84.90	89.14	93.60	98.28	103.19
65	87.00	91.35	95.92	100.72	105.76
66	89.18	93.64	98.32	103.24	108.40
67	91.41	95.98	100.78	105.82	111.11
68	93.70	98.38	103.30	108.46	113.88
69	96.04	100.84	105.88	111.17	116.73
70	98.43	103.35	108.52	113.95	119.65
71	100.90	105.94	111.24	116.80	122.64
72	103.43	108.60	114.03	119.73	125.72
73	106.00	111.30	116.87	122.71	128.85
74	108.67	114.10	119.80	125.79	132.08
75	111.36	116.93	122.78	128.92	135.37
76	114.17	119.88	125.87	132.16	138.77
77	117.03	122.88	129.02	135.47	142.24
78	119.93	125.93	132.23	138.84	145.78
79	122.94	129.09	135.54	142.32	149.44
80	126.01	132.31	138.93	145.88	153.17
81	129.16	135.62	142.40	149.52	157.00
82	132.39	139.01	145.96	153.26	160.92
83	135.69	142.47	149.59	157.07	164.92
84	139.08	146.03	153.33	161.00	169.05
85	142.57	149.70	157.18	165.04	173.29
86	146.12	153.43	161.10	169.16	177.62
87	149.78	157.27	165.13	173.39	182.06
88	153.52	161.20	169.26	177.72	186.61
89	157.37	165.24	173.50	182.18	191.29
90	161.30	169.36	177.83	186.72	196.06
91	165.33	173.60	182.28	191.39	200.96
92	169.46	177.93	186.83	196.17	205.98
93	173.70	182.39	191.51	201.09	211.14
94	178.04	186.94	196.29	206.10	216.41
95	182.50	191.62	201.20	211.26	221.82
96	187.05	196.40	206.22	216.53	227.36
97	191.72	201.31	211.38	221.95	233.05
98	196.52	206.35	216.67	227.50	238.88
99	201.44	211.51	222.09	233.19	244.85
100	206.47	216.79	227.63	239.01	250.96

COLA of 2.9% applied to all salary ranges

District Achievements



District Accomplishments

District Accomplishments Overview

In 2025, the Beaumont-Cherry Valley Water District (BCVWD or District) continued to advance its mission of providing reliable, high-quality water service through careful planning, operational excellence, and regional collaboration. Building on the foundation established through the 2025 Cost-of-Service and Rate Study, the District has strengthened its financial position, improved internal systems, and invested in modern technologies that enhance both efficiency and transparency.

Throughout the year, BCVWD maintained full compliance with all State and Federal water quality regulations, continuing its record of exceptional water safety and environmental stewardship. The District's ongoing commitment to regulatory compliance, infrastructure reliability, and financial sustainability reflects a proactive approach to serving current and future customers.

In addition to meeting operational objectives, BCVWD expanded its customer engagement and outreach, ensuring the public remains informed about District projects, water quality, and conservation initiatives. Efforts to improve technology integration, including meter modernization, GIS mapping enhancements, and data-driven planning tools, have further strengthened the District's ability to make informed, forward-looking decisions.

The District also continues to prioritize collaboration with regional partners such as the San Geronio Pass Water Agency (SGPWA), the City of Beaumont, and neighboring agencies. These partnerships support regional water reliability planning, infrastructure coordination, and sustainable resource management, ensuring that BCVWD remains an active and trusted participant in shaping the region's water future.

The following accomplishments highlight the dedication of the Board of Directors, management, and staff in achieving the District's goals while maintaining the highest standards of fiscal responsibility, regulatory compliance, and customer service. Each reflects the District's continuing commitment to operational efficiency, innovation, and transparency in serving the community.

2025 District Wide Accomplishments

Service

1. Increased public outreach efforts to over 20 social media posts per month, designed to educate and inform the public about Frequently Asked Questions (FAQs), Capital Improvement Project updates, emergency shutdowns and collaboration efforts with area partner agencies. This aids in fostering trust and transparency among rate payers, stakeholders, and the District.
2. Successfully implemented a new rate structure, effective May 1, 2025, designed to meet the District's operational and capital needs while maintaining fair and sustainable rates that ensure long-term financial stability. Although rates have increased, they remain among the lowest in the region, reflecting the District's continued commitment to providing high-quality water service at an exceptional value.
3. The District enhanced its website to better engage and inform the community. A new Fun Zone was launched to provide interactive resources for customers, encouraging water education in an engaging way. Additionally, the Awards & Recognition section was updated to highlight the District's achievements, promoting transparency and celebrating organizational excellence.

Water




1. Completed and distributed the 2024 Water Quality and Consumer Confidence reports, communicating availability to consumers within the state-mandated timeframe. This accomplishment reflects BCVWD's dedication to water safety and transparency, enhancing customer trust and regulatory compliance.
2. Maintained full compliance with State and Federal drinking water standards by completing all required regulatory water quality sampling. These actions demonstrate a commitment to environmental stewardship and public health, securing safe water resources for current and future generations.
3. Advanced District and regional water supply initiatives by updating annual water consumption models, assessing storage needs, and actively collaborating with regional partners to support future water reliability.

Personnel

1. Reclassified key personnel positions to promote transparency and ensure the District is staffed with qualified professionals.
2. Organized a successful Benefits and Health Fair, with 15 participating benefits partners, offering personnel access to valuable resources and information, enabling them to make informed decisions about their health and benefits options.
3. Developed a culture of ongoing improvement by administering an employee engagement survey, evaluating responses, and applying adjustments to strengthen workplace practices. These initiatives promoted greater collaboration and reinforced alignment with the District's mission and objectives.



BCVWD Fun Zone

Welcome to the Beaumont-Cherry Valley Water District's **Fun Zone**! Explore activities like coloring, word puzzles, and more — while learning about **water, conservation, and our community.**   



Coloring Book



Word Puzzles



Match Mania

District Awards

Operating Budget Excellence Award

The California Society of Municipal Finance Officers (CSMFO) is a statewide organization serving all California municipal finance professionals. Its mission is to promote excellence in financial management through innovation, continuing education, and professional development. Recognizing that public representatives are obligated to serve the public's interests, CSMFO actively improves fiscal integrity and adherence to the highest standards of ethical conduct and creates better accountability by disseminating best practices.

CSMFO established the Operating Budget Excellence Award to recognize agencies whose budget documents reflect a commitment to specific statewide criteria of the highest quality. The document must be comprehensive, transparent, exhibit exceptional clarity, and must present effectiveness.



The award represents the continued commitment to following best practices in budget preparation. To receive the Excellence Award in budgeting, a governmental unit must publish a budget document that meets specific criteria as a policy document, financial plan, and communication tool. Attainment of the Operating Budget Excellence Award represents a significant accomplishment by BCVWD and its management.

The District has received the award for the past five years (2021 through 2025).

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association (GFOA) established the Certificate of Achievement for Excellence in Financial Reporting Program (Program) in 1945 to encourage and assist state and local governments to go beyond the minimum requirements of generally accepted accounting principles to prepare annual comprehensive financial reports that represent the spirit of transparency and full disclosure and recognize individual governments to succeed in achieving that goal. The Certificate is the highest form of recognition in governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management.

Reports submitted to the Program are reviewed by selected members of the GFOA professional staff and the GFOA Special Review Committee, comprised of individuals with expertise in public sector financial reporting and includes financial statement preparers, independent auditors, academics, and other finance professionals.

The District has received the award for the past eight years (2017 through 2024).



Great Place to Work Certification

Organizations partner with Great Place To Work to understand how effectively their leaders create the conditions for an overwhelmingly positive employee experience. Great Place To Work offers best-in-class data about the employee experience, sourced from surveys taken by millions of employees globally. This data offers organizations invaluable insight into how their workers will interact with the workplace and establishes benchmarks for working conditions around the world.



Great Place To Work Certification criteria are the global standard for quantifying and benchmarking the employee experience. Certification evaluates workplace culture from the perspective that matters the most, the employee, offering the most comprehensive picture on the market of the internal health of an organization.

Positive employee responses to the Trust Index Survey (four and above on the five-point scale) are averaged to provide an organization-wide assessment of culture: the Trust Index. Companies that score above the current threshold become Great Place To Work Certified.

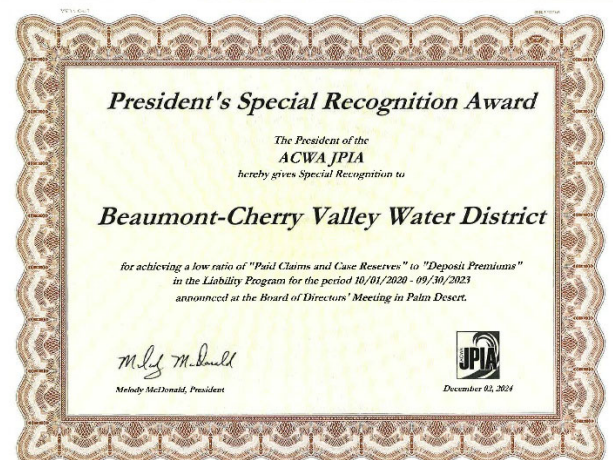
The District has received the award for the past five years (2021 through 2025).

President's Special Recognition Award

Association of California Water Agencies/Joint Power Insurance Authority (ACWA/JPIA) is a partnership of water agencies that collectively share risks associated with water purveyance. Established in 1979, the JPIA provides risk-sharing pools to its members. To join, agencies must demonstrate a strong commitment to effective safety and risk management.

Each year, ACWA/JPIA recognizes member agencies that achieve a Loss Ratio of 20% or less, comparing paid insurance claims and case reserves to deposit premiums. The evaluation spans three years and applies to the Liability, Property, or Workers' Compensation Programs.

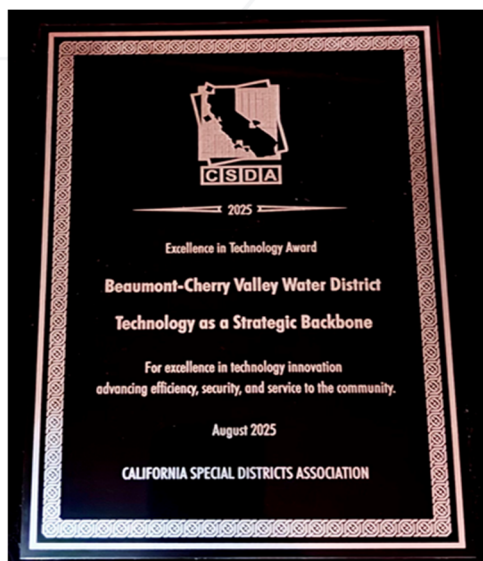
2025 marks the second time the District has received this award, with the first recognition in 2019.



2025 Award for Excellence in Technology

Established in 1969, the California Special Districts Association (CSDA) serves as the statewide voice for independent special districts across California. CSDA provides advocacy, resources, and professional development to support special districts in delivering essential services and effectively serving their communities.

The CSDA Excellence in Technology Award is presented annually to one California special district that demonstrates outstanding innovation in technology. The award honors initiatives that significantly improve operational efficiency, enhance customer service, strengthen cybersecurity, and advance the district's mission. Award recipients must demonstrate measurable improvements in internal processes, community service, and transparency. Additional consideration is given to projects featuring innovative implementation, creative problem-solving, or strategic collaboration with other agencies.



Beaumont-Cherry Valley Water District (BCVWD) was honored with the CSDA Excellence in Technology Award in recognition of its commitment to modernizing infrastructure, safeguarding digital assets, and improving public accessibility. BCVWD's technology initiatives reflect the District's dedication to responsible stewardship, continuous improvement, and the strategic use of innovation to better serve its constituents.

2025 was the first time that that District received the award.

2025 Award for Achievement for Information Technology Practices

The Municipal Information Systems Association of California (MISAC) represents information technology (IT) professionals from cities, counties, special districts, and other public agencies across California. MISAC promotes excellence in government technology through its Four Pillars: education, member resources, relationships, and advocacy. These guide their mission to advance leadership, innovation, and the effective use of technology in public service.

In October 2025, BCVWD received the MISAC Excellence in Information Technology Practices Award for the third consecutive year. This award signifies that BCVWD met or exceeded MISAC's rigorous standards in areas such as budget and strategic planning, cybersecurity, operations, disaster recovery, GIS, and project management.

This achievement reflects BCVWD's ongoing investment in its IT and Cybersecurity programs, emphasizing proactive planning, system modernization, and a culture of digital resilience. While the District will receive the physical award late in the year, the recognition underscores BCVWD's leadership among California special districts in secure, efficient, and transparent technology management.







Resolution for Budget Adoption

Budget Resolution

Annually, the Board of Directors (BOD) approves and adopts the Fiscal Year (FY) Operating Budget and Capital Improvement Budget (CIB) by adopting a Resolution.

The District's General Manager (GM) is authorized to take all necessary actions to implement the provisions of the FY Budget as adopted by the Resolution, including recruiting and appointing positions within the limits of said Budget and Plan without further Board action.

The GM is directed to implement the Resolution's intent following applicable procedures. The expenditure amounts designated for the FY are appropriated and expended by departments per funding source designation. The Finance and Administration Department prepares the annual Operating and CIB, using projected financials for presentation to the BOD, intending to submit for full budget document approval before year-end, effective January 1, 2026.

<p style="text-align: center;">RESOLUTION 2025- <u>43</u></p> <p style="text-align: center;">A RESOLUTION OF THE BOARD OF DIRECTORS OF THE BEAUMONT-CHERRY VALLEY WATER DISTRICT ADOPTING THE FISCAL YEAR 2026 OPERATING BUDGET AND 2026-2030 CAPITAL IMPROVEMENT BUDGET FOR THE FISCAL YEAR ENDING DECEMBER 31, 2026</p>			
<p>WHEREAS, the Board of Directors of the Beaumont-Cherry Valley Water District has reviewed the staff report, draft budget, and associated materials distributed for the December 10, 2025, Regular Meeting of the Board of Directors; and</p> <p>WHEREAS, the Board of Directors has determined that it is necessary for the efficient management of the District that certain sums of revenue be appropriated to the activities as set forth in said budget,</p> <p>NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Beaumont-Cherry Valley Water District:</p> <ol style="list-style-type: none">1. In all aspects, the recitals stated above are true and correct.2. The Budget Staff Report and Presentation and all associated documents are incorporated herein by reference, approved, and adopted as findings.3. The Board of Directors determines and adopts the proposed organizational structure outlined in the staff report, budget, and associated documents, and the pay schedule therein pursuant to CCR Section 570.5.4. The Board of Directors hereby approves and adopts the Fiscal Year 2026 Operating Budget and 2026-2030 Capital Improvement Budget.5. The District's General Manager is authorized to take all necessary actions to implement the provisions of the Fiscal Year 2026 Budget as adopted by this Resolution, including recruiting and appointing positions within the limits of said Budget and Plan without further Board action.6. The General Manager is directed to implement the intent of this Resolution as soon as reasonable following applicable procedures. The expenditure amounts designated for Fiscal Year 2026 are hereby appropriated and may be expended by the departments or funds for which they are designated. <p>ADOPTED this <u>10TH</u> day of <u>DECEMBER</u>, <u>2025</u>, by the following vote:</p> <p>AYES: <u>COVINGTON, HOFFMAN, RAMIREZ, SLAWSON, WILLIAMS</u> NOES: ABSTAIN: ABSENT:</p> <table><tr><td> Director Daniel Slawson, President of the Board of Directors of the Beaumont-Cherry Valley Water District</td><td> Director Andy Ramirez, Secretary to the Board of Directors of the Beaumont-Cherry Valley Water District</td></tr></table> <p>Attachment – FY 2026 Operating Budget and 2026-2030 Capital Improvement Budget BCVWD RESOLUTION 2025-43 - ADOPTED 2025-12-10 - PAGE 1 OF 3</p>		 Director Daniel Slawson, President of the Board of Directors of the Beaumont-Cherry Valley Water District	 Director Andy Ramirez, Secretary to the Board of Directors of the Beaumont-Cherry Valley Water District
 Director Daniel Slawson, President of the Board of Directors of the Beaumont-Cherry Valley Water District	 Director Andy Ramirez, Secretary to the Board of Directors of the Beaumont-Cherry Valley Water District		

District Wide Goals and Objectives

2026 District Wide Goals and Objectives

Service

1. Increase public outreach and branding efforts to promote water conservation, including California's "Conservation as a Way of Life" initiative, by December 31, 2026. This goal will foster collaboration among ratepayers, stakeholders, and the District in adopting sustainable water use practices.
2. Implement a new capacity charge structure in 2026 to ensure developers appropriately fund the costs of new development, protecting existing rate payers from financial impacts associated with future growth.
3. Obtain an unmodified "clean" opinion with no findings for the Single Audit for the fiscal year ending December 31, 2025, as required for federal grant expenditures exceeding \$1 million. This outcome will demonstrate transparency and accuracy in financial reporting and validate the District's improvements made in response to the 2024 Single Audit findings, ensuring transactional processes to fairly represent the District's financial health.

Water

1. Complete and distribute the 2025 Water Quality and Consumer Confidence Report by July 1, 2026, demonstrating the District's commitment to public health and water quality transparency for the community.
2. Implement processes and treatment procedures for Chromium VI avoidance to control operating costs, ensuring any required public notifications are completed as necessary.
3. By December 31, 2026, roll out an online customer water-use dashboard with real-time consumption data, leak alerts, and conservation tips, helping ratepayers manage their usage more proactively.

Personnel

1. Provide training, professional development, and leadership programs to all employees, fostering impactful contributions to the District and empowering staff to make decisions that benefit the community.
2. By December 31 2026, provide all staff with annual training on emerging water and utility technologies (GIS, SCADA upgrades, AI monitoring, customer portals), ensuring the workforce is future-ready.
3. By mid-2026, formalize a succession planning program identifying critical roles, documenting key processes, and establishing training paths for high-potential employees to prepare for retirements and leadership transitions.

Financial Management and Policy Framework



Overview

The Financial Framework outlines the guiding policies and practices that ensure the Beaumont-Cherry Valley Water District (BCVWD) remains fiscally sound, transparent, and compliant with state and federal regulations. It connects the District's mission and strategic goals to its budget process, ensuring that every financial decision supports reliable and sustainable water service.

This framework emphasizes financial integrity, accountability, and effective resource allocation, demonstrating the District's commitment to aligning financial practices with the Board's strategic objectives.

Accounting and Budgeting

Basis of Financial Reporting: Proprietary Fund Accounting

BCVWD operates as a single enterprise fund, a type of proprietary fund used to account for activities financed primarily through user charges. Proprietary Funds create a record and account for transactions in government-related activities.

In accordance with Generally Accepted Accounting Principles (GAAP), the District uses full accrual accounting, recording revenues when earned and expenses when liabilities are incurred. Unbilled water utility revenues are accrued at year-end.

The District reports all activity in one enterprise fund, the Water Fund, which supports user charges or rates for water service. These proprietary funds primarily account for the assets and liabilities relevant to operations, both short-term and long-term. Rate adjustments may be needed to ensure the fund maintains adequate cash balances to cover operating costs, debt service, and capital repairs and replacements.

The District publishes an Annual Comprehensive Financial Report (ACFR), prepared using full accrual accounting, and provides a detailed and comprehensive presentation of the District's financial condition. The ACFR includes an independent auditor's report providing opinions concerning the conformity of the District's financial statements to GAAP. The District participates in a calendar fiscal year that begins on January 1st and ends on December 31st. This structure ensures transparency in financial reporting and provides a complete picture of the District's operating income, financial position, and cash flow.

Purpose of the Budget

The District's budget serves as a comprehensive management tool with four primary functions:

Table 6 – Purpose of the Budget

Function	Purpose
Policy Document	Aligns the District's goals, priorities, and strategic direction with fiscal decision-making.
Operational Tool	Guides day-to-day management by establishing authorized spending levels and allocating resources efficiently.
Financial Plan	Ensures the responsible use of public funds and maintains the District's long-term financial stability.
Community Communication	Promotes transparency and accountability by clearly presenting how resources support services and community needs.

Budget Planning and Preparation

The budget process begins in January each year and is designed to ensure input, accuracy, and accountability throughout development. The process has three key phases:

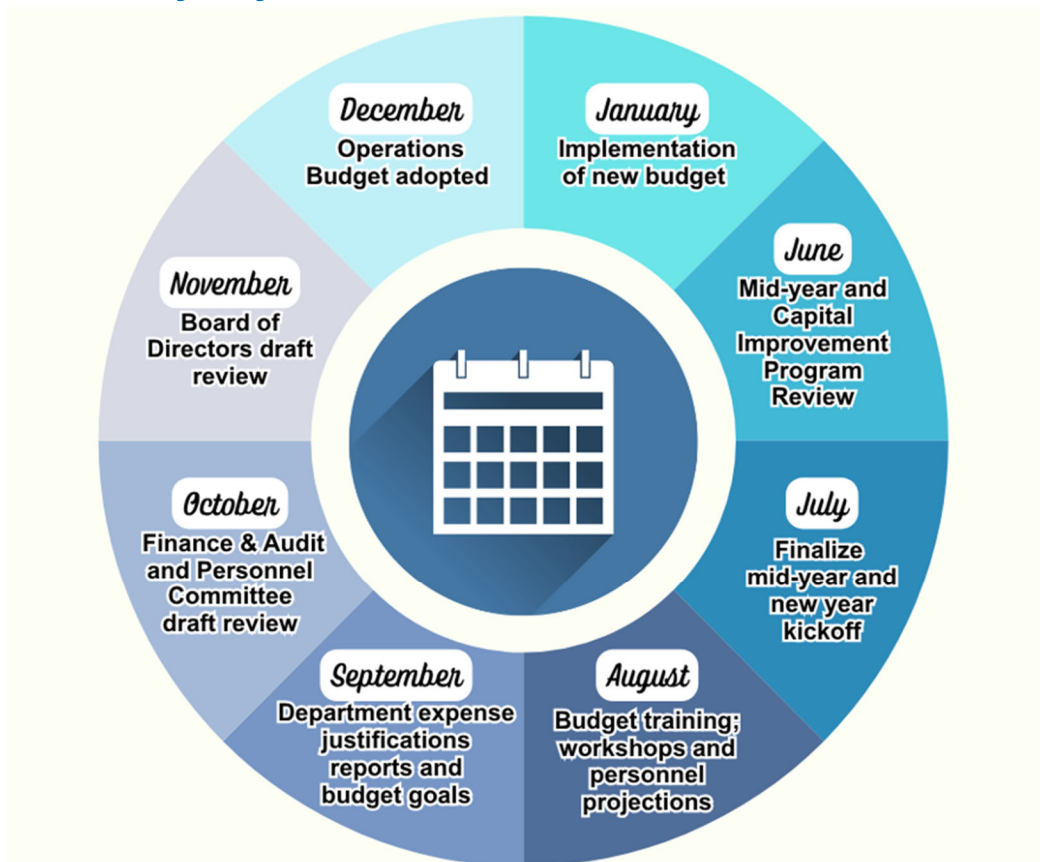
Debrief and Evaluation: In January, Finance meets with all departments to evaluate the prior year's process and identify improvements. The goal of this discussion is to foster collaboration and ensure everyone has an opportunity to voice their opinions, helping to make the report stronger and more effective.

Mid-Year Review: Starting in June, the departments review their recorded expenses and recommend adjustments or amendments based on current conditions. An adjustment is a transfer within a department under \$50,000, approved by the department director and the General Manager. An amendment is a change to the approved budget by Board resolution.

New Budget Development: From July through December, departments review planned Capital Improvement Projects, evaluate their staffing needs, and prepare expense justifications for each General Ledger account. Finance reviews the requests and presents the recommendations to the General Manager, before submitting drafts to the Finance and Audit Committee, as well as the Personnel Committee, starting in October. A presentation is given to the full Board of Directors in November, before final review and adoption in December.

This structured process ensures that financial decisions are collaborative, transparent, and aligned with District priorities.

Budget Timeline by Key Process



How Does the Budget Compare to the Annual Financial Report?

While both the Annual Budget and the Annual Comprehensive Financial Report (ACFR) present the District's financial information, they serve different purposes and follow different standards. The table below summarizes the key distinctions between the two:

Table 7 – Financial Report Differences

Aspect	Annual Budget	Annual Comprehensive Financial Report (ACFR)
Purpose	Serves as a financial plan that allocates resources to meet District goals for the upcoming year.	Provides a historical record of actual financial activity and performance for the completed fiscal year.
Basis of Accounting	Prepared on a budgetary basis, focusing on available resources and planned expenditures.	Prepared on a full accrual basis in accordance with Generally Accepted Accounting Principles (GAAP).
Focus	Future-oriented by emphasizing planned revenues, expenses, and policy directions.	Past-oriented, emphasizing actual results, financial position, and compliance with accounting standards.
Time Frame	Covers a single fiscal year prospectively (January through December).	Reports on the same fiscal year retrospectively, after year-end closing.
Authority	Adopted by the Board of Directors to guide financial operations.	Audited by independent accountants and presented to the Board for review and public transparency.
Users	Used by management and the Board to monitor spending and share with the public the District's priorities, challenges, accomplishments, and use of resources.	Used by auditors, regulatory agencies, stakeholders, and the public to assess financial health and accountability.

Together, these two documents ensure that the District's financial planning, performance, and reporting remain consistent, transparent, and compliant with accounting standards.

Budget Control and Amendment

Throughout the budget period, management staff are responsible for monitoring their department budgets to ensure that expenditures remain within approved allocations. Finance staff provide tools that allow managers to review budget status at any time. In addition to the ongoing monitoring process, a monthly budget report is presented to the Finance and Audit Committee for detailed review before being submitted to the Board of Directors (Board or BOD) for consideration and approval. These reports update the Board on the progress of all operating revenues and expenses for the Water Fund.

The Finance and Audit Committee also conducts a comprehensive mid-year review of the District's operating budget, which is subsequently presented to the Board. If, during the mid-year review or the budget presentation to the Committee, it is determined that a significant adjustment is necessary, Finance staff work with Department Directors to prepare a Budget Adjustment request for approval.

The General Manager (GM) is responsible for ensuring that expenditures remain within budget allocations and may adopt administrative budget policies necessary to carry out that responsibility. No expenditure of funds is authorized unless sufficient funds have been appropriated by the Board or reallocated by the GM, as described in this budget.

The GM may exercise discretion in administering the budget to respond to changing circumstances by requesting budget transfers between line items requested by each department on an as-needed basis. Transfers between departments require approval from each Department Director and the GM. Any single line-item modification exceeding \$50,000 requires Board approval, as does any amendment (addition or reduction) to the total adopted budget. All budget transfers are documented and tracked in the District's financial system and reported to the Finance and Audit Committee during its regular monthly meetings, referred to as the "Adopted (Amended)" amount for the budget year.

In the event of a declared District Emergency, the GM, in consultation with the Board President, may exercise additional authority to protect public health and safety. The GM's Declaration of a District Emergency is a public acknowledgment that the District's resources may be insufficient to respond to the emergency. Under Public Contract Code §§20567 and 22050, the Board may delegate to the GM the authority to suspend competitive bidding and enter emergency contracts of up to \$250,000. The Board must ratify the declaration within 14 days at a regular, special, or emergency Board meeting.

Additionally, the GM is authorized to hire full-time staff for positions or classifications approved by the Board and may also approve the hiring of temporary or part-time staff, as needed, to maintain operations and service levels.

Table 8 – Approvals for Budget activity

Action	Approval Required
Line-item transfers within a department	General Manager
Transfers between departments	Department Directors and General Manager
Single line-item modification over \$50,000	Board of Directors
Amendments increasing or decreasing total appropriations	Board of Directors
Emergency contracts up to \$250,000	General Manager, with Board ratification required within 14 days

This structure ensures that budget oversight remains transparent and responsive while preserving appropriate levels of fiscal control and accountability at each stage of the process.

Rate Setting Structure

Proposition 218

The timing of the District's budget process is closely tied to its rate-setting requirements under Proposition 218, officially titled the *"Right to Vote on Taxes Act."* Approved by California voters in 1996, Proposition

218 amended the California Constitution (Articles XIII C and XIII D) to establish additional procedural requirements and limitations on new or increased taxes, assessments, and property-related fees and charges.

For special districts such as the Beaumont-Cherry Valley Water District (BCVWD), any fee or charge imposed as an incident of property ownership, including water commodity charges, service fees, late charges, or sanitation fees, must comply with the provisions of Proposition 218. In practice, this means that the District must mail written notice to all affected property owners at least 45 days before a public hearing on any proposed rate increase. During that 45-day protest period, property owners may submit written protests opposing the proposal. If a majority (50 percent + 1) of property owners submit valid written protests, the proposed rate or fee adjustment cannot be adopted. Effectively, ratepayers are given both advance notice and the opportunity to formally oppose any increase before it takes effect.

In addition to these procedural requirements, Proposition 218 imposes substantive restrictions on how fees and rates are established and used. Specifically:

- Revenues derived from a property-related fee or charge shall not exceed the funds required to provide the service.
- The revenue shall not be used for any purpose other than that for which the fee or charge was imposed.
- The fee or charge imposed upon a parcel shall not exceed the proportional cost of service attributable to that parcel.
- No fee or charge may be imposed for a service unless that service is actually used by, or immediately available to, the property owner, meaning that rates must be based directly on the cost of providing service, nothing more, and funds must stay within that purpose.

To demonstrate compliance with these requirements, BCVWD periodically conducts cost-of-service studies that document how rates are developed using industry-accepted methodologies and principles. These studies identify the costs associated with providing water service, including operations, maintenance, capital replacement, and future infrastructure needs, ensuring that each customer classification pays its fair share of the District's cost to serve. In addition, the District voluntarily provided supplemental notifications consistent with Assembly Bill 2257 (AB 2257), further enhancing transparency and ensuring that customers remain informed and engaged throughout the rate-setting process.

Maintaining compliance with Proposition 218 ensures that the District's rate structure remains legally defensible, transparent, and financially sustainable, while continuing to uphold the public's right to review and participate in the rate-setting process.

Rate Structure

The District bills most customers, including all residential accounts, on a bi-monthly basis, resulting in six bills per year. All other accounts, such as large-volume commercial and industrial customers, are billed monthly. To ensure consistency across billing cycles, bi-monthly rates are set at one-half of the equivalent monthly rate, meaning that customers pay the same overall cost for service and water usage regardless of how often they are billed. There is no difference in the calculation of water use or tiered rates between monthly and bi-monthly customers—the rate structure applies uniformly based on consumption.

The District's potable water rate structure consists of two primary components:

1. A fixed service charge, based on meter size and customer classification, which recovers costs related to system maintenance, meter reading, billing, and customer service.
2. A commodity charge, based on the amount of water consumed, which recovers costs associated with water production, treatment, and delivery.

Customer classifications for water meter service charges are as follows:

1. Domestic/Commercial/Non-Potable: Single-family residential, single-business commercial unit, or non-potable water service per meter.
2. Multiple Residential/Multiple Commercial: Customers with multiple dwelling or business units served by one meter (e.g., apartment complexes or multi-unit centers).

Table 9 – Bi-Monthly Potable and Non-Potable Water Meter Service Charges for Common Meter Sizes

Meter Size	May 2025	January 2026	January 2027
5/8"	\$34.08	\$39.20	\$45.08
3/4"	\$46.96	\$54.01	\$62.12
1"	\$72.74	\$83.66	\$96.21
1 1/2"	\$137.22	\$157.81	\$181.49
2"	\$214.58	\$246.77	\$283.79

All billable rates for potable and non-potable water service, as well as private fire service, are established in the District's *Rules and Regulations, Part 5 – Charges*. This report, most recently amended by Resolution 2025-12, defines all domestic and irrigation service charges, capacity charges, water installation fees, and miscellaneous charges. It also includes the commodity rates billed to each customer classification based on metered water consumption.

The water commodity rates by customer class are applied to all metered water consumption and are shown in Table 10, Bi-Monthly Potable and Non-Potable Water Commodity Rate. Domestic (single-family residential) customers are billed using a three-tier rate structure, which increases the rate per unit of water as usage rises. All other customer classes are billed using a uniform rate per hundred cubic feet (CCF) of water consumed. In addition, the District includes pass-through charges for the cost of imported water and electric power used to transmit and distribute water to all customers.

Table 10 – Bi-Monthly Potable and Non-Potable Water Commodity Rates

Customer Class	Commodity Tiers (CCF)	May 2025	January 2026	January 2027
Single Family				
Tier 1	1-16	\$1.02	\$1.18	\$1.36
Tier 2	17-34	\$1.26	\$1.45	\$1.67
Tier 3	34+	\$2.07	\$2.39	\$2.75

Customer Class	Monthly Tiers (CCF)	May 2025	January 2026	January 2027
Multi-Family	Uniform	\$1.56	\$1.80	\$2.07
Commercial/Industrial	Uniform	\$1.47	\$1.70	\$1.96
Fire Service	Uniform	\$1.80	\$2.07	\$2.39
Landscape Irrigation	Uniform	\$1.63	\$1.88	\$2.17
Schedule Irrigation	Uniform	\$1.63	\$1.88	\$2.17
Construction	Uniform	\$1.80	\$2.07	\$2.39
Non-Potable	Uniform	\$1.24	\$1.43	\$1.65
State Water Project (SGPWA)		\$0.81	\$0.86	\$0.92
SCE Power Charge (Pumping)		\$0.56	\$0.60	\$0.64

Water Production

Water production from January through September 2025 totaled 10,451.89 acre-feet (AF), compared to 9,742.80 AF during the same period in 2024, an increase of 709.09 AF, or approximately 7.3 percent. This increase continues the rebound from the unusually cool and wet 2023 season, when production dropped to 9,018.21 AF due to reduced outdoor demand and extended snowpack conditions into early spring.

By comparison, production levels in 2021 (10,736.55 AF) and 2022 (10,757.56 AF) were consistent with long-term averages, reflecting more typical weather patterns and stable consumption. The 2025 increase therefore represents a return to normal usage levels, driven primarily by warmer temperatures and continued new construction within the District.

How is Water Measured?

Water is measured in two primary units, depending on its use and purpose.

The acre-foot (AF) is the standard measurement used for large volumes of water, such as imported supplies purchased from the San Geronio Pass Water Agency (SGPWA) through the California State Water Project (SWP). One AF equals 325,851 gallons, enough to cover a football field one foot deep in water.

For customer billing, the District measures usage in hundred cubic feet (CCF). One CCF equals 748 gallons, or roughly 15 full bathtubs of water. Customer water use typically varies throughout the year, with lower consumption during cooler months and significantly higher use in warmer months, primarily due to outdoor irrigation and landscaping needs. During summer, it is not uncommon for customers to double or even triple their winter water use.

Financial Guidelines and Policies

General Financial Goals

The District's financial policies are designed to ensure the long-term stability and integrity of its operations. The District strives to:

- Ensure reliable water services by maintaining a stable financial base and relying on sustainable, ongoing resources.
- Respond effectively to economic changes or new service requirements without creating undue financial stress.
- Assure ratepayers that the District's financial management is responsible, transparent, and accountable.
- Adhere to the highest professional standards established by the Government Finance Officers Association (GFOA), the Governmental Accounting Standards Board (GASB), and other authoritative agencies for financial reporting and budgeting.

Cash and Investments

The District maintains cash and investment programs in accordance with the Investment Policy, which provides guidelines for the prudent investment of surplus cash, reserves, trust funds, and restricted monies. The policy is designed to maximize the efficiency of the District's cash management system in compliance with Section 53646 of the Government Code of California.

The policy applies to all financial assets of the District as accounted for in the audited financial statements. The primary objectives of the District's investment activities, in order of priority, are:

1. **Safety of Principal** – Preservation of capital through mitigation of credit and market risks.
2. **Liquidity** – Maintenance of sufficient liquidity to meet cash flow needs.
3. **Return on Investment** – Achieving a reasonable market rate of return consistent with safety and liquidity objectives.

Operating Budget Guidelines

The District prepares a balanced budget, meaning that current operating expenses are funded through current revenues and reserves carried forward from the prior year. Additional staffing requests are considered only when justified by program needs or policy directives.

The budget process emphasizes prudent spending, long-term financial planning, and sustainable service delivery.

Reserve Policy

This policy, incorporated with Resolution 2010-10, adopted on July 14, 2010, identifies restricted reserves as Future Capital Commitments, Funds Held for Others, and Debt Service. Board-designated unrestricted reserves are identified in the policy as Emergency, Capital Replacement, and Operations. The District's reserves are divided into two main categories: Designated Reserves and Restricted Reserves.

Designated Reserves are Board-directed funds set aside for specific purposes, such as emergency response, capital replacement, or operational stability. These funds are not legally restricted and may be reallocated by Board action if priorities or circumstances change. In contrast, Restricted Reserves are externally limited funds that can only be used for purposes defined by law, regulation, or contractual obligation. Together, these reserves ensure that the District can respond effectively to financial needs, emergencies, and long-term infrastructure planning while maintaining transparency and fiscal accountability.

Designated Reserves

Emergency Reserve

The purpose of the Emergency Reserve is to ensure uninterrupted service to the District's customers during events that are impossible to anticipate or budget for, such as unforeseen emergencies or disasters. The Emergency Reserve is adjusted annually to maintain a minimum balance of 15% of the annual operating budget.

Capital Replacement Reserve

The Capital Replacement Reserve provides funding for the purchase or replacement of equipment, infrastructure, conservation projects, and other capital needs. This reserve stabilizes capital funding by accumulating "pay-as-you-go" resources for planned improvements. It is funded primarily through operating revenues and is not derived from capacity fees.

Reserve for Operations

The Reserve for Operations is to be used for working capital purposes and to ensure the continuity of customer services regardless of cash flow. This Reserve has adjusted annually to a minimum amount sufficient to pay for three months of budgeted operating expenses, not exceeding a maximum of six months of budgeted operating expenses. Maintaining adequate reserves provides the District with flexibility in responding to unanticipated expenses or revenue fluctuations.

Restricted Reserves

Reserves for Future Capital Commitments

Reserves for Future Capital Commitments are established by resolution to designate specific fees for expanding the domestic water system. The annual minimum fund represents fees collected during the year. Appropriation of reserves is approved through Board action. Funds appropriated to these reserves are invested similarly to other District investments, with interest earnings on the restricted reserves credited logically and systematically.

