



BEAUMONT-CHERRY VALLEY WATER DISTRICT
560 Magnolia Avenue, Beaumont, CA 92223

**CALL OF SPECIAL MEETING
OF THE FINANCE AND AUDIT COMMITTEE
of the Board of Directors
NOTICE AND AGENDA**

*The President of the Board of Directors has called a Special Meeting
This meeting is hereby noticed pursuant to
California Government Code Section 54950 et. seq.*

Thursday, October 16, 2025 – 2:00 p.m.
560 Magnolia Avenue, Beaumont, CA 92223

TELECONFERENCE NOTICE

*The BCVWD F&A Committee members will attend in person
at the BCVWD Administrative Office.*

*The meeting is available to the public via Zoom video teleconference
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To telephone in, please dial: (669) 900-9128
Enter Meeting ID: 813 5711 3079
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*For Public Comment, use the “Raise Hand” feature if on the video call when
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FINANCE & AUDIT COMMITTEE SPECIAL MEETING – October 16, 2025

CALL TO ORDER

ROLL CALL

	David Hoffman, Chair
	Lona Williams

	John Covington (alternate)
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PUBLIC COMMENT

PUBLIC COMMENT: RAISE HAND OR PRESS *9 for Public Comment or to request to speak when prompted. At this time, any person may address the Finance and Audit Committee on matters within its jurisdiction which are not on the agenda. However, any non-agenda matters that require action will be referred to staff for a report and possible action at a subsequent meeting. Please limit your comments to three minutes. Sharing or passing time to another speaker is not permitted.

ACTION ITEMS

- 1. Adjustments to the Agenda:** In accordance with Government Code Section 54954.2, additions to the agenda require a 2/3 vote of the legislative body, or if less than 2/3 of the members are present, a unanimous vote of those members present, which makes the determination that there is a need to take action, and the need to take action arose after the posting of the agenda.
 - Item(s) to be removed or continued from the Agenda
 - Emergency Item(s) to be added to the Agenda
 - Changes to the order of the agenda
- 2. Water Capacity Charges (Facility Fees) and Water Supply Fee Study Update** (pages 4 - 25)
- 3. Review of the Draft Fiscal Year 2026 Operating Budget Revenues and Expenses** (pages 26 - 100)

ADJOURNMENT

AVAILABILITY OF AGENDA MATERIALS - Agenda exhibits and other writings that are disclosable public records distributed to all or a majority of the members of the Beaumont-Cherry Valley Water District Finance and Audit Committee in connection with a matter subject to discussion or consideration at a meeting of the Finance and Audit Committee are available for public inspection in the District's office, at 560 Magnolia Avenue, Beaumont, California ("District Office") during business hours, Monday through Thursday from 7:30 a.m. to 5 p.m. If such writings are distributed to members of the Board less than 72 hours prior to the meeting, they will be available from the District Office at the same time or within 24 hours' time as they are distributed to all or a majority of the Board of Directors, except that if such writings are distributed one hour prior to, or during the meeting, they can be made available in the Board Room at the District Office. Materials may also be available on the District's website: www.bcvwd.gov.

REVISIONS TO THE AGENDA - In accordance with §54954.2(a) of the Government Code (Brown Act), revisions to this Agenda may be made up to 24 hours before the special Finance and Audit Committee Meeting, if necessary, after mailings are completed. Interested persons wishing to receive a copy of the set Agenda may pick one up at the District Office, located at 560 Magnolia Avenue, Beaumont, California, up to 24 hours prior to the special Finance and Audit Committee Meeting.

REQUIREMENTS RE: DISABLED ACCESS - In accordance with Government Code §54954.2(a), requests for a disability related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting, should be made to the District Office, at least 48 hours in advance of the meeting to ensure availability of the requested service or accommodation. The District Office may be contacted by telephone at (951) 845-9581, email at info@bcvwd.gov or in writing at the Beaumont-Cherry Valley Water District, 560 Magnolia Avenue, Beaumont, California 92223.

CERTIFICATION OF POSTING: A copy of the foregoing notice was posted near the regular meeting place of the Finance and Audit Committee of the Beaumont-Cherry Valley Water District and to its website at least 24 hours in advance of the meeting (Government Code §54954.2(a)).



**Beaumont-Cherry Valley Water District
Special Finance and Audit Committee
Meeting
October 16, 2025**

Item 2

STAFF REPORT

TO: Finance and Audit Committee

FROM: William Clayton, Finance Manager

SUBJECT: Water Capacity Charges (Facility Fees) and Water Supply Fee Study Update

Staff Recommendation

Recommend to the full Board of Directors the Water Capacity Charges (Facility Fees) and Water Supply Fee Study report dated September 30, 2025, prepared by Raftelis Financial Consultants.

Executive Summary

Raftelis Financial Consultants (Raftelis) was retained to conduct a comprehensive update of the District's Water Capacity Charges (Facility Fees) and Water Supply Fee Study. These one-time charges ensure that new development funds its fair share of growth-related infrastructure, protecting existing ratepayers from subsidizing expansion.

Background

The District's capacity charges, last updated in 2007, fund infrastructure needed to serve new customers. With significant system growth and projected demand through 2050, an update was needed to maintain equity and compliance with California Government Code Section 66013.

Discussion

Updated capacity fees ensure new development pays for system growth, supporting financial sustainability and reducing the burden on existing customers. Revenues will fund growth-related capital projects consistent with the District's long-term infrastructure plan.

Fiscal Impact

The adoption of updated capacity charges will strengthen the District's financial position by ensuring that new development bears a fair share of the costs associated with growth. By dedicating these revenues to growth-related infrastructure, the District reduces its reliance on existing customers to fund expansion through water rates. This approach supports the principle of cost equity, complies with state law, and provides a reliable funding mechanism for the District's long-term capital improvement program.

Attachments

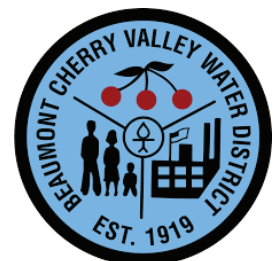
1. Water Capacity Charges (Facility Fees) and Water Supply Fee Study, Raftelis Financial Consultants, October 2, 2025.

Staff Report prepared by William Clayton, Finance Manager

Beaumont Cherry Valley Water District

Water Capacity Charges (Facility Fees) and Water Supply Fee Study

Report / October 2, 2025



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October 2, 2025

Mr. William Clayton, CPA
Beaumont Cherry Valley Water District
560 Magnolia Avenue
Beaumont, CA 92223

Subject: Water Capacity Charges (Facility Fees) and Water Supply Fee Study

Dear Mr. Clayton:

Raftelis is pleased to provide the Beaumont Cherry Valley Water District (District) with this update of its Water Capacity Charges (Facility Fees) and Water Supply Fees. This report details the methodologies used by Raftelis to calculate the updated charges and provides a recommendation regarding the maximum water capacity charges that can be implemented by the District.

Thank you for using the services of Raftelis. It has been a pleasure working with you and other members of District staff during this study.

Sincerely,

A handwritten signature in blue ink that reads 'John Wright'.

John Wright
Senior Manager
RAFTELIS

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1. Executive Summary

1.1. Study Description

In 2023, the Beaumont Cherry Valley Water District (District) engaged Raftelis to complete an update of its Water Capacity Charges (Facility Fee) and Water Supply Fees. Throughout this report, the term “capacity charge” is used to describe the capacity charges and water supply fees analyzed as part of the study. The update included a review of projected long-term demand and EDU growth on the District’s water utility system, as well as the growth-related infrastructure required to serve future demand. The update does not recommend changes to the structure of the District’s existing capacity charges. Instead, it updates the District’s current capacity charges based on revised projections of future customer demand growth and the associated infrastructure costs required to meet that demand.

1.2. Current Capacity Charges

The District currently assesses capacity charges for single-family residential (SFR) and multi-family residential (MFR) properties based on equivalent dwelling units (EDUs). An EDU is defined as the average daily water consumption of an SFR dwelling (account). The District’s current capacity charges assume that an EDU uses 580 gallons per day. The current SFR capacity charge is \$10,122. MFR properties are assumed to have water usage that is 60% of an SFR property. The current MFR capacity charge is \$6,073 per dwelling unit (DU). Capacity charges for non-residential properties are assessed on a case-by-case basis. In practice, this means that the capacity charge assessed for non-residential properties is based on their projected water consumption expressed on an EDU basis.

Table 1 shows the District’s current capacity charges (Lines 1-5). The derivation of the \$10,122 SFR capacity charge is shown in Lines 7-21.