Reserves for Funds Held for Others

The Board of Directors establishes reserves for Funds Held for Others to segregate funds held for others, such as refundable or prepaid deposits. They are adjusted to equal the funds held for others at year-end. Funds appropriated to these reserves are invested similarly to other District investments.

Debt Service Reserve

The Debt Service Reserve is established to be used to provide for the repayment of debt. This Reserve is maintained at the minimum required by funding covenants. Funds appropriated to these reserves are invested similarly to other District investments, with interest earnings on the restricted reserves credited logically and systematically.

Other Post Employment Benefits Funding Policy

This policy ensures the District funds post-employment benefits in a sustainable and equitable manner. The District makes annual contributions to its Other Post Employment Benefits (OPEB) Trust based on the Actuarially Determined Contribution (ADC), calculated biennially by an actuarial consultant. The ADC includes the normal cost of current service and the amortization of any unfunded liability.

The District validates actuarial assumptions and reviews this policy annually with the Finance and Audit Committee to recommend adjustments as necessary. This proactive approach supports the long-term health of the District's benefit programs while maintaining compliance with professional standards.

Pension Funding Policy

The District is committed to responsibly funding its pension obligations through participation in the California Public Employees' Retirement System (CalPERS). Annual contributions are based on CalPERS actuarial valuations and include both normal costs and unfunded accrued liabilities (UAL).

To reduce future costs, the District prepays its annual UAL contribution whenever feasible and has established a Section 115 Pension Trust to stabilize funding for future pension obligations. Additional discretionary payments may be made to further reduce the UAL. Policy oversight is delegated to the General Manager, with annual reporting and periodic reviews to ensure sustainability and responsiveness to CalPERS policy changes.

Internal Controls

District management is responsible for establishing and maintaining an internal control framework that safeguards the District's assets against loss, theft, or misuse. This framework ensures sufficient accounting data is compiled to support and facilitate the preparation of financial statements in accordance with GAAP.

The internal control system is designed to provide reasonable assurance that these goals are achieved. The principle of reasonable assurance acknowledges that (1) the cost of a control should not outweigh its likely benefits, and (2) assessing costs and benefits involves management's estimates and judgments.

Purchasing Policy

The District's purchasing policy outlines the guidelines for procuring supplies, materials, equipment, services, construction, and capital improvements for District operations, aligning relevant legal requirements and District administrative policies.

This policy acts as the District's administrative procedure for procurement. It prohibits conflicts of interest and unauthorized purchases and requires all purchasing and accounts payable documentation to undergo random internal and external audits. The District has set bid and invoice authorization thresholds across leadership levels, with authorization limits increasing in line with invoice amounts.

These practices ensure efficient procurement while maintaining compliance with statutory requirements and the District's ethical standards.

Financial Summary



Financial Summary

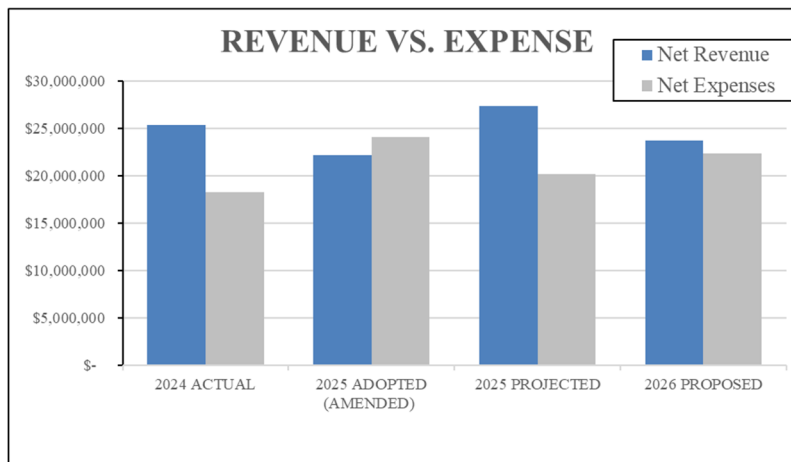
Budget Summary

The Fiscal Year (FY) 2026 Operating Budget reflects the District's balanced approach to fiscal responsibility, sustainable cost containment, and transparency. This budget demonstrates BCVWD's continued commitment to allocating resources effectively to meet the needs of ratepayers, creditors, and stakeholders while maintaining operational stability.

The District anticipates net revenues of \$23,743,500 from service charges, development fees, and investments. This excludes \$2,133,400 in expected Capacity Charges, which are restricted funds designated for specific uses outside of operational expenses. Net expenses are projected at \$22,430,800, covering all salaries, benefits, water purchases, and maintenance. These expenses do not include the \$4,337,400 in non-cash transactions, which includes depreciation and the adjustments for GASBs 68 and 75 related to pension and OPEB trust contributions. Overall, the District expects a net addition to reserves of \$1,312,700.

This year's budget reflects several notable financial factors. The original 2025 budget did not incorporate the effects of the Water Rate Study, which took effect in May 2025 and introduced increases to fixed charges, commodity rates, and pass-through costs. The 2026 budget reflects these adjusted rates, aligning revenues more closely with the true cost of service. In addition, interest earnings exceeded conservative projections, reflecting improved investment returns. Grant-funded projects are also expected to reach completion within FY 2026, eliminating the need to split funding across multiple fiscal years.

	2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED
Gross Revenue	\$ 25,759,100	\$ 24,097,000	\$ 29,098,500	\$ 25,876,900
Less Capacity Charges	344,900	1,908,900	1,737,300	2,133,400
Net Revenue	\$ 25,414,200	\$ 22,188,100	\$ 27,361,200	\$ 23,743,500
Gross Expenses	\$ 22,293,173	\$ 28,091,600	\$ 24,229,500	\$ 26,768,200
Less GASB 68 Pension Expense	361,114	215,000	292,600	361,200
Less GASB 75 OPEB Expense	80,006	111,300	111,300	99,700
Less Depreciation	3,587,565	3,616,300	3,651,900	3,876,500
Net Expenses	\$ 18,264,487	\$ 24,149,000	\$ 20,173,700	\$ 22,430,800
Net Increase/(loss)	\$ 7,149,713	\$ (1,960,900)	\$ 7,187,500	\$ 1,312,700

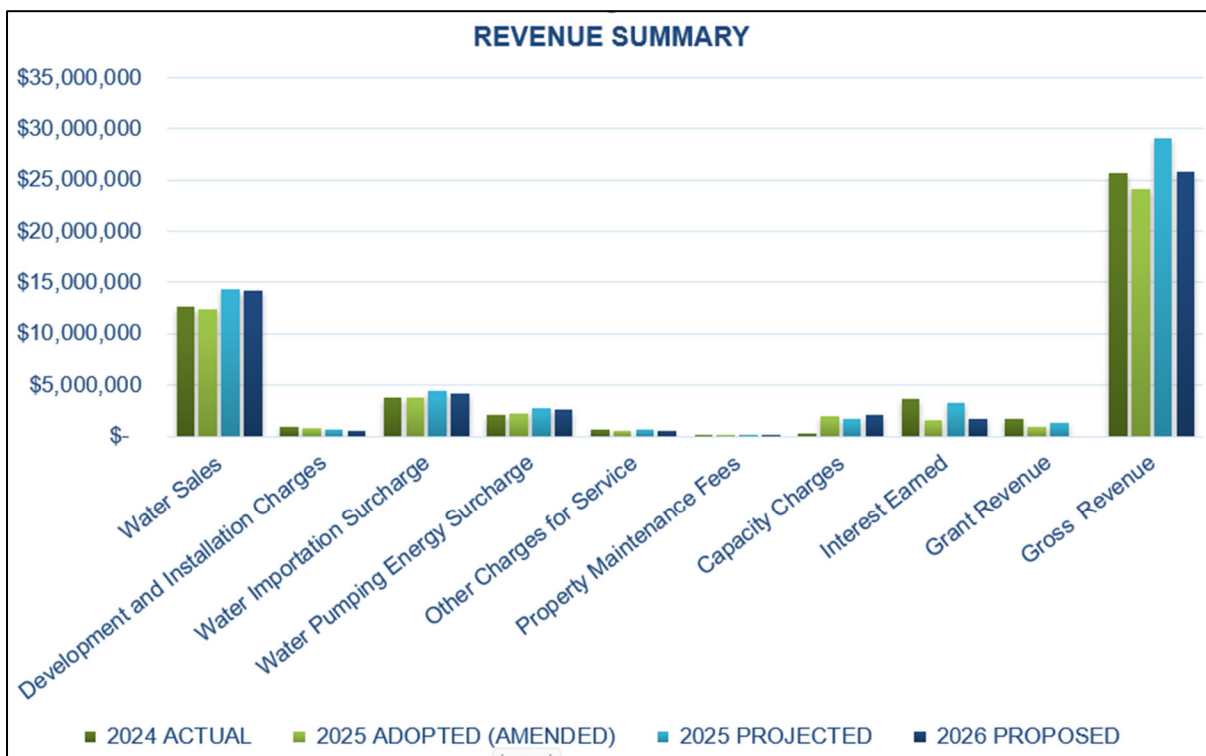


Revenue Summary

Operating revenues continue to be primarily driven by water sales, with user rates and charges on potable and non-potable water, along with pass-through costs for power and imported water, accounting for approximately 81.1% of the District's gross revenue. The remaining revenue sources include meter installation charges, miscellaneous service fees, maintenance reimbursements, and investment income.

The Fiscal Year 2026 budget benefits from the updated rate structure adopted through the Proposition 218 process effective May 1, 2025, which better reflects the District's operational and capital needs. Additional revenue gains are anticipated from higher investment income, though estimates remain conservative due to potential market volatility.

	2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Operating Revenue					
Water Sales	\$ 12,679,900	\$ 12,377,700	\$ 14,361,700	\$ 14,251,700	\$ 1,874,000
Development and Installation Charges	888,400	830,400	629,800	537,100	(293,300)
Water Importation Surcharge	3,844,700	3,793,300	4,379,200	4,118,900	325,600
Water Pumping Energy Surcharge	2,040,000	2,212,800	2,748,900	2,625,700	412,900
Other Charges for Service	642,300	503,100	597,500	516,000	12,900
Total Operating Revenue	20,095,300	19,717,300	22,717,100	22,049,400	2,332,100
Non-Operating Revenue					
Property Maintenance Fees	\$ 34,200	\$ 36,000	\$ 31,000	\$ 37,100	\$ 1,100
Capacity Charges	273,200	1,908,900	1,737,300	2,133,400	224,500
Interest Earned	3,720,100	1,573,800	3,255,600	1,657,000	83,200
Grant Revenue	1,636,300	861,000	1,357,500	-	(861,000)
Total Non-Operating Revenue	5,663,800	4,379,700	6,381,400	3,827,500	(552,200)
Gross Revenue	25,759,100	24,097,000	29,098,500	25,876,900	1,779,900



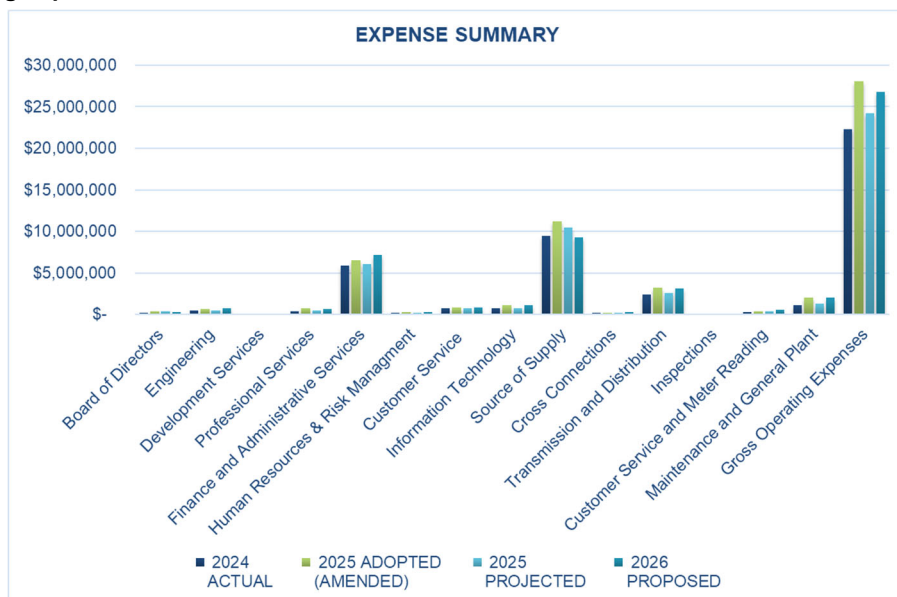
Expenses Summary

The District's operating expenses were developed through a detailed review by each department director, incorporating historical spending trends, program requirements, and long-term financial planning.

Total projected operating expenses of \$22,425,900 reflect prudent cost management and several notable savings. Electric utility costs are projected to be lower than prior estimates, due to reduced usage and efficient well operations. Personnel costs are under budget, with savings from positions that remained vacant during portions of FY 2025. In addition, paving costs are projected to be at least \$100,000 lower, based on trends consistent with the prior fiscal year and continued collaboration with the City of Beaumont.

The Operations Department continues to represent the largest share of the District's budget, 57.4% of total expenses, covering State Project water purchases, well management, cross-connection inspections, and infrastructure maintenance. Salaries and benefits account for 37.8% of total expenses, with the remainder supporting administrative functions, professional services, safety programs, utility billing, and cybersecurity initiatives.

	2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Operating Expenses, by division					
Board of Directors	\$ 197,036	\$ 438,200	\$ 361,800	\$ 327,400	\$ (110,800)
Engineering	496,849	684,700	518,100	792,200	107,500
Development Services	100,365	113,500	93,400	120,400	6,900
Professional Services	439,081	754,900	509,500	670,300	(84,600)
Finance and Administrative Services	5,914,657	6,508,700	6,036,100	7,170,700	662,000
Human Resources & Risk Management	179,964	272,200	183,600	307,900	35,700
Customer Service	731,603	874,700	745,400	878,500	3,800
Information Technology	723,104	1,133,400	736,300	1,136,700	3,300
Source of Supply	9,501,541	11,196,000	10,511,000	9,238,900	(1,957,100)
Cross Connections	177,067	251,200	189,800	293,600	42,400
Transmission and Distribution	2,404,249	3,271,600	2,587,500	3,159,300	(112,300)
Inspections	21,897	128,700	60,400	124,100	(4,600)
Customer Service and Meter Reading	296,120	438,000	357,300	545,300	107,300
Maintenance and General Plant	1,109,640	2,025,800	1,339,300	2,002,900	(22,900)
Gross Operating Expenses	\$ 22,293,173	\$ 28,091,600	\$ 24,229,500	\$ 26,768,200	\$ (1,323,400)



2026 Statement of Revenues, Expenses, and Changes in Net Position

	2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE	% CHANGE
Operating Revenue						
Water Sales	\$ 12,679,900	\$ 12,377,700	\$ 14,361,700	\$ 14,251,700	\$ 1,874,000	15.1%
Development and Installation Charges	888,400	830,400	629,800	537,100	(293,300)	-35.3%
Water Importation Surcharge	3,844,700	3,793,300	4,379,200	4,118,900	325,600	8.6%
Water Pumping Energy Surcharge	2,040,000	2,212,800	2,748,900	2,625,700	412,900	18.7%
Other Charges for Service	642,300	503,100	597,500	516,000	12,900	2.6%
Gross Operating Revenue	20,095,300	19,717,300	22,717,100	22,049,400	2,332,100	11.8%
Operating Expenses						
Board of Directors	\$ 197,036	\$ 438,200	\$ 361,800	\$ 327,400	\$ (110,800)	-25.3%
Engineering	496,849	684,700	518,100	792,200	107,500	15.7%
Development Services	100,365	113,500	93,400	120,400	6,900	6.1%
Professional Services	439,081	754,900	509,500	670,300	(84,600)	-11.2%
Finance and Admin Services						
(less Depreciation and Trust Contributions)	2,233,218	2,781,100	2,272,900	3,194,500	413,400	14.9%
Human Resources & Risk Management	179,964	272,200	183,600	307,900	35,700	13.1%
Customer Service	731,603	874,700	745,400	878,500	3,800	0.4%
Information Technology	723,104	1,133,400	736,300	1,136,700	3,300	0.3%
Source of Supply	9,501,541	11,196,000	10,511,000	9,238,900	(1,957,100)	-17.5%
Cross Connections	177,067	251,200	189,800	293,600	42,400	16.9%
Transmission and Distribution	2,404,249	3,271,600	2,587,500	3,159,300	(112,300)	-3.4%
Inspections	21,897	128,700	60,400	124,100	(4,600)	-3.6%
Customer Service and Meter Reading	296,120	438,000	357,300	545,300	107,300	24.5%
Maintenance and General Plant	1,109,640	2,025,800	1,339,300	2,002,900	(22,900)	-1.1%
Gross Operating Expenses	\$ 18,611,733	\$ 24,364,000	\$ 20,466,300	\$ 22,792,000	\$ (1,572,000)	-6.5%
Operating Income (Loss)	\$ 1,483,567	\$ (4,646,700)	\$ 2,250,800	\$ (742,600)	\$ 3,904,100	-84.0%
Non-Operating Revenue						
Property Maintenance Fees	\$ 34,200	\$ 36,000	\$ 31,000	\$ 37,100	\$ 1,100	3.1%
Capacity Charges	273,200	1,908,900	1,737,300	2,133,400	224,500	11.8%
Interest Earned	3,720,100	1,573,800	3,255,600	1,657,000	83,200	5.3%
Grant Revenue	1,636,300	861,000	1,357,500	-	(861,000)	0.0%
Capital Improvement Budget	(7,574,294)	(33,258,700)	(3,152,100)	(32,335,800)	922,900	-2.8%
Developer Funded Capital Improvement	746,857	2,897,200	2,897,200	475,500	(2,421,700)	0.0%
Use of Restricted Funds	1,905,196	8,491,400	44,700	12,488,100	3,996,700	47.1%
Total Non-Operating Revenue (Expense)	\$ 741,559	\$ (17,490,400)	\$ 6,171,200	\$ (15,544,700)	\$ 1,945,700	-11.1%
Increase (Decrease) in Cash Flow	\$ 2,225,126	\$ (22,137,100)	\$ 8,422,000	\$ (16,287,300)	\$ 5,849,800	-26.4%
Beginning Unrestricted Reserve ⁽¹⁾	\$ 30,464,949	\$ 31,303,852	\$ 31,303,852	\$ 39,725,852	\$ 8,422,000	26.9%
Days' Cash on Hand ⁽²⁾	641	137	708	375	238	173.7%
Ending Unrestricted Reserve	\$ 32,690,075	\$ 9,166,752	\$ 39,725,852	\$ 23,438,552	\$ 14,271,800	155.7%
Target Unrestricted Reserve ⁽³⁾	\$ 19,017,229	\$ 23,272,279	\$ 21,713,199	\$ 22,643,479	\$ (628,800)	-2.7%

(1) Source: BCVWD Annual Comprehensive Annual Financial Report (ACFR), Note 12

(2) Calculation: Ending Unrestricted Reserve multiplied by 365 days, divided by Operating Expenses less depreciation

(3) Calculation: Sum of Emergency Reserve (15% of Operating Expense), Capital Replacement Reserve, and Reserve for Operations (3 months, or 25%, of Operating expenses) The Capital Replacement Reserve Target amounts come from the 2019 Water Rate Model

The District's 373 days of cash on hand for 2026 means it could continue normal operations for more than a year without new revenue, providing a healthy cushion that allows BCVWD to plan responsibly, respond to emergencies, and avoid unnecessary borrowing. This level of preparedness is well within the District's target range and reflects prudent financial management and long-term planning.

The 2026 Budget reflects continued financial strength, with revenues increasing due to the full implementation of the new rate structure, balanced by conservative assumptions for water demand. While operating expenses rose modestly due to inflationary pressures and staffing needs, the District remains below regional cost averages and maintains full compliance with its reserve policy.

The 2025 Statement of Revenues, Expenses, and Changes in Net Position is provided for comparison purposes only.

2025 Statement of Revenues, Expenses, and Changes in Net Position

	2023 ACTUAL	2024 ADOPTED (AMENDED)	2024 PROJECTED	2025 PROPOSED	CHANGE	% CHANGE
Operating Revenue						
Water Sales	\$ 10,945,500	\$ 11,823,000	\$ 13,573,400	\$ 12,377,700	\$ 554,700	4.7%
Development and Installation Charges	1,044,500	834,000	895,300	830,400	(3,600)	-0.4%
Water Importation Surcharge	3,505,900	3,783,000	3,571,100	3,793,300	10,300	0.3%
Water Pumping Energy Surcharge	2,045,100	2,207,000	2,083,100	2,212,800	5,800	0.3%
Other Charges for Service	732,200	645,000	654,500	503,100	(141,900)	-22.0%
Gross Operating Revenue	18,273,200	19,292,000	20,777,400	19,717,300	425,300	2.2%
Operating Expenses						
Board of Directors	\$ 168,642	\$ 282,500	\$ 198,800	\$ 360,200	\$ 77,700	27.5%
Engineering	449,445	645,000	489,700	684,700	39,700	6.2%
Development Services	-	118,500	100,200	113,500	(5,000)	-4.2%
Professional Services	515,412	806,000	407,200	624,900	(181,100)	-22.5%
Finance and Admin Services						
(less Depreciation and Trust Contributions)	2,651,993	2,537,000	1,952,900	2,780,600	243,600	9.6%
Human Resources & Risk Management	170,862	267,100	206,000	272,200	5,100	1.9%
Customer Service	198,726	869,600	709,200	850,700	(18,900)	-2.2%
Information Technology	650,135	1,003,500	698,300	1,133,400	129,900	12.9%
Source of Supply	11,061,890	9,857,799	9,345,700	9,204,500	(653,299)	-6.6%
Cross Connections	1,769	216,000	161,400	251,200	35,200	16.3%
Transmission and Distribution	1,809,336	2,964,000	2,040,700	3,230,700	266,700	9.0%
Inspections	77,679	138,500	21,500	134,500	(4,000)	-2.9%
Customer Service and Meter Reading	347,389	303,500	322,900	438,000	134,500	44.3%
Maintenance and General Plant	1,383,424	1,906,200	1,184,500	2,022,300	116,100	6.1%
Gross Operating Expenses	\$ 19,486,704	\$ 21,915,199	\$ 17,839,000	\$ 22,101,400	\$ 186,201	0.8%
Operating Income (Loss)	\$ (1,213,504)	\$ (2,623,199)	\$ 2,938,400	\$ (2,384,100)	\$ 239,099	-9.1%
Non-Operating Revenue						
Property Maintenance Fees	\$ 37,800	\$ 42,000	\$ 38,800	\$ 36,000	\$ (6,000)	-14.3%
Capacity Charges	1,769,200	2,053,000	326,000	1,908,900	(144,100)	-7.0%
Interest Earned	2,830,600	1,751,500	4,317,200	1,573,800	(177,700)	-10.1%
Grant Revenue	82,900	397,000	561,400	861,000	464,000	0.0%
Capital Improvement Budget	(4,656,749)	(34,830,100)	(3,280,600)	(33,258,700)	1,571,400	-4.5%
Developer Funded Capital Improvement	796,595	2,373,700	2,373,700	2,897,200	523,500	0.0%
Use of Restricted Funds	124,164	7,461,900	1,790,700	8,491,400	1,029,500	13.8%
Total Non-Operating Revenue (Expense)	\$ 984,510	\$ (20,751,000)	\$ 6,127,200	\$ (17,490,400)	\$ 3,260,600	-15.7%
Increase (Decrease) in Cash Flow	\$ (228,994)	\$ (23,374,199)	\$ 9,065,600	\$ (19,874,500)	\$ 3,499,699	-15.0%
Beginning Unrestricted Reserve ⁽¹⁾	\$ 34,073,842	\$ 30,464,949	\$ 30,464,949	\$ 39,530,549	\$ 9,065,600	29.8%
Days' Cash on Hand ⁽²⁾	634	118	809	325	207	175.4%
Ending Unrestricted Reserve	\$ 33,844,848	\$ 7,090,750	\$ 39,530,549	\$ 19,656,049	\$ 12,565,299	177.2%
Target Unrestricted Reserve ⁽³⁾	\$ 14,336,253	\$ 15,251,247	\$ 13,620,767	\$ 15,255,269	\$ 4,022	0.0%

(1) Source: BCVWD Annual Comprehensive Annual Financial Report (ACFR), Note 12

(2) Calculation: Ending Unrestricted Reserve multiplied by 365 days, divided by Operating Expenses less depreciation

(3) Calculation: Sum of Emergency Reserve (15% of Operating Expense), Capital Replacement Reserve, and Reserve for Operations (3 months, or 25%, of Operating expenses) The Capital Replacement Reserve Target amounts come from the 2019 Water Rate Model

Details by Department



Revenue Details

Operating Revenue

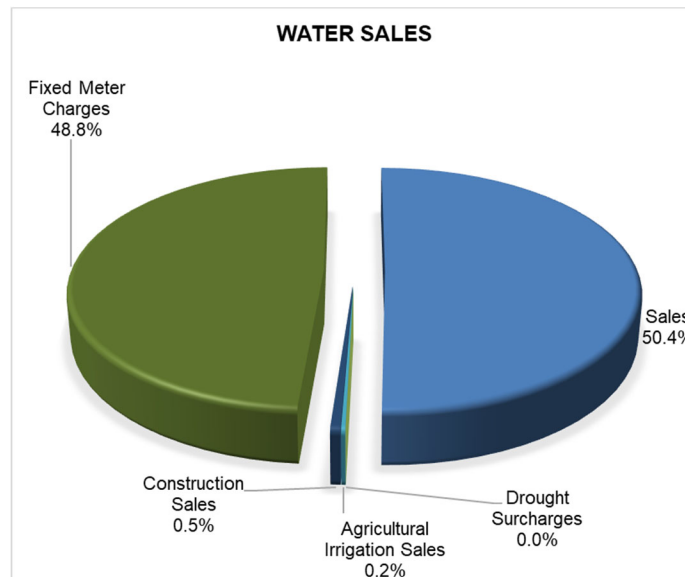
Water Sales

The District produces potable water for sale to six customer classes: single-family residential, multifamily residential, commercial, industrial, irrigation, and agricultural. Most customers are billed on a bi-monthly cycle based on metered water use, measured in hundred cubic feet (CCF), where 1 CCF equals 748 gallons, along with a fixed meter charge.

The 2024 Water Rate Study rates were implemented in May 2025. While some conservation remains evident among customers, warmer weather has contributed to a modest increase in overall consumption. Together, these factors have resulted in higher water-related revenues and projections for 2025.

Proposed water sales for 2026 total \$14,251,700, representing a 15.1% increase over the 2025 budget. This projection reflects both the rate adjustments implemented in 2025 and an anticipated normalization of water use as customers continue to balance conservation habits with seasonal demand.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Water Sales						
01-50-510-410100	Sales	\$ 6,625,700	\$ 6,158,300	\$ 7,600,000	\$ 7,185,500	\$ 1,027,200
01-50-510-410111	Drought Surcharges	-	-	-	-	-
01-50-510-410151	Agricultural Irrigation Sales	25,700	22,600	35,300	32,000	9,400
01-50-510-410171	Construction Sales	35,300	73,600	89,200	77,500	3,900
01-50-510-413011	Fixed Meter Charges	5,993,200	6,123,200	6,637,200	6,956,700	833,500
		<u>\$12,679,900</u>	<u>\$ 12,377,700</u>	<u>\$ 14,361,700</u>	<u>\$ 14,251,700</u>	<u>\$ 1,874,000</u>

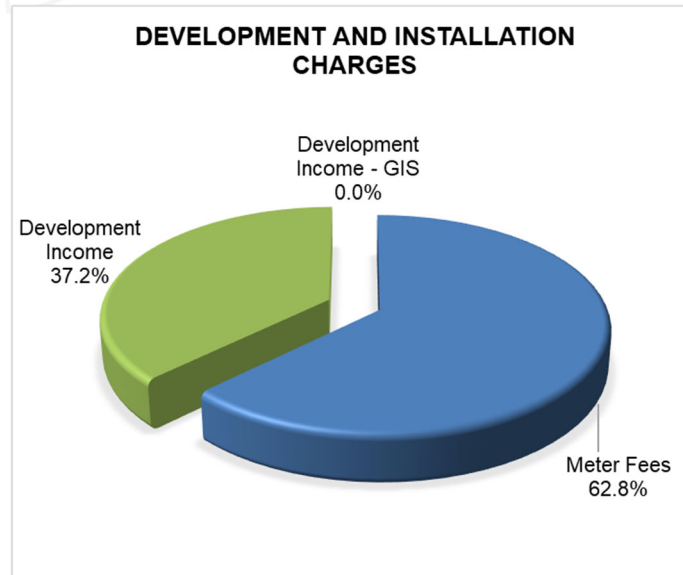


Development and Installation Charges

The District incurs engineering, legal and administrative costs associated with new development, which are charged against deposits collected and recorded as revenue. The District also collects deposits for new service installations, which are recorded as revenue against the deposits when the services are

installed. Proposed development and installation charges for 2026 are \$537,100 a 35.3% decrease below the budgeted charges for 2025, based on conservative projections of known development growth.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Development and Installation Charges						
01-50-510-413021	Meter Fees	\$ 710,700	\$ 537,300	\$ 426,000	\$ 337,100	\$ (200,200)
01-50-510-419011	Development Income	177,700	241,900	203,800	200,000	(41,900)
01-50-510-419012	Development Income - GIS	-	51,200	-	-	(51,200)
		<u>\$ 888,400</u>	<u>\$ 830,400</u>	<u>\$ 629,800</u>	<u>\$ 537,100</u>	<u>\$ (293,300)</u>



Water Importation Surcharge

The Water Importation Surcharge is the cost to the end user (Rate Payer) for imported water supplies to offset existing groundwater overdraft not to exceed the actual State Water Project (SWP) water costs incurred by the District. The proposed water importation surcharge for 2026 is \$4,118,900, an 8.6% increase above the budgeted amount for 2025, balancing the changes in consumption and the rates.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Water Importation Surcharge						
01-50-510-415001	SGPWA Importation Charges	\$ 3,844,700	\$ 3,793,300	\$ 4,379,200	\$ 4,118,900	\$ 325,600

Water Pumping Energy Surcharge

The Water Pumping Energy Surcharge is the cost to the end user (Rate Payer) for electricity to pump and deliver water to the meter. It includes all Southern California Edison (SCE) charges for operating the water system's pumps, wells, and booster stations. The proposed amended water pumping energy surcharge for 2026 is \$2,625,700, a 18.7% increase above the budgeted amount for 2025.

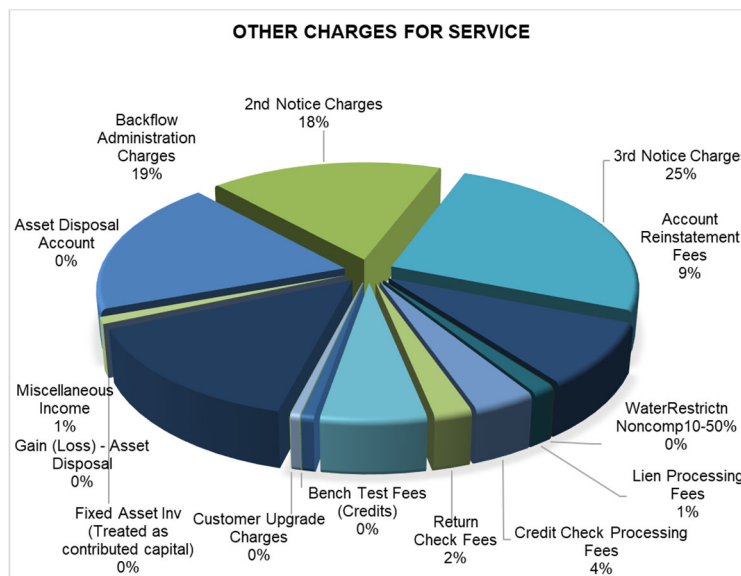
		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Water Pumping Energy Surcharge						
01-50-510-415011	SCE Power Charges	\$ 2,040,000	\$ 2,212,800	\$ 2,748,900	\$ 2,625,700	\$ 412,900

Other Charges for Service

Other Charges for Service include various user fees such as account reinstatement fees, past-due notices, and other service-related charges. The proposed amount for 2026 is \$516,000, a 2.6% increase over the 2025 budget. This increase reflects a recent trend of higher delinquency activity, as more customers have required late notices or account reinstatement despite the Customer Service team's proactive efforts to engage customers and establish payment arrangements.

To support customers and reduce delinquencies, the District introduced an online payment plan application through its website in 2025, improving accessibility and convenience for those seeking assistance. The proposed figures do not include miscellaneous service fees, which remain under review and may be adjusted pending completion of that evaluation.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Other Charges for Service						
01-50-510-413001	Backflow Administration Charges	\$ 94,900	\$ 91,000	\$ 104,100	\$ 96,900	\$ 5,900
01-50-510-417001	2nd Notice Charges	85,900	82,700	104,500	90,400	7,700
01-50-510-417011	3rd Notice Charges	130,200	115,100	169,800	130,500	15,400
01-50-510-417021	Account Reinstatement Fees	39,700	37,500	56,500	44,800	7,300
01-50-510-417030	WaterRestrictn Noncomp10-50%	-	-	100	-	-
01-50-510-417031	Lien Processing Fees	4,800	7,200	5,800	6,800	(400)
01-50-510-417041	Credit Check Processing Fees	21,300	18,500	18,400	18,400	(100)
01-50-510-417051	Return Check Fees	6,800	5,500	11,400	11,200	5,700
01-50-510-417061	Customer Damages	54,900	30,000	11,700	30,800	800
01-50-510-417071	After-Hours Call Out Charges	3,200	2,800	4,600	3,700	900
01-50-510-417081	Bench Test Fees (Credits)	200	100	100	100	-
01-50-510-417091	Credit Card Processing Fees	121,900	-	42,700	-	-
01-50-510-419001	Rebates/Reimbursements	4,300	-	-	2,700	2,700
01-50-510-417101	Customer Upgrade Charges	-	-	100	100	100
01-50-510-419021	Recharge Income	-	-	-	-	-
01-50-510-419031	Well Maintenance Reimbursement	19,800	107,700	25,400	74,800	(32,900)
01-50-510-419041	Gain (Loss) - Asset Disposal	-	-	-	-	-
01-50-510-419042	Asset Disposal Account	(71,700)	-	-	-	-
01-50-510-419043	Fixed Asset Inv (Treated as contributed capital)	-	-	-	-	-
01-50-510-419061	Miscellaneous Income	54,400	5,000	42,300	4,800	(200)
		<u>\$ 570,600</u>	<u>\$ 503,100</u>	<u>\$ 597,500</u>	<u>\$ 516,000</u>	<u>\$ 12,900</u>



Non-Operating Revenue

Property Maintenance Fees

The District owns four residential properties and charges maintenance fees and utilities for the use of the properties. Proposed property-related fees for 2026 are \$37,100, a 3.1% increase from the budgeted revenue for 2025. This accounts for general inflation as well as the one vacant property, which is expected to continue into 2026.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Property Maintenance Fees						
01-50-510-471001	Maintenance Fees - 12303 Oak Glen Rd	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-510-471011	Maintenance Fees - 13695 Oak Glen Rd	7,000	7,500	7,200	7,500	-
01-50-510-471021	Maintenance Fees - 13697 Oak Glen Rd	7,800	8,000	8,000	8,300	300
01-50-510-471031	Maintenance Fees - 9781 Avenida Miravilla	6,500	7,000	6,700	6,900	(100)
01-50-510-471101	Utilities - 12303 Oak Glen Rd	-	-	-	-	-
01-50-510-471111	Utilities - 13695 Oak Glen Rd	3,900	3,500	2,200	3,700	200
01-50-510-471121	Utilities - 13697 Oak Glen Rd	5,200	6,000	4,300	7,600	1,600
01-50-510-471131	Utilities - 9781 Avenida Miravilla	3,800	4,000	2,600	3,100	(900)
		<u>\$ 34,200</u>	<u>\$ 36,000</u>	<u>\$ 31,000</u>	<u>\$ 37,100</u>	<u>\$ 1,100</u>

Capacity Charges

Industrial, commercial and residential developers pay Capacity Charges (Facilities Fees), or development impact fees, to fund the cost of the impacts of their developments on the District's water system. The District has collected Capacity Charges since the early 1980s. Capacity Charges pay for oversizing pipelines, new wells, tanks, transmission mains, etc., needed to serve new developments. Proposed Capacity Charges for 2026 are \$2,133,400, a 11.8% increase from the budgeted Capacity Charges for 2025, based on projections of development growth. Although the Capacity Charges are under review, the 2026 Proposed budget maintains the current approved rates.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Capacity Charges						
01-50-510-481001	Capacity Charges-Wells	\$ 57,700	\$ 360,000	\$ 359,900	\$ 383,600	\$ 23,600
01-50-510-481006	Capacity Charges-Water Rights (SWP)	36,500	227,800	14,500	242,700	14,900
01-50-510-481012	Capacity Charges-Water Treatment Plant	27,400	171,300	171,200	182,500	11,200
01-50-510-481018	Capacity Charges-Local Water Resources	14,500	90,200	5,700	96,100	5,900
01-50-510-481024	Capacity Charges-Recycled Water Facilities	56,500	260,800	342,800	355,500	94,700
01-50-510-481030	Capacity Charges-Transmission (16")	46,700	291,600	291,500	310,700	19,100
01-50-510-481036	Capacity Charges-Storage	68,800	373,400	379,300	397,800	24,400
01-50-510-481042	Capacity Charges-Booster	4,100	25,900	25,800	27,600	1,700
01-50-510-481048	Capacity Charges-Pressure Reducing Stations	2,100	13,300	13,200	14,100	800
01-50-510-481054	Capacity Charges-Miscellaneous Projects	1,800	11,600	11,500	12,300	700
01-50-510-481060	Capacity Charges-Financing Costs	9,500	56,800	59,200	60,500	3,700
01-50-510-485001	Front Footage Fees	19,300	26,200	62,700	50,000	23,800
		<u>\$ 344,900</u>	<u>\$ 1,908,900</u>	<u>\$ 1,737,300</u>	<u>\$ 2,133,400</u>	<u>\$ 224,500</u>

Interest Earned

The District currently holds a diverse portfolio of investments to meet short-term liquidity, mid-term cash-funded Capital Improvement Plans, and long-term earnings. The goals for the District's investments are:

- Safety
- Liquidity
- Earn a total rate of return commensurate with the first two goals

The proposed \$1,657,000 of general interest earned for 2026 is based on the conservative expected level of capital invested throughout the fiscal year, a 5.3% increase from the 2025 budgeted rates.

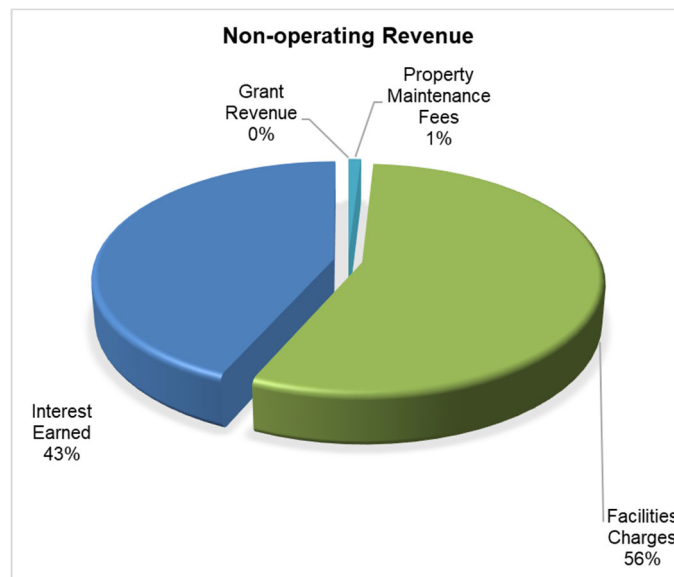
		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Interest Earned						
01-50-510-490001	Interest Income - Bonita Vista	\$ 300	\$ 300	\$ 200	\$ 100	\$ (200)
01-50-510-490011	Interest Income - Fairway Canyon	223,100	192,000	229,600	159,200	(32,800)
01-50-510-490021	Interest Income - General	3,234,400	1,131,500	2,876,800	1,379,000	247,500
01-50-510-490051	Net Amort/Accret on Investment	262,300	250,000	149,000	118,700	(131,300)
		<u>\$ 3,720,100</u>	<u>\$ 1,573,800</u>	<u>\$ 3,255,600</u>	<u>\$ 1,657,000</u>	<u>\$ 83,200</u>

Grant Revenue

The expected level of grant revenue is based on the terms of the awards on record.

The District does not have any approved grant funding for 2026, as the pipeline replacement projects approved for American Rescue Plan Act (ARPA) funding through the County of Riverside were completed ahead of schedule.

		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Grant Revenue						
01-50-510-419051	Grant Revenue	\$ 1,636,300	\$ 861,000	\$ 1,357,500	\$ -	\$ (861,000)



Expense Details

Board of Directors

Division Description

The Board of Directors, elected by voters for four-year terms, is responsible for setting policies that guide the District's operations, which are enforced by the General Manager. Board members represent the community's interests, attend regular meetings to review District activities, and participate in training and conferences to stay informed on water industry advancements and challenges. The division budget includes the per diem paid to each Board member, the associated payroll taxes and benefits, election expenses, and training and travel expenses.

Budget Highlights

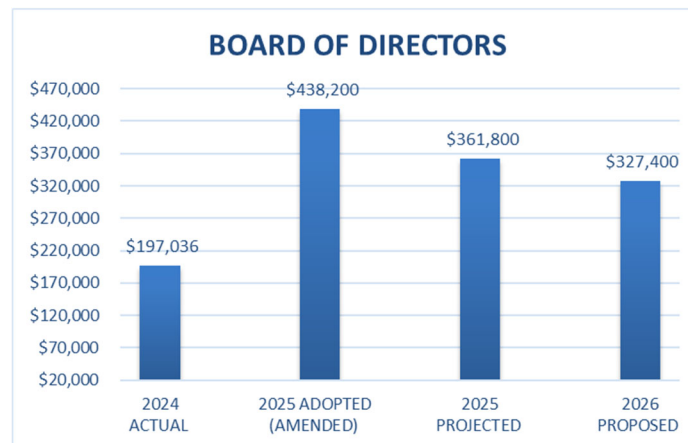
Proposed expenses for 2026 are \$327,400, a 25.3% decrease from the amended budgeted expenses for 2025. This decrease is primarily due to the 2024 election-related expenses, which were billed in 2025.

Division Organization

Director Division	Position
Director, Division 1	1
Director, Division 2	1
Director, Division 3	1
Director, Division 4	1
Director, Division 5	1

Budget Details

Board of Directors		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-10-110-500101	Board of Directors Fees	\$ 101,220	\$ 128,000	\$ 112,500	\$ 131,100	\$ 3,100
01-10-110-500115	Social Security	6,276	8,000	7,000	8,200	200
01-10-110-500120	Medicare	1,468	2,000	1,600	2,000	-
01-10-110-500125	Health Insurance	52,570	94,500	54,800	110,400	15,900
01-10-110-500140	Life Insurance	120	2,500	100	2,500	-
01-10-110-500143	EAP Program	115	500	100	300	(200)
01-10-110-500145	Workers' Compensation	744	1,000	700	1,100	100
01-10-110-500175	Training/Education/Mtgs/Travel	33,147	55,000	42,100	63,400	8,400
01-10-110-550012	Election Expenses	6	143,000	142,400	6,000	(137,000)
01-10-110-550043	Supplies-Other	1,370	1,700	300	1,400	(300)
01-10-110-550051	Advertising/Legal Notices	-	2,000	200	1,000	(1,000)
		\$ 197,036	\$ 438,200	\$ 361,800	\$ 327,400	\$ (110,800)



Department Summary - Engineering

Divisions

- Engineering
- Development Services

Department Summary

The Engineering and Development Services Department ensures the reliability, efficiency, and expansion of the District's water infrastructure. The division oversees capital project planning, design, and construction; supports development review; and manages long-term water resource planning. Together, Engineering and Development Services safeguard the District's ability to meet community growth, state regulations, and sustainability goals while providing responsive and transparent customer service to the development community.

2026 Budget Overview

CATEGORY	2025 ADOPTED (AMENDED)	2026 PROPOSED	\$ CHANGE	% CHANGE
Salaries & Benefits ⁽¹⁾	\$ 978,000	\$ 1,113,600	\$ 135,600	13.87%
CIP Related Labor ⁽²⁾	(225,000)	(225,000)	-	0.00%
Operations & Maintenance	13,100	13,000	(100)	-0.76%
Administrative/Professional Services	32,100	11,000	(21,100)	-65.73%
Total Department Expense	\$ 798,200	\$ 912,600	\$ 114,400	14.33%

(1) Includes all personnel related expenses, including training, uniforms, and membership dues

(2) CIP Related Labor offsets Salaries and Benefits as fully burdened costs for staff time associated with capital improvement projects that are funded by Capacity Charges or Capital Replacement Reserves, which are not included in the Net Operating Budget

Summary of Major Changes

The Engineering and Development Services budget for 2026 reflects modest overall growth, primarily driven by staffing adjustments and targeted investments to improve project efficiency and long-term infrastructure planning. The largest change is the addition of a full-time Administrative Clerk position, allocated 25% to Engineering and Development Services and 75% to Operations.

The new role supports routine clerical and administrative functions such as document management, project filing, and coordination across departments. Establishing this as a permanent position eliminates the need for the Temporary Labor account, previously used for short-term staffing through external agencies under Operations and Maintenance.

Overall, the 2026 budget supports the District's goal of building internal capacity, improving workflow efficiency, and reducing reliance on temporary staffing, strengthening the department's ability to deliver projects on time and within budget.

Division Details - Engineering

2025 Division Accomplishments

1. Strengthened interagency relationships with the City of Beaumont, San Geronio Pass Water Agency, Yucaipa Valley Water District, City of Banning, and Riverside County agencies.
2. Advanced water supply planning, including pressure zone demand updates and evaluations of pumping, storage, and delivery needs.
3. Progressed the recycled water initiative with Beaumont and SGPWA, reaffirming the booster station site and coordinating next steps.
4. Submitted a Chromium-6 avoidance plan to the State of California Division of Drinking Water.
5. Completed key capital projects:
 - a. International Road Transmission Pipeline
 - b. Edgar Canyon Replacement Pipeline
 - c. Wells 1A re-drilling and initiated Well 2A re-drilling
 - d. 2600–2400 Non-Potable PRS on Palmer Ave. (completed by District staff)
 - e. Elm Avenue (South of 4th Street) Replacement Pipeline

2026 Division Goals

1. Advance the recycled water program by finalizing design of the booster station with Beaumont and SGPWA, and begin phased implementation to deliver recycled water to District facilities.
2. Initiate planning and design for major CIP projects including reservoirs, transmission pipelines, and well replacements to meet long-term supply and storage needs.
3. Update the Urban Water Management Plan to reflect new development, water demand data, and state regulatory requirements.
4. Continue regional coordination with partner agencies to strengthen water supply reliability and align infrastructure planning.
5. Provide updated technical studies and design support for Chromium-6 compliance projects.

Division Organization

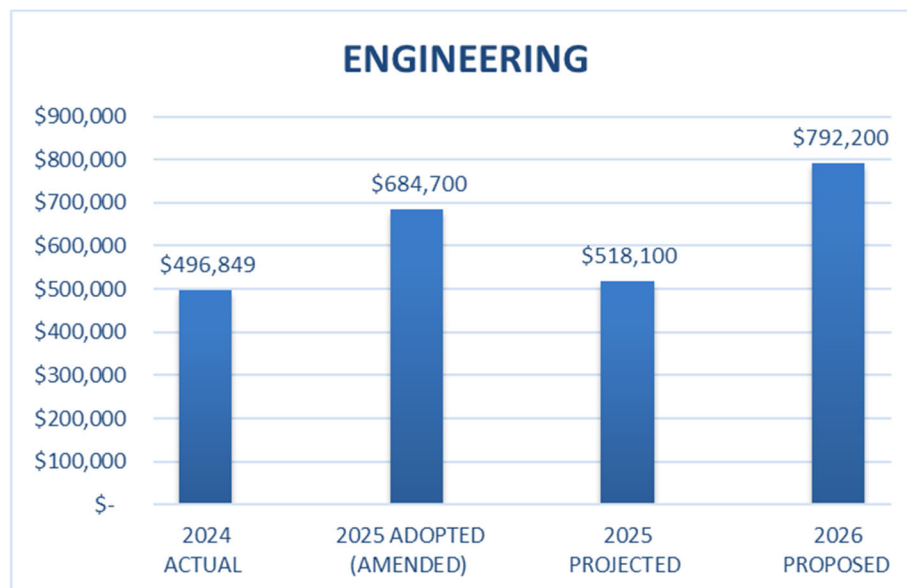
	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Director of Engineering	1	0	1	0	1	0	1	0
Senior Civil Engineer	0	0	0	0	0	0	0	0
District Engineer (<i>contracted</i>)	0	1	0	2	0	2	0	2
Associate Civil Engineer II	0	0	0	0	0	0	0	0
Associate Civil Engineer I	0	0	1	0	1	0	1	0
Engineering Assistant	2	0	1	0	1	0	1	0
Development Services Technician	1	0	1	0	1	0	1	0
Administrative Clerk ⁽²⁾							0	1
Engineering Intern	0	0	0	1	0	1	0	1
	4	1	4	3	4	3	4	4
Count	5		Count	7	Count	7	Count	8
FTE	4.5		FTE	5.5	FTE	5.5	FTE	6

(1) Actuals are based on the employee counts as of 12/31 of that budget year

(2) Administrative Clerk fully burdened cost split 25% Engineering and 75% Operations

Division Budget Details

		2024	2025	2025	2026	CHANGE
Engineering		ACTUAL	ADOPTED (AMENDED)	PROJECTED	PROPOSED	(Proposed less Adopted- Amended)
01-20-210-500105	Labor	\$ 334,772	\$ 539,500	\$ 355,100	\$ 619,600	\$ 80,100
01-20-210-500114	Incentive Pay	-	2,500	-	2,400	(100)
01-20-210-500115	Social Security	20,508	42,000	23,400	47,200	5,200
01-20-210-500120	Medicare	5,330	10,000	5,800	11,100	1,100
01-20-210-500125	Health Insurance	65,030	97,000	92,100	113,600	16,600
01-20-210-500140	Life Insurance	503	1,000	600	1,000	-
01-20-210-500143	EAP Program	94	500	100	300	(200)
01-20-210-500145	Workers' Compensation	3,266	5,500	3,000	5,900	400
01-20-210-500150	Unemployment Insurance	-	8,000	-	15,100	7,100
01-20-210-500155	Retirement/CalPERS	30,077	55,500	35,400	69,300	13,800
01-20-210-500165	Uniforms & Employee Benefits	533	500	400	500	-
01-20-210-500175	Training/Education/Mtgs/Travel	1,261	8,000	-	8,000	-
01-20-210-500180	Accrued Sick Leave Expense	10,859	35,500	8,100	33,900	(1,600)
01-20-210-500185	Accrued Vacation Leave Expense	16,093	31,500	18,900	37,400	5,900
01-20-210-500187	Accrual Leave Payments	15,897	27,500	18,200	27,900	400
01-20-210-500190	Temporary Labor	43,573	21,100	11,200	-	(21,100)
01-20-210-500195	CIP Related Labor	(63,486)	(225,000)	(62,000)	(225,000)	-
01-20-210-550029	Administrative Expenses	7,800	11,000	3,200	11,000	-
01-20-210-550042	Office Supplies	-	1,000	500	1,000	-
01-20-210-550046	Office Equipment	4,356	5,000	2,300	5,000	-
01-20-210-550030	Membership Dues	280	2,100	600	2,000	(100)
01-20-210-550051	Advertising/Legal Notices	102	5,000	1,200	5,000	-
		\$ 496,849	\$ 684,700	\$ 518,100	\$ 792,200	\$ 107,500



Division Details - Development Services

2025 Division Accomplishments

1. Expanded GIS mapping by 5 miles of pipelines and updated service boundaries per LAFCO.
2. Provided development engineering support, including plan reviews, main extension agreements, and Facilities Agreements securing \$325,000 in infrastructure funds.
3. Advanced master planning through updated housing tract water consumption data.
4. Recovered more than 900 hours of staff time billed to developers (over \$100,000), reducing labor costs borne by ratepayers.
5. Collected over \$1.6 million in Facilities Fees to fund system improvements, ensuring reliable, clean, and safe drinking water for the District's ratepayers.

2026 Department Goals

1. Implement updated development standards and continue plan reviews, construction support, and agreement execution to ensure safe, reliable, and cost-effective infrastructure delivery.
2. Monitor and manage construction progress for ongoing projects, ensuring timely and cost-effective delivery aligned with District priorities.
3. Expand GIS mapping and database management to include an additional 10 miles of new pipelines and service boundary adjustments.
4. Collect and manage Capacity Charges to fund capital projects, ensuring growth pays for growth.

Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
<i>Filled by staff from division 210</i>								

Division Budget Details

Development Services		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-20-220-500105	Labor	\$ 75,413	\$ 77,000	\$ 68,500	\$ 81,800	\$ 4,800
01-20-220-500114	Incentive Pay	-	-	-	-	-
01-20-220-500115	Social Security	4,378	5,000	4,300	5,300	300
01-20-220-500120	Medicare	1,095	1,500	1,000	1,300	(200)
01-20-220-500125	Health Insurance	12,711	19,500	13,100	21,000	1,500
01-20-220-500140	Life Insurance	111	500	100	200	(300)
01-20-220-500143	EAP Program	15	500	-	100	(400)
01-20-220-500145	Workers' Compensation	671	1,000	500	800	(200)
01-20-220-500150	Unemployment Insurance	-	1,500	-	2,000	500
01-20-220-500155	Retirement/CalPERS	5,970	7,000	5,900	7,900	900
01-20-220-500180	Accrued Sick Leave Expense	-	-	-	-	-
01-20-220-500185	Accrued Vacation Leave Expense	-	-	-	-	-
01-20-220-500187	Accrual Leave Payments	-	-	-	-	-
		\$ 100,365	\$ 113,500	\$ 93,400	\$ 120,400	\$ 6,900

Department Summary - Finance and Administration

Divisions

- Professional Services (District-wide services)
- Finance and Administration
- Human Resources and Risk Management
- Customer Service

Department Summary

The Finance and Administration Department ensures sound financial management, effective administrative operations, and positive experience for employees and customers. Working under the direction of the Board of Directors and General Manager, the department ensures that programs, policies, and resources are managed responsibly and align with Board-approved goals and priorities.

Each division plays a vital role in supporting District-wide operations and manages financial reporting, budgeting, payroll, and investments; coordinate meetings, contracts, and administrative processes; deliver responsive and accurate customer service; and foster a safe, professional, and supportive workplace. By aligning financial accountability, employee engagement, and customer service excellence, the Finance and Administration Department helps ensure the District operates efficiently, transparently, and in the best interest of the community it serves.

2026 Budget Overview

CATEGORY	2025 ADOPTED (AMENDED)	2026 PROPOSED	\$ CHANGE	% CHANGE
Salaries & Benefits ⁽¹⁾	\$ 2,927,600	\$ 3,276,100	\$ 348,500	11.90%
CIP Related Labor ⁽²⁾	-	-	-	0.00%
Operations & Maintenance	719,800	673,500	(46,300)	-6.43%
Administrative/Professional Services	820,500	740,400	(80,100)	-9.76%
Total Department Expense	\$ 4,467,900	\$ 4,690,000	\$ 222,100	4.97%

(1) Includes all personnel related expenses, including training, uniforms, and membership dues

(2) No CIP Related Labor for staff time associated with capital improvement projects anticipated

Summary of Major Changes

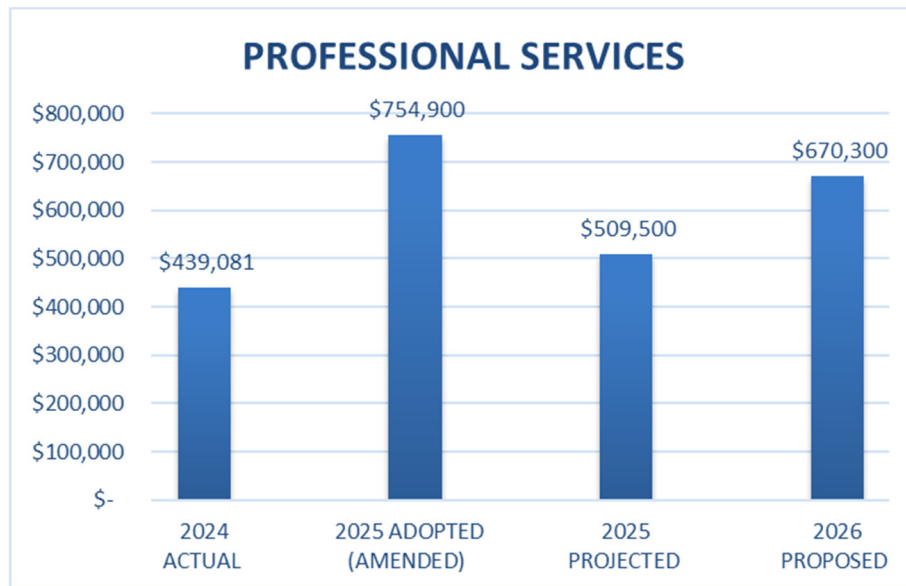
The Finance and Administration Department budget for 2026 reflects the District's continued focus on stability, fiscal accountability, and efficient service delivery. While most operating expenses remain unchanged, a few targeted adjustments were made. The Salaries and Benefits budget include a part-time Executive Assistant position for a portion of the year to support succession planning, providing overlap for training and ensuring a smooth transition of administrative responsibilities.

The most notable change in Administrative and Professional Services reflects a return to typical spending levels following higher legal and insurance expenses in 2025, with the 2026 budgets adjusted using a multi-year average to align with historical trends while maintaining flexibility for unanticipated needs. Additionally, savings realized in Other Professional Services were based on the transition of public outreach functions from consultants to in-house staff, allowing the District to maintain strong communication while reducing costs. Lastly, \$68,000 in postage expenses for utility billing was reclassified from the Customer Service Division to Finance and Administration to consolidate all mailing-related costs for improved transparency and reporting consistency.

Division Details - Professional Services

Division Budget Details

Professional Services		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-20-210-540012	Development Reimbursable Engineering	\$ -	\$ -	\$ -	\$ -	\$ -
01-20-210-540014	Development Reimbursable GIS	-	-	-	-	-
01-20-210-540018	Grant & Loan Procurement	-	-	-	-	-
01-20-210-540048	Permits, Fees & Licensing	-	3,000	-	3,000	-
01-20-210-580031	Outside Engineering	66,595	120,000	83,700	120,000	-
01-20-210-580032	CIP Related Outside Engineering	-	-	-	-	-
01-30-310-550061	Media Outreach	-	5,000	-	5,000	-
01-30-310-580001	Accounting and Audit	34,304	48,400	47,800	48,200	(200)
01-30-310-580011	General Legal	85,078	219,500	147,900	179,300	(40,200)
01-30-310-580036	Other Professional Services	176,714	194,000	130,000	142,800	(51,200)
01-50-510-550096	Beaumont Basin Watermaster	47,614	135,000	66,900	135,000	-
01-50-510-550097	SAWPA Basin Monitoring Program	28,778	30,000	33,200	37,000	7,000
		\$ 439,081	\$ 754,900	\$ 509,500	\$ 670,300	\$ (84,600)



Division Details - Finance and Administration

2025 Division Accomplishments

1. Earned Government Finance Officers Association (GFOA) and California Society of Municipal Finance Officers (CSMFO) awards for Excellence in Financial Reporting, underscoring commitment to transparency and accountability.
2. Completed annual financial audit and first Single Audit with clean opinions, ensuring confidence from regulators, the Board, and funding agencies.
3. Enhanced payroll processes through an overtime audit, updated pay codes, and improved documentation, strengthening compliance and accuracy.
4. Improved Accounts Payable efficiency and communication, reducing follow-ups and accelerating vendor payments.
5. Transitioned outreach and communications fully in-house, saving approximately \$40,000 annually while increasing responsiveness and control.

2026 Division Goals

1. Apply for GFOA and CSMFO awards for transparent financial reporting by August 2026.
2. Achieve clean audit and Single Audit opinions for Fiscal Year 2025 with zero findings by July 2026.
3. Process at least 90% of invoices within 14 days and increase invoices processed within 30 days from 80% to 85%.
4. Reconcile payroll quarterly and year-end reports to achieve 100% W-2 completion by January 22, 2026, with additional reconciliation steps for future streamlining.
5. Standardize grant application processes by July 2026 and submit at least two competitive applications.

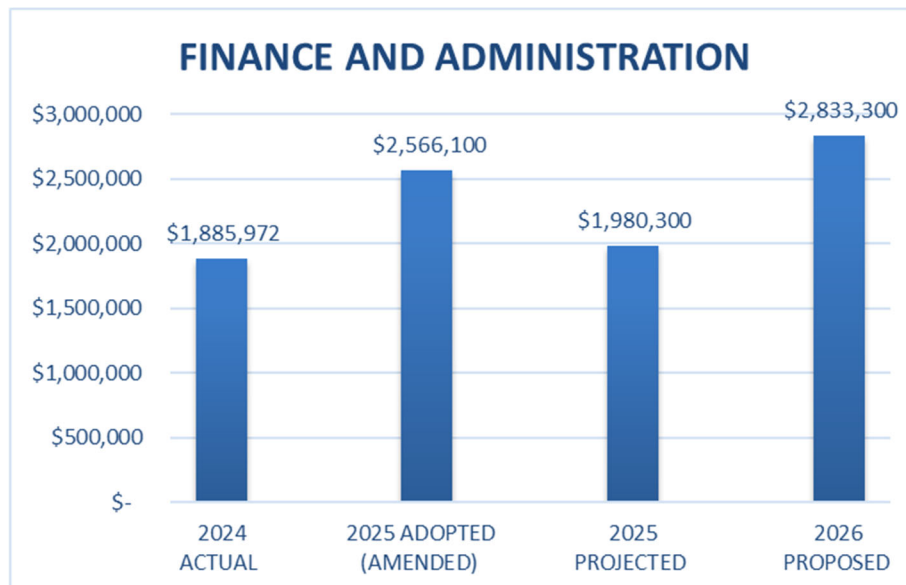
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
General Manager	1	0	1	0	1	0	1	0
Director of Finance and Administration	1	1	1	0	1	0	1	0
Finance Manager	1	0	1	0	1	0	1	0
Senior Management Analyst	0	0	0	0	0	0	0	0
Executive Assistant	1	0	1	0	1	0	1	1
Administrative Assistant	1	0	1	0	1	0	1	0
Management Analyst II	0	0	2	0	2	0	2	0
Management Analyst I	1	0	1	0	1	0	1	0
Accounting Technician	0	0	0	0	0	0	0	0
	6	1	8	0	8	0	8	1
	Count	7	Count	8	Count	8	Count	9
	FTE	6.5	FTE	8	FTE	8	FTE	8.5

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Finance and Administration		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-30-310-500105	Labor	\$ 898,818	\$ 1,114,000	\$ 1,020,100	\$ 1,238,800	\$ 124,800
01-30-310-500109	FSLA Overtime	-	500	-	-	(500)
01-30-310-500110	Overtime	522	3,500	400	6,000	2,500
01-30-310-500111	Double Time	277	2,500	100	4,100	1,600
01-30-310-500114	Incentive Pay	600	4,500	600	3,600	(900)
01-30-310-500115	Social Security	54,525	89,000	65,700	99,000	10,000
01-30-310-500120	Medicare	16,180	21,000	13,500	23,200	2,200
01-30-310-500125	Health Insurance	153,133	190,500	179,400	205,200	14,700
01-30-310-500130	CalPERS Health Administration Costs	2,611	3,000	2,300	2,500	(500)
01-30-310-500140	Life Insurance	1,369	2,000	1,600	2,000	-
01-30-310-500143	EAP Program	165	500	200	500	-
01-30-310-500145	Workers' Compensation	7,648	9,500	7,100	10,100	600
01-30-310-500150	Unemployment Insurance	4,262	16,500	8,000	29,800	13,300
01-30-310-500155	Retirement/CalPERS	206,791	236,000	221,200	285,800	49,800
01-30-310-500165	Uniforms & Employee Benefits	758	1,000	700	1,000	-
01-30-310-500175	Training/Education/Mtgs/Travel	18,598	35,000	13,900	38,000	3,000
01-30-310-500180	Accrued Sick Leave Expense	25,250	63,500	18,600	67,500	4,000
01-30-310-500185	Accrued Vacation Leave Expense	63,389	100,500	39,600	114,900	14,400
01-30-310-500187	Accrual Leave Payments	56,795	138,000	39,200	144,500	6,500
01-30-310-500190	Temporary Labor	60,097	-	-	-	-
01-30-310-500195	CIP Related Labor	-	-	-	-	-
01-30-310-550001	Bank/Financial Service Fees	3,204	4,500	3,600	4,000	(500)
01-30-310-550030	Membership Dues	41,211	46,200	40,700	49,000	2,800
01-30-310-550042	Office Supplies	11,484	11,200	10,800	12,100	900
01-30-310-550046	Office Equipment	1,378	5,500	1,000	3,300	(2,200)
01-30-310-550048	Postage	7,450	62,200	23,100	141,900	79,700
01-30-310-550051	Advertising/Legal Notices	1,673	1,500	600	1,500	-
01-30-310-550054	Property, Auto & General Liability Insurance	245,664	378,000	267,800	319,000	(59,000)
01-30-310-550066	Subscriptions	195	500	100	500	-
01-30-310-550072	Miscellaneous Operating Expenses	1,924	500	400	500	-
01-30-310-550078	Bad Debt Expense	-	25,000	-	25,000	-
		<u>\$ 1,885,972</u>	<u>\$ 2,566,100</u>	<u>\$ 1,980,300</u>	<u>\$ 2,833,300</u>	<u>\$ 267,200</u>



NOTE: Non-Cash Expenses reduced from Gross expenses, omitted from the chart for clarity

01-30-310-560000	GASB 68 Pension Expense	\$ 361,114	\$ 215,000	\$ 292,600	\$ 361,200	\$ 146,200
01-30-310-500161	Estimated Current Year OPEB Expense	80,006	111,300	111,300	99,700	(11,600)
01-30-310-550084	Depreciation	<u>3,587,565</u>	<u>3,616,300</u>	<u>3,651,900</u>	<u>3,876,500</u>	<u>260,200</u>
		<u>\$ 4,028,685</u>	<u>\$ 3,942,600</u>	<u>\$ 4,055,800</u>	<u>\$ 4,337,400</u>	<u>\$ 394,800</u>

Division Details - Human Resources and Risk Management

2025 Division Accomplishments

1. Secured Great Place to Work® certification for the fifth consecutive year, reflecting a positive workplace culture.
2. Launched a new benefits portal with 97% adoption and co-authored the first Benefits Handbook.
3. Expanded monthly in-house safety trainings aligned with industry standards, reinforcing employee well-being.
4. Updated the Emergency Response Plan and Confined Space Entry Handbook to improve compliance and readiness.
5. Introduced a new performance review framework with competency-based assessments to improve evaluation consistency.

2026 Division Goals

1. Implement succession and workforce planning program by December 2026, including mentorship and leadership initiatives, to keep voluntary turnover below 10%.
2. Digitize 100% of safety compliance processes by September 2026 with automated tracking and reporting.
3. Expand employee engagement activities, wellness initiatives, and recognition programs.
4. Improve employee benefits satisfaction by 15% through market studies and enhanced education.
5. Strengthen Emergency Management by completing FEMA-certified training, scenario-based drills, and plan updates

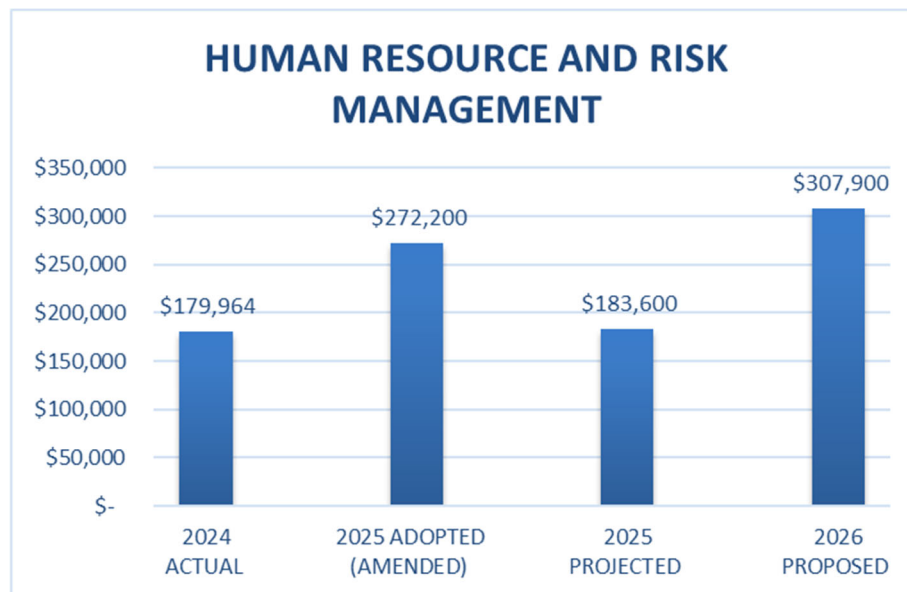
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Human Resources & Risk Manager	1	0	1	0	1	0	1	0
Human Resources Coordinator	0	0	0	0	0	0	0	0
	1	0	1	0	1	0	1	0
	Count	1	Count	1	Count	1	Count	1
	FTE	1	FTE	1	FTE	1	FTE	1

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Human Resources and Risk Management		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-30-320-500105	Labor	\$ 91,819	\$ 119,000	\$ 104,200	\$ 145,400	\$ 26,400
01-30-320-500110	Overtime	-	-	-	-	-
01-30-320-500111	Double Time	-	-	-	-	-
01-30-320-500114	Incentive Pay	-	1,000	-	600	(400)
01-30-320-500115	Social Security	6,011	8,500	6,600	10,100	1,600
01-30-320-500120	Medicare	1,406	2,000	1,500	2,400	400
01-30-320-500125	Health Insurance	24,304	30,500	30,300	27,200	(3,300)
01-30-320-500140	Life Insurance	164	500	200	300	(200)
01-30-320-500143	EAP Program	23	500	-	100	(400)
01-30-320-500145	Workers' Compensation	732	1,000	700	1,200	200
01-30-320-500150	Unemployment Insurance	-	2,000	-	3,600	1,600
01-30-320-500155	Retirement/CalPERS	8,361	11,000	9,400	13,400	2,400
01-30-320-500165	Uniforms & Employee Benefits	219	300	-	300	-
01-30-320-500175	Training/Education/Mtgs/Travel	2,250	3,800	100	3,800	-
01-30-320-500176	District Professional Development	8,388	18,800	500	18,800	-
01-30-320-500177	General Safety Training & Supplies	10,371	24,200	9,400	24,200	-
01-30-320-500180	Accrued Sick Leave Expense	4,168	7,500	1,200	8,900	1,400
01-30-320-500185	Accrued Vacation Leave Expense	5,017	6,500	700	7,400	900
01-30-320-500187	Accrual Leave Payments	-	-	-	-	-
01-30-320-500190	Temporary Labor	-	-	-	-	-
01-30-320-550024	Employment Testing	3,954	4,500	4,700	5,100	600
01-30-320-550025	Employee Retention	2,084	6,000	3,600	6,000	-
01-30-320-550026	Recruitment Expense	2,011	9,000	1,400	9,000	-
01-30-320-550028	District Certification	4,147	4,500	4,500	4,500	-
01-30-320-550030	Membership Dues	1,180	1,100	1,100	1,100	-
01-30-320-550042	Office Supplies	-	1,400	400	1,900	500
01-30-320-550051	Advertising/Legal Notices	244	1,600	-	1,600	-
01-30-320-580036	Other Professional Services	3,112	7,000	3,100	11,000	4,000
		\$ 179,964	\$ 272,200	\$ 183,600	\$ 307,900	\$ 35,700



Division Details - Customer Service

2025 Division Accomplishments

1. Completed the transition to the Paymentus online payment portal, expanding customer payment options and reducing manual processing. This modernization improved convenience and flexibility for ratepayers.
2. Delivered a public presentation on billing processes following the implementation of new rates, increasing transparency and providing the community an opportunity to engage directly on billing practices.
3. Expanded payment plan options and customer support, offering flexible arrangements that reduced disconnections and supported vulnerable customers in maintaining access to essential water services.
4. Increased auto-payment enrollment by promoting digital tools, reducing paper-based workload for staff and improving payment reliability.
5. Enhanced workflow coordination with Operations and IT by staggering meter read collection, allowing more time for staff review and improving billing accuracy.

2026 Division Goals

1. Reduce average call wait times by 15% by October 2026.
2. Implement standardized customer service scripts by August 2026.
3. Launch a self-service customer kiosk by September 2026.
4. Publish at least 4 bilingual customer communications annually, reaching at least 75% of accounts.
5. Issue six press releases and host one public outreach event by December 2026 to engage the community.

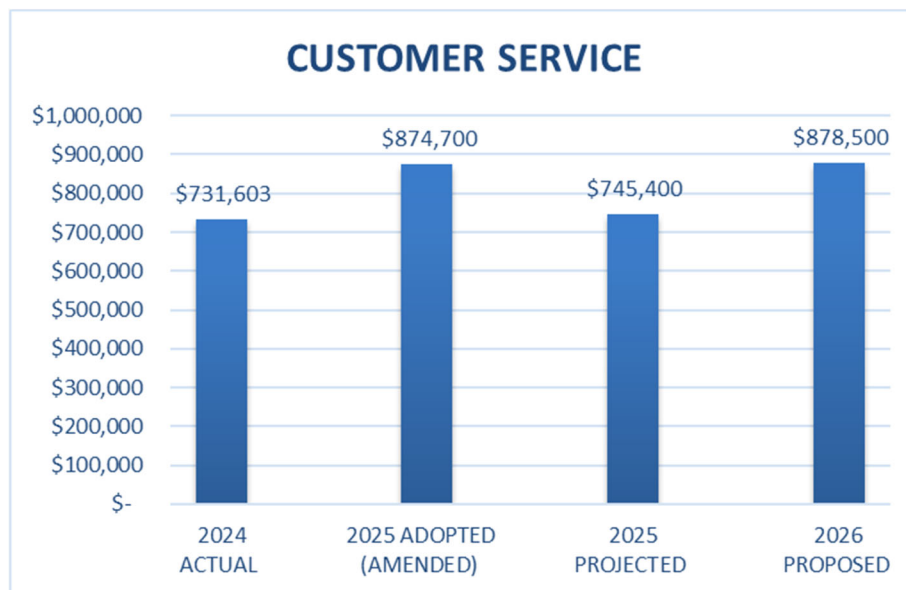
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Customer Service & Utility Billing Man	1	0	1	0	1	0	1	0
Senior Customer Service Rep	0	0	0	0	0	0	0	0
Customer Service Representative II	2	0	2	0	2	0	2	0
Customer Service Representative I	1	0	2	0	2	0	2	0
	4	0	5	0	5	0	5	0
Count	4		Count	5	Count	5	Count	5
FTE	4		FTE	5	FTE	5	FTE	5

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Customer Service		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-30-330-500105	Labor	\$ 278,383	\$ 396,800	\$ 335,800	\$ 423,500	\$ 26,700
01-30-330-500109	FSLA Overtime	-	500	-	-	(500)
01-30-330-500110	Overtime	5,161	3,000	2,500	5,600	2,600
01-30-330-500111	Double Time	-	700	400	-	(700)
01-30-330-500114	Incentive Pay	-	3,000	-	3,000	-
01-30-330-500115	Social Security	18,957	29,000	22,400	31,100	2,100
01-30-330-500120	Medicare	4,434	7,000	5,200	7,300	300
01-30-330-500125	Health Insurance	103,433	133,000	126,500	139,900	6,900
01-30-330-500140	Life Insurance	441	1,000	600	700	(300)
01-30-330-500143	EAP Program	107	500	100	300	(200)
01-30-330-500145	Workers' Compensation	2,294	3,500	2,300	3,300	(200)
01-30-330-500150	Unemployment Insurance	-	6,000	-	10,400	4,400
01-30-330-500155	Retirement/CalPERS	43,041	46,500	57,300	71,000	24,500
01-30-330-500165	Uniforms & Employee Benefits	649	500	500	500	-
01-30-330-500175	Training/Education/Mtgs/Travel	1,362	8,000	100	8,000	-
01-30-330-500180	Accrued Sick Leave Expense	10,197	18,500	6,500	21,100	2,600
01-30-330-500185	Accrued Vacation Leave Expense	17,805	25,500	11,200	26,800	1,300
01-30-330-500187	Accrual Leave Payments	-	19,500	2,100	22,400	2,900
01-30-330-500190	Temporary Labor	20,183	15,600	13,600	16,100	500
01-30-330-500195	CIP Related Labor	-	-	-	-	-
01-30-330-550006	Cashiering Shortages/Overages	31	100	100	100	-
01-30-330-550008	Transaction/Return Fees	877	1,500	600	1,200	(300)
01-30-330-550010	Transaction/Credit Card Fees	121,952	-	17,500	-	-
01-30-330-550014	Credit Check Fees	6,712	6,500	4,200	6,200	(300)
01-30-330-550030	Membership Dues	135	1,100	-	1,100	-
01-30-330-550036	Notary & Lien Fees	600	2,500	400	2,000	(500)
01-30-330-550050	Utility Billing Service	94,848	144,000	135,500	76,000	(68,000)
01-30-330-550051	Advertising/Legal Notices	-	900	-	900	-
		\$ 731,603	\$ 874,700	\$ 745,400	\$ 878,500	\$ 3,800



Department Summary - Information Technology and Cybersecurity

Divisions

- Information Technology and Cybersecurity

Department Summary

The Information Technology and Cybersecurity Department safeguards and supports the District's digital infrastructure, ensuring that all systems operate reliably, efficiently, and securely. The department provides critical technological and security support to every division, enabling seamless communication, operational continuity, and public service delivery.