Table 1: Current Capacity Charges

Line	Land Use	Per EDU
1	Single Family Residential	\$10,122
2	Multiple Family Residential	\$6,073
3	Commercial Property	Case-by-Case
4	Industrial Property	Case-by-Case
5	Institutional Property	Case-by-Case
6		
7	Function/Facility	Amount
8	Wells	\$1,936
9	Water Rights (SWP)	\$1,225
10	Water Treatment Plant	\$921
11	Local Water Resources	\$485
12	Recycled Water Facilities	\$1,402
13	Transmission ($\geq 16"$)	\$1,568
14	Storage	\$2,008
15	Booster	\$139
16	Pressure Reducing Stations	\$71
17	Miscellaneous Projects	\$62
18	Subtotal	\$9,818
19		
20	Financing Costs	\$305
21	Total	\$10,122
Note: Amounts are subject to rounding.		

1.3. Capacity Charge Background

Capacity charges (also known as system development charges or SDCs) are one-time charges paid by new customers who connect to a utility system or current customers who request an increase in their water supply allocation. Capacity charges allow utilities to recover a portion of the cost of the infrastructure required to serve demand growth. This cost recovery can be associated with past investments in infrastructure that will provide service to future customers or planned future investments in growth-related infrastructure that will provide service to future customers. Cash receipts from capacity charges lower the amount of revenue that must be collected from customers through water rates (i.e., they offset the annual revenue requirement from rates).

Industry standard procedures underlying the calculation of water capacity charges can be found in the American Water Works Association (AWWA) publication Manual of Water Supply Practices M1, Principles of Water Rates, Fees, and Charges, 7th Edition (AWWA Manual M1).

1.4. California Legal Requirements

In the state of California, the basic statutory standards governing water and sewer capacity charges are embodied in Government Code Sections 66000 et seq. Government Code §66013 (b) (3) describes a "Capacity Charge" in the following manner:

"Capacity charge" means a charge for public facilities in existence at the time a charge is imposed or charges for new public facilities to be acquired or constructed in the future that are of proportional benefit to the person or property being charged, including supply or capacity contracts for rights and entitlements, real property interests, and entitlements and other rights of the local agency involving capital expense relating to its use of existing or new public facilities.

The requirement that capacity charges be cost-based is provided in Government Code § 66013(a), which states:

"Notwithstanding any other provision of law, when a local agency imposes fees for water connections or sewer connections, or imposes capacity charges, those fees or charges shall not exceed the estimated reasonable cost of providing the service for which the fee or charge is imposed, unless a question regarding the amount the fee or charge in excess of the estimated reasonable cost of providing the services or materials is submitted to, and approved by, a popular vote of two-thirds of those electors voting on the issue."

1.5. Capacity Charge Calculation Methods

There are three industry-accepted methods for calculating capacity charges. Each is compliant with California Government Code § 66013(b)(3). All three methods are discussed in more detail the next section of this report.

- **Equity Buy-In Method.** Various forms of the buy-in method are often used by utilities that have adequate system capacity to meet demand growth over the long term. The equity buy-in method develops capacity charges based on the value of the utility's existing infrastructure.
- **Incremental Cost Method.** The incremental cost method is often used by utilities that have an immediate need to construct or acquire new capacity to accommodate demand growth. The incremental cost method develops Capacity charges based on the cost of future capacity-related infrastructure additions. The

District's updated capacity charges, as presented in this report, were calculated using the incremental cost method.

- **Hybrid Method.** In addition to the equity buy-in and incremental cost methods, it is also common for many utilities to use a combination of these two methods. This combined "hybrid" method is often used when a utility has some existing system capacity to accommodate growth but will also be required to construct additional new capacity in the future. The hybrid method was not used by Raftelis in this study.

1.6. Proposed Capacity Charges

A comparison of the District's current capacity charges versus the proposed updated capacity charges calculated in this report are shown in Table 2. As shown in Line 21, the proposed capacity charge is \$11,077. The District's current capacity charge is \$10,122.

Table 2: Comparison of Current and Proposed Capacity Charges

Line	Land Use	Existing Per EDU	Proposed Per EDU
1	Single Family Residential	\$10,122	\$11,077
2	Multiple Family Residential	\$6,073	\$6,646
3	Commercial Property	Case-by-Case	Case-by-Case
4	Industrial Property	Case-by-Case	Case-by-Case
5	Institutional Property	Case-by-Case	Case-by-Case
6			
7	Function/Facility	Amount	Amount
8	Wells	\$1,936	\$1,140
9	Water Rights (SWP) (Note 1)	\$1,225	\$0
10	Water Treatment Plant	\$921	\$1,830
11	Local Water Resources	\$485	\$806
12	Recycled Water Facilities	\$1,402	\$2,387
13	Transmission (>=16")	\$1,568	\$1,782
14	Storage	\$2,008	\$1,449
15	Booster Pumps	\$139	\$695
16	Pressure Reducing Stations	\$71	\$180
17	Miscellaneous Projects	\$62	\$669
18	Subtotal	\$9,818	\$10,939
19			
20	Financing Costs	\$305	\$139
21	Total	\$10,122	\$11,077
Note 1: The proposed per EDU charge for Water Rights (SWP) is \$0. The cost basis for Water Rights (SWP) does not include District's potential contribution for Sites Reservoir. Sites Reservoir was eliminated from the capital improvement plan based on an assessment completed by District staff.			
Note: Amounts are subject to rounding.			

2. Capacity Charge Background

2.1. Economic Framework

Capacity charges recover a portion of the cost of past investments in existing infrastructure that will be used to provide services to future customers. They are also used to recover the projected cost of planned future investments in growth-related infrastructure that will serve future customers. Cash receipts from capacity charges lower the amount of revenue that must be collected from customers through utility rates (i.e., they offset the annual revenue requirement from rates).

California utilities are *not* required to assess capacity charges. Many utilities choose to fund all growth-related capital expenditures through utility rates. Further, governing bodies are not required to charge the maximum legally defensible capacity charges calculated as part of a nexus study. Many governing bodies, for various policy or economic development considerations, choose to implement capacity charges lower than those calculated in a nexus study.

The infrastructure costs recovered through capacity charges are primarily associated with the “backbone” infrastructure required to serve demand growth. For water utilities, backbone infrastructure includes assets associated with functions such as supply, treatment, storage, pumping, and transmission. Utility assets that were paid for by developers, such as water distribution mains, are not included in the capacity charge cost basis.

The basic economic philosophy behind capacity charges is that the cost of providing service should be paid for by those who receive the benefit. To fairly distribute the value of existing or expanded utility infrastructure, the charge should reflect a reasonable estimate of the cost of providing capacity to new users and not unduly burden existing customers through a comparable increase in utility rates. Accordingly, many utilities make this philosophy one of their primary guiding principles when developing their capacity charge structure.

The goal of maintaining equity between new and existing customers is reflected in the American Water Works Association (AWWA) *Manual of Water Supply Practices M1, Principles of Water Rates, Fees, and Charges, 7th Edition* (AWWA Manual M1). Page 323 (Chapter V11.2, System Development Charges):

The use of SDC receipts is generally limited. First, SDC receipts can be used to directly pay for a growth-related capital improvement project. In using SDC receipts in this manner, the utility will likely have avoided, at least minimized, the use of long-term debt or pay-as-you-go rate funding for the project that shelters the existing ratepayers from the cost of expansion of the system and, hence, may reduce the need for monthly user rate increases. The other typical use of SDC receipts is to apply them against growth-related debt service. When a utility issues long-term debt to pay for a growth-related capital project, the associated debt service is generally paid using SDC receipts.”

In general, to withstand legal challenges, there must be a rational nexus between the capacity charges charged by a utility, the cost of capacity-related infrastructure required to accommodate demand growth, and the benefits that new development receives from capacity-related infrastructure. Page 324 of AWWA Manual M1 summarizes three rational nexus tests:

1. There must be a connection established between new development and new or expanded facilities required to accommodate such development.

2. The cost of new or expanded facilities required to accommodate new development must be identified.
3. There must be an appropriate apportionment of costs to new development in proportion to the benefits it receives.

For many utilities, especially those with rapid demand growth, capacity charges can be a significant source of funding for capital improvements. However, it is important to note that utilities are not required to charge capacity charges. Some utilities choose to fund the infrastructure required to support demand growth solely through the operational cash flows provided by utility rates and charges. It is also important to note that a utility may charge capacity charges even if it has adequate installed infrastructure capacity to meet long-term demand growth. Pages 324 and 325 of AWWA Manual M1 state the following in this regard:

“The referenced nexus test can be satisfied based on an assessment of both current and future capacity available to meet growth-related demands. For example, a utility that has, in the extreme, constructed all of the water system capacity required through planned “build-out” of the service area can still make the nexus between the charge and the facilities needed to accommodate the anticipated growth. In this example, the basis for the charge would be the existing capacity available to service new demand.”