In 2026, the department's name was formally changed from *Information Technology (IT)* to *Information Technology and Cybersecurity* to reflect the District's growing investment in system security and data protection. This evolution recognizes cybersecurity as a core function of District operations, one that includes implementing advanced threat detection, maintaining network redundancy, and providing staff training to reduce organizational risk.

The department manages essential software, hardware, and communication systems that support billing, engineering, operations, mapping, and well maintenance. Through its leadership in technology modernization and digital resilience, the department provides the secure foundation that allows the District to deliver safe, reliable, and efficient service to the community.

2026 Budget Overview

CATEGORY	2025 ADOPTED (AMENDED)	2026 PROPOSED	\$ CHANGE	% CHANGE
Salaries & Benefits ⁽¹⁾	\$ 354,800	\$ 358,100	\$ 3,300	0.93%
CIP Related Labor ⁽²⁾	-	-	-	0.00%
Operations & Maintenance	778,600	778,600	-	0.00%
Administrative/Professional Services	-	-	-	0.00%
Total Department Expense	\$ 1,133,400	\$ 1,136,700	\$ 3,300	0.29%

(1) Includes all personnel related expenses, including training, uniforms, and membership dues

(2) No CIP Related Labor for staff time associated with capital improvement projects anticipated

Summary of Major Changes

The department budget for 2026 remains consistent with the prior year, reflecting continued stability in operational and maintenance costs. All core expenses for software, hardware, and system support remain unchanged from 2025, ensuring sustained investment in reliable and secure technology services across the District.

The only adjustments are reflected in Salaries and Benefits, which include the general increases associated with the 2.9% Cost of Living Adjustment (COLA), as well as higher health insurance and retirement contributions. These changes align with District-wide personnel updates and do not represent new staffing or program expansions.

Overall, the 2026 budget maintains the District's ongoing commitment to cybersecurity and technology reliability while ensuring cost stability and long-term sustainability in IT operations.

Division Details - Information Technology and Cybersecurity

2025 Department Accomplishments

1. Received the MISAC IT Excellence Award and the CSDA Excellence in IT and Cybersecurity Award, recognizing outstanding technology management and cybersecurity practices.
2. Achieved major milestones in Advanced Metering Infrastructure (AMI) implementation, expanding network coverage and enhancing integration with customer service platforms to improve accuracy and billing efficiency.
3. Completed IT policy documentation to align with NIST and CIS frameworks; updated the IT 5-Year Strategic Plan with new initiatives and emerging technologies.
4. Expanded automation for high-impact tasks including start and end water service requests, field portal operations, and customer-facing workflows. Improved mobile accessibility for field staff.
5. Enhanced the District website and public-facing systems for improved accessibility, navigation, and integration with online services.
6. Maintained reliable IT infrastructure through consistent patching and updates. Continued PC Replacement Program to ensure high-performing, modern workstations.

2026 Department Goals

1. Complete installation and activation of all remaining AMI endpoints, achieving 100% system coverage and delivering advanced analytics for improved staff and customer insights.
2. Upgrade remaining Supervisory Control and Data Acquisition (SCADA) hardware and software to increase mobile monitoring capabilities and reduce field visits. This multi-year modernization effort will enhance system integration and oversight.
3. Apply for MISAC IT Excellence Award and ACWA IT Innovation Award, showcasing continued commitment to innovation, cybersecurity, and industry leadership.
4. Expand real-time threat detection and automated incident response. Refine the Cybersecurity Incident Response Plan to ensure rapid, coordinated handling of potential threats.
5. Evaluate and plan for future staffing needs to align with operational growth goals. Strategic hiring will proceed as facility space becomes available, with funding approved in the IT budget.

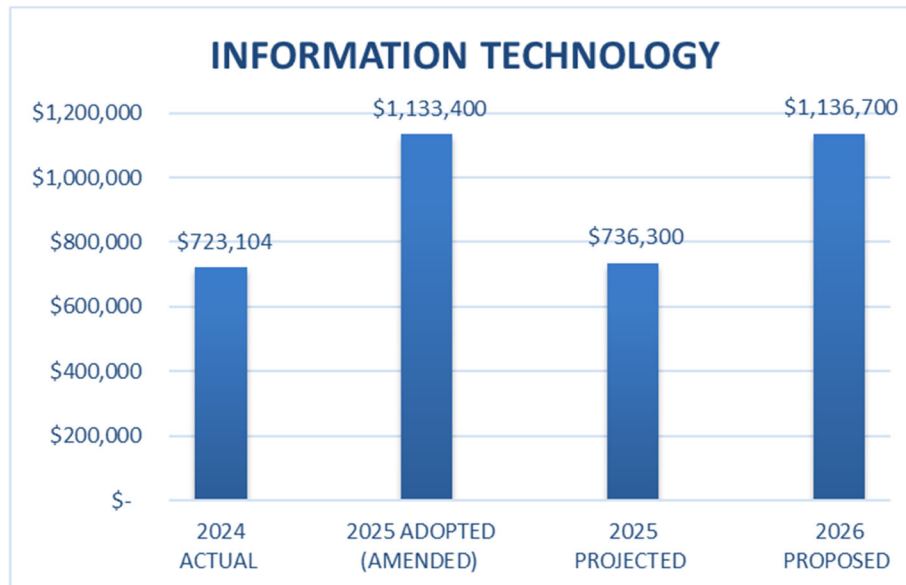
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Director of Information Technology & Cybersecurity	1	0	1	0	1	0	1	0
	1	0	1	0	1	0	1	0
	Count	1	Count	1	Count	1	Count	1
	FTE	1	FTE	1	FTE	1	FTE	1

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Information Technology and Cybersecurity		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-35-315-500105	Labor	\$ 166,200	\$ 196,000	\$ 186,500	\$ 206,300	\$ 10,300
01-35-315-500114	Incentive Pay	-	1,000	-	600	(400)
01-35-315-500115	Social Security	10,258	16,500	14,000	17,200	700
01-35-315-500120	Medicare	2,671	4,000	3,200	4,100	100
01-35-315-500125	Health Insurance	23,607	26,000	25,800	28,800	2,800
01-35-315-500140	Life Insurance	250	500	300	400	(100)
01-35-315-500143	EAP Program	23	500	-	100	(400)
01-35-315-500145	Workers' Compensation	1,272	2,000	1,200	1,600	(400)
01-35-315-500150	Unemployment Insurance	-	3,000	-	5,000	2,000
01-35-315-500155	Retirement/CalPERS	12,728	34,500	16,500	19,200	(15,300)
01-35-315-500165	Uniforms & Employee Benefits	-	-	-	-	-
01-35-315-500175	Training/Education/Mtgs/Travel	4,800	5,300	6,700	5,300	-
01-35-315-500180	Accrued Sick Leave Expense	5,566	11,500	-	11,600	100
01-35-315-500185	Accrued Vacation Leave Expense	2,982	21,500	-	25,000	3,500
01-35-315-500187	Accrual Leave Payments	15,436	32,500	23,800	32,900	400
01-35-315-500190	Temporary Labor	-	-	-	-	-
01-35-315-500195	CIP Related Labor	-	-	-	-	-
01-35-315-501511	Telephone/Internet Service	96,707	93,000	90,200	93,000	-
01-35-315-501521	Building Alarms and Security	19,446	34,000	17,900	34,000	-
01-35-315-540016	GIS Maintenance and Updates	-	10,000	-	10,000	-
01-35-315-550030	Membership Dues	1,476	3,000	1,700	3,000	-
01-35-315-550044	Printing/Toner & Maintenance	17,864	30,000	10,300	30,000	-
01-35-315-550051	Advertising/Legal Notices	-	-	-	-	-
01-35-315-550058	Cyber Security Liability Insurance	5,583	7,500	5,600	7,500	-
01-35-315-580016	Computer Hardware	20,030	30,000	17,700	30,000	-
01-35-315-580021	IT/Software Support	-	8,000	-	8,000	-
01-35-315-580026	License/Maintenance/Support	209,355	321,000	201,800	321,000	-
01-35-315-580027	AMR/AMI Annual Support	34,111	171,200	47,900	171,200	-
01-35-315-580028	Cybersecurity Software/Hardware	54,526	60,900	49,200	60,900	-
01-35-315-580030	Repair/Purchase Radio Comm Equip	9,014	10,000	6,800	10,000	-
		\$ 713,904	\$ 1,133,400	\$ 727,100	\$ 1,136,700	\$ 3,300



Department Summary - Operations

Divisions

- Source of Supply
- Cross-Connection/Non-Potable Water
- Transmission and Distribution
- Field Inspections
- Customer Service and Meter Reading
- Maintenance and General Plant

Department Summary

The Operations Department is the largest division within the Beaumont-Cherry Valley Water District and serves as the foundation for delivering safe, reliable, and high-quality water to the community. The department ensures that the District's water systems are maintained, operated, and developed to meet current and future demands. Operations staff are responsible for the day-to-day functioning of the District's water supply, storage, transmission, and distribution systems, ensuring uninterrupted service and adherence to all local, state, and federal regulations.

The department includes six divisions that oversee the operation of wells, booster stations, storage reservoirs, and non-potable water facilities; maintain pipelines, valves, hydrants, and meters; perform inspections of new development infrastructure; and provide essential field-based customer support. The team's work ensures efficient water delivery, maintains water quality, and supports the District's goals of sustainability and system reliability.

In addition to routine operations, the department is instrumental in executing the District's long-term capital improvement initiatives and in supporting water resource management programs such as recharge operations and non-potable system expansion. Operations staff also collaborate closely with Engineering and Finance to ensure that maintenance schedules, construction activities, and infrastructure upgrades align with the District's strategic and financial objectives.

Through a combination of field expertise, preventative maintenance, and innovation, the Operations Department continues to uphold the District's mission of providing dependable water service while ensuring the integrity of its infrastructure and the safety of the community it serves.

2026 Budget Overview

CATEGORY	2025 ADOPTED (AMENDED)	2026 PROPOSED	\$ CHANGE	% CHANGE
Salaries & Benefits ⁽¹⁾	\$ 4,869,600	\$ 5,246,900	\$ 377,300	7.75%
CIP Related Labor ⁽²⁾	(113,800)	(273,800)	(160,000)	0.00%
Operations & Maintenance	10,471,200	10,364,000	(107,200)	-1.02%
Administrative/Professional Services	89,300	27,000	(62,300)	0.00%
Total Department Expense	\$ 15,316,300	\$ 15,364,100	\$ 47,800	0.31%

(1) Includes all personnel related expenses, including training, uniforms, and membership dues

(2) CIP Related Labor offsets Salaries and Benefits as fully burdened costs for staff time associated with capital improvement projects that are funded by Capacity Charges or Capital Replacement Reserves, which are not included in the Net Operating Budget

Summary of Major Changes

The Operations Department budget for 2026 reflects the District's continued commitment to efficient water delivery, infrastructure reliability, and cost management across all divisions. The increase in salaries and benefits include 75% of the new Administrative Clerk position, shared with the Engineering Department, to provide administrative and clerical support for field operations, offset by the elimination of the Temporary Labor account under Transmission and Distribution, as the position is now permanent. Additionally, one of the two temporary Water Utility Worker I positions was removed to help balance staffing costs. Aside from these adjustments, standard Cost of Living Adjustment (COLA) and benefit changes are reflected in the overall personnel budget.

Most operating accounts remain consistent with the 2025 budget, with only targeted adjustments made to reflect updated costs and operational priorities. Within the Source of Supply division, the largest savings are anticipated in Electricity, with an estimated \$100,000 reduction resulting from proactive scheduling adjustments and coordination with Southern California Edison (SCE) to minimize peak power costs. Electricity remains one of the District's most significant expenses, and staff continue to identify opportunities to manage this cost effectively. The same division also reflects an increase of approximately \$25,000 in Regulatory Mandates and Tariffs due to expanded notification requirements, higher costs for maintaining Class A driver certifications, and additional state-mandated reporting obligations.

In the Cross-Connection/Non-Potable Water division, increases are seen in Backflow Maintenance, driven by new state notification requirements that are currently under review as part of broader unfunded mandates.

The Transmission and Distribution division reflects notable savings in CIP-Related Labor, offsetting regular salary and benefit expenses through cost recovery for work performed on capital improvement projects funded by Capacity Charges and Capital Replacement Reserves. These projects include the Noble Tank, Well 2A, service replacements, and tank coating projects, among others expected to be completed in-house.

Finally, within Maintenance and General Plant, savings were achieved in building-related expenses as the District continues to complete more improvements in-house. However, these savings are partially offset by increases in general maintenance and repair accounts, particularly those associated with aging heavy equipment and rising repair costs.

Overall, the 2026 budget reflects a balanced and sustainable approach—prioritizing operational efficiency, regulatory compliance, and fiscal responsibility while ensuring the District's infrastructure and workforce are well-positioned to meet the needs of the community.

Division Details – Source of Supply

2025 Division Accomplishments

1. Completed re-drilling of Well 1A, moving into well development, and advanced drilling of Well 2A with conductor casing installed.
2. Finalized 90% of design for rehabilitation of Cherry Tanks I–III, Vineland Tank I, and Lower Edgar Tank. Initiated District review process for consultant designs.
3. Met all state and federal drinking water quality standards by completing required sampling and reporting on schedule.
4. Optimized Noble Creek Recharge Facility operations, achieving record groundwater recharge volumes for the second year in a row.
5. Continued quarterly system-wide Chromium VI sampling in coordination with Engineering and Executive Management. Submitted compliance plan to the Division of Drinking Water in July 2025

2026 Division Goals

1. Complete development and place Well 1A into full operation; complete drilling, development, and design for Well 2A.
2. Advance rehabilitation of Cherry Tanks I–III, Vineland Tank I, and Lower Edgar Tank into the construction phase, with at least one major facility completed by year-end.
3. Continue monitoring emerging contaminants and maintain compliance with all state and federal drinking water standards.
4. Conduct strategic recharge operations at Noble Creek Recharge Facility in partnership with the San Geronio Pass Water Agency.
5. Expand proactive monitoring of high-horsepower motors to reduce downtime and enhance efficiency.

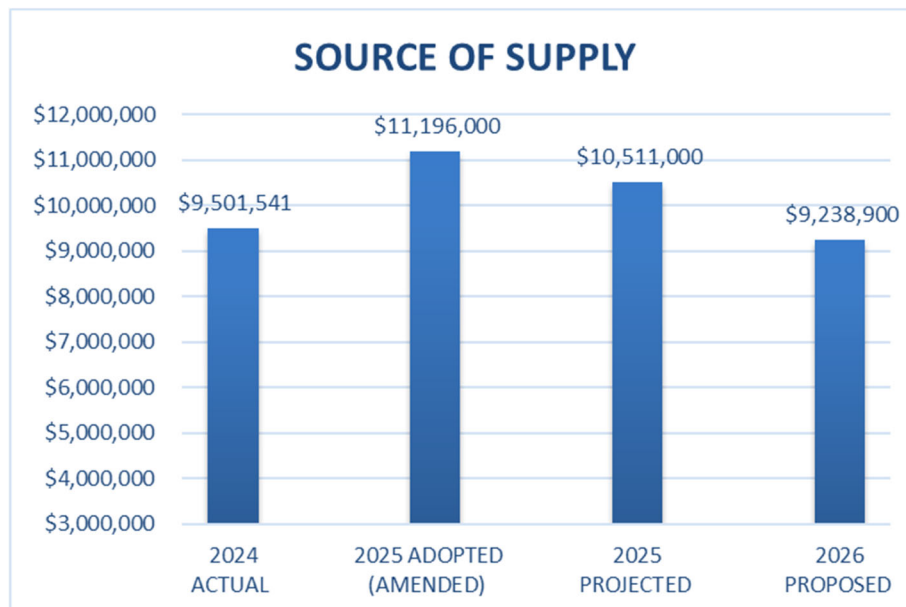
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Water Production Supervisor	1	0	1	0	1	0	1	0
Water Production Operator II	3	0	3	0	3	0	3	0
Water Production Operator I	1	0	1	0	1	0	1	0
	5	0	5	0	5	0	5	0
Count	5		Count	5	Count	5	Count	5
FTE	5		FTE	5	FTE	5	FTE	5

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Source of Supply	2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-410-500105 Labor	\$ 384,407	\$ 511,000	\$ 449,200	\$ 535,700	\$ 24,700
01-40-410-500109 FSLA Overtime	-	500	-	-	(500)
01-40-410-500110 Overtime	12,535	25,500	12,300	42,100	16,600
01-40-410-500111 Double Time	1,629	12,000	1,600	19,900	7,900
01-40-410-500113 Standby/On-Call	14,560	14,000	14,900	14,700	700
01-40-410-500114 Incentive Pay	2,300	3,000	2,400	3,000	-
01-40-410-500115 Social Security	29,214	41,500	33,000	44,700	3,200
01-40-410-500120 Medicare	6,832	10,000	7,700	10,500	500
01-40-410-500125 Health Insurance	118,100	130,000	128,500	138,200	8,200
01-40-410-500140 Life Insurance	635	1,000	800	900	(100)
01-40-410-500143 EAP Program	115	500	100	300	(200)
01-40-410-500145 Workers' Compensation	18,322	22,000	17,500	22,400	400
01-40-410-500150 Unemployment Insurance	-	36,500	-	63,100	26,600
01-40-410-500155 Retirement/CalPERS	113,073	125,500	109,100	137,300	11,800
01-40-410-500165 Uniforms & Employee Benefits	2,589	3,500	2,900	3,500	-
01-40-410-500175 Training/Education/Mtgs/Travel	210	4,500	4,000	2,500	(2,000)
01-40-410-500180 Accrued Sick Leave Expense	20,142	24,000	21,800	24,700	700
01-40-410-500185 Accrued Vacation Leave Expense	35,072	42,000	33,700	40,500	(1,500)
01-40-410-500187 Accrual Leave Payments	3,384	30,000	5,600	39,800	9,800
01-40-410-500195 CIP Related Labor	-	(22,800)	(200)	(22,800)	-
01-40-410-500501 State Project Water Purchases	5,586,000	6,463,800	6,463,800	4,468,800	(1,995,000)
01-40-410-500511 Ground Water Purchases	-	-	-	-	-
01-40-410-501101 Electricity - Wells	2,651,587	3,100,000	2,700,400	3,000,000	(100,000)
01-40-410-501201 Gas - Wells	180	500	200	500	-
01-40-410-510011 Treatment & Chemicals	162,790	219,400	149,600	225,000	5,600
01-40-410-510021 Lab Testing	89,611	94,500	89,400	100,000	5,500
01-40-410-510031 Small Tools, Parts & Maintenance	4,873	7,000	6,100	10,000	3,000
01-40-410-520021 Maintenance & Repair-Telemetry Equipment	1,278	5,000	2,600	5,000	-
01-40-410-520061 Maintenance & Repair-Pumping Equipment	118,694	118,000	100,300	118,000	-
01-40-410-530001 Minor Capital Acquisitions	-	10,000	-	500	(9,500)
01-40-410-540084 Regulations Mandates & Tariffs	123,047	160,000	151,300	185,000	25,000
01-40-410-550030 Membership Dues	-	-	-	2,000	2,000
01-40-410-550042 Office Supplies	-	1,600	800	1,600	-
01-40-410-550051 Advertising/Notices	-	-	-	1,000	1,000
01-40-410-550066 Subscriptions	362	2,000	1,600	500	(1,500)
	\$ 9,501,541	\$ 11,196,000	\$ 10,511,000	\$ 9,238,900	\$ (1,957,100)



Division Details - Cross-Connection/Non-Potable Water

2025 Division Accomplishments

1. Maintained customer compliance with updated State Cross-Connection Control Plan regulations by addressing changes promptly and working closely with property owners to protect the potable water system.
2. Completed annual cross-connection inspections for all commercial and industrial accounts, incorporating updated hazard classifications into District records.
3. Expanded use of the backflow testing and maintenance tracking system, with certified testers submitting results electronically for improved efficiency and accuracy.
4. Successfully conducted a non-potable water system shutdown test, confirming complete separation from the potable system.
5. Advanced the design phase for the non-potable water booster station in partnership with District Engineering and the City of Beaumont, positioning the project for future construction to deliver recycled water to the 2800 Reservoir.

2026 Division Goals

1. Maintain compliance with updated State Cross-Connection Control Policy Handbook and address regulatory changes as needed.
2. Begin hazard assessments of 465 existing service connections as identified in the District's Cross-Connection Control Management Plan.
3. Achieve 100% electronic submission of backflow test results.
4. Inspect passive purge systems for new residential fire sprinklers with the Fire Marshal and City Building Inspector.
5. Conduct a follow-up non-potable water system shutdown test and advance non-potable booster station design and construction

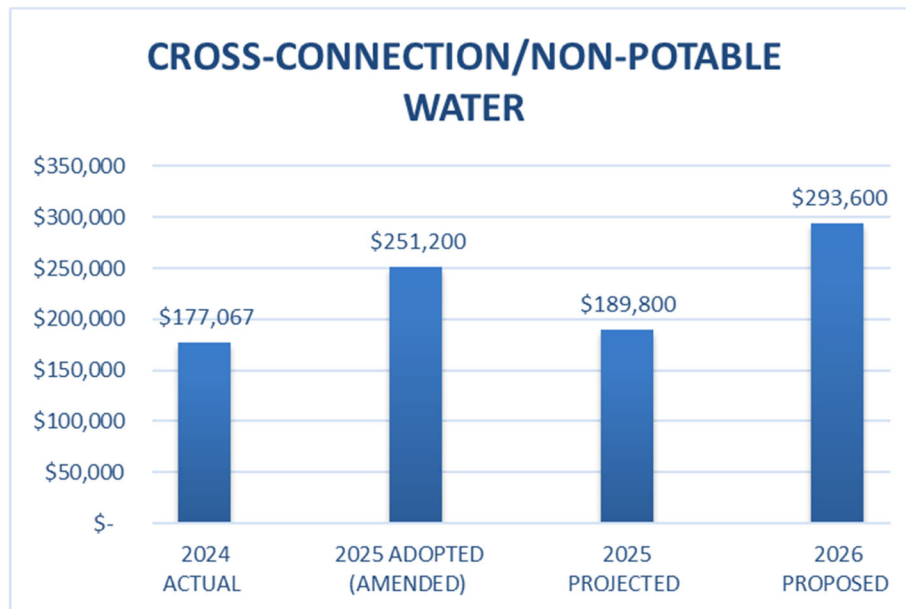
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Cross Connection/Non-Potable Water Supervisor	1	0	1	0	1	0	1	0
	1	0	1	0	1	0	1	0
Count	1		Count	1	Count	1	Count	1
FTE	1		FTE	1	FTE	1	FTE	1

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Cross Connections		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-430-500105	Labor	\$ 92,479	\$ 111,000	\$ 94,700	\$ 119,900	\$ 8,900
01-40-430-500109	FSLA Overtime	-	500	-	-	(500)
01-40-430-500110	Overtime	-	6,500	-	5,400	(1,100)
01-40-430-500111	Double Time	-	1,000	-	1,500	500
01-40-430-500113	Standby/On-Call	-	-	-	-	-
01-40-430-500114	Incentive Pay	550	1,000	600	600	(400)
01-40-430-500115	Social Security	6,434	9,000	6,600	9,500	500
01-40-430-500120	Medicare	1,505	2,500	1,500	2,300	(200)
01-40-430-500125	Health Insurance	24,744	26,000	25,800	28,800	2,800
01-40-430-500140	Life Insurance	146	500	200	200	(300)
01-40-430-500143	EAP Program	23	500	-	100	(400)
01-40-430-500145	Workers' Compensation	4,110	5,000	3,500	4,900	(100)
01-40-430-500150	Unemployment Insurance	-	2,000	-	3,000	1,000
01-40-430-500155	Retirement/CalPERS	26,807	37,500	35,300	42,400	4,900
01-40-430-500165	Uniforms & Employee Benefits	434	1,000	500	1,000	-
01-40-430-500175	Training/Education/Mtgs/Travel	574	3,500	1,100	3,500	-
01-40-430-500180	Accrued Sick Leave Expense	4,824	5,500	3,200	5,600	100
01-40-430-500185	Accrued Vacation Leave Expense	7,416	8,000	5,200	8,600	600
01-40-430-500187	Accrual Leave Payments	-	8,000	-	9,800	1,800
01-40-430-500195	CIP Related Labor	-	-	-	-	-
01-40-430-510031	Small Tools, Parts & Maintenance	1,227	3,000	800	2,000	(1,000)
01-40-430-530001	Minor Capital Acquisitions	-	-	-	-	-
01-40-430-540001	Backflow Maintenance	4,644	14,800	10,700	40,800	26,000
01-40-430-550030	Membership Dues	-	-	-	2,500	2,500
01-40-430-550042	Office Supplies	-	200	100	200	-
01-40-430-550051	Advertising/Legal Notices	-	500	-	500	-
01-40-430-550066	Subscriptions	1,150	3,700	-	500	(3,200)
		\$ 177,067	\$ 251,200	\$ 189,800	\$ 293,600	\$ 42,400



Division Details - Transmission and Distribution

2025 Division Accomplishments

1. Oversaw and completed water main replacements on International Parkway and the "B" Line projects, improving system reliability.
2. Exercised and maintained 1,000 District-owned valves, with all work documented in the District's mapping system through the valve exercise module.
3. Coordinated with the City of Beaumont Public Works Department to align system replacement work with upcoming street projects, minimizing redundant pavement cuts and repairs.
4. Enhanced fire hydrant readiness by inspecting, maintaining, and painting 200 hydrants District-wide.

2026 Division Goals

1. Complete water main replacements on American Avenue and 11th Street as identified in the CIP.
2. Replace 32 service lines to reduce leaks and align with City of Beaumont sidewalk replacement projects.
3. Respond to emergencies and complete repairs within 1 to 3 days depending on severity.
4. Inspect, maintain, and paint 500 hydrants.
5. Exercise and maintain another 1,000 valves, using new valve exercising equipment for efficiency.

Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Director of Operations	1	0	1	0	1	0	1	0
Water Utility Superintendent	1	0	1	0	1	0	1	0
Water Utility Supervisor	1	0	1	0	1	0	1	0
Administrative Clerk (2)							0	1
Senior Water Utility Worker ⁽³⁾	3	0	3	0	3	0	3	0
Water Utility Worker II	3	0	4	0	4	0	4	0
Water Utility Worker I	5	3	7	2	7	2	7	1
	14	3	17	2	17	2	17	2
	Count	17	Count	19	Count	19	Count	19
	FTE	15.5	FTE	18	FTE	18	FTE	18

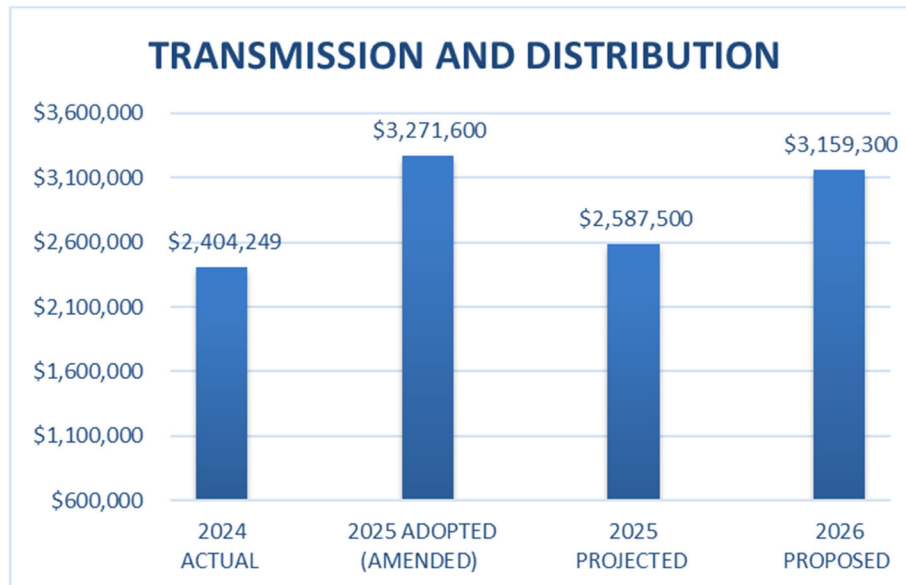
(1) Actuals are based on the employee counts as of 12/31 of that budget year

(2) Administrative Clerk fully burdened cost split 25% Engineering and 75% Operations

(3) Senior Water Utility Worker position for Customer Service and Meter reading split to division 460, although all staff in division 440 can perform tasks in 440, 450, and 460

Division Budget Details

Transmission and Distribution		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-440-500105	Labor	\$ 988,891	\$ 1,412,500	\$ 1,192,200	\$ 1,470,400	\$ 57,900
01-40-440-500109	FSLA Overtime	-	1,000	-	-	(1,000)
01-40-440-500110	Overtime	55,170	63,500	66,600	86,700	23,200
01-40-440-500111	Double Time	20,610	27,000	21,900	37,900	10,900
01-40-440-500113	Standby/On-Call	25,590	23,000	23,600	22,900	(100)
01-40-440-500114	Incentive Pay	50	7,000	900	6,600	(400)
01-40-440-500115	Social Security	74,447	112,000	87,800	118,500	6,500
01-40-440-500120	Medicare	17,699	26,500	20,600	27,800	1,300
01-40-440-500125	Health Insurance	223,501	349,500	247,500	318,200	(31,300)
01-40-440-500140	Life Insurance	1,568	2,500	2,000	2,400	(100)
01-40-440-500143	EAP Program	339	1,000	400	900	(100)
01-40-440-500145	Workers' Compensation	40,986	48,500	42,000	47,900	(600)
01-40-440-500155	Retirement/CalPERS	220,015	282,500	251,400	299,000	16,500
01-40-440-500165	Uniforms & Employee Benefits	15,119	18,600	14,800	15,500	(3,100)
01-40-440-500175	Training/Education/Mtgs/Travel	24,962	18,500	10,900	17,000	(1,500)
01-40-440-500178	General Safety Supplies	14,576	12,000	10,200	12,000	-
01-40-440-500180	Accrued Sick Leave Expense	45,305	74,000	35,800	78,700	4,700
01-40-440-500185	Accrued Vacation Leave Expense	59,655	100,000	56,500	109,800	9,800
01-40-440-500187	Accrual Leave Payments	31,487	80,500	27,100	94,800	14,300
01-40-440-500190	Temporary Labor	29,825	63,300	42,000	-	(63,300)
01-40-440-500195	CIP Related Labor	(68,311)	(40,000)	(18,100)	(200,000)	(160,000)
01-40-440-510031	Small Tools, Parts & Maintenance	22,733	21,000	18,200	40,000	19,000
01-40-440-520071	Maintenance and Repair- Pipeline & Hydrants	45,354	145,000	93,900	145,000	-
01-40-440-520081	Maintenance and Repair- Hydraulic Valves	10,774	42,000	51,800	50,000	8,000
01-40-440-530001	Minor Capital Acquisitions	1,305	2,000	6,600	20,000	18,000
01-40-440-540024	Inventory Adjustments	353,834	50,000	11,200	50,000	-
01-40-440-540036	Line Locates	2,768	3,800	3,200	3,800	-
01-40-440-540042	Meters Maintenance & Services	143,297	230,000	214,400	230,000	-
01-40-440-540078	Reservoirs Maintenance	1,559	89,400	52,100	50,000	(39,400)
01-40-440-550030	Membership Dues	-	-	-	1,500	1,500
01-40-440-550051	Advertising/Legal Notices	1,139	5,000	-	2,000	(3,000)
		\$ 2,404,249	\$ 3,271,600	\$ 2,587,500	\$ 3,159,300	\$ (112,300)



Division Details - Field Inspections

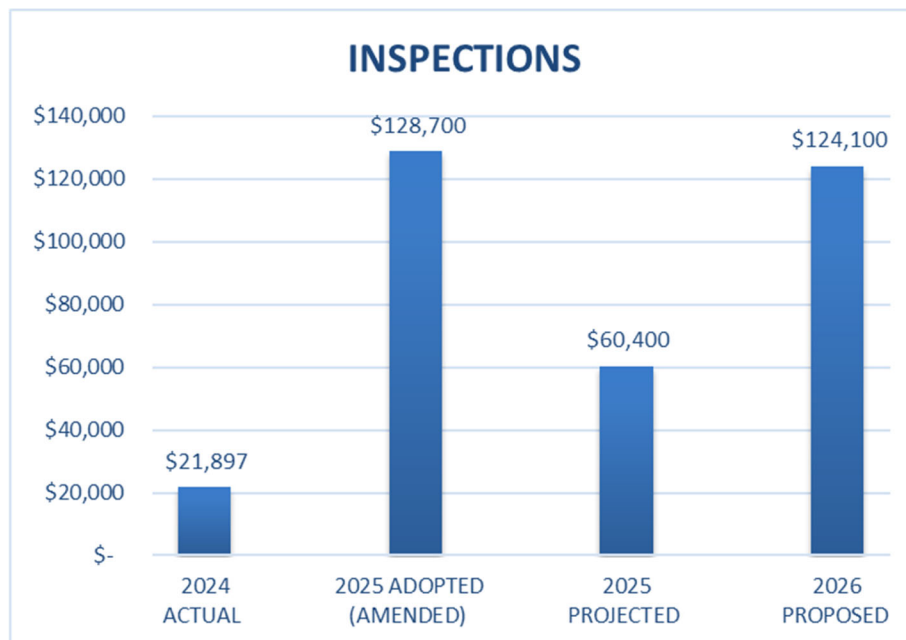
Division Organization

	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Filled by staff from division 440								

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Inspections		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-450-500105	Labor	\$ 12,467	\$ 74,000	\$ 39,400	\$ 67,900	\$ (6,100)
01-40-450-500110	Overtime	2,625	12,000	6,300	7,900	(4,100)
01-40-450-500111	Double Time	232	4,500	-	3,200	(1,300)
01-40-450-500113	Standby/On-Call	-	3,000	-	2,800	(200)
01-40-450-500115	Social Security	951	6,000	2,800	5,300	(700)
01-40-450-500120	Medicare	222	1,500	700	1,300	(200)
01-40-450-500125	Health Insurance	3,330	13,200	6,400	18,600	5,400
01-40-450-500140	Life Insurance	22	500	-	200	(300)
01-40-450-500143	EAP Program	5	500	-	100	(400)
01-40-450-500145	Workers' Compensation	644	3,500	1,300	2,900	(600)
01-40-450-500155	Retirement/CalPERS	1,399	10,000	3,500	13,900	3,900
01-40-450-530001	Minor Capital Acquisitions	-	-	-	-	-
		\$ 21,897	\$ 128,700	\$ 60,400	\$ 124,100	\$ (4,600)



Customer Service and Meter Reading

Division Organization

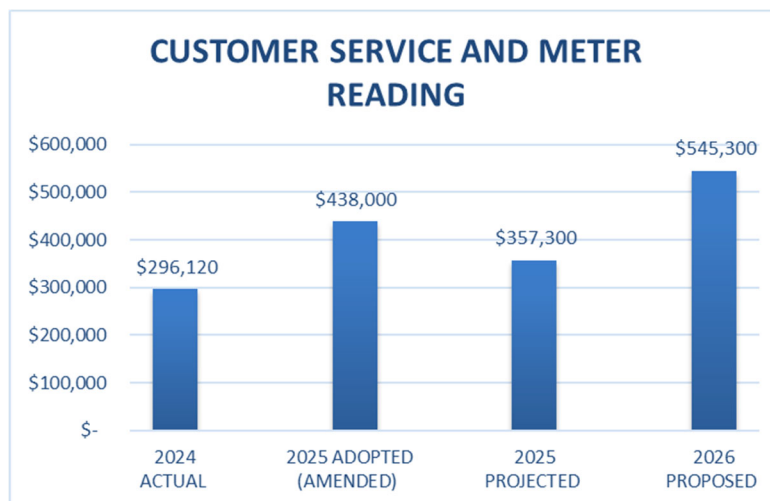
	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Senior Water Utility Worker ⁽³⁾	1	0	1	0	2	0	2	0
	1	0	1	0	2	0	2	0
Count	1		Count	1	Count	2	Count	2
FTE	1		FTE	1	FTE	2	FTE	2

(1) Actuals are based on the employee counts as of 12/31 of that budget year

(3) Senior Water Utility Worker position for Customer Service and Meter reading split to division 460, although all staff in division 440 can perform tasks in 440, 450, and 460

Division Budget Details

Customer Service and Meter Reading		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-460-500105	Labor	\$ 185,325	\$ 242,000	\$ 194,500	\$ 293,400	\$ 51,400
01-40-460-500109	FSLA Overtime	-	500	-	-	(500)
01-40-460-500110	Overtime	3,091	6,000	900	17,500	11,500
01-40-460-500111	Double Time	1,549	2,000	-	6,200	4,200
01-40-460-500113	Standby/On-Call	-	6,500	-	2,800	(3,700)
01-40-460-500114	Incentive Pay	-	1,500	-	1,200	(300)
01-40-460-500115	Social Security	13,096	19,000	13,800	23,000	4,000
01-40-460-500120	Medicare	3,063	4,500	3,200	5,400	900
01-40-460-500125	Health Insurance	60,732	65,500	62,500	89,500	24,000
01-40-460-500140	Life Insurance	283	500	300	500	-
01-40-460-500143	EAP Program	62	500	100	200	(300)
01-40-460-500145	Workers' Compensation	8,261	10,500	7,400	12,100	1,600
01-40-460-500155	Retirement/CalPERS	62,269	75,000	69,400	87,100	12,100
01-40-460-500165	Uniforms & Employee Benefits	1,233	2,500	500	1,500	(1,000)
01-40-460-500175	Training/Education/Mtgs/Travel	55	2,000	-	600	(1,400)
01-40-460-500180	Accrued Sick Leave Expense	1,129	9,000	5,700	9,100	100
01-40-460-500185	Accrued Vacation Leave Expense	7,551	17,000	7,900	17,000	-
01-40-460-500187	Accrual Leave Payments	-	14,500	1,100	19,100	4,600
01-40-460-500195	CIP Related Labor	(51,580)	(41,000)	(10,000)	(41,000)	-
01-40-460-530001	Minor Capital Acquisitions	-	-	-	-	-
01-40-460-550030	Membership Dues	-	-	-	100	100
		\$ 296,120	\$ 438,000	\$ 357,300	\$ 545,300	\$ 107,300



Division Details - Maintenance and General Plant

2025 Division Accomplishments

1. Continued upgrading water facility sites with low-water-use and low-maintenance landscaping designs, completing improvements at multiple District facilities.
2. Responded promptly to facility maintenance requests, completing repairs and improvements that ensured a safe and functional environment for staff and the public.
3. Completed the remodeling and upgrade of the District Field Office, including an additional restroom, siding and roofing replacement, electrical upgrades, drywall installation, and flooring replacement.
4. Replaced building structures at Wells 6, 12, and 13, improving structural integrity and operational efficiency.
5. Maintained and updated District signage across facilities, including site identification, addresses, regulatory warnings, and safety placards.

2026 Division Goals

1. Respond promptly to all facility maintenance requests to ensure safety and efficiency.
2. Track and monitor vehicle maintenance for all District-owned and Enterprise Fleet vehicles.
3. Replace building structures at Wells 14 and 20.
4. Implement energy efficiency improvements at key sites, including LED lighting and HVAC optimization.
5. Continue landscaping upgrades at high-visibility and high-traffic facilities with low-water-use, low-maintenance designs.

Division Organization

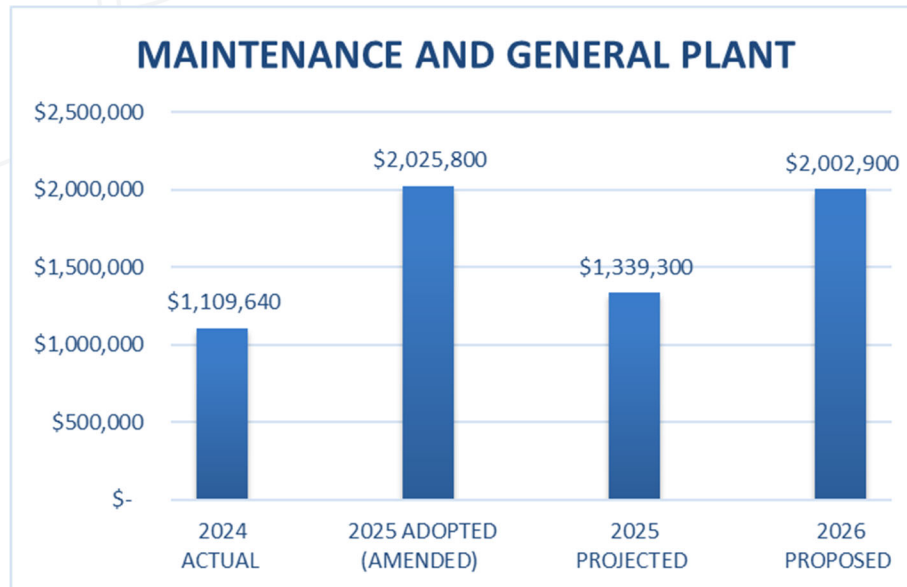
	2023 Actual ⁽¹⁾		2024 Budget ⁽¹⁾		2025 Budget		2026 Budget	
District Position	FT	PT	FT	PT	FT	PT	FT	PT
Maintenance Technician II	1	0	1	0	1	0	1	0
Maintenance Technician I	0	0	0	0	1	0	1	0
	1	0	1	0	2	0	2	0
Count	1		Count	1	Count	2	Count	2
FTE	1		FTE	1	FTE	2	FTE	2

(1) Actuals are based on the employee counts as of 12/31 of that budget year

Division Budget Details

Maintenance and General Plant		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-470-500105	Labor	\$ 186,577	\$ 206,000	\$ 201,400	\$ 221,700	\$ 15,700
01-40-470-500109	FSLA Overtime	-	500	-	-	(500)
01-40-470-500110	Overtime	1,628	4,000	100	8,800	4,800
01-40-470-500111	Double Time	220	1,000	200	3,400	2,400
01-40-470-500113	Standby/On-Call	-	3,000	-	2,800	(200)
01-40-470-500114	Incentive Pay	-	1,500	1,100	1,200	(300)
01-40-470-500115	Social Security	12,438	13,500	12,700	16,300	2,800
01-40-470-500120	Medicare	2,917	3,500	3,100	3,900	400
01-40-470-500125	Health Insurance	50,192	52,800	53,100	63,400	10,600
01-40-470-500140	Life Insurance	293	500	300	400	(100)
01-40-470-500143	EAP Program	67	500	100	200	(300)
01-40-470-500145	Workers' Compensation	7,778	8,000	7,300	9,200	1,200
01-40-470-500155	Retirement/CalPERS	16,195	17,500	18,000	21,100	3,600
01-40-470-500165	Uniforms & Employee Benefits	2,495	2,000	1,000	2,000	-
01-40-470-500175	Training/Education/Mtgs/Travel	200	2,000	300	2,000	-
01-40-470-500180	Accrued Sick Leave Expenses	5,994	7,500	5,300	7,500	-
01-40-470-500185	Accrued Vacation Expenses	6,493	8,500	5,600	9,600	1,100
01-40-470-500187	Accrual Leave Payments	-	3,500	-	5,200	1,700
01-40-470-500195	CIP Related Labor	(37,008)	-	(11,900)	-	-
01-40-470-501111	Electricity - 560 Magnolia Ave	41,884	44,000	34,900	44,000	-
01-40-470-501121	Electricity - 12303 Oak Glen Rd	11	4,000	100	4,000	-
01-40-470-501131	Electricity - 13695 Oak Glen Rd	2,311	3,600	1,900	4,000	400
01-40-470-501141	Electricity - 13697 Oak Glen Rd	3,633	3,600	3,400	5,000	1,400
01-40-470-501151	Electricity - 9781 Avenida Miravilla	2,528	2,500	1,800	3,000	500
01-40-470-501161	Electricity - 815 E. 12th St	8,394	15,400	8,400	15,400	-
01-40-470-501171	Electricity - 851 E. 6th St	3,839	5,400	3,700	5,400	-
01-40-470-501321	Propane - 12303 Oak Glen Rd	-	2,000	-	2,000	-
01-40-470-501331	Propane - 13695 Oak Glen Rd	1,049	4,000	1,200	4,000	-
01-40-470-501341	Propane - 13697 Oak Glen Rd	2,089	5,500	2,000	5,500	-
01-40-470-501351	Propane-9781 Avenida Miravilla	1,307	2,300	1,300	2,300	-
01-40-470-501411	Sanitation - 560 Magnolia Ave	4,457	7,500	3,600	8,000	500
01-40-470-501461	Sanitation - 815 E. 12th St	6,429	6,500	6,600	8,000	1,500
01-40-470-501471	Sanitation - 11083 Cherry Ave	3,893	7,000	4,100	8,000	1,000
01-40-470-501481	Sanitation - 39500 Brookside	5,375	8,000	5,500	8,000	-
01-40-470-501600	Property Maintenance & Repairs	101	4,000	800	4,000	-
01-40-470-501611	Maintenance & Repair- 560 Magnolia Ave	27,384	83,600	25,100	83,600	-
01-40-470-501621	Maintenance & Repair- 12303 Oak Glen Rd	70	31,000	400	31,000	-
01-40-470-501631	Maintenance & Repair- 13695 Oak Glen Rd	3,482	6,000	5,000	3,000	(3,000)
01-40-470-501641	Maintenance & Repair- 13697 Oak Glen Rd	2,920	9,000	8,000	3,000	(6,000)
01-40-470-501651	Maintenance & Repair- 9781 Avenida Miravilla	1,431	4,500	1,400	4,500	-
01-40-470-501661	Maintenance & Repair- 815 E. 12th St	19,095	83,000	16,800	50,000	(33,000)
01-40-470-501671	Maintenance & Repair- 851 E. 6th St	5,046	4,200	5,000	5,000	800
01-40-470-501681	Maintenance & Repair- 39500 Brookside	2,746	5,000	1,200	3,000	(2,000)
01-40-470-501691	Maintenance & Repair- Buildings (General)	10,943	68,000	11,300	30,000	(38,000)
01-40-470-510001	Auto/Fuel	128,082	179,300	126,000	179,300	-
01-40-470-510002	CIP Related Fuel	-	(10,000)	-	(10,000)	-
01-40-470-520011	Maintenance & Repair-Safety Equipment	8,500	20,000	10,300	10,000	(10,000)
01-40-470-520031	Maintenance & Repair-General Equipment	70,080	80,000	65,800	100,000	20,000
01-40-470-520033	CIP Related Mnt & Rpr-Gen Equ	(38,121)	-	-	-	-
01-40-470-520041	Maintenance & Repair-Fleet	73,723	90,000	98,800	70,000	(20,000)
01-40-470-520051	Maintenance & Repair-Paving	77,710	120,000	18,300	120,000	-
01-40-470-520053	Maintenance & Repair-Paving (City of Beaumont)	130,668	270,000	237,500	270,000	-
01-40-470-530001	Minor Capital Acquisitions	-	5,000	-	14,000	9,000
01-40-470-540030	Landscape Maintenance	29,525	82,000	67,500	90,000	8,000
01-40-470-540052	Encroachment Permits	8,488	20,000	2,300	20,000	-
01-40-470-540072	Recharge Facility, Canyon & Pond Maintenance	143,248	260,300	160,400	260,300	-
01-40-470-550030	Membership Dues	-	-	-	100	100

<i>Maintenance and General Plant (continued)</i>		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-50-510-500112	Stipend-Association Mtg Attend	600	1,300	800	2,000	700
01-50-510-502001	Rents/Leases	32,488	35,000	35,500	37,000	2,000
01-50-510-510031	Small Tools, Parts & Maintenance	782	1,000	500	1,000	-
01-50-510-540066	Property Damage & Theft	6,615	60,000	23,400	60,000	-
01-50-510-550040	General Supplies	12,808	19,800	5,400	19,800	-
01-50-510-550060	Public Education/Community Outreach	6,071	24,700	24,800	25,000	300
01-50-510-550072	Miscellaneous Operating Expenses	-	1,000	100	1,000	-
01-50-510-550074	Disaster Preparedness Ongoing Expenses	1,473	11,000	10,700	11,000	-
		\$ 1,109,640	\$ 2,025,800	\$ 1,339,300	\$ 2,002,900	\$ (22,900)



Details by Account



Revenues: Budget Detail from 2024 Adopted to 2026 Proposed

	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
OPERATING REVENUE									
Water Sales									
01-50-510-410100 Sales	\$ 6,072,000	\$ 6,625,700	\$ 6,158,300	\$ -	\$ -	\$ 6,158,300	\$ 7,600,000	\$ 7,185,500	\$ 1,027,200
01-50-510-410111 Drought Surcharges	-	-	-	-	-	-	-	-	-
01-50-510-410151 Agricultural Irrigation Sales	27,000	25,700	22,600	-	-	22,600	35,300	32,000	9,400
01-50-510-410171 Construction Sales	93,500	35,300	73,600	-	-	73,600	89,200	77,500	3,900
01-50-510-410311 Fixed Meter Charges	5,630,500	5,993,200	6,123,200	-	-	6,123,200	6,637,200	6,956,700	833,500
	\$ 11,823,000	\$ 12,679,900	\$ 12,377,700	\$ -	\$ -	\$ 12,377,700	\$ 14,361,700	\$ 14,251,700	\$ 1,874,000
Development and Installation Charges									
01-50-510-413021 Meter Fees	\$ 300,000	\$ 710,700	\$ 537,300	\$ -	\$ -	\$ 537,300	\$ 426,000	\$ 337,100	\$ (200,200)
01-50-510-419011 Development Income	226,000	177,700	241,900	-	-	241,900	203,800	200,000	(41,900)
01-50-510-419012 Development Income - GIS	308,000	-	51,200	-	-	51,200	-	-	(51,200)
	\$ 834,000	\$ 888,400	\$ 830,400	\$ -	\$ -	\$ 830,400	\$ 629,800	\$ 537,100	\$ (293,300)
Water Importation Surcharge									
01-50-510-415001 SGFWA Importation Charges	\$ 3,783,000	\$ 3,844,700	\$ 3,793,300	\$ -	\$ -	\$ 3,793,300	\$ 4,379,200	\$ 4,118,900	\$ 325,600
	\$ 2,207,000	\$ 2,040,000	\$ 2,212,800	\$ -	\$ -	\$ 2,212,800	\$ 2,748,900	\$ 2,625,700	\$ 412,900
Water Pumping Energy Surcharge									
01-50-510-415011 SCE Power Charges									
Other Charges for Service									
01-50-510-413001 Backflow Administration Charges	\$ 69,500	\$ 94,900	\$ 91,000	\$ -	\$ -	\$ 91,000	\$ 104,100	\$ 96,900	\$ 5,900
01-50-510-417001 2nd Notice Charges	82,000	85,900	82,700	-	-	82,700	104,500	90,400	7,700
01-50-510-417011 3rd Notice Charges	104,500	130,200	115,100	-	-	115,100	169,800	130,500	15,400
01-50-510-417030 WaterRestrict Noncomp10-50%	-	-	-	-	-	-	100	-	-
01-50-510-417021 Account Reinstatement Fees	39,000	39,700	37,500	-	-	37,500	56,500	44,800	7,300
01-50-510-417031 Lien Processing Fees	12,000	4,800	7,200	-	-	7,200	5,800	6,800	(400)
01-50-510-417041 Credit Check Processing Fees	18,500	21,300	18,500	-	-	18,500	18,400	18,400	(100)
01-50-510-417051 Return Check Fees	5,500	6,800	5,500	-	-	5,500	11,400	11,200	5,700
01-50-510-417061 Customer Damages	22,500	54,900	30,000	-	-	30,000	11,700	30,800	800
01-50-510-417071 After-Hours Call Out Charges	3,000	3,200	2,800	-	-	2,800	4,600	3,700	900
01-50-510-417081 Bench Test Fees (Credits)	500	200	100	-	-	100	100	100	-
01-50-510-417091 Credit Card Processing Fees	125,000	121,900	-	-	-	-	42,700	-	100
01-50-510-417101 Customer Upgrade Charges	-	-	-	-	-	-	100	2,700	2,700
01-50-510-419001 Rebates/Reimbursements	-	4,300	-	-	-	-	-	-	-
01-50-510-419021 Recharge Income	-	-	-	-	-	-	-	-	-
01-50-510-419031 Well Maintenance Reimbursement	162,000	19,800	107,700	-	-	107,700	25,400	74,800	(32,900)
01-50-510-419041 Gain (Loss) - Asset Disposal	-	-	-	-	-	-	-	-	-
01-50-510-419061 Miscellaneous Income	1,000	54,400	5,000	-	-	5,000	42,300	4,800	(200)
	\$ 645,000	\$ 642,300	\$ 503,100	\$ -	\$ -	\$ 503,100	\$ 597,500	\$ 516,000	\$ 12,900
Total Operating Revenues	\$ 19,292,000	\$ 20,095,300	\$ 19,717,300	\$ -	\$ -	\$ 19,717,300	\$ 22,717,100	\$ 22,049,400	\$ 2,332,100
NON-OPERATING REVENUE									
Property Maintenance Fees									
01-50-510-471001 Maintenance Fees - 12303 Oak Glen Rd	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-510-471011 Maintenance Fees - 13695 Oak Glen Rd	8,000	7,000	7,500	-	-	7,500	7,200	7,500	-
01-50-510-471021 Maintenance Fees - 13697 Oak Glen Rd	9,000	7,800	8,000	-	-	8,000	8,000	8,300	300

Revenues: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Property Maintenance Fees (continued)									
01-50-510-471031 Maintenance Fees - 9781 Avenida Miravilla	7,000	6,500	7,000	-	-	7,000	6,700	6,900	(100)
01-50-510-471101 Utilities - 12303 Oak Glen Rd	-	-	-	-	-	-	-	-	-
01-50-510-471111 Utilities - 13695 Oak Glen Rd	6,000	3,900	3,500	-	-	3,500	2,200	3,700	200
01-50-510-471121 Utilities - 13697 Oak Glen Rd	7,000	5,200	6,000	-	-	6,000	4,300	7,600	1,600
01-50-510-471131 Utilities - 9781 Avenida Miravilla	5,000	3,800	4,000	-	-	4,000	2,600	3,100	(900)
	\$ 42,000	\$ 34,200	\$ 36,000	\$ -	\$ -	\$ 36,000	\$ 31,000	\$ 37,100	\$ 1,100
Facilities Charges									
01-50-510-481001 Capacity Charges-Wells	388,000	57,700	360,000	-	-	360,000	359,900	383,600	23,600
01-50-510-481006 Capacity Charges-Water Rights (SWP)	245,000	36,500	227,800	-	-	227,800	14,500	242,700	14,900
01-50-510-481012 Capacity Charges-Water Treatment Plant	185,000	27,400	171,300	-	-	171,300	171,200	182,500	11,200
01-50-510-481018 Capacity Charges-Local Water Resources	97,000	14,500	90,200	-	-	90,200	5,700	96,100	5,900
01-50-510-481024 Capacity Charges-Recycled Water Facilities	281,000	56,500	260,800	-	-	260,800	342,800	355,500	94,700
01-50-510-481030 Capacity Charges-Transmission (16")	314,000	46,700	291,600	-	-	291,600	291,500	310,700	19,100
01-50-510-481036 Capacity Charges-Storage	402,000	68,800	373,400	-	-	373,400	379,300	397,800	24,400
01-50-510-481042 Capacity Charges-Booster	28,000	4,100	25,900	-	-	25,900	25,800	27,600	1,700
01-50-510-481048 Capacity Charges-Pressure Reducing Stations	15,000	2,100	13,300	-	-	13,300	13,200	14,100	800
01-50-510-481054 Capacity Charges-Miscellaneous Projects	13,000	1,800	11,600	-	-	11,600	11,500	12,300	700
01-50-510-481060 Capacity Charges-Financing Costs	61,000	9,500	56,800	-	-	56,800	59,200	60,500	3,700
01-50-510-485001 Front Footage Fees	24,000	19,300	26,200	-	-	26,200	62,700	50,000	23,800
01-50-510-419042 Asset Disposal Account	-	(71,700)	-	-	-	-	-	-	-
01-50-510-419043 Fixed Asset Inv (Treated as contributed capital)	-	-	-	-	-	-	-	-	-
	\$ 2,053,000	\$ 273,200	\$ 1,908,900	\$ -	\$ -	\$ 1,908,900	\$ 1,737,300	\$ 2,133,400	\$ 224,500
Interest Earned									
01-50-510-490001 Interest Income - Bonita Vista	1,000	300	300	-	-	300	200	100	(200)
01-50-510-490011 Interest Income - Fairway Canyon	223,500	223,100	192,000	-	-	192,000	229,600	159,200	(32,800)
01-50-510-490021 Interest Income - General	1,249,000	3,234,400	1,131,500	-	-	1,131,500	2,876,800	1,379,000	247,500
01-50-510-490051 Net Amort/Accret on Investment	278,000	262,300	250,000	-	-	250,000	149,000	118,700	(131,300)
	\$ 1,751,500	\$ 3,720,100	\$ 1,573,800	\$ -	\$ -	\$ 1,573,800	\$ 3,255,600	\$ 1,657,000	\$ 83,200
Grant Revenue									
01-50-510-419051 Grant Revenue	397,000	1,636,300	861,000	-	-	861,000	1,357,500	-	(861,000)
Total Non-Operating Revenues	\$ 4,243,500	\$ 5,663,800	\$ 4,379,700	\$ -	\$ -	\$ 4,379,700	\$ 6,381,400	\$ 3,827,500	\$ (552,200)
Total Revenues	\$ 23,535,500	\$ 25,759,100	\$ 24,097,000	\$ -	\$ -	\$ 24,097,000	\$ 29,098,500	\$ 25,876,900	\$ 1,779,900

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed

	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
BOARD OF DIRECTORS									
01-10-110-500101 Board of Directors Fees	\$ 124,500	\$ 101,220	\$ 128,000	\$ -	\$ -	\$ 128,000	\$ 112,500	\$ 131,100	\$ 3,100
01-10-110-500115 Social Security	8,000	6,276	8,000	-	-	8,000	7,000	8,200	200
01-10-110-500120 Medicare	2,000	1,468	2,000	-	-	2,000	1,600	2,000	-
01-10-110-500125 Health Insurance	81,500	52,570	94,500	-	-	94,500	54,800	110,400	15,900
01-10-110-500140 Life Insurance	2,500	120	2,500	-	-	2,500	100	2,500	-
01-10-110-500143 EAP Program	500	115	500	-	-	500	100	300	(200)
01-10-110-500145 Workers' Compensation	1,000	744	1,000	-	-	1,000	700	1,100	100
01-10-110-500175 Training/Education/Mtgs/Travel	47,000	33,147	55,000	-	-	55,000	42,100	63,400	8,400
01-10-110-550012 Election Expenses	12,000	6	65,000	78,000	-	143,000	142,400	6,000	(137,000)
01-10-110-550043 Supplies-Other	1,500	1,370	1,700	-	-	1,700	300	1,400	(300)
01-10-110-550051 Advertising/Legal Notices	2,000	-	2,000	-	-	2,000	200	1,000	(1,000)
	\$ 282,500	\$ 197,036	\$ 360,200	\$ 78,000	\$ -	\$ 438,200	\$ 361,800	\$ 327,400	\$ (110,800)
ENGINEERING									
01-20-210-500105 Labor	\$ 511,000	\$ 334,772	\$ 539,500	\$ -	\$ -	\$ 539,500	\$ 355,100	\$ 619,600	\$ 80,100
01-20-210-500114 Incentive Pay	2,500	-	2,500	-	-	2,500	-	2,400	(100)
01-20-210-500115 Social Security	39,000	20,508	42,000	-	-	42,000	23,400	47,200	5,200
01-20-210-500120 Medicare	9,500	5,330	10,000	-	-	10,000	5,800	11,100	1,100
01-20-210-500125 Health Insurance	89,500	65,030	97,000	-	-	97,000	92,100	113,600	16,600
01-20-210-500140 Life Insurance	1,000	503	1,000	-	-	1,000	600	1,000	-
01-20-210-500143 EAP Program	500	94	500	-	-	500	100	300	(200)
01-20-210-500145 Workers' Compensation	5,000	3,266	5,500	-	-	5,500	3,000	5,900	400
01-20-210-500150 Unemployment Insurance	1,500	-	8,000	-	-	8,000	-	15,100	7,100
01-20-210-500155 Retirement/CalPERS	54,500	30,077	55,500	-	-	55,500	35,400	69,300	13,800
01-20-210-500165 Uniforms & Employee Benefits	600	533	500	-	-	500	400	500	-
01-20-210-500175 Training/Education/Mtgs/Travel	7,900	1,261	8,000	-	-	8,000	-	8,000	-
01-20-210-500180 Accrued Sick Leave Expense	30,000	10,859	35,500	-	-	35,500	8,100	33,900	(1,600)
01-20-210-500185 Accrued Vacation Leave Expense	25,000	16,093	31,500	-	-	31,500	18,900	37,400	5,900
01-20-210-500187 Accrual Leave Payments	18,500	15,897	27,500	-	-	27,500	18,200	27,900	400
01-20-210-500190 Temporary Labor	45,000	43,573	21,100	-	-	21,100	11,200	-	(21,100)
01-20-210-500195 CIP Related Labor	(225,000)	(63,486)	(225,000)	-	-	(225,000)	(62,000)	(225,000)	-
01-20-210-550029 Administrative Expenses	11,000	7,800	11,000	-	-	11,000	3,200	11,000	-
01-20-210-550042 Office Supplies	-	-	-	1,000	-	1,000	500	1,000	-
01-20-210-550046 Office Equipment	6,000	4,356	6,000	-	(1,000)	5,000	2,300	5,000	-
01-20-210-550030 Membership Dues	2,000	280	2,100	-	-	2,100	600	2,000	(100)
01-20-210-550051 Advertising/Legal Notices	5,000	102	5,000	-	-	5,000	1,200	5,000	-
	\$ 640,000	\$ 496,849	\$ 684,700	\$ 1,000	\$ (1,000)	\$ 684,700	\$ 518,100	\$ 792,200	\$ 107,500
DEVELOPMENT SERVICES									
01-20-220-500105 Labor	\$ 78,000	\$ 75,413	\$ 77,000	\$ -	\$ -	\$ 77,000	\$ 68,500	\$ 81,800	\$ 4,800
01-20-220-500114 Incentive Pay	-	-	-	-	-	-	-	-	-
01-20-220-500115 Social Security	5,500	4,378	5,000	-	-	5,000	4,300	5,300	300
01-20-220-500120 Medicare	1,500	1,095	1,500	-	-	1,500	1,000	1,300	(200)
01-20-220-500125 Health Insurance	19,000	12,711	19,500	-	-	19,500	13,100	21,000	1,500
01-20-220-500140 Life Insurance	500	111	500	-	-	500	100	200	(300)
01-20-220-500143 EAP Program	-	15	500	-	-	500	-	100	(400)
01-20-220-500145 Workers' Compensation	1,000	671	1,000	-	-	1,000	500	800	(200)
01-20-220-500150 Unemployment Insurance	1,500	-	1,500	-	-	1,500	-	2,000	500

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
DEVELOPMENT SERVICES (continued)									
01-20-220-500155 Retirement/CalPERS	6,500	5,970	7,000	-	-	7,000	5,900	7,900	900
01-20-220-500180 Accrued Sick Leave Expense	4,500	-	-	-	-	-	-	-	-
01-20-220-500185 Accrued Vacation Leave Expense	5,000	-	-	-	-	-	-	-	-
01-20-220-500187 Accrual Leave Payments	-	-	-	-	-	-	-	-	-
	\$ 123,500	\$ 100,365	\$ 113,500	\$ -	\$ -	\$ 113,500	\$ 93,400	\$ 120,400	\$ 6,900
PROFESSIONAL SERVICES									
01-20-210-540012 Development Reimbursable Engineering	-	-	-	-	-	-	-	-	-
01-20-210-540014 Development Reimbursable GIS	50,000	-	-	-	-	-	-	-	-
01-20-210-540018 Grant & Loan Procurement	-	-	-	-	-	-	-	-	-
01-20-210-540048 Permits, Fees & Licensing	3,000	-	3,000	-	-	3,000	-	3,000	-
01-20-210-580031 Outside Engineering	120,000	66,595	120,000	-	-	120,000	83,700	120,000	-
01-20-210-580032 CIP Related Outside Engineering	-	-	-	-	-	-	-	-	-
01-30-310-580001 Accounting and Audit	46,000	34,304	48,400	-	-	48,400	47,800	48,200	(200)
01-30-310-550061 Media Outreach	10,000	-	5,000	-	-	5,000	-	-	-
01-30-310-580011 General Legal	79,000	85,078	83,500	136,000	-	219,500	147,900	179,300	(40,200)
01-30-310-580036 Other Professional Services	341,000	176,714	200,000	29,200	(35,200)	194,500	130,000	142,800	(51,200)
01-50-510-550096 Beaumont Basin Watermaster	127,000	47,614	135,000	-	-	135,000	66,900	135,000	-
01-50-510-550097 SAWPA Basin Monitoring Program	30,000	28,778	30,000	-	-	30,000	33,200	37,000	7,000
	\$ 806,000	\$ 439,081	\$ 624,900	\$ 165,200	\$ (35,200)	\$ 754,900	\$ 509,500	\$ 670,300	\$ (84,600)
FINANCE AND ADMINISTRATIVE SERVICES									
01-30-310-500105 Labor	1,011,000	898,818	1,114,000	-	-	1,114,000	1,020,100	1,238,800	124,800
01-30-310-500109 FLSA Overtime	500	-	500	-	-	500	-	-	(500)
01-30-310-500110 Overtime	3,000	522	3,500	-	-	3,500	400	6,000	2,500
01-30-310-500111 Double Time	2,500	277	2,500	-	-	2,500	100	4,100	1,600
01-30-310-500114 Incentive Pay	4,000	600	4,500	-	-	4,500	600	3,600	(900)
01-30-310-500115 Social Security	80,500	54,525	89,000	-	-	89,000	65,700	99,000	10,000
01-30-310-500120 Medicare	18,500	16,180	21,000	-	-	21,000	13,500	23,200	2,200
01-30-310-500125 Health Insurance	210,650	153,133	190,500	-	-	190,500	179,400	205,200	14,700
01-30-310-500130 CalPERS Health Administration Costs	3,000	2,611	3,000	-	-	3,000	2,300	2,500	(500)
01-30-310-500140 Life Insurance	2,000	1,369	2,000	-	-	2,000	1,600	2,000	-
01-30-310-500143 EAP Program	500	165	500	-	-	500	200	500	-
01-30-310-500145 Workers' Compensation	9,000	7,648	9,500	-	-	9,500	7,100	10,100	600
01-30-310-500150 Unemployment Insurance	7,500	4,262	16,500	-	-	16,500	8,000	29,800	13,300
01-30-310-500155 Retirement/CalPERS	222,000	206,791	236,000	-	-	236,000	221,200	285,800	49,800
01-30-310-500161 Estimated Current Year OPEB Expense	104,000	80,006	111,300	-	-	111,300	111,300	99,700	(11,600)
01-30-310-500165 Uniforms & Employee Benefits	1,000	758	1,000	-	-	1,000	700	1,000	-
01-30-310-500175 Training/Education/Mtgs/Travel	37,000	18,598	35,000	-	-	35,000	13,900	38,000	3,000
01-30-310-500180 Accrued Sick Leave Expense	60,000	25,250	63,500	-	-	63,500	18,600	67,500	4,000
01-30-310-500185 Accrued Vacation Leave Expense	98,000	63,389	100,500	-	-	100,500	39,600	114,900	14,400
01-30-310-500187 Accrual Leave Payments	101,500	56,795	138,000	-	-	138,000	39,200	144,500	6,500
01-30-310-500190 Temporary Labor	60,850	60,097	-	-	-	-	-	-	-
01-30-310-500195 CIP Related Labor	(8,000)	-	-	-	-	-	-	-	-
01-30-310-550001 Bank/Financial Service Fees	4,000	3,204	4,000	500	-	4,500	3,600	4,000	(500)
01-30-310-550030 Membership Dues	43,000	41,211	46,200	-	-	46,200	40,700	49,000	2,800
01-30-310-550042 Office Supplies	12,500	11,484	11,200	-	-	11,200	10,800	12,100	900
01-30-310-550046 Office Equipment	5,500	1,378	5,500	-	-	5,500	1,000	3,300	(2,200)

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

	2024		2024		2025		2025		2025		CHANGE (Proposed less Adopted- Amended)
	ADOPTED	ACTUAL	ADOPTED	ADDITIONS	DELETIONS	ADOPTED (AMENDED)	PROJECTED	PROPOSED	2026 PROPOSED		
FINANCE AND ADMINISTRATIVE SERVICES (continued)											
01-30-310-550048 Postage	51,000	7,450	62,200	-	-	62,200	23,100	141,900	79,700		
01-30-310-550051 Advertising/Legal Notices	5,000	1,673	1,500	-	-	1,500	600	1,500	-		
01-30-310-550054 Property, Auto & General Liability Insurance	250,000	245,664	378,000	-	-	378,000	267,800	319,000	(59,000)		
01-30-310-550066 Subscriptions	500	195	500	-	-	500	100	500	-		
01-30-310-550072 Miscellaneous Operating Expenses	2,000	1,924	500	-	-	500	400	500	-		
01-30-310-550078 Bad Debt Expense	23,500	-	25,000	-	-	25,000	-	25,000	-		
01-30-310-560000 GASB 68 Pension Expense	215,000	361,114	215,000	-	-	215,000	292,600	361,200	146,200		
	\$ 2,641,000	\$ 2,327,092	\$ 2,891,900	\$ 500	\$ -	\$ 2,892,400	\$ 2,384,200	\$ 3,294,200	\$ 401,800		
DEPRECIATION											
01-30-310-550084 Depreciation	\$ 3,417,000	\$ 3,587,565	\$ 3,616,300	\$ -	\$ -	\$ 3,616,300	\$ 3,651,900	\$ 3,876,500	\$ 260,200		
HUMAN RESOURCES AND RISK MANAGEMENT											
01-30-320-500105 Labor	\$ 101,000	\$ 91,819	\$ 119,000	\$ -	\$ -	\$ 119,000	\$ 104,200	\$ 145,400	\$ 26,400		
01-30-320-500110 Overtime	-	-	-	-	-	-	-	-	-		
01-30-320-500111 Double Time	-	-	-	-	-	-	-	-	-		
01-30-320-500114 Incentive Pay	1,000	-	1,000	-	-	1,000	-	600	(400)		
01-30-320-500115 Social Security	7,000	6,011	8,500	-	-	8,500	6,600	10,100	1,600		
01-30-320-500120 Medicare	\$ 2,000	\$ 1,406	\$ 2,000	\$ -	\$ -	\$ 2,000	\$ 1,500	\$ 2,400	\$ 400		
01-30-320-500125 Health Insurance	27,500	24,304	30,500	-	-	30,500	30,300	27,200	(3,300)		
01-30-320-500140 Life Insurance	500	164	500	-	-	500	200	300	(200)		
01-30-320-500143 EAP Program	500	23	500	-	-	500	-	100	(400)		
01-30-320-500145 Workers' Compensation	1,000	732	1,000	-	-	1,000	700	1,200	200		
01-30-320-500150 Unemployment Insurance	1,500	-	2,000	-	-	2,000	-	3,600	1,600		
01-30-320-500155 Retirement/CalPERS	9,000	8,361	11,000	-	-	11,000	9,400	13,400	2,400		
01-30-320-500165 Uniforms & Employee Benefits	220	219	300	-	-	300	100	300	-		
01-30-320-500175 Training/Education/Mtgs/Travel	7,000	2,250	3,800	-	-	3,800	300	3,800	-		
01-30-320-500176 District Professional Development	26,000	8,388	18,800	-	-	18,800	500	18,800	-		
01-30-320-500177 General Safety Training & Supplies	26,900	10,371	24,200	-	-	24,200	9,400	24,200	-		
01-30-320-500180 Accrued Sick Leave Expense	6,000	4,168	7,500	-	-	7,500	1,200	8,900	1,400		
01-30-320-500185 Accrued Vacation Leave Expense	5,500	5,017	6,500	-	-	6,500	700	7,400	900		
01-30-320-500187 Accrual Leave Payments	-	-	-	-	-	-	-	-	-		
01-30-320-500190 Temporary Labor	-	-	-	-	-	-	-	-	-		
01-30-320-550024 Employment Testing	4,500	3,954	4,500	-	-	4,500	4,700	5,100	600		
01-30-320-550025 Employee Retention	6,000	2,084	6,000	-	-	6,000	3,600	6,000	-		
01-30-320-550026 Recruitment Expense	12,500	2,011	9,000	-	-	9,000	1,400	9,000	-		
01-30-320-550028 District Certification	6,000	4,147	4,500	-	-	4,500	4,500	4,500	-		
01-30-320-550030 Membership Dues	2,000	1,180	1,100	-	-	1,100	1,100	1,100	-		
01-30-320-550042 Office Supplies	480	-	1,400	-	-	1,400	400	1,900	500		
01-30-320-550051 Advertising/Legal Notices	2,000	244	1,600	-	-	1,600	-	1,600	-		
01-30-320-580036 Other Professional Services	11,000	3,112	7,000	-	-	7,000	3,100	11,000	4,000		
	\$ 267,100	\$ 179,964	\$ 272,200	\$ -	\$ -	\$ 272,200	\$ 183,600	\$ 307,900	\$ 35,700		
CUSTOMER SERVICE											
01-30-330-500105 Labor	\$ 321,800	\$ 278,383	\$ 397,500	\$ -	\$ -	\$ 396,800	\$ 335,800	\$ 423,500	\$ 26,700		
01-30-330-500109 FSLA Overtime	500	-	500	-	-	500	-	-	(500)		