2.2. Legal Framework

Raftelis does not practice law, nor does it provide legal advice. The following discussion provides a general overview of Raftelis’ understanding as rate and fee practitioners and is labeled “legal framework” for literary convenience only. The District should consult with its legal counsel for clarification and/or specific guidance.

In establishing capacity charges, it is important to understand and comply with local laws and regulations governing the establishment, calculation, and implementation of these fees. The following sections summarize the regulations applicable to the development of capacity charges for the District.

In the state of California, the basic statutory standards governing water and sewer capacity charges are embodied in Government Code §§ 66000 et seq. The requirement that capacity charges be cost-based is provided in Government Code § 66013(a) which states:

“When local agency imposes fees for water or sewer connections, or imposes capacity charges, those fees or charges shall not exceed the estimated reasonable cost of providing the service for which the fee or charge is imposed ... “

Government Code § 66013(b)(3) provides the following definition of capacity charges:

"Capacity charge" means a charge for public facilities in existence at the time a charge is imposed or charges for new public facilities to be acquired or constructed in the future that are of proportional benefit to the person or property being charged, including supply or capacity contracts for rights and entitlements, real property interests, and entitlements and other rights of the local agency involving capital expense relating to its use of existing or new public facilities.

The procedures for handling capacity charge receipts are found in Government Code § 66013(c) which specifies:

“A local agency receiving payment of a charge in paragraph (3) of subdivision (b) it shall deposit it in a separate capital facilities fund with other charges received, and account for the charges in a manner to avoid commingling with other moneys of the local agency, except for investments, and shall expend those charges solely for the purposes for which the charges were collected.”

Other relevant Government Code sections related to capacity charges are listed below.

Government Code §§ 66016

- Requirement for a public meeting before levying a capacity charge
- Requirement that the capacity charge calculation be available prior to the public meeting

Government Code §§ 66017

- Specification of the effective date of capacity charges after adoption

Government Code §§ 66020

- Procedures to protest adopted capacity charges

Government Code §§ 66022

- Procedures for the judicial review of capacity charges

3. Methodology Overview

3.1. Equity Buy-In Method

The buy-in method is designed to recover the cost of existing system infrastructure that can be used to serve demand growth. The premise is that new customers are entitled to water service at the same cost as existing customers. Under the buy-in method, new customers pay an amount equal to the current infrastructure value. This infrastructure value is then divided by the current capacity of the system to determine the “buy-in” capacity charge. The framework for calculating a capacity charge under the equity buy-in method is shown in the formula below.

Equity Buy-In Method

$$\frac{\text{Value of Existing System Infrastructure Available for Demand Growth}}{\text{Current System Capacity to Serve Customer Demand Growth}} = \text{Capacity Charge (\$/Unit of Capacity)}$$

3.2. Incremental Cost Method

In many ways, the incremental cost method is the opposite of the buy-in method. While the buy-in method relies on the valuation of existing infrastructure assets, the incremental cost method relies on the present value cost of planned future infrastructure additions required to increase system capacity to serve new development. This method is most appropriate for utilities where the existing system has “limited or no capacity to serve new development and new or incremental facilities are needed to serve development now and into the future.”

When utilizing the incremental cost method, it is important to have a capital improvement plan that identifies the costs associated with new capacity, the timing of the expenditure, and the proposed source(s) of funds for those capital improvements. The incremental cost method is designed to equitably distribute these capital costs to new customers in proportion to their projected usage of the infrastructure and the investment required to develop the infrastructure. The present value of the planned future infrastructure additions is divided by the capacity they add (for example EDUs) to derive a cost per unit of measure of new facilities. The framework for calculating a capacity charge under the incremental cost method is shown in the formula below.

Incremental Cost Method

$$\frac{\text{Present Value Cost of Planned Growth-Related Capital Improvements}}{\text{Projected Incremental Increase in Customer Demand}} = \text{Capacity Charge (\$/Unit of Capacity)}$$

3.3. Hybrid Method

The Hybrid method (also referred to as the Combined method) is typically used where some remaining capacity is available to serve new development in parts of a system, but additional expansion is also necessary to accommodate new development for other parts of the system. With the Hybrid method, the capacity charge is based on the weighted average of the buy-in method calculation and the incremental cost method calculation (i.e., the remaining existing capacity and the new, additional capacity). The framework for calculating a capacity charge under the hybrid method is shown below.

Hybrid Method

$$(Equity\ Buy-In\ Cost\ and\ Demand\ Components + Incremental\ Method\ Cost\ and\ Demand\ Components) = \\ Hybrid\ Capacity\ Charge\ (\$/Unit\ of\ Capacity)$$

3.4. Selected Capacity Charge Calculation Method

This study utilizes the incremental cost method to calculate the District's proposed updated water capacity charges. This is due to the future customer demand and EDU growth projected by the District and the need to construct planned infrastructure to serve that demand growth.

4. Projected EDU Growth

4.1. Demand Forecasting Background

The District currently assesses capacity charges for SFR and MFR properties based on EDUs. Therefore, a critical first step in calculating capacity charges under the incremental cost method is to forecast EDU growth over a specific planning horizon. The forecast of EDUs and associated customer demand is then used as the basis for the development of a capital improvement plan reflecting the growth-related infrastructure required. The demand forecast developed by the District was based on a planning horizon that runs through 2050. The District did not estimate the exact future date that the system buildout will occur. Instead, it reflects the expected profile of customer demographics at the time of approximate buildout (i.e., the mix of land use types at buildout).

As part of the demand forecasting process, District staff developed water usage forecasts for each major customer type under three primary scenarios: No Conservation, Medium Conservation, and Maximum Conservation. Table 3 shows that under each scenario, customer usage is projected to grow significantly from current levels. As discussed later in this report, the District must construct infrastructure to serve this projected demand growth. This demonstrates the appropriateness of using the forward-looking incremental cost method as the basis for calculating the District's capacity charges.

Table 3: Primary Demand Forecasting Scenarios

Customer Type	No Conservation (AFY)			Medium Conservation (AFY)			Maximum Conservation (AFY)		
	2024	2050	Incremental	2024	2050	Incremental	2024	2050	Incremental
Single-Family Residential	8,486	11,756	3,270	8,486	8,756	270	8,486	6,337	(2,149)
Multi-Family Residential	353	951	598	353	940	587	353	935	582
Domestic	315	848	533	315	848	533	315	848	533
Irrigation-Non-Potable	38	102	64	38	92	54	38	87	49
Commercial, Industrial, Institutional	3,444	9,352	5,908	3,444	8,678	5,234	3,444	8,531	5,087
Domestic	1,530	6,349	4,819	1,530	6,349	4,819	1,530	6,349	4,819
Irrigation-Potable Water	844	959	115	844	661	(183)	844	596	(248)
Irrigation-Non-Potable Water	1,070	2,044	974	1,070	1,668	598	1,070	1,585	515
Total Potable Demands (AFY)	11,175	19,912	8,737	11,175	16,614	5,439	11,175	14,131	2,956
Total Non-Potable Demands (AFY)	<u>1,107</u>	<u>2,147</u>	<u>1,040</u>	<u>1,107</u>	<u>1,760</u>	<u>653</u>	<u>1,107</u>	<u>1,672</u>	<u>565</u>
Total Demand (AFY)	12,282	22,058	9,776	12,282	18,374	6,092	12,282	15,803	3,521
Add: System Water Loss	<u>1,018</u>	<u>1,185</u>	<u>167</u>	<u>1,018</u>	<u>987</u>	<u>(31)</u>	<u>1,018</u>	<u>849</u>	<u>(169)</u>
Total Demands With Losses (AFY)	13,300	23,243	9,943	13,300	19,361	6,061	13,300	16,652	3,352
Percentage Growth in AFY			74.76%			45.57%			25.21%

Amounts are subject to rounding.

4.2. EDU Gallons Per Day Usage

Related to the projection of incremental customer demand shown in Table 3 is the projection of the number of incremental EDUs that will be added to the District's system through the 2050 planning horizon. The number of incremental EDUs is a fundamental component in the calculation of updated capacity charges.