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
CUSTOMER SERVICE (continued)									
01-30-330-500110 Overtime	8,000	5,161	3,000	-	-	3,000	2,500	5,600	2,600
01-30-330-500111 Double Time	1,000	-	-	700	-	700	400	-	(700)
01-30-330-500114 Incentive Pay	3,000	-	3,000	-	-	3,000	-	3,000	-
01-30-330-500115 Social Security	24,500	18,957	29,000	-	-	29,000	22,400	31,100	2,100
01-30-330-500120 Medicare	6,000	4,434	7,000	-	-	7,000	5,200	7,300	300
01-30-330-500125 Health Insurance	131,500	103,433	133,000	-	-	133,000	126,500	139,900	6,900
01-30-330-500140 Life Insurance	1,000	441	1,000	-	-	1,000	600	700	(300)
01-30-330-500143 EAP Program	500	107	500	-	-	500	100	300	(200)
01-30-330-500145 Workers' Compensation	3,000	2,294	3,500	-	-	3,500	2,300	3,300	(200)
01-30-330-500150 Unemployment Insurance	5,000	-	6,000	-	-	6,000	-	10,400	4,400
01-30-330-500155 Retirement/CalPERS	41,500	43,041	46,500	-	-	46,500	57,300	71,000	24,500
01-30-330-500165 Uniforms & Employee Benefits	900	649	500	-	-	500	500	500	-
01-30-330-500175 Training/Education/Mtgs/Travel	8,100	1,362	8,000	-	-	8,000	100	8,000	-
01-30-330-500180 Accrued Sick Leave Expense	15,500	10,197	18,500	-	-	18,500	6,500	21,100	2,600
01-30-330-500185 Accrued Vacation Leave Expense	21,000	17,805	25,500	-	-	25,500	11,200	26,800	1,300
01-30-330-500187 Accrual Leave Payments	20,500	-	19,500	-	-	19,500	2,100	22,400	2,900
01-30-330-500190 Temporary Labor	20,200	20,183	15,600	-	-	15,600	13,600	16,100	500
01-30-330-500195 CIP Related Labor	-	-	-	-	-	-	-	-	-
01-30-330-550006 Cashiering Shortages/Overages	100	31	100	-	-	100	100	100	-
01-30-330-550008 Transaction/Return Fees	1,500	877	1,500	-	-	1,500	600	1,200	(300)
01-30-330-550010 Transaction/Credit Card Fees	125,000	121,952	-	-	-	-	17,500	-	-
01-30-330-550014 Credit Check Fees	6,500	6,712	6,500	-	-	6,500	4,200	6,200	(300)
01-30-330-550030 Membership Dues	1,500	135	1,100	-	-	1,100	-	1,100	-
01-30-330-550036 Notary & Lien Fees	2,500	600	2,500	-	-	2,500	400	2,000	(500)
01-30-330-550050 Utility Billing Service	99,000	94,848	120,000	24,000	-	144,000	135,500	76,000	(68,000)
01-30-330-550051 Advertising/Legal Notices	-	-	900	-	-	900	-	900	-
	\$ 869,600	\$ 731,603	\$ 850,700	\$ 24,700	\$ (700)	\$ 874,700	\$ 745,400	\$ 878,500	\$ 3,800
INFORMATION TECHNOLOGY									
01-35-315-500105 Labor	\$ 169,000	\$ 166,200	\$ 196,000	\$ -	\$ -	\$ 196,000	\$ 186,500	\$ 206,300	\$ 10,300
01-35-315-500114 Incentive Pay	1,000	-	1,000	-	-	1,000	-	600	(400)
01-35-315-500115 Social Security	14,000	10,258	16,500	-	-	16,500	14,000	17,200	700
01-35-315-500120 Medicare	3,500	2,671	4,000	-	-	4,000	3,200	4,100	100
01-35-315-500125 Health Insurance	27,500	23,607	26,000	-	-	26,000	25,800	28,800	2,800
01-35-315-500140 Life Insurance	500	250	500	-	-	500	300	400	(100)
01-35-315-500143 EAP Program	500	23	500	-	-	500	-	100	(400)
01-35-315-500145 Workers' Compensation	1,500	1,272	2,000	-	-	2,000	1,200	1,600	(400)
01-35-315-500150 Unemployment Insurance	2,500	-	3,000	-	-	3,000	-	5,000	2,000
01-35-315-500165 Uniforms & Employee Benefits	-	-	-	-	-	-	-	-	-
01-35-315-500155 Retirement/CalPERS	15,000	12,728	34,500	-	-	34,500	16,500	19,200	(15,300)
01-35-315-500175 Training/Education/Mtgs/Travel	5,000	4,800	5,300	-	-	5,300	6,700	5,300	-
01-35-315-500180 Accrued Sick Leave Expense	10,000	5,566	11,500	-	-	11,500	-	11,600	100
01-35-315-500185 Accrued Vacation Leave Expense	18,500	2,982	21,500	-	-	21,500	23,800	25,000	3,500
01-35-315-500187 Accrual Leave Payments	20,500	15,436	32,500	-	-	32,500	-	32,900	400
01-35-315-500190 Temporary Labor	-	-	-	-	-	-	-	-	-
01-35-315-500195 CIP Related Labor	(33,000)	-	-	-	-	-	-	-	-
01-35-315-501511 Telephone/Internet Service	97,000	96,707	93,000	-	-	93,000	90,200	93,000	-
01-35-315-501521 Building Alarms and Security	34,000	19,446	34,000	-	-	34,000	17,900	34,000	-

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

INFORMATION TECHNOLOGY (continued)	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-35-315-540016 GIS Maintenance and Updates	-	-	10,000	-	-	10,000	-	10,000	-
01-35-315-550030 Membership Dues	3,000	1,476	3,000	-	-	3,000	1,700	3,000	-
01-35-315-550044 Printing/Toner & Maintenance	30,000	17,864	30,000	-	-	30,000	10,300	30,000	-
01-35-315-550051 Advertising/Legal Notices	-	-	-	-	-	-	-	-	-
01-35-315-550058 Cyber Security Liability Insurance	7,500	5,583	7,500	-	-	7,500	5,600	7,500	-
01-35-315-580016 Computer Hardware	30,000	20,030	30,000	-	-	30,000	17,700	30,000	-
01-35-315-580021 IT/Software Support	8,000	\$	8,000	\$	\$	\$	\$	\$	-
01-35-315-580026 License/Maintenance/Support	297,000	209,355	321,000	-	-	321,000	201,800	321,000	-
01-35-315-580027 AMR/AMI Annual Support	163,000	34,111	171,200	-	-	171,200	47,900	171,200	-
01-35-315-580028 Cybersecurity Software/Hardware	58,000	54,526	60,900	-	-	60,900	49,200	60,900	-
01-35-315-580030 Repair/Purchase Radio Comm Equip	10,000	9,014	10,000	-	-	10,000	6,800	10,000	-
	\$ 993,500	\$ 713,904	\$ 1,133,400	\$	\$	\$ 1,133,400	\$ 727,100	\$ 1,136,700	\$ 3,300
SOURCE OF SUPPLY									
01-40-410-500105 Labor	\$ 437,900	\$ 384,407	\$ 520,500	\$	\$	\$ 511,000	\$ 449,200	\$ 535,700	\$ 24,700
01-40-410-500109 FSLA Overtime	500	-	500	-	-	500	-	-	(500)
01-40-410-500110 Overtime	20,500	12,535	25,500	-	-	25,500	12,300	42,100	16,600
01-40-410-500111 Double Time	7,500	1,629	12,000	-	-	12,000	1,600	19,900	7,900
01-40-410-500113 Standby/On-Call	14,600	14,560	11,000	3,000	-	14,000	14,900	14,700	700
01-40-410-500114 Incentive Pay	3,000	2,300	3,000	-	-	3,000	2,400	3,000	-
01-40-410-500115 Social Security	35,500	29,214	41,500	-	-	41,500	33,000	44,700	3,200
01-40-410-500120 Medicare	8,500	6,832	10,000	-	-	10,000	7,700	10,500	500
01-40-410-500125 Health Insurance	135,500	118,100	128,500	1,500	-	130,000	128,500	138,200	8,200
01-40-410-500140 Life Insurance	1,000	635	1,000	-	-	1,000	800	900	(100)
01-40-410-500143 EAP Program	500	115	500	-	-	500	100	300	(200)
01-40-410-500145 Workers' Compensation	18,500	18,322	22,000	-	-	22,000	17,500	22,400	400
01-40-410-500150 Unemployment Insurance	15,500	-	36,500	-	-	36,500	-	63,100	26,600
01-40-410-500155 Retirement/CalPERS	140,500	113,073	125,500	-	-	125,500	109,100	137,300	11,800
01-40-410-500165 Uniforms & Employee Benefits	4,000	2,589	3,500	-	-	3,500	2,900	3,500	-
01-40-410-500175 Training/Education/Mtgs/Travel	1,500	210	3,000	1,500	-	4,500	4,000	2,500	(2,000)
01-40-410-500180 Accrued Sick Leave Expense	20,500	20,142	24,000	-	-	24,000	21,800	24,700	700
01-40-410-500185 Accrued Vacation Leave Expense	37,000	35,072	42,000	-	-	42,000	33,700	40,500	(1,500)
01-40-410-500187 Accrual Leave Payments	27,500	3,384	30,000	-	-	30,000	5,600	39,800	9,800
01-40-410-500195 CIP Related Labor	(20,000)	-	(22,800)	-	-	(22,800)	(200)	(22,800)	-
01-40-410-500501 State Project Water Purchases	5,586,299	5,586,000	4,468,800	1,995,000	-	6,463,800	6,463,800	4,468,800	(1,995,000)
01-40-410-500511 Ground Water Purchases	-	-	-	-	-	-	-	-	-
01-40-410-501101 Electricity - Wells	2,750,000	2,651,587	3,100,000	-	-	3,100,000	2,700,400	3,000,000	(100,000)
01-40-410-501201 Gas - Wells	1,000	180	500	-	-	500	200	500	-
01-40-410-510011 Treatment & Chemicals	170,000	162,790	221,000	-	(1,600)	219,400	149,600	225,000	5,600
01-40-410-510021 Lab Testing	80,000	89,611	94,500	-	-	94,500	89,400	100,000	5,500
01-40-410-510031 Small Tools, Parts & Maintenance	5,000	4,873	7,000	-	-	7,000	6,100	10,000	3,000
01-40-410-520021 Maintenance & Repair-Telemetry Equipment	5,000	1,278	5,000	-	-	5,000	2,600	5,000	-
01-40-410-520061 Maintenance & Repair-Pumping Equipment	200,000	118,694	118,000	-	-	118,000	100,300	118,000	-
01-40-410-530001 Minor Capital Acquisitions	-	-	10,000	-	-	10,000	-	500	(9,500)
01-40-410-540084 Regulations Mandates & Tariffs	150,000	123,047	160,000	-	-	160,000	151,300	185,000	25,000
01-40-410-550030 Membership Dues	-	-	-	1,600	-	-	-	2,000	2,000
01-40-410-550042 Office Supplies	-	-	-	-	-	1,600	800	1,600	-

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

Source of Supply (continued)	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-410-550051 Advertising/Notices	-	362	-	-	-	-	-	1,000	1,000
01-40-410-550066 Subscriptions	\$ 9,857,799	\$ 9,501,541	\$ 9,204,500	\$ 2,002,600	\$ (11,100)	\$ 11,196,000	\$ 10,511,000	\$ 9,238,900	\$ (1,957,100)
CROSS-CONNECTION/NON-POTABLE WATER									
01-40-430-500105 Labor	\$ 95,500	\$ 92,479	\$ 111,000	\$ -	\$ -	\$ 111,000	\$ 94,700	\$ 119,900	\$ 8,900
01-40-430-500109 FLSA Overtime	500	-	500	-	-	500	-	-	(500)
01-40-430-500110 Overtime	6,000	-	6,500	-	-	6,500	-	5,400	(1,100)
01-40-430-500111 Double Time	1,000	-	1,000	-	-	1,000	-	1,500	500
01-40-430-500113 Standby/On-Call	-	-	-	-	-	-	-	-	-
01-40-430-500114 Incentive Pay	1,000	550	1,000	-	-	1,000	600	600	(400)
01-40-430-500115 Social Security	8,500	6,434	9,000	-	-	9,000	6,600	9,500	500
01-40-430-500120 Medicare	2,000	1,505	2,500	-	-	2,500	1,500	2,300	(200)
01-40-430-500125 Health Insurance	27,500	24,744	26,000	-	-	26,000	25,800	28,800	2,800
01-40-430-500140 Life Insurance	500	146	500	-	-	500	200	(300)	200
01-40-430-500143 EAP Program	500	23	500	-	-	500	-	100	(400)
01-40-430-500145 Workers' Compensation	4,500	4,110	5,000	-	-	5,000	3,500	4,900	(100)
01-40-430-500150 Unemployment Insurance	1,500	-	2,000	-	-	2,000	-	3,000	1,000
01-40-430-500155 Retirement/CalPERS	26,500	26,807	37,500	-	-	37,500	35,300	42,400	4,900
01-40-430-500165 Uniforms & Employee Benefits	1,000	434	1,000	-	-	1,000	500	1,000	-
01-40-430-500175 Training/Education/Mtgs/Travel	1,500	574	3,500	-	-	3,500	1,100	3,500	-
01-40-430-500180 Accrued Sick Leave Expense	5,000	4,824	5,500	-	-	5,500	3,200	5,600	100
01-40-430-500185 Accrued Vacation Leave Expense	7,500	7,416	8,000	-	-	8,000	5,200	8,600	600
01-40-430-500187 Accrual Leave Payments	7,000	-	8,000	-	-	8,000	-	9,800	1,800
01-40-430-500195 CIP Related Labor	-	-	-	-	-	-	-	-	-
01-40-430-510031 Small Tools, Parts & Maintenance	2,000	1,227	3,000	-	-	3,000	800	2,000	(1,000)
01-40-430-530001 Minor Capital Acquisitions	-	-	-	-	-	-	-	-	-
01-40-430-540001 Backflow Maintenance	13,000	4,644	15,000	-	(200)	14,800	10,700	40,800	26,000
01-40-430-550030 Membership Dues	-	-	-	-	-	-	-	2,500	2,500
01-40-430-550042 Office Supplies	-	-	-	200	-	200	100	200	-
01-40-430-550051 Advertising/Legal Notices	500	-	500	-	-	500	-	500	-
01-40-430-550066 Subscriptions	3,000	1,150	3,700	-	-	3,700	-	500	-
	\$ 216,000	\$ 177,067	\$ 251,200	\$ 200	\$ (200)	\$ 251,200	\$ 189,800	\$ 293,600	\$ (3,200)
									\$ 42,400
TRANSMISSION AND DISTRIBUTION									
01-40-440-500105 Labor	\$ 1,233,500	\$ 988,891	\$ 1,424,500	\$ -	\$ (12,000)	\$ 1,412,500	\$ 1,192,200	\$ 1,470,400	\$ 57,900
01-40-440-500109 FLSA Overtime	1,000	-	1,000	-	-	1,000	-	-	(1,000)
01-40-440-500110 Overtime	56,000	55,170	63,500	-	-	63,500	66,600	86,700	23,200
01-40-440-500111 Double Time	25,300	20,610	27,000	-	-	27,000	21,900	37,900	10,900
01-40-440-500113 Standby/On-Call	24,200	25,590	23,000	-	-	23,000	23,600	22,900	(100)
01-40-440-500114 Incentive Pay	7,000	50	7,000	-	-	7,000	900	6,600	(400)
01-40-440-500115 Social Security	96,000	74,447	112,000	\$ -	\$ -	112,000	\$ 87,800	\$ 118,500	\$ 6,500
01-40-440-500120 Medicare	22,500	17,699	26,500	-	-	26,500	20,600	27,800	1,300
01-40-440-500125 Health Insurance	411,500	223,501	349,500	-	-	349,500	247,500	318,200	(31,300)
01-40-440-500140 Life Insurance	2,500	1,568	2,500	-	-	2,500	2,000	2,400	(100)
01-40-440-500143 EAP Program	1,000	339	1,000	-	-	1,000	400	900	(100)
01-40-440-500145 Workers' Compensation	42,500	40,986	48,500	-	-	48,500	42,000	47,900	(600)
01-40-440-500155 Retirement/CalPERS	216,700	220,015	282,500	-	-	282,500	251,400	299,000	16,500

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

TRANSMISSION AND DISTRIBUTION (continued)									
	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
01-40-440-500165 Uniforms & Employee Benefits	16,000	15,119	18,600	-	-	18,600	14,800	15,500	(3,100)
01-40-440-500175 Training/Education/Mtgs/Travel	25,000	24,962	20,000	-	(1,500)	18,500	10,900	17,000	(1,500)
01-40-440-500178 General Safety Supplies	13,000	14,576	12,000	-	-	12,000	10,200	12,000	-
01-40-440-500180 Accrued Sick Leave Expense	65,500	45,305	74,000	-	-	74,000	35,800	78,700	4,700
01-40-440-500185 Accrued Vacation Leave Expense	90,000	59,655	100,000	-	-	100,000	56,500	109,800	9,800
01-40-440-500187 Accrual Leave Payments	79,000	31,487	80,500	-	-	80,500	27,100	94,800	14,300
01-40-440-500190 Temporary Labor	40,000	29,825	63,300	-	-	63,300	42,000	-	(63,300)
01-40-440-500195 CIP Related Labor	(40,000)	(68,311)	(40,000)	-	-	(40,000)	(18,100)	(200,000)	(160,000)
01-40-440-520031 Small Tools, Parts & Maintenance	23,000	22,733	18,000	3,000	-	21,000	18,200	40,000	19,000
01-40-440-520071 Maintenance and Repair- Pipeline & Hydrants	144,000	45,354	145,000	-	-	145,000	93,900	145,000	-
01-40-440-520081 Maintenance and Repair- Hydraulic Valves	35,000	10,774	42,000	-	-	42,000	51,800	50,000	8,000
01-40-440-530001 Minor Capital Acquisitions	30,000	1,305	5,000	-	(3,000)	2,000	6,600	20,000	18,000
01-40-440-540024 Inventory Adjustments	64,000	353,834	50,000	-	-	50,000	11,200	50,000	-
01-40-440-540036 Line Locates	4,000	2,768	3,800	-	-	3,800	3,200	3,800	-
01-40-440-540042 Meters Maintenance & Services	170,000	143,297	200,000	30,000	-	230,000	214,400	230,000	-
01-40-440-540078 Reservoirs Maintenance	52,000	1,559	65,000	24,400	-	89,400	52,100	50,000	(39,400)
01-40-440-550030 Membership Dues	-	-	-	-	-	-	-	1,500	1,500
01-40-440-550051 Advertising/Legal Notices	5,000	1,139	5,000	-	-	5,000	-	2,000	(3,000)
	\$ 2,955,200	\$ 2,404,249	\$ 3,230,700	\$ 57,400	\$ (16,500)	\$ 3,271,600	\$ 2,587,500	\$ 3,159,300	\$ (112,300)
INSPECTIONS									
01-40-450-500105 Labor	\$ 59,000	\$ 12,467	\$ 74,000	\$ -	\$ -	\$ 74,000	\$ 39,400	\$ 67,900	\$ (6,100)
01-40-450-500110 Overtime	12,000	2,625	12,000	-	-	12,000	6,300	7,900	(4,100)
01-40-450-500111 Double Time	4,500	232	4,500	-	-	4,500	-	3,200	(1,300)
01-40-450-500113 Standby/On-Call	3,000	-	3,000	-	-	3,000	-	2,800	(200)
01-40-450-500115 Social Security	6,000	951	6,000	-	-	6,000	2,800	5,300	(700)
01-40-450-500120 Medicare	1,500	222	1,500	-	-	1,500	700	1,300	(200)
01-40-450-500125 Health Insurance	23,500	3,330	19,000	-	(5,800)	13,200	6,400	18,600	5,400
01-40-450-500140 Life Insurance	500	22	500	-	-	500	-	200	(300)
01-40-450-500143 EAP Program	500	5	500	-	-	500	-	100	(400)
01-40-450-500145 Workers' Compensation	3,000	644	3,500	-	-	3,500	1,300	2,900	(600)
01-40-450-500155 Retirement/CalPERS	13,000	1,399	10,000	-	-	10,000	3,500	13,900	3,900
01-40-450-530001 Minor Capital Acquisitions	-	-	-	-	-	-	-	-	-
	\$ 126,500	\$ 21,897	\$ 134,500	\$ -	\$ (5,800)	\$ 128,700	\$ 60,400	\$ 124,100	\$ (4,600)
CUSTOMER SERVICE AND METER READING									
01-40-460-500105 Labor	\$ 176,500	\$ 185,325	\$ 242,000	\$ -	\$ -	\$ 242,000	\$ 194,500	\$ 293,400	\$ 51,400
01-40-460-500109 FLSA Overtime	500	-	500	-	-	500	-	-	(500)
01-40-460-500110 Overtime	3,000	3,091	6,000	-	-	6,000	900	17,500	11,500
01-40-460-500111 Double Time	2,500	1,549	2,000	-	-	2,000	-	6,200	4,200
01-40-460-500113 Standby/On-Call	3,000	-	6,500	-	-	6,500	-	2,800	(3,700)
01-40-460-500114 Incentive Pay	1,500	-	1,500	-	-	1,500	-	1,200	(300)
01-40-460-500115 Social Security	12,500	13,096	19,000	-	-	19,000	13,800	23,000	4,000
01-40-460-500120 Medicare	3,000	3,063	4,500	-	-	4,500	3,200	5,400	900
01-40-460-500125 Health Insurance	\$ 60,400	\$ 60,732	\$ 65,500	\$ -	\$ -	\$ 65,500	\$ 62,500	\$ 89,500	\$ 24,000
01-40-460-500140 Life Insurance	500	283	500	-	-	500	300	500	-
01-40-460-500143 EAP Program	500	62	500	-	-	500	100	200	(300)
01-40-460-500145 Workers' Compensation	7,600	8,261	10,500	-	-	10,500	7,400	12,100	1,600

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

CUSTOMER SERVICE AND METER READING (continued)										CHANGE (Proposed less Adopted- Amended)
2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED			
01-40-460-500155 Retirement/CalPERS	60,300	62,269	75,000	-	-	75,000	69,400	87,100	12,100	
01-40-460-500165 Uniforms & Employee Benefits	3,000	1,233	2,500	-	-	2,500	500	1,500	(1,000)	
01-40-460-500175 Training/Education/Mtgs/Travel	1,000	55	2,000	-	-	2,000	-	600	(1,400)	
01-40-460-500180 Accrued Sick Leave Expense	7,500	1,129	9,000	-	-	9,000	5,700	9,100	100	
01-40-460-500185 Accrued Vacation Leave Expense	13,500	7,551	17,000	-	-	17,000	7,900	17,000	-	
01-40-460-500187 Accrual Leave Payments	8,500	-	14,500	-	-	14,500	1,100	19,100	4,600	
01-40-460-500195 CIP Related Labor	(41,000)	(51,580)	(41,000)	-	-	(41,000)	(10,000)	(41,000)	-	
01-40-460-530001 Minor Capital Acquisitions	-	-	-	-	-	-	-	-	-	
01-40-460-550030 Membership Dues	-	-	-	-	-	-	-	100	100	
	\$ 324,300	\$ 296,120	\$ 438,000	\$ -	\$ -	\$ 438,000	\$ 357,300	\$ 545,300	\$ 107,300	
MAINTENANCE AND GENERAL PLANT										
01-40-470-500105 Labor	168,000	186,577	189,000	\$ 17,000	\$ -	206,000	201,400	221,700	15,700	
01-40-470-500109 FLSA Overtime	500	-	500	-	-	500	-	-	(500)	
01-40-470-500110 Overtime	3,000	1,628	4,000	-	-	4,000	100	8,800	4,800	
01-40-470-500111 Double Time	1,000	220	1,000	-	-	1,000	200	3,400	2,400	
01-40-470-500113 Standby/On-Call	1,400	-	3,000	-	-	3,000	-	2,800	(200)	
01-40-470-500114 Incentive Pay	1,500	-	1,500	-	-	1,500	1,100	1,200	(300)	
01-40-470-500115 Social Security	12,300	12,438	13,500	-	-	13,500	12,700	16,300	2,800	
01-40-470-500120 Medicare	3,000	2,917	3,500	-	-	3,500	3,100	3,900	400	
01-40-470-500125 Health Insurance	58,500	50,192	47,000	5,800	-	52,800	53,100	63,400	10,600	
01-40-470-500140 Life Insurance	500	293	500	-	-	500	300	400	(100)	
01-40-470-500143 EAP Program	500	67	500	-	-	500	100	200	(300)	
01-40-470-500145 Workers' Compensation	7,450	7,778	8,000	-	-	8,000	7,300	9,200	1,200	
01-40-470-500155 Retirement/CalPERS	15,850	16,195	17,500	-	-	17,500	18,000	21,100	3,600	
01-40-470-500165 Uniforms & Employee Benefits	2,000	2,495	2,000	-	-	2,000	1,000	2,000	-	
01-40-470-500175 Training/Education/Mtgs/Travel	2,000	200	2,000	-	-	2,000	300	2,000	-	
01-40-470-500180 Accrued Sick Leave Expenses	7,000	5,994	7,500	-	-	7,500	5,300	7,500	-	
01-40-470-500185 Accrued Vacation Expenses	7,500	6,493	8,500	-	-	8,500	5,600	9,600	1,100	
01-40-470-500187 Accrual Leave Payments	4,500	-	3,500	-	-	3,500	-	5,200	1,700	
01-40-470-500195 CIP Related Labor	-	(37,008)	-	-	-	-	(11,900)	-	-	
01-40-470-501111 Electricity - 560 Magnolia Ave	40,000	41,884	44,000	-	-	44,000	34,900	44,000	-	
01-40-470-501121 Electricity - 12303 Oak Glen Rd	3,400	11	4,000	-	-	4,000	100	4,000	-	
01-40-470-501131 Electricity - 13695 Oak Glen Rd	3,250	2,311	3,600	-	-	3,600	1,900	4,000	400	
01-40-470-501141 Electricity - 13697 Oak Glen Rd	4,250	3,633	3,600	-	-	3,600	3,400	5,000	1,400	
01-40-470-501151 Electricity - 9781 Avenida Miravilla	3,200	2,528	2,500	-	-	2,500	1,800	3,000	500	
01-40-470-501161 Electricity - 815 E. 12th St	14,000	8,394	15,400	-	-	15,400	8,400	15,400	-	
01-40-470-501171 Electricity - 851 E. 6th St	5,400	3,839	5,400	-	-	5,400	3,700	5,400	-	
01-40-470-501321 Propane - 12303 Oak Glen Rd	2,000	-	2,000	-	-	2,000	-	2,000	-	
01-40-470-501331 Propane - 13695 Oak Glen Rd	3,000	1,049	4,000	-	-	4,000	1,200	4,000	-	
01-40-470-501341 Propane - 13697 Oak Glen Rd	4,000	2,089	5,500	-	-	5,500	2,000	5,500	-	
01-40-470-501351 Propane-9781 Avenida Miravilla	2,000	1,307	2,300	-	-	2,300	1,300	2,300	-	
01-40-470-501411 Sanitation - 560 Magnolia Ave	5,500	4,457	7,500	-	-	7,500	3,600	8,000	500	
01-40-470-501461 Sanitation - 815 E. 12th St	7,700	6,429	6,500	-	-	6,500	6,600	8,000	1,500	
01-40-470-501471 Sanitation - 11083 Cherry Ave	8,500	3,893	7,000	-	-	7,000	4,100	8,000	1,000	
01-40-470-501481 Sanitation - 39500 Brookside	8,000	5,375	8,000	-	-	8,000	5,500	8,000	-	
01-40-470-501600 Property Maintenance & Repairs	4,000	101	4,000	-	-	4,000	800	4,000	-	

Expenses: Budget Detail from 2024 Adopted to 2026 Proposed (continued)

	2024 ADOPTED	2024 ACTUAL	2025 ADOPTED	2025 ADDITIONS	2025 DELETIONS	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
MAINTENANCE AND GENERAL PLANT (continued)									
01-40-470-501611 Maintenance & Repair- 560 Magnolia Ave	66,000	27,384	83,600	-	-	83,600	25,100	83,600	-
01-40-470-501621 Maintenance & Repair- 12303 Oak Glen Rd	30,000	70	31,000	-	-	31,000	400	31,000	-
01-40-470-501631 Maintenance & Repair- 13695 Oak Glen Rd	6,000	3,482	6,000	-	-	6,000	5,000	3,000	(3,000)
01-40-470-501641 Maintenance & Repair- 13697 Oak Glen Rd	7,000	2,920	7,000	2,000	-	9,000	8,000	3,000	(6,000)
01-40-470-501651 Maintenance & Repair- 9781 Avenida Miravilla	7,000	1,431	4,500	-	-	4,500	1,400	4,500	-
01-40-470-501661 Maintenance & Repair- 815 E. 12th St	44,000	19,095	83,000	-	-	83,000	16,800	50,000	(33,000)
01-40-470-501671 Maintenance & Repair- 851 E. 6th St	5,000	5,046	4,200	-	-	4,200	5,000	5,000	800
01-40-470-501681 Maintenance & Repair- 39500 Brookside	5,000	2,746	5,000	-	-	5,000	3,000	3,000	(2,000)
01-40-470-501691 Maintenance & Repair- Buildings (General)	75,000	10,943	80,000	-	(12,000)	68,000	11,300	30,000	(38,000)
01-40-470-510001 Auto/Fuel	160,000	128,082	179,300	-	-	179,300	126,000	179,300	-
01-40-470-510002 CIP Related Fuel	(10,000)	-	(10,000)	-	-	-	-	(10,000)	-
01-40-470-520011 Maintenance & Repair-Safety Equipment	18,000	8,500	20,000	-	-	20,000	10,300	10,000	(10,000)
01-40-470-520031 Maintenance & Repair-General Equipment	70,000	70,080	80,000	-	-	80,000	65,800	100,000	20,000
01-40-470-520033 CIP Related Mnt & Rpr-Gen Equ	-	(38,121)	-	-	-	-	-	-	-
01-40-470-520041 Maintenance & Repair-Fleet	75,000	73,723	80,000	10,000	-	90,000	98,800	70,000	(20,000)
01-40-470-520051 Maintenance & Repair-Paving	120,000	77,710	120,000	-	-	120,000	18,300	120,000	-
01-40-470-520053 Maintenance & Repair-Paving (City of Beaumont)	400,000	130,668	300,000	-	(30,000)	270,000	237,500	270,000	-
01-40-470-530001 Minor Capital Acquisitions	-	-	5,000	-	-	5,000	-	14,000	9,000
01-40-470-540030 Landscape Maintenance	82,000	29,525	82,000	-	-	82,000	67,500	90,000	8,000
01-40-470-540052 Encroachment Permits	40,000	8,488	20,000	-	-	20,000	2,300	20,000	-
01-40-470-540072 Recharge Facility, Canyon & Pond Maintenance	185,000	143,248	260,300	-	-	260,300	160,400	260,300	-
01-40-470-550030 Membership Dues	-	-	-	-	-	-	-	100	100
01-50-510-500112 Stipend-Association Mng Attend	1,000	600	1,300	-	-	1,300	800	2,000	700
01-50-510-502001 Rents/Leases	35,000	32,488	35,000	-	-	35,000	35,500	37,000	2,000
01-50-510-510031 Small Tools, Parts & Maintenance	1,000	782	1,000	-	-	1,000	500	1,000	-
01-50-510-540066 Property Damage & Theft	27,000	6,615	60,000	-	-	60,000	23,400	60,000	-
01-50-510-550040 General Supplies	18,000	12,808	19,800	-	-	19,800	5,400	19,800	-
01-50-510-550060 Public Education/Community Outreach	12,500	6,071	14,000	10,700	-	24,700	24,800	25,000	300
01-50-510-550072 Miscellaneous Operating Expenses	1,000	-	1,000	-	-	1,000	100	1,000	-
01-50-510-550074 Disaster Preparedness Ongoing Expenses	11,000	1,473	11,000	-	-	11,000	10,700	11,000	-
	\$ 1,906,200	\$ 1,109,640	\$ 2,022,300	\$ 45,500	\$ (42,000)	\$ 2,025,800	\$ 1,339,300	\$ 2,002,900	\$ (22,900)
TOTAL OPERATING EXPENSE	\$ 25,436,199	\$ 22,293,173	\$ 25,829,000	\$ 2,375,100	\$ (112,500)	\$ 28,091,600	\$ 24,229,500	\$ 26,768,200	\$ (1,323,400)

Total Additions \$ 2,375,100
Total Deletions \$ (112,500)
Difference between Adopted and Amended Budget \$ 2,262,600

Prior Year Carryovers, approved by the Board of Directors \$ 53,600 Approved March 12, 2025
Amendment - Election Expense \$ 78,000 Resolution 2025-13
Amendment - General Legal \$ 136,000 Resolution 2025-27
Amendment - State Project Water Purchases \$ 1,995,000 Resolution 2025-34

Difference \$ -

Budget References and Terms



Acronyms, Abbreviations, and Glossary of Terms

Acronyms and Abbreviations

AB	Assembly Bill
AC	Asbestos Cement
ACFR	Annual Comprehensive Financial Report
ACWA	Association of California Water Agencies
ADC	Actuarially Determined Contribution
AF	Acre-Foot or Acre-Feet
AI	Artificial Intelligence
AMR/AMI	Automated Meter Reading/Advanced Metering Infrastructure
AMMP	Adaptive Management and Mitigation Plan
ARPA	American Rescue Plan Act
BBW	Beaumont Basin Watermaster
BCVWD	Beaumont-Cherry Valley Water District
BOD/Board	Board of Directors
CalPERS	California Public Employees Retirement System
CCF	Centum (hundred) Cubic Feet
CEPPT	California Employers' Pension Prefunding Trust
CEQA	California Environmental Quality Act
CERBT	California Employers' Retiree Benefit Trust
CIB	Capital Improvement Budget
CIP	Capital Improvement Plan
CIS	Cyber Information Systems
COLA	Cost of Living Adjustment
Company	Southern California Investment Company
CSDA	California Special District Association
CSMFO	California Society of Municipal Finance Officers
Cr(VI)	Chromium VI
DCP	Delta Conveyance Project
DDW	Division of Drinking Water
DIP	Ductile Iron Pipe
District	Beaumont-Cherry Valley Water District's
Domestic	Single-Family Residential
EAP	Employee Assistance Program
EIR	Environmental Impact Report
EOC	Engineering Operations Center
EVWD	East Valley Water District
FAQS	Frequently Asked Questions
FTE	Full-Time Equivalent
FY	Fiscal Year
GAAP	Generally Accepted Accounting Principles
GASB	Governmental Accounting Standards Board
GFOA	Government Finance Officers Association
GIS	Geographical Information System
GM	General Manager
GPM	Gallons Per Minute
HVAC	Heating Ventilation and Air Conditioning

HP	Horsepower
HR	Human Resources
IT	Information Technology
JPIA	Joint Power Insurance Authority
LAFCO	Local Agency Formation Commission
LED	Light Emitting Diode
LF	Linear Feet
MG	Million Gallons
MISAC	Municipal Information Systems Association of California
MOU	Memorandum of Understanding
MS-ISAC	Multi-State Information Sharing & Analysis Center
NIST	National Institute Science Technology
NCRF	Noble Creek Recharge Facility
OPEB	Other Post-Employment Benefits
PC	Program Computer
PEPRA	Public Employees' Pension Reform Act
Program	Certificate of Achievement for Excellence in Financial Reporting Program
PZ	Pressure Zone
Redlands	City of Redlands
SB	Senate Bill
SCADA	Supervisory Control and Data Acquisition
SCE	Southern California Edison
SGPWA	San Geronio Pass Water Agency
SWP	State Water Project
TDH	Total Dynamic Head
UAL	Unfunded Accrued Liability
VWD	Valley Water District
WVWD	West Valley Water District
WWTP	Wastewater Treatment Plant
YVWD	Yucaipa Valley Water District
ZEV	Zero-Emission Vehicle

Glossary of Terms

Account – A systematic arrangement showing the effect of a business transaction. A separate account exists for each asset, liability, equity, revenue, and expense.

Accrual Basis of Accounting – The method of recording financial transactions in the accounting period in which revenues are earned, and expenses are incurred, rather than only after cash is received or paid.

Acre-Feet – The volume of water that would cover one acre to a depth of one foot. Equal to 325,851 gallons or 43,560 cubic feet of water.

Ad Hoc- Temporary committees for a specific purpose only and dissolved after task is completed.

Adoption – Formal action by the Board of Directors.

Amortization – The paying off of debt in regular installments over a period of time.

Annual Comprehensive Financial Report – The official annual report, including financial statements, statistical information, and extensive narration, which goes beyond the minimum financial reporting.

Appropriation – The act of setting aside money for a specific purpose.

Assets – Resources owned or held by an entity that has monetary value.

AutoCAD – Automated Computer-Aided Design and Drafting.

Backhaul – Network Communications between District Sites.

Balanced Budget – A budget for which expenditures are equal to revenue.

Budget – The District's financial plan balances proposed expenses for a certain period with the expected revenue for that same period. The current budget period is for one calendar year.

Capital Expenses – Expenses that result in the acquisition of, or in addition to, fixed assets, including land, buildings, improvements, machinery, and equipment.

Capital Improvement Project – An addition of a new pipeline or facility, a renovation or major maintenance to existing facilities, a significant landscape improvement, land, or a one-time major equipment purchase.

Centum Cubic Feet (hundred) – Unit of measure of water volume equivalent to 748 gallons or 1/435.6 acre-feet. More commonly referred to as one hundred cubic feet.

Debt – The repayment cost of the principal and interest on long-term debt, usually stated in annual terms and based on an amortization schedule.

Depreciation – A portion of the cost of fixed assets that are charged as an expense during a year, representing an estimate of the value of the asset used up during that year as a result of wear, deterioration, obsolescence, or action of the physical elements. Although reported in the budget, this is a non-cash transaction.