The District's current capacity charges, which became effective in 2007, assumed that EDU water usage was 580 gallons per day (gpd). For this study, District staff updated the assumption of EDU water usage to 437.6 gpd based on an analysis of the average water usage of SFR customers during the period 2009 – 2023. The value of 437.6 gpd was rounded up to 440 gpd by the District staff. In contrast to the calculated value of 440 gpd, the District's 2020

Urban Water Management Plan used a value of 487 gpd. Both values (440 gpd and 487 gpd) were used by the District to develop its estimate of incremental EDU growth through 2050.

4.3. Projected EDUs

The projection of incremental EDUs that will be added through the 2050 planning horizon required District staff to analyze existing and anticipated future land use patterns across the District's entire service territory. This includes the City of Beaumont, the Community of Cherry Valley, a portion of the City of Calimesa, and a portion of the City of Yucaipa.

Table 4 shows that 20,526 incremental potable water EDUs are projected to be added to the District's system based on the assumption that average EDU water usage is 440 gpd (Line 9). If the calculation had been based on the EDU water usage of 487 gpd as presented in the District's 2020 Urban Water Management Plan, the estimated number of incremental EDUs added through 2050 would total 19,560. In the updated capacity charge calculation, the estimate of incremental EDUs is 20,000. This reflects the approximately halfway point between 440 gpd and 487 gpd and is based on an aggregate quantity of water usage between 440 gpd and 487 gpd.

Table 4: Projected Incremental EDUs

Line	Customer Type	Incremental EDUs Through 2050
1	Potable Water	
2	Single-Family Residential	6,634
3	Multi-Family Residential (Note 1)	3,883
5	Commercial, Industrial, Institutional	
6	Domestic	9,778
7	Irrigation-Potable	232
8	Total Potable Water	20,526
9		
10	Non-Potable Water	
11	Multi-Family Residential - Irrigation	113
12	Commercial, Industrial, Institutional - Irrigation	1,978
13	Total Non-Potable	2,091
Note 1: Multi-Family Residential EDUs have been adjusted to reflect water usage that is 60% of Single Family Residential EDUs		
Note: Amounts are subject to rounding.		

5. Infrastructure Valuation

5.1. Growth-Related Capital Improvement Program Costs

The process of calculating capacity charges under the incremental cost method requires the development of a capital improvement plan reflecting the growth-related infrastructure that is required to serve customer demand and EDU growth. The present value (i.e., the uninflated costs expressed in current year dollars) of planned growth-related infrastructure is then used as the cost basis for the capacity charge calculation.

The initial starting point used by District staff for the development of both the potable water and the non-potable water capital improvement plans were the following planning documents:

- Potable Water System Master Plan adopted by the District January 13, 2016
- Potable Water System Master Plan update completed on October 24, 2019
- Draft Non-Potable Water Master Plan dated June 2022

Raftelis reviewed, for each major system function, the District staff proposed capital improvement plans for both potable and non-potable water infrastructure. The following information was provided for each project:

- Project Number
- Project Title
- Project Description
- Applicable Pressure Zone
- Year Needed
- Present Value of Projected Construction Costs
- Funding Type (Capacity Charges, Developer Funded, or Grants)

The estimated growth-related infrastructure costs required to serve projected water demands and incremental EDU growth, before any adjustments, are \$264,172,393 as shown in Table 5. The following things should be noted about these costs:

- The projected costs have not been adjusted downward for any previously collected capacity charges.
- The projected costs have not been adjusted for any financing costs.
- The Water Rights (SWP) costs shown in Line 2 are \$0 because they do not include the District's potential contribution to Sites Reservoir. Sites Reservoir was eliminated from the capital improvement plan based on an assessment completed by District staff.
- The New Water Fee shown on Line 6 was for the cost of water supplies that are no longer included in the capital improvement plan.

Table 5: Unadjusted Capital Improvement Plan Costs

Line	Water Source Costs	Costs
1	Wells	\$40,892,000
2	Water Rights (SWP)	\$0
3	Water Treatment Plant	\$45,500,000
4	Local Water Source	\$12,311,500
5	Recycled Water Facilities	\$52,543,655
6	New Water Fee	\$0
7	Total Water Source Costs	\$143,189,155
8		
9	Infrastructure Costs	
10	Transmission (≥ 16 in)	\$40,165,305
11	Storage	\$40,103,900
12	Booster Pumps	\$15,950,900
13	Pressure Regulating Stations	\$1,403,400
14	Miscellaneous Projects	\$15,301,733
15	Total Infrastructure Costs	\$107,137,738
16		
17	Total	\$264,172,393
Note: Amounts are subject to rounding.		

5.2. Adjusted Growth-Related Capital Improvement Program Costs

During the period 2004–2024, the District collected capacity charges from developers, a portion of which have already been expended on eligible capital projects. The remaining unspent balance of previously collected capacity charges is shown in Column C of Table 6. This unspent balance must be subtracted from the projected capital improvement plan costs to arrive at a net cost that will be included in the capacity charge calculation. This is shown in Column D of Table 6 which is labeled “Project Costs Less Previously Collected Capacity Charges.”

After adjusting for previously collected but unspent capacity charges, an additional adjustment must be made for Water Rights (SWP) shown on Table 6, Line 3 and the New Water Fee shown on Table 6, Line 7. The District identifies these are no longer needed based on recent and planned long-term water leases and acquisitions by the San Geronio Pass Water Agency and intends to remove these from the capacity charge cost basis. Therefore, the previously collected amounts for these two items must be proportionately redistributed to each function that is included in the capacity charge cost basis. The outcome of this redistribution is shown in Column E of Table 6.

The aggregate total of adjusted water source and infrastructure costs, before the inclusion of financing charges, is \$218,772,584 as shown in Column F, Line 18 of Table 6. Financing costs must be added to this amount to determine the total capital improvement cost basis used in the capacity charge calculation. As shown in Column F, Line 20, the financing costs are \$2,774,577. Table 7 details how this amount was determined.

The final aggregate total of adjusted water source and infrastructure costs, after the inclusion of financing charges, is \$221,547,161 as shown in Column F, Line 21, of Table 6. This is the cost basis that is used in the capacity charge calculation as discussed in Section 6 of this report.

Table 6: Adjusted Capital Improvement Plan Costs

	(A)	(B)	(C)	(D) = (B - C)	(E)	(F) = (D - E)
Line	Type of Costs	Estimated Project Costs (from Table 5)	Collected Capacity Charges Remaining (2004 - 2024)	Project Costs Less Previously Collected Capacity Charges	State Water Project and New Water Fee Costs Proportionally Redistributed to Function	Net Cost to be Included in Updated Capacity Charge
1	Water Source Costs					
2	Wells	\$40,892,000	\$16,175,039	\$24,716,961	\$1,910,180	\$22,806,781
3	Water Rights (SWP)	\$0	\$14,804,321	(\$14,804,321)	\$0	
4	Water Treatment Plant	\$45,500,000	\$5,836,502	\$39,663,498	\$3,065,280	\$36,598,218
5	Local Water Source	\$12,311,500	(\$5,165,737)	\$17,477,237	\$1,350,678	\$16,126,559
6	Recycled Water Facilities	\$52,543,655	\$815,751	\$51,727,904	\$3,997,643	\$47,730,260
7	New Water Fee	<u>\$0</u>	<u>\$3,751,339</u>	<u>(\$3,751,339)</u>	<u>\$0</u>	
8	Total Water Source Costs	\$151,247,155	\$36,217,215	\$115,029,940	\$10,323,781	\$123,261,818
9						
10	Infrastructure Costs					
11	Transmission (>=16 in)	\$40,165,305	\$1,540,199	\$38,625,106	\$2,985,031	\$35,640,075
12	Storage	\$40,103,900	\$8,686,552	\$31,417,348	\$2,428,000	\$28,989,348
13	Booster Pumps	\$15,950,900	\$880,826	\$15,070,074	\$1,164,648	\$13,905,426
14	Pressure Regulating Stations	\$1,403,400	(\$2,488,772)	\$3,892,172	\$300,795	\$3,591,377
15	Miscellaneous Projects	<u>\$15,301,733</u>	<u>\$796,173</u>	<u>\$14,505,560</u>	<u>\$1,121,021</u>	<u>\$13,384,540</u>
16	Total Infrastructure Costs	\$112,925,238	\$9,414,978	\$103,510,260	\$7,999,494	\$95,510,766
17						
18	Total Water Source and Infrastructure Costs	\$264,172,393	\$45,632,193	\$218,540,200	\$18,323,276	\$218,772,584
19						
20	Financing Costs	<u>\$6,776,437</u>	<u>\$3,769,475</u>	<u>\$3,006,962</u>	<u>\$232,384</u>	<u>\$2,774,577</u>
21	Total Cost Basis	\$270,948,829	\$49,401,668	\$221,547,161	\$18,555,660	\$221,547,161
Note: Amounts are subject to rounding.						