Enterprise Fund – A fund that accounts for the financing of a self-supporting enterprise for which a fee is charged to external users for goods or services.

Equivalent Dwelling Unit – A standard unit of measurement of water discharged into the sewer collection and treatment system equal to the average discharge from a detached single-family unit.

Expenses – An outflow of assets, not necessarily in cash, in exchange for materials or services received for the ordinary course of business.

Fiscal Year – A twelve-month period of time to which the annual budget applies and, at the end of which, an entity decides its financial position and the results of its operations, in this case, from January 1 to December 31.

Fixed Asset – A tangible item that provides a benefit over more than one year, such as property, plant, and equipment.

Fund Balance/Net Position – The difference between a particular fund's assets and liabilities at any given time.

Generally Accepted Accounting Principles – The uniform accounting principles, standards, and procedures for presenting financial reports. For local governments, GAAP is set by the Government Accounting Standards Board.

Geographical Information System – An information system integrating maps with electronic data.

Internal Service Funds - An internal service fund accounts for activities that provide goods and services to other funds.

Operating Expenses – All costs associated with doing the day-to-day business of the District which are not considered capital improvements or debt repayments.

Operating Revenue – All revenue associated with doing the day-to-day business of the District.

Projected – An estimate of revenues and/or expenses based on past trends, the present economic situation, and future financial forecasts.

Proprietary Fund Accounting - Create a record and account for transactions in government-related activities.

Ratify – Formally approve.

Resolution – A special or temporary order of a legislative body; an order of a legislative body requiring less legal formality than an ordinance or statute.

Southern California Edison – The primary electricity supply company for the majority of Southern California.

State Water Resources Control Board – An oversight board for the California Environmental Protection Agency.



Capital Improvements



Capital Improvement Budget

What are Capital Improvements?

Capital improvement planning helps bridge the gap between Capital Improvement Budget (CIB) planning and the budget processes. It allows the District to plan for the future based on specific goals and resources. Capital improvements include the purchase, construction, replacement, addition, or major repair and rehabilitation of District facilities, infrastructure, and equipment. The selection and evaluation of capital projects involves analysis of District requirements, speculation on growth, the ability to make estimates, and the consideration of historical perspectives. A “capital project” has a monetary value of at least \$10,000, has a useful life of a minimum of two years, and results in the creation or improvement of a fixed asset. A capital project is usually relatively large compared to other “capital outlay” items included in an annual operating budget. The District considers vehicles and heavy equipment capital projects for financial planning.

Ten-Year Capital Improvement Plan

In March 2017, the Board of Directors adopted the 2017-2026 Ten-Year Capital Improvement Plan (CIP); the CIP is updated annually. The CIP is a ten-year fiscal planning tool used to identify the future capital needs of the Beaumont-Cherry Valley Water District (BCVWD/District) and the timing and method of financing those capital needs. Like other water agencies across California, the District handles population growth, aging infrastructure, climate change and environmental mandates, and an influx of new technologies. The tasks of upgrading infrastructure are complex and essential to meet customer needs. Water meters, for example, must become intuitive, and two-way communication devices and wells need to be built with next-generation computers to maximize pumping efficiencies and provide added security.

Many of these enhancements and upgrades are costly but necessary. The design of a CIP reflects the District’s will to build, maintain, and manage assets needed to produce, treat, and distribute water while keeping costs to customers down. This planning tool provides the framework for District investments over a ten-year horizon while providing flexibility to adapt to changing infrastructure needs and opportunities.

Generally, projects included in the CIP are non-recurring projects or purchases that exceed \$10,000 in cost and have a useful life of a minimum of two years, qualifying them as capital assets per the District’s capitalization policy. Larger capital projects in the CIP have costs exceeding \$1,000,000 and useful lives of ten to fifty years. The District’s CIP includes projects in six distinct improvement groups: Potable Infrastructure Projects, Non-Potable Infrastructure Projects, Potable Pipeline Projects Funded with Capacity Charges, Potable Pipeline Replacement Projects Funded with Capital Replacement Reserves, and Capital Assets with acquisitions such as IT replacements and upgrades and vehicle replacements, and Potable Pipelines Built By and Dedicated By Developers. Projects in the CIP that have high costs and a long useful life may require using reserves, low-interest loans, or bond debt to finance their expenses.

The schedule presented as Appendix C in this CIB includes the next five years of the CIP as adopted by the Board in March 2018, with revisions made periodically due to the dynamic nature of the CIP. The CIB is separated into the following distinct project types: Potable Infrastructure Projects, Potable Pipeline Replacements, IT Network Infrastructure Projects, IT SCADA/AMR Infrastructure Projects, IT/Field Operations/Administration Projects, Vehicles & Equipment, Non-Potable Infrastructure Projects, and Non-Potable Pipeline Projects. Additionally, because of inflationary adjustments to these projects, a project initially budgeted for in one year but not completed in that year may have a higher total cost than in the previous CIB. Similarly, as the CIP is reviewed and specific projects are moved back or forward in time, the total project costs may change due to inflationary adjustments. Appendix C shows the years 2026 through 2030. The emphasis is on the 2026 budget year, as this is the spending plan for the upcoming year. Of the ten years covered in the CIP, the upcoming fiscal year is the most detailed and accurate since it is based on the most current plans and ongoing projects.



Capital Improvement Project – 2026 Highlight – Well Project

Project: Replacement for Well 2

Project ID: W-2750-0001



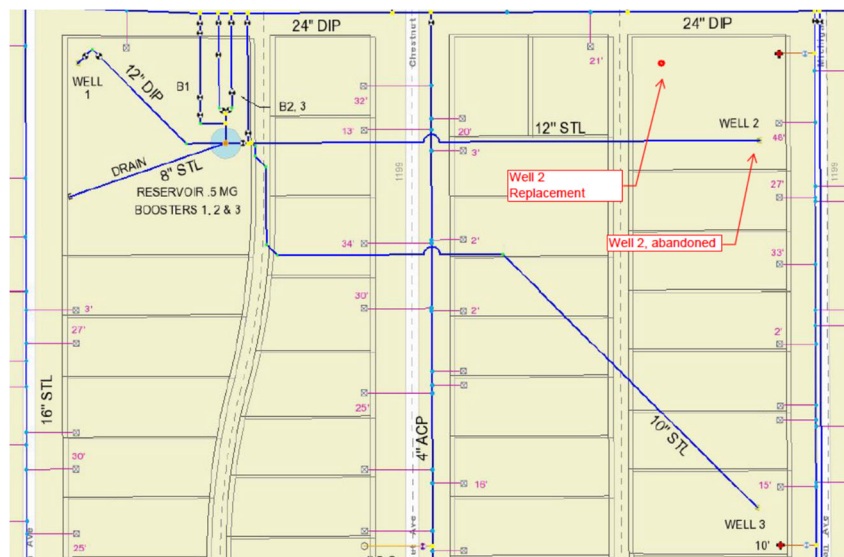
Project Manager	Operations	Total Project Cost (2024 Dollars)	\$7,358,300
Project Type	Potable Infrastructure	2026 Cost Portion	\$2,022,700
Est. Completion	2028	Useful Life	10 to 40 years

Project Description

Drill and outfit new Beaumont Basin deep well to replace Well 2 on Well 2 site at corner of 12th and Michigan St., 2,000 gpm, 700 ft TDH, 500 HP.

Project Background

Well 2 was taken out of service around 2008 due to an improperly installed casing liner and gravel pack, which rendered the well inoperative. To ensure continued system reliability and meet the community's long-term water demands, BCVWD plans to construct a replacement well of similar capacity (approximately 2,000 gallons per minute) at the existing site. The new well may also include treatment facilities to address naturally occurring hexavalent chromium, ensuring compliance with drinking water quality standards.



Capital Improvement Project – 2026 Highlight – Tank Project

Project: 2 MG 3040 Zone Tank_0001

Project ID: T-3040-0001



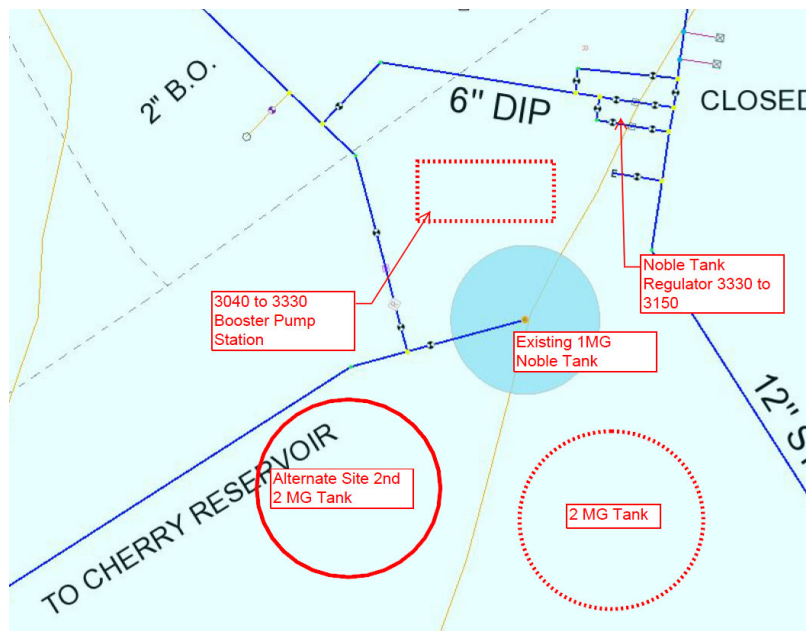
Project Manager	Operations	Total Project Cost (2025 Dollars)	\$ 8,153,900
Project Type	Potable Infrastructure	2026 Cost Portion	\$2,400,200
Est. Completion	2028	Useful Life	15 to 50 years

Project Description

Construct additional 2-million gallon (MG) steel tank adjacent to existing 1 MG Noble (3040) Zone Tank on District Property.

Project Background

Beaumont-Cherry Valley Water District is planning to construct a new 2 MG storage tank adjacent to the existing Noble Zone Tank to increase capacity in the 3040 Pressure Zone. Current storage is insufficient to meet emergency and peak demand conditions, especially as the Sundance Development expands within the zone. The additional tank will enhance system reliability, provide adequate storage through 2040, and ensure continued dependable service for customers.



Capital Improvement Project – 2026 Highlight – Pipeline Project

Project: 11th Street, Beaumont Avenue to Elm Avenue

Project ID: P-2750-0056



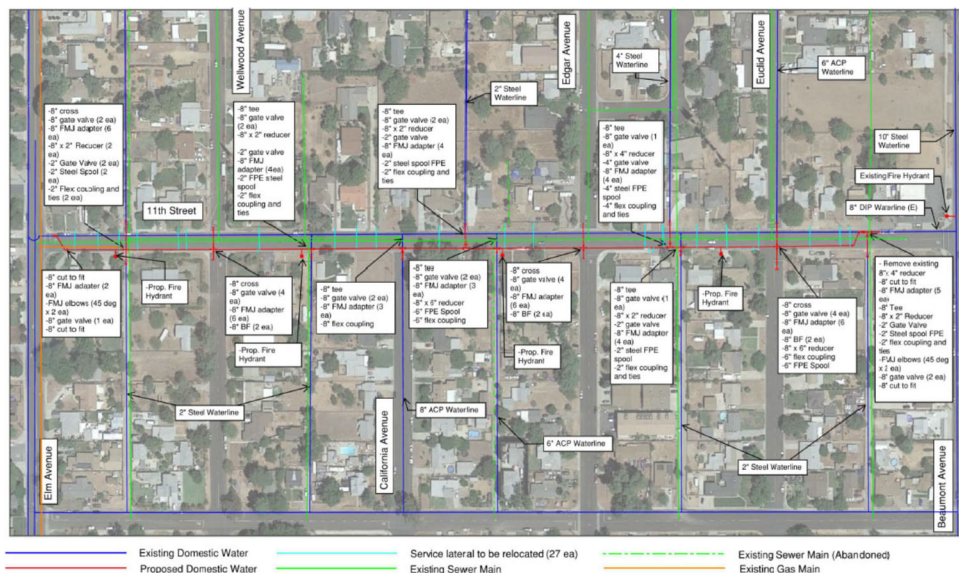
Project Manager	Operations	Total Project Cost (2024 Dollars)	\$ 1,975,400
Project Type	Potable Pipeline Replacement	2026 Cost Portion	\$1,968,300
Est. Completion	2026	Useful Life	40 to 75 years

Project Description

Replacement of pipeline along 11th Street in the City of Beaumont, from Beaumont Avenue to Elm Avenue.

Project Background

Beaumont-Cherry Valley Water District is replacing approximately 1,950 linear feet (LF) of aging 4-inch steel pipeline with a new 8-inch ductile iron pipeline along 11th Street in the City of Beaumont. The project includes replacing 27 existing service connections to improve reliability and water quality. This upgrade will enhance system capacity, reduce maintenance needs, and ensure long-term dependable service for customers in the area. An approximate 205 LF portion of this pipeline from Beaumont Avenue to the Alley East of Euclid was replaced in 2020 to coordinate with the City of Beaumont's Pavement Rehabilitation Plan and this project will replace the remaining approximate 1,750 LF of the pipeline.



Capital Improvement Project - Summaries By Project Type

Significant Potable Infrastructure Projects and Potable Pipeline Replacements of \$250,000 or more scheduled to begin or continue (carryover) in 2026 are described in detail below, with the total estimated project costs in 2026 dollars stated in parentheses.

Potable Infrastructure Projects

EOC-001

BCVWD EOC Staffing and Space Requirements (\$33,996,800)

Short term cost of \$13,617,800 is for the purchase of land within the next year or two and completion of facilities planning (soft costs) for a future District office facility based on preliminary projections of staffing needs over time. The proposed project would be completed in two phases over time. In Phase I, a large shop building would be constructed and occupied by District staff over a long-term temporary period. In Phase II, the main building would be constructed, with District staff permanently relocating to the new main building, and the shop building would be repurposed as a workshop for field operations staff. This project was conceived in 2019, re-designed and updated in 2024, and is ongoing.

DPX-001

Disaster Preparedness Equipment (\$962,300)

In coordination with the ongoing improvements to the District's safety plan, District staff has identified areas of vulnerability in assessing responses to emergency situations and has identified the purchase of certain equipment such as backup generators and an emergency communications system, as necessary. This project was conceived in 2019, is not complete as of August 31, 2025, and has been updated to carry over into 2026.

WR-SITES- Reser

Investment in Sites Reservoir Project (\$33,242,900)

The revised total project is estimated to cost approximately \$6.8 billion; the District's Board has authorized a participation level of 4,000 "shares" or AF of supply in conjunction with the SGPWA's 10,000. The District anticipates unwinding its Sites Reservoir Agreement with the SGPWA, once it has identified that the SGPWA intends to fund the 14,000 AF commitment on its own.

BP-2750-0001

2750 Zone to 2850 Zone Booster Pump Station (\$4,209,200)

Remove existing 2750 to 3040 Zone "can" booster pumps 21A, 21B, and engine-driven pump 21C. Retain existing "cans." Install 3 new pumps: 1 @ 750 gpm, 130 ft TDH, 40 HP and 2 @ 2,250 gpm, 130 ft TDH, 100 HP. The existing booster pump station will be converted to new 2750 to 2850 Zone. This project is proposed to lag behind BP-2850-0001 to allow for an integrated system. This project commenced in 2017, is not complete as of August 31, 2025, and has been updated to carry over into 2026.

TM-2750-0001

Cherry Reservoir 1 & 2 Exterior Recoat and Retrofit (\$1,112,400)

Removal of exterior paint coating and repainting of the exterior of Cherry I and Cherry II, 1 MG potable water storage tank. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.

W-2750-0001	Replacement for Well 2 (\$7,595,100) Drill and outfit new Beaumont Basin deep well to replace Well 2 on the existing Well 2 site at 12 th Street and Michigan Avenue, 2,000 gpm, 700 ft TDH, 500 HP. This project was initially approved to begin in 2017, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
W-2750-0002	2750 Zone Well in Noble Creek Recharge Facility Phase I (NCRF) (\$8,936,600) Drill and outfit new Beaumont Basin deep well in the northwest corner of the NCRF Phase I facility, 2,000 gpm, 700 ft TDH, 500 HP. This project was initially approved to begin in 2017, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
W-2750-0005	Replace 2750 Zone Well 1 (\$5,287,600) Drill and outfit new Beaumont Basin deep well to replace Well 1 on the existing Well 1 site at 12 th Street and Palm Avenue, 2,000 gpm, 700 ft TDH, 500 HP. This project was initially approved to begin in 2017, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
BP-2850-0001	2850 Zone to 3040 Zone Booster Pump Station_0001 (\$4,723,300) Construct new 2850 to 3040 Booster Pumping Station at the Vineland Tanks. Design for 4 pumps ultimate, install 3 initially @ 2,100 gpm, 220 ft TDH, 200 HP each. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
TM-2850-0001	Vineland I Exterior Recoat and Retrofit (\$323,600) Removal of exterior paint coating and repainting of the exterior of Vineland I, a 1 MG potable water storage tank. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
WT-2850-0001	Well Head Treatment Plant Well 25 Cr VI (\$2,984,700) The District's current plan is to avoid Chromium VI (Cr(VI)) treatment in the near term by plumbing existing Cr(VI) wells, to the non-potable water system, reducing potable "make up" water currently being used to offset peak demands. Future planned well sites will be relocated to areas which have lower Cr(VI) background levels. These new sources will replace Cr(VI) wells and be put into service as potable sources in the District's distribution system.
T-3040-0001 P-3040-0009	2 MG 3040 Zone Tank (\$8,236,700) and Pressure Zone Pipeline (\$2,433,200) Construct an additional 2 MG steel tank adjacent to the existing 1 MG Noble (3040) Zone Tank on District Property and construct a new transmission main to connect into the 3040 Zone. In 2022, the District was selected as a sub-recipient of the American Rescue Plan Act (ARPA) funding as disbursed by the County of Riverside, awarded approximately \$1.8 million for the pipeline construction component. This project was initiated in 2018, and the pipeline component was recently completed in 2025. The tank component is not complete as of August 31, 2025, but is anticipated to begin construction in late 2025, and has been updated to carry over into 2026.

- TM-3040-0001 Highland Springs Reservoir Recoat and Retrofit (\$361,300)**
Removal of interior and exterior paint coating and repainting of the interior and exterior of Highland Springs Reservoir, a 1 MG potable water storage tank. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
- TM-3330-0001 Lower Edgar Reservoir Recoat and Retrofit (\$854,300)**
Removal of interior and exterior paint coating and repainting of the interior and exterior of Lower Edgar Reservoir, a 1 MG potable water storage tank. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.

Potable Pipeline Replacements

- P-2750-0043 Edgar Avenue, 6th Street to 8th Street. Tie in existing services in alleys (between California/Edgar and Edgar/Euclid) (\$555,400)**
Abandon and replace 1,160 linear feet (LF) of 8" diameter of Edgar Avenue pipeline from 6th Street to 8th Street. Tie over existing services in alleys (between California/Edgar and Edgar/Euclid) to new pipeline.
- P-2750-0054 Edgar Avenue, 8th Street to 10th Street. Includes relocation of existing services to new waterline. (\$553,000)**
Abandon and replace 1,150 linear feet (LF) of 8" diameter of Edgar Avenue pipeline from 8th Street to 10th Street. Relocate existing services in alleys to new pipeline.
- P-2750-0055 Edgar Avenue, 10th Street to 11th Street. Includes relocation of services from alley to new waterline. (\$280,500)**
Abandon and replace 550 linear feet (LF) of 8" diameter of Edgar Avenue pipeline from 10th Street to 11th Street. Relocate existing services in alleys to new pipeline.
- P-2750-0056 11th Street, Beaumont Avenue to Elm Avenue (\$2,038,900)**
Abandon and replace 1,950 linear feet (LF) of 8" diameter of 11th Street pipeline from Beaumont Avenue to Elm Avenue. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.
- P-2750-0060 Edgar Avenue, 11th Street to 12th Street, and Merry Lane from Edgar Avenue to end of cul-de-sac (\$638,300)**
Abandon and replace 1,550 linear feet (LF) of 8" diameter of Edgar Avenue pipeline from 11th Street to 12th Street, and Merry Lane, from Edgar Avenue to the end of the cul-de-sac.
- P-2750-0095 American Avenue, 6th Street to 8th Street (\$475,200)**
Abandon and replace approximately 1,200 LF of existing 6" steel pipeline with 8" ductile iron pipe (DIP), as well as the replacement of approximately 19 service laterals, the reconnection of two (2) existing fire hydrants to the proposed pipeline, and one (1) new fire hydrant. This project was initially approved to begin in 2022, is not complete as of August 31, 2025, and has been updated to carry over into 2026.

- P-2750-0099** **Orange Avenue, 6th Street to 8th Street (\$790,800)**
Install 1,100 LF of 8" DIP, along Orange Avenue, from 6th Street to 8th Street.
- S-2750-0001** **Service Replacements-Elm Alley & Wellwood Alley-8th Street to 10th Street (\$299,700)**
Relocate existing Alley Services to existing 8" Asbestos Cement (AC) Main on Michigan Avenue.
- S-2750-0002** **Service Replacements - California Street & Edgar Alley - 8th to 9th and 10th to 11th (\$319,400)**
Relocate existing Alley Services to existing 6" AC Main on California Avenue.
- P-3040-0021** **Orange Avenue, Lincoln Street, Noble Street to West end (\$463,900)**
Install 1,330 LF of 8" DIP, along Lincoln Street, from Noble Street west to the end.
- P-3040-0023, 0024, 0025, 0026,** **2020-2021 Replacement Pipelines (\$3,136,000)**
P-3040-0023, 0024:
Replacement of approximately 270 LF of 6" steel pipeline with 8" DIP, along Lambert Road and Bing Place (each, total of 540 LF), west of Cherry Avenue.
P-3040-0025:
Replacement of approximately 1,250 LF of 6" steel pipeline with 8" DIP, along Star Lane, Sky Lane, and View Drive, south of Orchard Street.
- P-3040-0026:
Replacement of approximately 900 LF of 4" steel with an 8" DIP pipeline, along the unpaved alignment of Utica Way from Vineland Street north to View Drive.
- P-3330-0003** P-3330-0003:
Replacement of approximately 1,380 LF of 6" steel pipeline with 8" DIP in Avenida Sonrisa, from Avenida San Timoteo westerly to the end of the existing 6" steel pipeline.
- P-3620-0009** P-3620-0009:
Replacement of approximately 300 LF of 6" steel pipeline with 8" DIP, along Avenida Miravilla from Quail Road south to the end of the existing 6" steel pipeline.
- P-3330-0007** **From Avenida Sonrisa, north to Avenida Miravilla through Alley (\$536,000)**
Replacement of approximately 1,000 LF of 8" steel with an 8" DIP pipeline, in Avenida Sonrisa, north to Avenida Miravilla through the alley.

Significant IT Network Infrastructure Projects, IT SCADA/AMR Infrastructure Projects, and IT/Field Operations/Administration Projects with a cost purchase price over \$50,000 and scheduled to commence or continue (carryover) in 2026 are described below.

IT Network Infrastructure

IT-NETW-0011 Server Room Uninterrupted Power Source (\$51,000)

This will provide necessary uninterrupted power in the server room to critical systems at the District's main office in the event of a power failure for the period between when the power failure occurs, and the building backup generator comes online.

IT-NETW-0013 Servers and Related Equipment (4 per year, 3-year life, \$15K per server) (\$60,000)

This is an ongoing CIP project designed to replace older server and appliance equipment that power critical systems in the District.

IT-NETW-0014 Network Infrastructure and Equipment (Network Switches, Firewall Appliances, SAN Storage, Tape/Backup Storage, Power Capacity) (\$85,000 spread over 3 years)

This is an ongoing CIP project designed to replace older network infrastructure and critical appliances that provide storage and backup systems in the District.

IT SCADA Infrastructure

IT-SCAD-0001 SCADA Improvement Project (\$3,254,500)

Replace the existing SCADA system with a more modern platform that would enable District staff to utilize mobile devices, would replace outdated system components, and would replace the backhaul connectivity and devices throughout the District to improve communication and monitor system devices. This project was initially approved to commence in 2021 and has since been reconciled with IT-SCAD-0002 and IT-SCAD-0003 to form one project.

IT-SCAD-0004 AMR/AMI Deployment Project (\$5,704,300)

This partially grant-funded project set out to retrofit the District's older water meters and build new meters with current automatic read technology. The new meters have improved the productivity of staff time, reduced errors and significantly reduced wear and tear on District vehicles while offering a new and informational data set for detecting leaks within the transmission and distribution system. The project received partial grant funding, which was exhausted in 2024. The final phase of the project, Phase III, will be completed in 2026.

IT/Field Operations/Administration Projects

IT-ADMN-0001 Digitized File Room Project (\$88,100)

This project will add a digital document solution to the District, allowing staff to scan, upload and store documents from various sources and provide a search option for document retrieval to manage and locate files efficiently.

IT-ADMN-0002 560 Magnolia AC/Heating System Replacements (\$192,000)

This project will replace various aging components of the air conditioning and heating system at the District's 560 Magnolia facility, providing efficient, reliable climate control to support staff and operations.



Significant Vehicles and Equipment with a purchase price over \$50,000 and scheduled to commence or continue (carryover) in 2026 are described below.

Vehicles and Equipment

VE-LEAS-0001 Enterprise Fleet Leasing and Maintenance Agreement (\$857,700)

This project will transition the District's aging vehicle fleet to a managed lease program with Enterprise Fleet Management. The agreement replaces outdated vehicles, expands the fleet to meet operational needs, and supports compliance with California Zero-Emission Vehicle (ZEV) mandates. The leasing model will reduce repair costs, minimize downtime, improve safety, and provide cost predictability while ensuring the District maintains a modern and efficient fleet.

VE-HEAV-0007 D-5 Dozer Dual Slope (\$483,000)

The D-5 Dozer will allow District crews to efficiently perform grading, excavation, and site preparation work for reservoirs, well sites, pipelines, and access roads. The dual-slope feature provides precise automated grading control, improving accuracy and reducing time and labor costs.

VE-EQIP-0006 Full Size Three Line Message Boards with Hydraulic Lift (\$483,000)

Portable message boards will be used to alert the public of road work, lane closures, and other construction activities related to District projects. The hydraulic lift feature allows for quick setup and optimal visibility, while the programmable three-line display provides clear, customizable communication to motorists.



Significant Non-Potable Infrastructure Projects scheduled to commence or continue (carryover) in 2026 are described in detail below, with the total estimated project costs in 2026 dollars stated in parentheses.

Non-Potable Pipeline Projects

There are no Non-Potable Pipeline Projects scheduled to commence or continue (carryover) in 2026. Recycled water distribution is not feasible until late 2029 or early 2030, based on the anticipated regulatory review process which will require both a Draft Adaptive Management and Mitigation Plan (AMMP) and a Focused Environmental Impact Report (EIR) under California Environmental Quality Act (CEQA).

Non-Potable Infrastructure Projects

NEO-0000-0001 Recycled Water Conversion and Implementation (\$748,800)

Conduct site mapping and inspection, shutdown testing, master engineers report, end user permitting, and other costs as necessary in preparation of receiving and distributing Recycled Water.

NT-2400-0001 100,000 Gallon 2400 PZ Non-Potable Tank (\$287,400)

100,000 Gallon 2400 PZ NPW Tank located near 2370 Potable Tank Site at Fairway Canyon. Construct with Extraction wells (NW-2400-0001, NW-2400-0002).

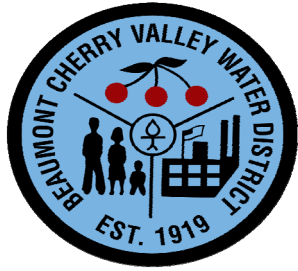
NR-2800-0001 2800 Zone Non-Potable Regulation and Metering Station_0001 (\$865,000)

Non-potable Water Pressure Regulating Station 2800 Zone to 2600 Zone located near Deodar Drive northeast of the non-potable waterline under the 1-10 freeway. Install a flow meter to measure flow to 2600 Zone.

NT-2800-0001 2 MG 2800 PZ Non-Potable Tank (\$4,152,000)

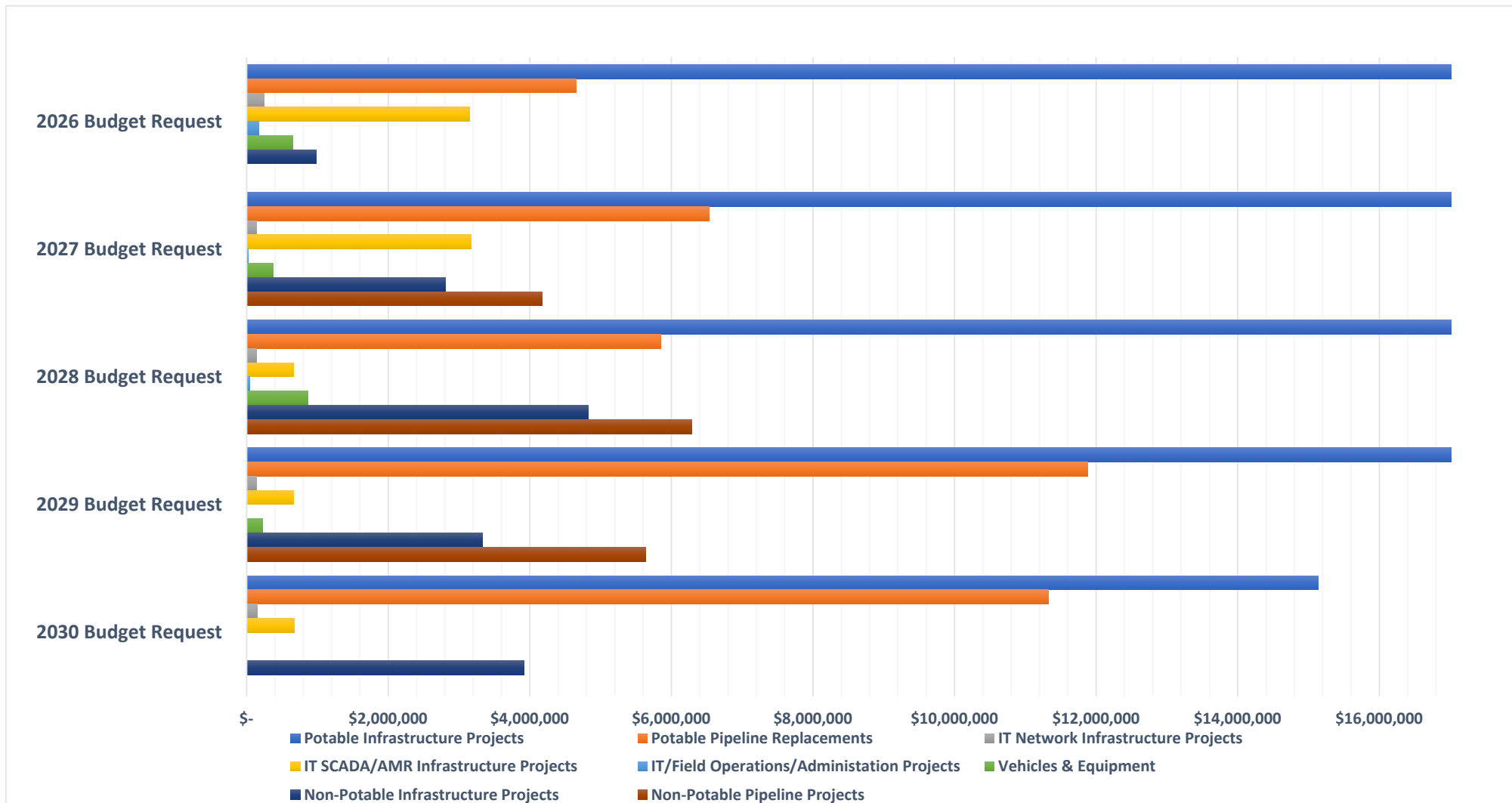
Construction of a second 2 MG 2800 PZ NPW Tank located within the northern area of Noble Creek Recharge Facility Phase II. Construct with Booster Pump (NBP-2800-0001).

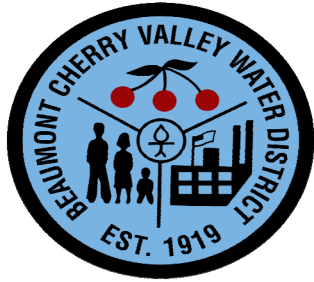




Beaumont-Cherry Valley Water District
2026-2030 Capital Improvement Budget
Appendix A
2026-2030 Capital Improvement Budget Summary by Type

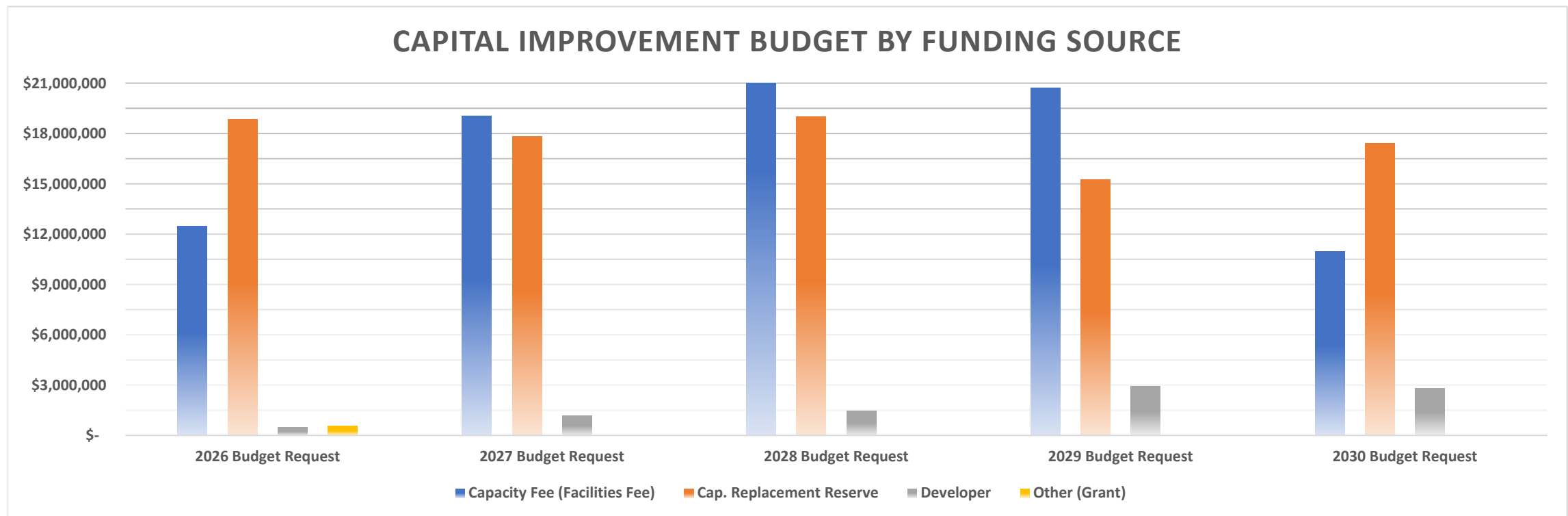
Capital Improvement Program	Footnotes	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total
Potable Infrastructure Projects		\$ 22,469,100	\$ 20,808,700	\$ 34,068,200	\$ 17,013,300	\$ 15,132,300	\$ 109,491,600
Potable Pipeline Replacements		4,652,300	6,533,100	5,847,700	11,878,300	11,328,300	40,239,700
IT Network Infrastructure Projects		251,600	139,600	141,900	144,200	146,500	823,800
IT SCADA/AMR Infrastructure Projects		3,154,500	3,171,300	664,200	667,200	670,300	8,327,500
IT/Field Operations/Administration Projects		167,800	24,900	43,500	-	-	236,200
Vehicles & Equipment		654,500	379,500	870,700	227,400	-	2,132,100
Non-Potable Infrastructure Projects		986,000	2,805,500	4,827,000	3,328,400	3,915,200	15,862,100
Non-Potable Pipeline Projects		-	4,175,700	6,284,600	5,639,300	-	16,099,600
Total		\$ 32,335,800	\$ 38,038,300	\$ 52,747,800	\$ 38,898,100	\$ 31,192,600	\$ 193,212,600

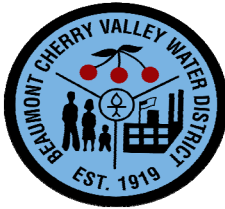




Beaumont-Cherry Valley Water District
2026-2030 Capital Improvement Budget
Appendix B
2026-2030 Capital Improvement Budget by Funding Source

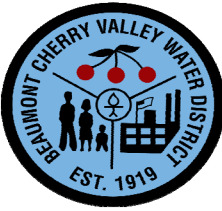
Funding Source	Footnotes	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total
Capacity Fee (Facilities Fee)		\$ 12,488,100	\$ 19,047,800	\$ 32,273,000	\$ 20,728,100	\$ 10,950,400	\$ 95,487,400
Cap. Replacement Reserve		18,821,100	17,819,100	19,011,800	15,250,800	17,428,200	88,331,000
Developer		475,500	1,171,400	1,463,000	2,919,200	2,814,000	8,843,100
Other (Grant)		551,100	-	-	-	-	551,100
Total		\$ 32,335,800	\$ 38,038,300	\$ 52,747,800	\$ 38,898,100	\$ 31,192,600	\$ 193,212,600





Beaumont-Cherry Valley Water District
Appendix C
2026-2030 Capital Improvement Budget Detail