5.3. Financing Costs

If the District does not use debt to finance the construction of its capital improvement plan, it may experience negative cash flow in some years (i.e., capacity charge revenues will be less than construction costs). The actual construction of growth-related infrastructure will depend on the pace of incremental EDU growth (i.e., the pace of new connections added to the system). For the capacity charge calculation, growth-related infrastructure is assumed to be constructed in equal five-year intervals, with new capacity to serve demand growth provided for five years at a time. The District will need to finance this construction. Table 7 details the estimated financing costs.

If additional capacity added to the system will be used by new connections during the five-year period, the District must secure funding for five years. The financing cost is the actual interest payment over the five-year period. The assumed interest rate used in the calculation of financing costs is 5.0%. Under this approach, financing costs are estimated to be \$6,776,437 (Line 6 of Table 7) before any adjustment for the unspent balance of previously collected capacity charges.

Line 8 of Table 7 shows the adjustments for previously collected capacity charges. Line 9 shows the adjustment for previously collected amounts for Water Rights (SWP) and the New Water Fee. As discussed previously, these amounts are no longer included in the capacity charge cost basis. After the adjustment for these items, the final net financing costs are \$2,774,577 as shown in Line 10 of Table 7. This is the same amount shown in Column F, Line 20 of Table 6.

Table 7: Financing Costs Included in the Capacity Charge Calculation

Line	Description	Amount
1	Net Project Costs	\$218,772,584
2	5-Year Interval Project Costs	\$43,754,517
3		
4	Required Debt Financing	\$43,754,517
5	Total Payments (5%, 5-Year Term)	<u>\$50,530,953</u>
6	Financing Costs (Interest) Before Adjustment	\$6,776,437
7		
8	Less: Adjustment for Previously Collected Capacity Charges	\$3,769,475
9	Less: Allocation of State Water Project and New Water Fee Costs	<u>\$232,384</u>
10	Net Financing Costs After Adjustment	\$2,774,577
Note: Amounts are subject to rounding.		

6. Summary of the Proposed Capacity Charge Calculation

Table 8 shows the calculation of the proposed updated capacity charges. As shown in Column D, Line 13, the calculated proposed capacity charge is \$11,077. The District's current capacity charge is \$10,122.

Table 8: Summary Capacity Charge Calculation

Line	(A) Function	(B) Amount	(C) Incremental EDUs	(D) \$ Cost/EDU
1	Wells	\$22,806,781	20,000	\$1,140
2	Water Treatment Plant	\$36,598,218	"	\$1,830
3	Local Water Source	\$16,126,559	"	\$806
4	Recycled Water Facilities	\$47,730,260	"	\$2,387
5	Transmission (>=16 in)	\$35,640,075	"	\$1,782
6	Storage	\$28,989,348	"	\$1,449
7	Booster	\$13,905,426	"	\$695
8	Pressure Regulating Stations	\$3,591,377	"	\$180
9	Miscellaneous Projects	\$13,384,540	"	\$669
10	Subtotal	\$218,772,584		\$10,939
11				
12	Financing Costs	\$2,774,577	20,000	\$139
13	Total Cost Basis/Capacity Charge	\$221,547,161		\$11,077

Note: Amounts are subject to rounding.

Table 9 compares the District's current capacity charges versus the proposed updated capacity charges.

Table 9: Comparison of Current and Proposed Capacity Charges

Line	Land Use	Existing Per EDU	Proposed Per EDU
1	Single Family Residential	\$10,122	\$11,077
2	Multiple Family Residential	\$6,073	\$6,646
3	Commercial Property	Case-by-Case	Case-by-Case
4	Industrial Property	Case-by-Case	Case-by-Case
5	Institutional Property	Case-by-Case	Case-by-Case
6			
7	Function/Facility	Amount	Amount
8	Wells	\$1,936	\$1,140
9	Water Rights (SWP) (Note 1)	\$1,225	\$0
10	Water Treatment Plant	\$921	\$1,830
11	Local Water Resources	\$485	\$806
12	Recycled Water Facilities	\$1,402	\$2,387
13	Transmission (>=16")	\$1,568	\$1,782
14	Storage	\$2,008	\$1,449
15	Booster Pumps	\$139	\$695
16	Pressure Reducing Stations	\$71	\$180
17	Miscellaneous Projects	\$62	\$669
18	Subtotal	\$9,818	\$10,939
19			
20	Financing Costs	\$305	\$139
21	Total	\$10,122	\$11,077

Note 1: The proposed per EDU charge for Water Rights (SWP) is \$0. The cost basis for Water Rights (SWP) does not include District's potential contribution for Sites Reservoir. Sites Reservoir was eliminated from the capital improvement plan based on an assessment completed by District staff.

Note: Amounts are subject to rounding.



**Beaumont-Cherry Valley Water District
Special Finance and Audit Committee
Meeting
October 16, 2025**

Item 3

STAFF REPORT

TO: Finance and Audit Committee

FROM: Finance and Administration Department

SUBJECT: Review of the Draft Fiscal Year 2026 Operating Budget Revenues and Expenses

Staff Recommendation

Direct staff as desired.

Executive Summary

Staff has prepared the estimated revenues and expenditures for the 2026 Operating Budget as well as major sections of the draft budget document. After discussion and direction, staff will prepare a more complete draft of the budget document, to be presented to the Finance and Audit Committee at their regular November 6th meeting. The report will be the basis for the November Board of Directors budget presentation.

Background

The 2026 Revenues are based on staff evaluated changes in the production of water services, water sales trends, the rate increase effective January 1st, 2026, the projected District growth, and the prudent estimation on the District's return on investments.

The 2026 Expenses are based on staff-evaluated changes over the last five years, the trend of current expenses, external factors like inflation, the water rate study recommendations, and changes in personnel to address District growth.

The recommendations were the basis for the draft budget document, which provides the background for the recommendations, basic information about the District and the budget process, and compares the recommendations to prior years.

Discussion

Staff will present the proposed Revenues and Expenses for each General Ledger account in the Fiscal Year 2026 Operating Budget. This detailed review will include the changes related to the personnel portion of the budget, which will be presented to the Personnel Committee on October 21, 2025, and are incorporated into this draft pending their feedback.

The goal of the discussion is to review each account, explain the projections, and provide the rationale behind the recommendations. This will allow the Finance and Audit Committee to gain confidence that staff, with the support and input from each department, has thoroughly evaluated all accounts and to offer additional input or recommendations where appropriate. Feedback from this review will guide staff in refining the figures and preparing a polished draft of the budget document.



In addition to reviewing the numbers, staff will also present the first draft of the budget document, which focuses on the narrative sections, including the District's history, financial policies, and rate structure. Staff has worked hard to modernize the document, making it more transparent and accessible to the public by presenting financial information in a way that is both easy to read and easy to understand, while maintaining the accuracy and professionalism expected of a government financial report.

The Committee's feedback on both the financial review and the draft document will be incorporated into the final version, which will include completed departmental details and updated projections. The intent is to finalize the document for presentation at the November 6 Finance and Audit Committee meeting, followed by submission to the Board of Directors for review and approval in December 2025.

Fiscal Impact

The proposed 2026 budget is balanced.

The proposed budget includes a Gross Revenue amount of \$25,876,900 and a Net Revenue of \$23,743,500, with the Net Revenue removing the Capacity charges as those are specifically allocated to developer related projects.

The proposed budget includes a Gross Expense amount of \$26,763,300 and a Net Expense of \$22,425,900, with the Net Expense removing the non-cash transactions, such as Depreciation.

A summary of the 2026 Proposed Budget is provided on Table 1.