Engineering Project #	Footnotes	Project Begin Year	Capital Improvement Program	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total	Funding Source
Potable Infrastructure Projects										
EOC-001	(1)	2026	BCVWD EOC Staffing and Space Requirements	5,000,000	2,000,000	5,000,000	-	-	12,000,000	Cap Charge, Cap Repl
DPX-001	(2)	2026	Disaster Preparedness Equipment	100,000	-	-	-	-	100,000	Cap Repl
WR-SITES-Reser	(2)(9)	2017	Investment in Sites Reservoir Project	519,600	1,640,000	2,930,900	2,930,900	2,930,900	10,952,300	Cap Repl
AFX-001	(2)	2026	Arc Flash Study & Improvement Project	65,600	-	-	-	-	65,600	Cap Repl
M-0000-0002	(2)	2017	Chlorination Retrofit At Misc. Wells	25,400	26,200	-	-	-	51,600	Cap Repl
PR-2650-0001		2030	2650 to 2520 Zone Pressure Regulator on Champions Dr.	-	-	-	-	395,800	395,800	Cap Repl
PR-2650-0002		2030	2650 to 2520 Zone Pressure Regulator (Legacy Highlands)	-	-	-	-	395,800	395,800	Cap Charge
W-2650-0001		2027	New 2650 Zone Well_0001	-	2,495,200	595,500	5,494,300	-	8,585,000	Cap Charge
W-2650-0002		2030	New 2650 Zone Well_0002	-	-	-	-	2,616,600	2,616,600	Cap Charge
BP-2750-0001	(2)	2023	2750 Zone to 2850 Zone Booster Pump Station	824,900	3,365,500	-	-	-	4,190,400	Cap Repl
BP-2750-0002		2030	2750 Zone to 2850 Zone Legacy Highlands Booster Pump Station	-	-	-	-	821,500	821,500	Cap Charge
M-2750-0001		2017	2850/2750 Pressure Reducing Station & Piping (Cherry Reservoir)	65,100	-	-	-	-	65,100	Cap Repl
T-2750-0001		2030	3 MG 2750 Zone Tank South of I-10	-	-	-	-	2,904,300	2,904,300	Cap Charge
TM-2750-0001	(2)	2022	Cherry Reservoir 1 & 2 Exterior Recoat and Retrofit	1,091,600	-	-	-	-	1,091,600	Cap Repl
W-2750-0001	(2)	2017	Replacement for Well 2	2,022,700	482,700	4,454,000	-	-	6,959,400	Cap Repl
W-2750-0002	(2)	2017	2750 Zone Well in Noble Creek Recharge Facility Phase I (NCRF)	2,633,800	628,600	5,799,500	-	-	9,061,900	Cap Charge
W-2750-0005	(2)	2017	Replace 2750 Zone Well 1	1,776,200	1,832,900	-	-	-	3,609,100	Cap Repl
W-2750-0006		2030	Replace 2750 Zone Well 3	-	-	-	-	2,551,700	2,551,700	Cap Repl
W-2750-0009		2027	Well 3 Landscape Improvements and Block Wall	-	103,200	-	-	-	103,200	Cap Repl
W-2750-0010		2026	Cherry Yard Landscape Improvements and Block Wall	203,200	-	-	-	-	203,200	Cap Repl
BP-2850-0001	(2)	2023	2850 Zone to 3040 Zone Booster Pump Station	3,781,600	738,400	-	-	-	4,520,000	Cap Charge
PR-2850-0001		2030	2850 to 2750 Regulator at Legacy Highlands 2750 Tank Site	-	-	-	-	96,000	96,000	Cap Charge
TM-2850-0001	(2)	2022	Vineland 1 Exterior Recoat and Retrofit	78,800	241,400	-	-	-	320,200	Cap Repl
W-2850-0001	(2)	2023	New Beaumont Basin Well s/o Beaumont HS	-	2,075,200	3,179,100	3,313,700	-	8,568,000	Cap Charge
W-2850-0002		2028	New Beaumont Basin Well Near Brookside Elementary School	-	2,079,300	3,185,400	3,320,300	-	8,585,000	Cap Charge
WT-2850-0001		2026	Well Head Treatment Plant Well 25 Cr VI	1,485,800	1,533,300	-	-	-	3,019,100	Cap Repl
BP-3040-0001	(2)	2028	3040 to 3330 Booster Pump Station at Noble Tank	-	-	2,653,300	-	-	2,653,300	Cap Charge, Cap Repl
T-3040-0001	(2)	2017	2 MG 3040 Zone Tank_0001	2,400,200	572,800	5,285,000	-	-	8,258,000	Cap Charge
TM-3040-0001		2022	Highland Springs Reservoir Recoat & Retrofit	-	-	91,800	281,100	-	372,900	Cap Repl
PR-3330-0001		2027	3330 to 3150 Lower Mesa, Noble Regulator	-	91,300	-	-	-	91,300	Cap Charge
TM-3330-0001	(2)	2022	Lower Edgar Reservoir Recoat & Retrofit	294,600	902,700	-	-	-	1,197,300	Cap Repl
BP-3620-0001		2029	3620 Zone to 3900 Zone Booster Pump Station	-	-	-	255,300	2,338,500	2,593,800	Dev
PR-3620-0001		2029	3620 to 3330 Fisher Pressure Regulator_0001	-	-	-	200,300	-	200,300	Cap Charge
BP-HS-0001		2029	Add 3rd Booster Pump and Fire Pump at HS Hydropneumatic	-	-	-	295,100	-	295,100	Cap Charge, Dev
WR -Sundance WQ Basin		2028	Improvements to Eighth St., Cherry and Starlight Basins	-	-	708,100	730,700	-	1,438,800	Cap Charge
WR -Marshall Creek Stormwater		2028	Marshall Creek Stormwater Capture	-	-	92,800	95,800	-	188,600	Cap Charge
WR - Recharge Facility Metering		2028	Beaumont Ave and Brookside Ave Stormwater Metering	-	-	92,800	95,800	-	188,600	Cap Charge
WR -Edgar Canyon Stormwater		2030	Edgar Canyon Stormwater Capture Enhancements	-	-	-	-	81,200	81,200	Cap Repl
WR -Grand Ave SD	(2)	2020	Grand Avenue Storm Drain	100,000	-	-	-	-	100,000	Cap Repl
Total Potable Infrastructure Projects				22,469,100	20,808,700	34,068,200	17,013,300	15,132,300	109,491,600	
Potable Pipeline Replacements										
P-2750-0025		2027	Maple Ave., 1st St to 3rd St	-	79,700	319,000	-	-	398,700	Cap Repl
P-2750-0029		2030	Maple Ave. 5th to 4th St. Under 1-10 in bore. Replacing existing 6"	-	-	-	-	100,400	100,400	Cap Repl
P-2750-0032		2030	Egan, B St to 5th Pl, Bore I-10, Bore RR. Replacing and existing 4" steel waterline.	-	-	-	-	206,800	206,800	Cap Repl
P-2750-0035		2030	Allegheny St., 6th to LINC Apartments	-	-	-	-	21,400	21,400	Cap Repl
P-2750-0037		2027	Maple Ave., 6th to 7th; 7th, Maple Ave. to Palm Ave. Replacing existing 6" ACP waterline in 7th Street. Includes reconnecting services from alley to new waterline in Maple	-	74,000	295,800	-	-	369,800	Cap Repl



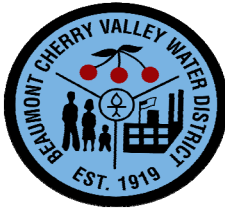
Beaumont-Cherry Valley Water District
Appendix C
2026-2030 Capital Improvement Budget Detail

Engineering Project #	Footnotes	Project Begin Year	Capital Improvement Program	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total	Funding Source
P-2750-0038		2027	Maple Ave., 5th to 6th. Includes reconnecting services to new waterline in Maple Ave and existing waterline in Palm Ave. 2" in alley to remain in service until waterline in orange constructed (P-2750-0040)	-	45,900	183,400	-	-	229,300	Cap Repl
P-2750-0039		2028	5th St. & Michigan Ave.- Manifold Line to Serve Home Cluster at 490 Michigan. New 8" Pipeline from End of Autozone to southern end of Massachusetts	-	-	43,500	174,200	-	217,700	Cap Repl
P-2750-0041		2027	Euclid Ave., 6th to 8th. Tie over existing services in alleys (between Edgar/Euclid and Euclid/Beaumont Ave)	-	105,200	420,900	-	-	526,100	Cap Repl
P-2750-0042		2030	Edgar Ave., 5th to 6th. Tie over existing services in alleys (between Edgar Ave/California and Edgar Ave/Euclid)	-	-	-	-	40,100	40,100	Cap Repl
P-2750-0043		2026	Edgar Ave., 6th to 8th. Tie in existing services in alleys (between California/Edgar and Edgar/Euclid)	107,600	430,500	-	-	-	538,100	Cap Repl
P-2750-0044		2028	Alley North of 6th St., from California Ave. to Exist. 10" at Alley w/o Beaumont Ave.	-	-	98,200	393,000	-	491,200	Cap Repl
P-2750-0045		2028	7th St., California Ave. to Beaumont Ave.	-	-	78,000	311,800	-	389,800	Cap Repl
P-2750-0046		2027	9th St, Elm Ave. to Euclid Ave.	-	78,400	313,700	-	-	392,100	Cap Repl
P-2750-0047		2027	9th St., Beaumont Ave. to Palm Ave.	-	78,400	313,700	-	-	392,100	Cap Repl
P-2750-0048		2027	9th St., Palm Ave. to Pennsylvania Ave.	-	78,400	313,700	-	-	392,100	Cap Repl
P-2750-0049		2029	10th St., Palm Ave. to Michigan Ave.	-	-	-	52,000	208,000	260,000	Cap Repl
P-2750-0050		2028	Orange Ave., 8th St to 10th st. Includes tie-ins of existing services in alley on west side of Orange.	-	-	82,000	328,200	-	410,200	Cap Repl
P-2750-0051		2028	Orange Ave., 10th St. to 11th St. Includes relocation of existing services to new waterline.	-	-	33,100	132,400	-	165,500	Cap Repl
P-2750-0052		2028	Magnolia Ave., 10th St. to 11th St. Includes relocation of existing services to new waterline.	-	-	48,600	194,200	-	242,800	Cap Repl
P-2750-0053		2027	Euclid Ave., 10th St. to 11th St. Includes relocation of existing services to new waterline.	-	56,300	225,200	-	-	281,500	Cap Repl
P-2750-0054		2026	Edgar Ave., 8th St. to 10th St. Includes relocation of existing services to new waterline.	107,200	428,600	-	-	-	535,800	Cap Repl
P-2750-0055		2026	Edgar Ave, 10th St. to 11th St. Includes relocation of services from ally to new waterline.	54,400	217,400	-	-	-	271,800	Cap Repl
P-2750-0056	(2)	2024	11th Street, Beaumont Avenue to Elm Avenue	1,968,300	-	-	-	-	1,968,300	Cap Repl
P-2750-0057		2029	Magnolia Ave., 7th to 8th (end of existing 6" in Magnolia Ave to 8th St). Includes relocation existing services to new waterline in Magnolia Avenue and Existing Waterline in Orange Avenue.	-	-	-	45,600	182,400	228,000	Cap Repl
P-2750-0058		2027	Wellwood Ave., B St north to end. Replacing existing 2" steel waterline	-	12,200	48,700	-	-	60,900	Cap Repl
P-2750-0059		2027	Wellwood Ave., 10th to 12th. Includes relocation of existing services in alleys to new waterline.	-	175,600	702,400	-	-	878,000	Cap Repl
P-2750-0060		2026	Edgar Ave, 11th to 12th, and Merry Ln from Edgar to end of cul-de-sac	123,700	494,700	-	-	-	618,400	Cap Repl
P-2750-0061		2029	Orange Ave., 11th to Oak Valley Pkwy	-	-	-	394,700	1,579,000	1,973,700	Cap Repl
P-2750-0063		2030	13th St., Palm Ave. to Pennsylvania Ave. Replacing existing 4" waterline	-	-	-	-	99,300	99,300	Cap Repl
P-2750-0066	(2)(4)	2024	Egan Ave.-Wellwood Ave. Alley, 5th to 8th St	-	-	112,200	448,800	-	561,000	Cap Repl
P-2750-0067	(2)(4)	2024	Elm Ave.-Wellwood Ave. Alley, 7th St. to 5th St.	-	-	45,800	183,000	-	228,800	Cap Repl
P-2750-0068	(2)(4)	2024	Elm Ave., 6th to 7th	-	-	26,600	106,200	-	132,800	Cap Repl
P-2750-0069	(4)	2024	Egan Ave-California Ave. Alley, 5th to 7th	-	-	68,300	273,100	-	341,400	Cap Repl
P-2750-0070		2029	Twelfth St., Michigan Ave. to Pennsylvania Ave. Replacing existing 4" steel waterline	-	-	-	82,600	330,500	413,100	Cap Repl
P-2750-0071		2028	Oak Valley Pkwy, Elm Ave. to Michigan Ave. Replace existing 10" waterline with 16" and convert 10" waterline to 2850 PZ.	-	-	187,000	748,000	-	935,000	Cap Repl
P-2750-0095	(2)	2024	American Avenue, 6th Street to 8th Street	453,600	-	-	-	-	453,600	Cap Repl
P-2750-0098	(4)	2028	2023-2024 Service Lateral Replacement Project	-	-	97,500	389,900	-	487,400	Cap Repl
P-2570-0099	(2)	2024	Orange Avenue, 6th Street to 8th Street	133,600	612,900	-	-	-	746,500	Cap Repl
S-2750-0001	(2)	2026	Service Replacements - Elm Alley & Wellwood Alley - 8th Street to 10th Street	299,700	-	-	-	-	299,700	Cap Repl



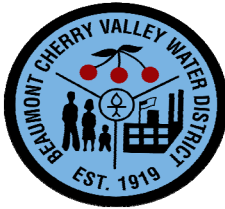
Beaumont-Cherry Valley Water District
Appendix C
2026-2030 Capital Improvement Budget Detail

Engineering Project #	Footnotes	Project Begin Year	Capital Improvement Program	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total	Funding Source
S-2750-0002		2026	Service Replacements - California & Edgar Alley - 8th to 9th and 10th to 11th	309,400	-	-	-	-	309,400	Cap Repl
S-2750-0003		2027	Service Replacements - Euclid Avenue - 8th Street to 10th Street	-	222,400	-	-	-	222,400	Cap Repl
S-2750-0004		2028	Michigan St., 6th to 8th, Not Replacing Existing 8" AC. Relocate existing Alley Services to Existing 8" AC Main in Michigan.	-	-	309,200	-	-	309,200	Cap Repl
P-2850-0009		2029	Brookside Ave., Nancy Ave. to end of existing 16-in. Replacing existing 8" ACP	-	-	-	81,100	324,300	405,400	Cap Repl
P-3040-0004		2028	From Vineland St, south along Acadia Ln, west to 38834 CVB, south to CVB	-	-	27,100	108,200	-	135,300	Cap Repl
P-3040-0005		2029	From CVB, Ralph Rd to end of Cul-de-sac., east to APN 405-060-013, north to Orchard St.	-	-	-	24,500	97,900	122,400	Cap Repl
P-3040-0006		2029	Lincoln St. Noble St. to Cherry Ave	-	-	-	91,300	365,000	456,300	Cap Repl
P-3040-0007		2029	Lincoln St. Cherry Ave to Jonathan Ave	-	-	-	93,700	374,800	468,500	Cap Repl
P-3040-0008		2029	Lincoln St. Jonathan Ave to Winesap Ave	-	-	-	81,600	326,400	408,000	Cap Repl
P-3040-0009	(2)(10)	2017	3040 Pressure Zone Cherry Avenue/International Park Road Transmission Pipeline	293,000	-	-	-	-	293,000	Cap Charge, Cap Repl
P-3040-0010		2028	Jonathan Ave., Brookside Ave. to Dutton St.	-	-	363,100	1,452,600	-	1,815,700	Cap Repl
P-3040-0011		2030	Winesap Ave, Brookside Ave. to High St	-	-	-	-	172,500	172,500	Cap Repl
P-3040-0012		2030	Winesap Ave., High St. to Dutton St. Replace existing 6" steel waterline	-	-	-	-	107,200	107,200	Cap Repl
P-3040-0014		2030	Overland Trail, End of pipe N/o Cherry Valley Blvd to Bel Air Dr	-	-	-	-	15,800	15,800	Cap Repl
P-3040-0020		2029	Martin Ln, Lincoln St. to Grand Ave.	-	-	-	65,500	261,800	327,300	Cap Repl
P-3040-0021	(2)(3)	2024	Lincoln St., Noble St to West end	89,800	359,500	-	-	-	449,300	Cap Repl
P-3040-0022		2029	Friendship Dr., Vineland St. to End of unpaved road	-	-	-	36,600	146,400	183,000	Cap Repl
P-3040-0023	(2)(3)	2024	Bing Pl	11,400	127,100	-	-	-	138,500	Cap Repl
P-3040-0024	(2)(3)	2024	Lambert Pl	31,800	127,100	-	-	-	158,900	Cap Repl
P-3040-0025	(2)(3)	2024	Star Ln, Sky Ln, and View Dr to end of cul-de-sac	142,500	570,200	-	-	-	712,700	Cap Repl
P-3040-0026	(2)(3)	2024	Utica Way, Vineland St to View Dr.	101,100	404,600	-	-	-	505,700	Cap Repl
P-3040-0028		2029	Lincoln Ave, from Winesap to Bellflower Ave	-	-	-	75,800	303,200	379,000	Cap Repl
P-3040-0029		2030	Delicious Lane - replace in kind from Lincoln to end of Cul-de-sac.	-	-	-	-	44,300	44,300	Cap Repl
P-3040-0030		2030	Pippin Way from Delicious Ln to end of Cul-de-sac	-	-	-	-	32,000	32,000	Cap Repl
P-3040-0031		2030	Rome Beauty way from Delicious Ln to end of Cul-de-sac	-	-	-	-	32,000	32,000	Cap Repl
P-3150-0001		2030	Dutton St., Cherry Ave. to Bellflower Ave. Replace existing 6" and 4" steel waterlines.	-	-	-	-	100,900	100,900	Cap Repl
P-3150-0002		2030	Easement Line, between Winesap Ave. and Jonathan Ave, Dutton to Bridges. Replace existing 6" and 4" steel waterline.	-	-	-	-	87,700	87,700	Cap Repl
P-3150-0004		2030	Orchard Pl (Easement Line), W/o Winesap Ave. to west end of Orchard Pl. Replace existing 4" steel waterline.	-	-	-	-	45,800	45,800	Cap Repl
P-3150-0005		2029	Dutton St., Cherry Ave. to Bellflower Ave. Replace existing 6" and 4" steel waterlines.	-	-	-	283,100	1,132,200	1,415,300	Cap Repl
P-3150-0006		2029	South of line from Bridges to Dutton, along Intl Park Rd	-	-	-	36,200	144,600	180,800	Cap Repl
P-3150-0007		2030	In Dutton St, from Cherry Ave west to Freedom Cir	-	-	-	-	49,300	49,300	Cap Repl
P-3150-0008		2029	In Cherry Ave, from Dutton south to 10252 Cherry Ave (dead-end)	-	-	-	42,000	167,800	209,800	Cap Repl
P-3150-0009		2030	In Jonathan Ave, from Dutton Ave south to 10296 Jonathan Ave (dead-end)	-	-	-	-	43,900	43,900	Cap Repl
P-3150-0010		2030	In Winesap Ave, from Dutton Ave south to 10264 Winesap Ave (dead-end)	-	-	-	-	43,900	43,900	Cap Repl
P-3150-0011		2030	In Bellflower Ave, from Dutton Ave south to 10285 Bellflower Ave (dead end)	-	-	-	-	34,200	34,200	Cap Repl
P-3330-0001		2030	From 3620/3330 Regulator site (end of A Line - see Detail B in Master Plan Map) east to "Wagon Wheel" at Ave. San Timoteo and Ave. Miravilla	-	-	-	-	263,200	263,200	Cap Repl
P-3330-0002		2028	In Ave San Timoteo, from end of 12-in (approx 9490 Ave San Timoteo) south to Ave. Sonrisa	-	-	323,100	1,292,500	-	1,615,600	Cap Repl
P-3330-0003	(2)(3)	2024	In Ave. Sonrisa, Ave San Timoteo to Ave. Miravilla. Replacing 6" and 4" waterlines	250,400	1,001,600	-	-	-	1,252,000	Cap Repl
P-3330-0005		2029	Ave. Miravilla, from Lilac Ln 8-in (connect to P-3330-0001) south to existing 6" line (approximately at south end of 9320 Avenida Miravilla)	-	-	-	177,900	711,600	889,500	Cap Repl
P-3330-0007	(2)	2026	From Avenida Sonrisa, north to Avenida Miravilla through Alley	90,600	415,400	-	-	-	506,000	Cap Repl
P-3330-0008		2029	From south end of P-3330-0005, south to 9584 Avenida Miravilla	-	-	-	165,000	660,000	825,000	Cap Repl



Beaumont-Cherry Valley Water District
Appendix C
2026-2030 Capital Improvement Budget Detail

Engineering Project #	Footnotes	Project Begin Year	Capital Improvement Program	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total	Funding Source
P-3620-0001		2024	"B" Line Upper Edgar 12" to upper end of 20" DIP and from lower end 20" DIP to Balance line and Balance Line in Edgar Canyon	-	-	-	-	-	-	Cap Repl
P-3620-0002		2028	"A" Line split north of Apple Tree Lane Tract (At or near Apn 401-030-003) to Meter "A"	-	-	541,000	2,164,100	-	2,705,100	Cap Repl
P-3620-0003		2029	Lower Edgar Tank	-	-	-	345,700	1,382,600	1,728,300	Cap Repl
P-3620-0004		2028	"A" Line - Lower Edgar to split north of Apple Tree Lane Tract Oak Glen Rd., from Appletree Lane south to 4" at creek crossing (approx at APN 401-080-011)	-	-	226,900	907,600	-	1,134,500	Cap Repl
P-3620-0005		2030	Crossing of Little San Gorgonio Cr at south end of P-3620-0004 to Lower Edgar House, north along Edgar Cyn Road to Upper Mesa Emergency Booster/7000 Gal Tank. Replacing existing 8" and 4"	-	-	-	-	236,400	236,400	Cap Repl
P-3620-0006		2030	Lower Edgar Tank (from existing 10" Steel line south of tank) east to Ave. Miravilla. Replace existing 4" steel waterline	-	-	-	-	68,400	68,400	Cap Repl
P-3620-0008		2030	Ave. Miravilla near Lower Edgar Tank (approx. at 8800 Avenida Miravilla) south to ex. 6-in (approx. at 8925 Avenida Miravilla)	-	-	-	-	115,600	115,600	Cap Repl
P-3620-0009	(2)	2024	Ave. Miravilla,End of proposed 12-in (P-3620-0008) south to end of existing blowoff (near S property line of 8940 Avenida Miravilla)	50,000	200,000	-	-	-	250,000	Cap Repl
P-3620-0010		2029	In Whispering Pines from northern end of P-3620-0012 south to Avenida Miravilla. (Approx at south end of 9150 Whispering Pines Rd)	-	-	-	95,600	382,300	477,900	Cap Charge, Cap Repl
P-3620-0011		2030	Ave. Miravilla, from Whispering Pines (approx. at 9150 Whispering Pines) south to intersection of Ave Altejo Bella, Ave Altura Bella (wagon wheel). East along Avenida Altejo Bella to southern end of P-3620-0012	-	-	-	-	196,000	196,000	Cap Repl
P-3620-0013		2030	Ave. Miravilla, Ave. from wagon wheel west to Lilac Lane	-	-	-	-	90,400	90,400	Cap Repl
P-3620-0016	(2)	2026	Replace existing 4" line within parcel (Hoffman Property)	34,200	137,000	-	-	-	171,200	Cap Repl
Total Potable Pipeline Replacements				4,652,300	6,533,100	5,847,700	11,878,300	11,328,300	40,239,700	
IT Network Infrastructure Projects										
IT-NETW-0006	(5)	Ongoing	Workstation Replacement project	30,500	31,000	31,500	32,000	32,500	157,500	Cap Repl
IT-NETW-0011	(5)	2024	Server Room Uninterrupted Power Source (\$51K spread over three years)	51,800	17,500	17,800	18,100	18,400	123,600	Cap Repl
IT-NETW-0013	(5)	Ongoing	Servers and Related Equipment (4 per year, 3 year life, \$15K per server)	140,500	61,900	62,900	63,900	64,900	394,100	Cap Repl
IT-NETW-0014	(5)	2024	Network Infrastructure and Equipment (Network Switches, Firewall Appliances, SAN Storage, Tape/Backup Storage, Power Capacity) (\$85K spread over three years)	28,800	29,200	29,700	30,200	30,700	148,600	Cap Repl
Total IT Network Infrastructure Projects				251,600	139,600	141,900	144,200	146,500	823,800	
IT SCADA/AMR Infrastructure Projects										
IT-SCAD-0001	(6)	2023	SCADA Improvement Project	849,200	2,510,000	-	-	-	3,359,200	Cap Repl
IT-SCAD-0002	(6)	N/A	Wonderware SCADA Phase 2 Project	-	-	-	-	-	-	
IT-SCAD-0003	(6)	N/A	Wonderware SCADA Phase 3 Project	-	-	-	-	-	-	
IT-SCAD-0007	(5)	2024	Back- End SCADA Software and Equipment	304,800	61,900	62,900	63,900	64,900	558,400	Cap Repl
IT-SCAD-0008		2025	Current / Retro Telemetry CIP	121,900	123,900	125,800	127,800	129,900	629,300	Cap Repl
IT-AMR-0001	(7)	2019	AMR / AMI Deployment Project	1,403,100	-	-	-	-	1,403,100	Cap Repl
IT-AMR-0002		Ongoing	New Development Meters	475,500	475,500	475,500	475,500	475,500	2,377,500	Dev
Total IT SCADA/AMR Infrastructure Projects				3,154,500	3,171,300	664,200	667,200	670,300	8,327,500	
IT/Field Operations/Administration Projects										
IT-ADMN-0001		2017	Digitized Fileroom Project	89,500	-	-	-	-	89,500	Cap Repl
IT-ADMN-0002		2025	560 Magnolia AC/Heating System Replacements	78,300	24,900	43,500	-	-	146,700	Cap Repl
Total IT Field Operations/Administration Projects				167,800	24,900	43,500	-	-	236,200	
Vehicles & Equipment										
VE-TRUK-0002	(8)	2025	2018 Ford F150 Reg Cab (Oct, 2017) Unit #34 Replacement	-	-	-	-	-	-	
VE-TRUK-0003	(8)	2026	2018 Ford F-150 Reg Cab (Sept, 2018) Unit #35 Replacement	-	-	-	-	-	-	



Beaumont-Cherry Valley Water District
Appendix C
2026-2030 Capital Improvement Budget Detail

Engineering Project #	Footnotes	Project Begin Year	Capital Improvement Program	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total	Funding Source
VE-TRUK-0004	(8)	2025	2018 Ford F250 Reg Cab 4 X 4 (Aug, 2017) Unit #33 Replacement	-	-	-	-	-	-	
VE-TRUK-0005	(8)	2025	2018 Ford F250 Reg Cab 4 X 4 (Aug, 2017) Unit #32 Replacement	-	-	-	-	-	-	
VE-TRUK-0006	(8)	2026	2018 Ford F-150 Reg Cab (Sept, 2018) Unit #36 Replacement	-	-	-	-	-	-	
VE-TRUK-0007	(8)	2026	2018 Ford F-150 Reg Cab (Sept, 2018) Unit #37 Replacement	-	-	-	-	-	-	
VE-TRUK-0008	(8)	2027	2019 Ford F-250 Super Duty (Dec, 2019) Unit #41 Replacement	-	-	-	-	-	-	
VE-TRUK-0009	(8)	2027	2019 Ford F-250 Super Duty (Dec, 2019) Unit #42 Replacement	-	-	-	-	-	-	
VE-TRUK-0010	(8)	2026	2018 Ford F-250 Super Cab XL 4x4 (Oct, 2018) Unit #38 Replacement	-	-	-	-	-	-	
VE-TRUK-0011	(8)	2027	2019 Ford F-150 Super Duty (Dec, 2019) Unit #40 Replacement	-	-	-	-	-	-	
VE-TRUK-0015		2023	GIS / Muck Truck (Freightliner Diesel) (May, 2004) Unit #8 Replacement	-	-	-	-	-	-	
VE-TRUK-0019	(8)	2027	2010 Ford Explorer (Jan, 2011) Unit #1 Replacement	-	-	-	-	-	-	
VE-TRUK-0020	(8)	2025	2007 F-550 Dump Truck (Apr, 2009) Unit #12 Replacement	-	-	-	-	-	-	
VE-TRUK-0021	(8)	2024	NEW 3/4 Ton Utility Truck	-	-	-	-	-	-	
VE-TRUK-0022	(8)	2024	NEW 3/4 Ton Utility Truck	-	-	-	-	-	-	
VE-TRUK-0023	(8)	2024	NEW 3/4 Ton Utility Truck	-	-	-	-	-	-	
VE-TRUK-0024	(8)	2024	NEW 3/4 Ton Utility Truck	-	-	-	-	-	-	
VE-TRUK-0025	(8)	2024	NEW 3/4 Ton Utility Truck	-	-	-	-	-	-	
VE-LEAS-0001	(8)	2025	Enterprise Fleet Leasing and Maintenance Agreement	118,700	159,500	215,400	218,900	-	712,500	Cap Repl
VE-HEAV-0001		2027	2007 John Deere Backhoe 310SG (Aug, 2009)	-	200,000	-	-	-	200,000	Cap Repl
VE-HEAV-0003		2028	Loader 938G	-	-	365,000	-	-	365,000	Cap Repl
VE-HEAV-0006		2028	Skidsteer tractor with attachments	-	-	250,000	-	-	250,000	Cap Repl
VE-HEAV-0007		2026	D-5 Dozer Dual Slope	483,000	-	-	-	-	483,000	Cap Repl
VE-EQIP-0002		2028	Ingersoll Rand Air Compressor (Dec, 2008)	-	-	20,300	-	-	20,300	Cap Repl
VE-EQIP-0003		2029	Water Buffalo (Feb, 2018)	-	-	-	8,500	-	8,500	Cap Repl
VE-EQIP-0004		2028	400W Light Tower w/Generator (Dec, 2017)	-	-	20,000	-	-	20,000	Cap Repl
VE-EQIP-0005		2027	NEW 400W Light Tower w/Generator	-	20,000	-	-	-	20,000	Cap Repl
VE-EQIP-0006		2026	Full Size Three Line Message Boards with Hydraulic Lift	52,800	-	-	-	-	52,800	Cap Repl
Total Vehicles & Equipment				654,500	379,500	870,700	227,400	-	2,132,100	
Non-Potable Infrastructure Projects										
NEO-0000-0001		2019	Recycled Water Conversion and Implementation	250,000	100,000	398,800	-	-	748,800	Cap Charge
NW-2400-0001		2027	San Timoteo Creek Non-Potable Water Extraction Well	-	250,000	1,000,300	1,036,300	-	2,286,600	Cap Charge
NT-2400-0001		2026	100,000 Gallon 2400 PZ Non-Potable Tank	60,000	63,400	195,200	-	-	318,600	Cap Charge
NR-2600-0001		2029	2600 Zone Non-Potable Regulation and Metering Station_0001	-	-	-	120,600	287,900	408,500	Cap Charge
NR-2600-0002		2023	2600 Zone Non-Potable Regulation and Metering Station_0002	-	-	-	-	-	-	Cap Charge
NBP-2600-0001		2029	Non-Potable Booster Pump Station at CoB Wastewater Treatment Plant	-	-	-	1,023,400	2,442,400	3,465,800	Cap Charge
NBP-2600-0002		2028	Non-Potable Booster Pump Station at CoB Wastewater Treatment Plant Expansion	-	-	186,200	444,300	-	630,500	Cap Charge
NR-2800-0001		2026	2800 Zone Non-Potable Regulation and Metering Station_0001	426,000	439,600	-	-	-	865,600	Cap Charge
NR-2800-0002		2028	2800 Zone Non-Potable Regulation and Metering Station_0002	-	-	439,700	453,800	-	893,500	Cap Charge
NT-2800-0001		2026	2 MG 2800 PZ Non-Potable Tank	250,000	1,952,500	2,018,900	-	-	4,221,400	Cap Charge
NBP-2800-0001		2028	2800 Zone Non-potable Booster Pump Station at the Noble Creek Recharge Facilities	-	-	587,900	250,000	1,184,900	2,022,800	Cap Charge
Total Non-Potable Infrastructure Projects				986,000	2,805,500	4,827,000	3,328,400	3,915,200	15,862,100	
Non-Potable Pipeline Projects										
Oak Valley Parkway, from westerly end of existing 24" waterline, west to the existing City of										
NP-2600-0001	(2)	2027	Beaumont Lift station/ Tukwet Canyon Golf Course maintenance yard.	-	927,900	-	-	-	927,900	Cap Charge, Dev
NP-2600-0005		2028	From the NR-2800-0004, along Cherry Valley Blvd west to I-10 freeway.	-	-	3,227,900	-	-	3,227,900	Cap Charge
From the end of NP-2600-0005, west across the bridge along Cherry Valley Blvd crossing I-10										
NP-2600-0006		2029	freeway	-	-	-	1,967,700	-	1,967,700	Cap Charge
NP-2600-0009		2025	Along the future alignment of Potrero Blvd, from 4th Street south to NP-2600-0008.	-	-	-	-	-	-	Cap Charge, Dev



Beaumont-Cherry Valley Water District
Appendix C
2026-2030 Capital Improvement Budget Detail

Engineering Project #	Footnotes	Project Begin Year	Capital Improvement Program	2026 Budget Request	2027 Budget Request	2028 Budget Request	2029 Budget Request	2030 Budget Request	5-Year Budget Total	Funding Source
NP-2800-0001		2028	In Beaumont Summit Station (Formerly Sunny Cal Egg Ranch), Cherry Valley Blvd to Brookside Ave	-	-	1,974,900	-	-	1,974,900	Cap Charge, Dev
NP-2800-0002		2029	California Ave., 1st Street south to Hwy 79	-	-	-	1,571,700	-	1,571,700	Cap Charge, Dev
NP-2800-0006		2029	In CoB WWTP site, from 2600 to 2800 Zone Booster Pump (NPB 2600-0001) to 4th St.	-	-	-	716,300	-	716,300	Cap Charge
NP-2800-0007		2027	1st St, from Commerce Way east to Highland Springs Ave	-	880,900	-	-	-	880,900	Cap Charge
NP-2800-0008		2027	Highland Springs Ave, 2nd St to 1st St.	-	413,200	-	-	-	413,200	Cap Charge
NP-2800-0009		2029	Within Palm Ave, Crossing 6th Street to connect existing waterlines	-	-	-	152,200	-	152,200	Cap Charge
NP-2800-0010		2029	Noble Cr. Meadows, Cougar Way to Oak Valley Pkwy	-	-	-	395,300	-	395,300	Dev
NP-2800-0012		2029	Oak Valley Pkwy, from Oak View Dr. east to 750 ft w/o Elm Ave.	-	-	-	836,100	-	836,100	Cap Charge
NP-2800-0014		2027	Oak Valley Parkway from Noble Cr. Meadows east to Palm Ave	-	1,400,700	-	-	-	1,400,700	Cap Charge
NP-2800-0016		2027	7th Street from Veile Ave southwest to California Ave	-	553,000	-	-	-	553,000	Cap Charge
NP-2800-0017		2028	Along Oak Valley Pkwy from Palm Ave to Cherry Ave	-	-	757,100	-	-	757,100	Cap Charge
NP-2800-0020		2028	Along 4th Street from Veile Ave to Rangel Park	-	-	324,700	-	-	324,700	Cap Charge
Total Non-Potable Pipeline Projects				-	4,175,700	6,284,600	5,639,300	-	16,099,600	
Total Capital Improvement Program				\$ 32,335,800	\$ 38,038,300	\$ 52,747,800	\$ 38,898,100	\$ 31,192,600	\$ 193,212,600	
Capacity Charges				12,488,100	19,047,800	32,272,900	20,728,100	10,950,400	95,487,300	
Cap. Repl. Res.				18,821,100	17,819,000	19,011,900	15,250,800	17,428,200	88,331,000	
Developer				475,500	1,171,500	1,463,000	2,919,200	2,814,000	8,843,200	
Other				551,100	-	-	-	-	551,100	
Total Capital Improvement Program by Funding Source				\$ 32,335,800	\$ 38,038,300	\$ 52,747,800	\$ 38,898,100	\$ 31,192,600	\$ 193,212,600	

Footnotes

- (1)

Project was originally identified in 2020 CIB. Total Budgeted cost was updated for 2024 Water Rate Study and represents a two-phased approach. Phase I could be structured in a manner where the “warehouse” (shell) would be constructed first, allowing for many of the staff to occupy it, for an estimated cost of \$13,617,825, including the purchase of land. Phase II could be structured so that the estimated remaining cost of \$19,318,925 could be deferred longer than this schedule provides for
- (2)

Project was begun in prior year(s) or approved by Board to begin, ongoing, with inflationary factors as appropriate. Contract for either design, engineering, or construction has been or is anticipated to be signed by end of 2025, or project may be completed (or purchase made) by end of 2025. If not, project may be completed by end of 2026. Project not complete as of August 31, 2025
- (3)

Pipeline replacement projects are close to beginning construction, which should be done by end of 2026
- (4)

Pipeline replacement projects originally scheduled to begin construction in 2025 have been deferred due to the City of Beaumont’s street paving moratorium.
- (5)

IT projects involve periodic equipment purchases (e.g., servers and appliances) typically required every 3–5 years. Because the exact timing is uncertain, related costs have been distributed across each year, and unspent funds will be carried forward to ensure availability when replacement is needed.
- (6)

Project is ongoing, all have been reconciled as one project
- (7)

Grant funding for this project has been exhausted, remaining cost for AMI phase
- (8)

The District has executed a 5-year Master Lease Agreement for fleet purchase and maintenance with Enterprise. The annual outlay for the Lease is expected to be similar to the traditional fleet purchase employed by the District on an average annual basis over time.
- (9)

The District has participated in the Sites Reservoir Project; however, it is currently in the process of negotiating and finalizing a wind-down agreement with the San Gorgonio Pass Water Agency (SGPWA). Upon completion of this agreement, SGPWA would assume the District’s participation rights, obligations, and associated cost shares in the project.
- (10)

Project was identified in 2025–2029 CIB as T-3040-0001 PZ Pipeline.