Table 1 – 2026 Proposed Budget Summary

	2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	Difference (Proposed - Adopted)
Gross Revenue	\$ 25,759,100	\$ 24,097,000	\$ 29,098,500	\$ 25,876,900	\$ 1,779,900
Less Capacity Charges	344,900	1,908,900	1,737,300	2,133,400	224,500
Net Revenue	\$ 25,414,200	\$ 22,188,100	\$ 27,361,200	\$ 23,743,500	\$ 1,555,400
Gross Expenses	\$ 22,293,173	\$ 26,096,600	\$ 23,426,500	\$ 26,763,300	\$ 666,700
Less GASB 68 Pension Expense	361,114	215,000	292,600	361,200	146,200
Less GASB 75 OPEB Expense	80,006	111,300	111,300	99,700	(11,600)
Less Depreciation	3,587,565	3,616,300	3,651,900	3,876,500	260,200
Net Expenses	\$ 18,264,487	\$ 22,154,000	\$ 19,370,700	\$ 22,425,900	\$ 271,900
Net Increase/(loss)	\$ 7,149,713	\$ 34,100	\$ 7,990,500	\$ 1,317,600	\$ 1,283,500

Attachments

1. 2026 Operating Budget – DRAFT Revenues
2. 2026 Operation Budget – DRAFT Expenses
3. 2026 Operating Budget and 2026-2030 Capital Improvement Budget Draft

Staff Report prepared by Sylvia Molina, Director of Finance and Administration

BCVWD DRAFT REVENUES - 2026		10/14/2025		2024	2024	2025	2025	2025	YTD	2026	Change	2025 Notes
Account No.	Account Name	ADOPTED	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED				
Water Sales												
01-50-510-410100	Sales	\$ 6,072,000	\$ 6,625,700	\$ 6,158,300	\$ 6,158,300	\$ 7,600,000	\$ 5,468,826	7,185,500	\$ 1,027,200	Based on 5-year average production of 13,235.53AF, with 7% water loss, 2025 projected, 10% conservation with 2026 water rates, and blended with the conservative consultant forecast		
01-50-510-410111	Drought Surcharges	\$ -	\$ -	\$ -	-	\$ -	\$ -	-	-	Drought emergency not in place		
01-50-510-410151	Agricultural Irrigation Sales	27,000	25,700	22,600	22,600	35,300	26,928	32,000	9,400	Averaged the consultant forecast, 2025 Projected, and District usage trends for conservative estimate, with 15% conservation		
01-50-510-410171	Construction Sales	93,500	35,300	73,600	73,600	89,200	71,129	77,500	3,900	Averaged the consultant forecast, 2025 Projected, and District usage trends, considering Orchard Logistics Center but reduced by 75% for Fairway Canyon project completion		
01-50-510-413011	Fixed Meter Charges	5,630,500	5,993,200	6,123,200	6,123,200	6,637,200	4,914,033	6,956,700	833,500	Based on Active meters as of 10/01/2025, reduced by 15% for potential locked meters (increase from 10% lock rate, to be conservative)		
Development and Installation Charges												
01-50-510-413021	Meter Fees	300,000	710,700	537,300	537,300	426,000	253,683	337,100	(200,200)	Based on scheduled project list for potable (165) and Non-Potable (10) meters		
01-50-510-419011	Development Income	226,000	177,700	241,900	241,900	203,800	159,987	200,000	(41,900)	Based on 2025 projections		
01-50-510-419012	Development Income - GIS	308,000	-	51,200	51,200	-	-	-	(51,200)	Based on 2025 projections		
Pass thru Surcharges												
01-50-510-415001	SGPWA Importation Charges	3,783,000	3,844,700	3,793,300	3,793,300	4,379,200	3,171,834	4,118,900	325,600	Based on 5-year average production of 13,235.53AF, with 7% water loss, 10% conservation, 2026 water rates, and blended with the conservative consultant forecast		
01-50-510-415011	SCE Power Charges	2,207,000	2,040,000	2,212,800	2,212,800	2,748,900	2,044,698	2,625,700	412,900	Based on 5-year average production of 13,235.53AF, with 7% water loss, 10% conservation, 2026 water rates, and blended with the conservative consultant forecast		
Other Charges for Service												
01-50-510-413001	Backflow Administration Charges	69,500	94,900	91,000	91,000	104,100	75,885	96,900	5,900	Rounded 1,359 backflows as of 09/01/2025; assumes 5% lock off rate 2025 rate (\$75/yr)		
01-50-510-417001	2nd Notice Charges	82,000	85,900	82,700	82,700	104,500	79,540	90,400	7,700	Rounded average of 18,076 @\$5 based on actuals for 2023 (16,629), 2024 (17,180) and 2025 projected (20,420). Note: Pre-Covid average 19,222		
01-50-510-417011	3rd Notice Charges	104,500	130,200	115,100	115,100	169,800	129,855	130,500	15,400	Rounded average of 8,697 @\$15 based actuals for 2023 (7,190), 2024 (8,680), and 2025 projected (10,220). Note, Pre-COVID average 7,034		
01-50-510-417021	Account Reinstatement Fees	39,000	39,700	37,500	37,500	56,500	46,400	44,800	7,300	Rounded average of 795 @\$50 based on actuals for 2023 (765), 2024 (794), and 2025 projected (1128). Note, Pre-COVID average 1,040		
01-50-510-417030	WaterRestrictn Noncomp10-50%	-	-	-	-	100	75	-	-	Only applied to Water Waste non-compliance		
01-50-510-417031	Lien Processing Fees	12,000	4,800	7,200	7,200	5,800	4,080	6,800	(400)	Rounded average of 37 @\$170 based on actuals for 2023 (56), 2024 (28) and 2025 projected (35). Note, Pre-COVID average 59		

BCVWD DRAFT REVENUES - 2026	10/14/2025	2024	2024	2025	2025 ADOPTED (Amended)	2025	YTD	2026		
Account No.	Account Name	ADOPTED	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED	Change	2025 Notes
01-50-510-417041	Credit Check Processing Fees	18,500	21,300	18,500	18,500	18,400	13,046	18,400	(100)	Based on 2025 projected, less movement on residential properties
01-50-510-417051	Return Check Fees	5,500	6,800	5,500	5,500	11,400	9,750	11,200	5,700	Based on 2025 projected, increase with electronic payments
01-50-510-417061	Customer Damages	22,500	54,900	30,000	30,000	11,700	590	30,800	800	Blended 5-year average with current year projections
01-50-510-417071	After-Hours Call Out Charges	3,000	3,200	2,800	2,800	4,600	3,500	3,700	900	Rounded average of 37 @\$100 based on actuals for 2023 (33), 2024 (32), and 2025 projected (45).
01-50-510-417081	Bench Test Fees (Credits)	500	200	100	100	100	-	100	-	Based on projected for 2025, rare
01-50-510-417091	Credit Card Processing Fees	125,000	121,900	-	-	42,700	14,487	-	-	3rd Party Vendor, will no longer have revenue OR expense
01-50-510-417101	Customer Upgrade Charges	-	-	-	-	100	100	100	100	Based on 2025 projected
01-50-510-419001	Rebates/Reimbursements	-	4,300	-	-	-	-	2,700	2,700	Based on 5-year average, with continued credit card program plan
01-50-510-419021	Recharge Income	-	-	-	-	-	-	-	-	Banning may not buy, budget as zero
01-50-510-419031	Well Maintenance Reimbursement	162,000	19,800	107,700	107,700	25,400	17,245	74,800	(32,900)	Based on blend of 5-year average and current year projections; driven by variable development, fire fighting, and Chromium VI-Well 25 treatment
01-50-510-419041	Gain (Loss) - Asset Disposal	-	-	-	-	-	-	-	-	Not guaranteed, budget as zero
01-50-510-419061	Miscellaneous Income	1,000	54,400	5,000	5,000	42,300	35,616	4,800	(200)	Based on pending unclaimed funds for new year as base; account Includes activity like recycling, credits from prior year activity, etc.
District Housing Charges										
01-50-510-471001	Maintenance Fees - 12303 Oak Glen Rd	-	-	-	-	-	-	-	-	Property expected to remain vacant in 2025
01-50-510-471011	Maintenance Fees - 13695 Oak Glen Rd	8,000	7,000	7,500	7,500	7,200	5,666	7,500	-	Rounded 2025 projected + 2.9% CPI
01-50-510-471021	Maintenance Fees - 13697 Oak Glen Rd	9,000	7,800	8,000	8,000	8,000	6,328	8,300	300	Rounded 2025 projected + 2.9% CPI
01-50-510-471031	Maintenance Fees - 9781 Avenida Miravilla	7,000	6,500	7,000	7,000	6,700	5,263	6,900	(100)	Rounded 2025 projected + 2.9% CPI
01-50-510-471101	Utilities - 12303 Oak Glen Rd	-	-	-	-	-	-	-	-	Property expected to remain vacant in 2025
01-50-510-471111	Utilities - 13695 Oak Glen Rd	6,000	3,900	3,500	3,500	2,200	2,241	3,700	200	Rounded 2025 projected + 2.9% CPI
01-50-510-471121	Utilities - 13697 Oak Glen Rd	7,000	5,200	6,000	6,000	4,300	4,271	7,600	1,600	Rounded 2025 projected + 2.9% CPI
01-50-510-471131	Utilities - 9781 Avenida Miravilla	5,000	3,800	4,000	4,000	2,600	2,614	3,100	(900)	Rounded 2025 projected + 2.9% CPI
Capacity Charges										
01-50-510-481001	Capacity Charges- Wells	388,000	57,700	360,000	360,000	359,900	361,882	383,600	23,600	Scheduled project list include 198.1 Potable EDUs and 53.8 NP EDUs
01-50-510-481006	Capacity Charges-Water Rights (SWP)	245,000	36,500	227,800	227,800	14,500	15,680	242,700	14,900	198.1 EDUs
01-50-510-481012	Capacity Charges-Water Treatment Plant	185,000	27,400	171,300	171,300	171,200	172,155	182,500	11,200	198.1 EDUs
01-50-510-481018	Capacity Charges-Local Water Resources	97,000	14,500	90,200	90,200	5,700	6,208	96,100	5,900	198.1 EDUs
01-50-510-481024	Capacity Charges-Recycled Water Facilities	281,000	56,500	260,800	260,800	342,800	344,222	355,500	94,700	198.1 EDUs , 53.8 NP EDUs
01-50-510-481030	Capacity Charges-Transmission (16")	314,000	46,700	291,600	291,600	291,500	293,094	310,700	19,100	198.1 EDUs
01-50-510-481036	Capacity Charges-Storage	402,000	68,800	373,400	373,400	379,300	381,340	397,800	24,400	198.1 EDUs
01-50-510-481042	Capacity Charges-Booster	28,000	4,100	25,900	25,900	25,800	25,982	27,600	1,700	198.1 EDUs
01-50-510-481048	Capacity Charges-Pressure Reducing Stations	15,000	2,100	13,300	13,300	13,200	13,271	14,100	800	198.1 EDUs
01-50-510-481054	Capacity Charges-Miscellaneous Projects	13,000	1,800	11,600	11,600	11,500	11,589	12,300	700	198.1 EDUs
01-50-510-481060	Capacity Charges-Financing Costs	61,000	9,500	56,800	56,800	59,200	59,487	60,500	3,700	198.1 EDUs
01-50-510-485001	Front Footage Fees	24,000	19,300	26,200	26,200	62,700	62,741	50,000	23,800	Based onof blended 5-year average and 2025 projected revenue, with cost average of \$32.30 for blend of Residential and Commercial
01-50-510-419042	Asset Disposal Account	-	(71,700)	-	-	-	-	-	-	Not guaranteed, budget as zero

BCVWD DRAFT REVENUES - 2026		10/14/2025		2024	2024	2025	2025	2025	YTD	2026		
Account No.	Account Name	ADOPTED	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED	Change	2025 Notes		
01-50-510-419043	Fixed Asset Inv (Treated as contributed capital)	-	-	-	-	-	-	-	-	-	-	Not guaranteed, budget as zero
Interest Earned												
01-50-510-490001	Interest Income - Bonita Vista	1,000	300	300	300	200	124	100	(200)	Only 10 assessments with balances remaining		
01-50-510-490011	Interest Income - Fairway Canyon	223,500	223,100	192,000	192,000	229,600	6,517	159,200	(32,800)	Phase IV final phase; Phase II completed in 2025		
01-50-510-490021	Interest Income - General	1,249,000	3,234,400	1,131,500	1,131,500	2,876,800	2,023,195	1,379,000	247,500	Conservative approach, using blended current year projection with consultant's earnings projection (\$2,639,029), reduced by 50% to account for market volatility		
01-50-510-490051	Net Amort/Accret on Investment	278,000	262,300	250,000	250,000	149,000	98,154	118,700	(131,300)		Conservative approach, using blended 5-year average with current year projection, reduced by 50% to account for market volatility	
Grant Revenue												
01-50-510-419051	Grant Revenue	397,000	1,636,300	861,000	861,000	1,357,500	1,043,118	-	(861,000)	ARPA funding expected to be utilized in 2025, no grant awards as of 10/08/2025		
Updated by SMM; 10/14/2025		\$ 23,535,500	\$ 25,759,100	\$ 24,097,000	\$ 24,097,000	\$ 29,098,500	\$ 21,486,428	\$ 25,876,900	\$ 1,779,900	\$		

BCVWD DRAFT EXPENSES - 2026	10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	% of change		
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED			2026 NOTES	
Board of Directors												
01-10-110-500101	Board of Directors Fees	\$ 124,500	\$ 101,220	\$ 128,000	\$ 128,000	\$ 112,500	\$ 88,921	131,100	\$ 3,100	2.42%	Increase from 421 to 442 meetings	
01-10-110-500115	Social Security	8,000	6,276	8,000	8,000	7,000	5,513	8,200	200	2.50%	PERSONNEL	
01-10-110-500120	Medicare	2,000	1,468	2,000	2,000	1,600	1,289	2,000	-	0.00%	PERSONNEL	
01-10-110-500125	Health Insurance	81,500	52,570	94,500	94,500	54,800	45,630	110,400	15,900	16.83%	General increase in rates as well as 1 Director changed health plan during open enrollment	
01-10-110-500140	Life Insurance	2,500	120	2,500	2,500	100	90	2,500	-	0.00%	PERSONNEL	
01-10-110-500143	EAP Program	500	115	500	500	100	99	300	(200)	-40.00%	PERSONNEL	
01-10-110-500145	Workers' Compensation	1,000	744	1,000	1,000	700	581	1,100	100	10.00%	PERSONNEL	
01-10-110-500175	Training/Education/Mtgs/Travel	47,000	33,147	55,000	55,000	42,100	26,339	63,400	8,400	15.27%	Based on 2025 Projected with CPI as well as general increase for tours, conferences, lodging and incidentals; as well as \$20k estimate for potential Board training workshop	
01-10-110-550012	Election Expenses	12,000	6	65,000	143,000	142,400	142,418	6,000	(137,000)	-95.80%	Non- election year. Minimal Fees expected	
01-10-110-550043	Supplies-Other	1,500	1,370	1,700	1,700	300	159	1,400	(300)	-17.65%	Reduction as no need for post-election supplies.	
01-10-110-550051	Advertising/Legal Notices	2,000	-	2,000	2,000	200	-	1,000	(1,000)	-50.00%	General public hearings and misc. legal notices	
				360,200	438,200	361,800			327,400	(110,800)	-25.29% -16.62%	% of budget
Engineering												
01-20-210-500105	Labor	511,000	334,772	539,500	539,500	355,100	277,571	619,600	80,100	14.85%	Includes 25% of NEW Admin Clerk	
01-20-210-500114	Incentive Pay	2,500	-	2,500	2,500	-	-	2,400	(100)	-4.00%	PERSONNEL	
01-20-210-500115	Social Security	39,000	20,508	42,000	42,000	23,400	17,170	47,200	5,200	12.38%	PERSONNEL	
01-20-210-500120	Medicare	9,500	5,330	10,000	10,000	5,800	4,542	11,100	1,100	11.00%	PERSONNEL	
01-20-210-500125	Health Insurance	89,500	65,030	97,000	97,000	92,100	71,780	113,600	16,600	17.11%	PERSONNEL	
01-20-210-500140	Life Insurance	1,000	503	1,000	1,000	600	499	1,000	-	0.00%	PERSONNEL	
01-20-210-500143	EAP Program	500	94	500	500	100	91	300	(200)	-40.00%	PERSONNEL	
01-20-210-500145	Workers' Compensation	5,000	3,266	5,500	5,500	3,000	2,312	5,900	400	7.27%	PERSONNEL	
01-20-210-500150	Unemployment Insurance	1,500	-	8,000	8,000	-	-	15,100	7,100	88.75%	PERSONNEL	
01-20-210-500155	Retirement/CalPERS	54,500	30,077	55,500	55,500	35,400	27,607	69,300	13,800	24.86%	PERSONNEL	
01-20-210-500165	Uniforms & Employee Benefits	600	533	500	500	400	-	500	-	0.00%	No changes expected in 2026	
01-20-210-500175	Training/Education/Mtgs/Travel	7,900	1,261	8,000	8,000	-	-	8,000	-	0.00%	Majority free online courses; Director to attend 1 confere in 2026	
01-20-210-500180	Accrued Sick Leave Expense	30,000	10,859	35,500	35,500	8,100	5,954	33,900	(1,600)	-4.51%	PERSONNEL	
01-20-210-500185	Accrued Vacation Leave Expense	25,000	16,093	31,500	31,500	18,900	20,213	37,400	5,900	18.73%	PERSONNEL	
01-20-210-500187	Accrual Leave Payments	18,500	15,897	27,500	27,500	18,200	9,094	27,900	400	1.45%	PERSONNEL	
01-20-210-500190	Temporary Labor	45,000	43,573	21,100	21,100	11,200	11,999	-	(21,100)	-100.00%	Request for permanent position, no need for temp	
01-20-210-500195	CIP Related Labor	(225,000)	(63,486)	(225,000)	(225,000)	(62,000)	(49,422)	(225,000)	-	0.00%	Retain from 2025	
01-20-210-550029	Administrative Expenses	11,000	7,800	11,000	11,000	3,200	3,210	11,000	-	0.00%	No changes expected in 2026	
01-20-210-550030	Membership Dues	2,000	280	2,100	2,100	600	601	2,000	(100)	-4.76%	Includes some bi-annual membership dues,	
01-20-210-550042	Office Supplies	-	-	-	1,000	500	505	1,000	-	0.00%	No changes expected in 2026	
01-20-210-550046	Office Equipment	6,000	4,356	6,000	5,000	2,300	2,326	5,000	-	0.00%	Continue cabinet purchase plan (final year)	
01-20-210-550051	Advertising/Legal Notices	5,000	102	5,000	5,000	1,200	1,156	5,000	-	0.00%	No changes expected in 2026	
				684,700	684,700	518,100			792,200	107,500	15.70% 16.12%	% of budget
Development Services												
01-20-220-500105	Labor	78,000	75,413	77,000	77,000	68,500	56,823	81,800	4,800	6.23%	PERSONNEL	
01-20-220-500114	Incentive Pay	-	-	-	-	-	-	-	-	0.00%	PERSONNEL	

BCVWD DRAFT EXPENSES - 2026		10/14/2025		2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	%	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED				of change	2026 NOTES
01-20-220-500115	Social Security	5,500	4,378	5,000	5,000	4,300	3,537	5,300		300	6.00%		PERSONNEL
01-20-220-500120	Medicare	1,500	1,095	1,500	1,500	1,000	825	1,300		(200)	-13.33%		PERSONNEL
01-20-220-500125	Health Insurance	19,000	12,711	19,500	19,500	13,100	11,493	21,000		1,500	7.69%		PERSONNEL
01-20-220-500140	Life Insurance	500	111	500	500	100	84	200		(300)	-60.00%		PERSONNEL
01-20-220-500143	EAP Program	500	15	500	500	-	11	100		(400)	-80.00%		PERSONNEL
01-20-220-500145	Workers' Compensation	1,000	671	1,000	1,000	500	444	800		(200)	-20.00%		PERSONNEL
01-20-220-500150	Unemployment Insurance	1,500	-	1,500	1,500	-	-	2,000		500	33.33%		PERSONNEL
01-20-220-500155	Retirement/CalPERS	6,500	5,970	7,000	7,000	5,900	4,922	7,900		900	12.86%		PERSONNEL
01-20-220-500180	Accrued Sick Leave Expense	4,500	-	-	-	-	-	-		-	0.00%		PERSONNEL
01-20-220-500185	Accrued Vacation Leave Expense	5,000	-	-	-	-	-	-		-	0.00%		PERSONNEL
01-20-220-500187	Accrual Leave Payments	-	-	-	-	-	-	-		-	0.00%		PERSONNEL
				113,500	113,500	93,400		120,400		6,900	6.08%	1.03%	% of budget
Professional Services													
01-20-210-540012	Development Reimbursable Engineering	-	-	-	-	-	-	-		-	0.00%		No changes expected in 2026
01-20-210-540014	Development Reimbursable GIS	50,000	-	-	-	-	-	-		-	0.00%		No changes expected in 2026
01-20-210-540018	Grant & Loan Procurement	-	-	-	-	-	-	-		-	0.00%		No changes expected in 2026
01-20-210-540048	Permits, Fees & Licensing	3,000	-	3,000	3,000	-	-	3,000		-	0.00%		No changes expected in 2026
01-20-210-580031	Outside Engineering	120,000	66,595	120,000	120,000	83,700	2,720	120,000		-	0.00%		No changes expected in 2026
01-20-210-580032	CIP Related Outside Engineering	-	-	-	-	-	-	-		-	0.00%		No changes expected in 2026
01-30-310-550061	Media Outreach	10,000	-	5,000	5,000	-	-	5,000		-	0.00%		Translation services, Facebook boosting, and potential posting fees
01-30-310-580001	Accounting and Audit	46,000	34,304	48,400	48,400	47,800	47,755	48,200		(200)	-0.41%		Includes regular and single audit, reporting application fees, and implementation guides
01-30-310-580011	General Legal	79,000	85,078	83,500	219,500	147,900	114,986	179,300		(40,200)	-18.31%		Based on 3-year average, with continued increase in activity from 2025
01-30-310-580036	Other Professional Services	341,000	176,714	200,000	194,000	130,000	86,737	142,800		(51,200)	-26.39%		Includes Shred IT, potential HR assistance, and potential consultants for grant writing
01-50-510-550096	Beaumont Basin Watermaster	127,000	47,614	135,000	135,000	66,900	48,619	135,000		-	0.00%		Based on prior year
01-50-510-550097	SAWPA Basin Monitoring Program	30,000	28,778	30,000	30,000	33,200	24,131	37,000		7,000	23.33%		Based on 2025 projected
				624,900	754,900	509,500		670,300		(84,600)	-11.21%	-12.69%	% of budget
Finance and Administration													
01-30-310-500105	Labor	1,011,000	898,818	1,114,000	1,114,000	1,020,100	803,006	1,238,800		124,800	11.20%		Includes succession planning for Executive Assistant role, with partial year overlap as well as contract negotiations for General Manager
01-30-310-500109	FSLA Overtime	500	-	500	500	-	-	-		(500)	-100.00%		PERSONNEL
01-30-310-500110	Overtime	3,000	522	3,500	3,500	400	330	6,000		2,500	71.43%		PERSONNEL
01-30-310-500111	Double Time	2,500	277	2,500	2,500	100	77	4,100		1,600	64.00%		PERSONNEL
01-30-310-500114	Incentive Pay	4,000	600	4,500	4,500	600	450	3,600		(900)	-20.00%		PERSONNEL
01-30-310-500115	Social Security	80,500	54,525	89,000	89,000	65,700	50,848	99,000		10,000	11.24%		PERSONNEL
01-30-310-500120	Medicare	18,500	16,180	21,000	21,000	13,500	10,780	23,200		2,200	10.48%		PERSONNEL
01-30-310-500125	Health Insurance	210,650	153,133	190,500	190,500	179,400	142,057	205,200		14,700	7.72%		PERSONNEL
01-30-310-500130	CalPERS Health Administration Costs	3,000	2,611	3,000	3,000	2,300	1,701	2,500		(500)	-16.67%		Based on 2025 projection + 2.9% CPI
01-30-310-500140	Life Insurance	2,000	1,369	2,000	2,000	1,600	1,366	2,000		-	0.00%		PERSONNEL
01-30-310-500143	EAP Program	500	165	500	500	200	158	500		-	0.00%		PERSONNEL
01-30-310-500145	Workers' Compensation	9,000	7,648	9,500	9,500	7,100	5,530	10,100		600	6.32%		PERSONNEL

BCVWD DRAFT EXPENSES - 2026	10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change	%	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED	(Proposed - Amended)	of change	2026 NOTES
01-30-310-500150	Unemployment Insurance	7,500	4,262	16,500	16,500	8,000	5,850	29,800	13,300	80.61%	PERSONNEL
01-30-310-500155	Retirement/CalPERS	222,000	206,791	236,000	236,000	221,200	169,601	285,800	49,800	21.10%	PERSONNEL
01-30-310-500161	Estimated Current Year OPEB Expense	104,000	80,006	111,300	111,300	111,300	83,475	99,700	(11,600)	-10.42%	Non-Cash Transaction, based on actuary recommended Net Trust Contribution (2024 report)
01-30-310-500165	Uniforms & Employee Benefits	1,000	758	1,000	1,000	700	271	1,000	-	0.00%	2 Embroidered items per staff member, event clothing for staff and management.
01-30-310-500175	Training/Education/Mtgs/Travel	37,000	18,598	35,000	35,000	13,900	5,439	38,000	3,000	8.57%	Conferences such as CSDA, CSMFO, GFOA as well as online training for Finance and Admin staff
01-30-310-500180	Accrued Sick Leave Expense	60,000	25,250	63,500	63,500	18,600	17,722	67,500	4,000	6.30%	PERSONNEL
01-30-310-500185	Accrued Vacation Leave Expense	98,000	63,389	100,500	100,500	39,600	22,935	114,900	14,400	14.33%	PERSONNEL
01-30-310-500187	Accrual Leave Payments	101,500	56,795	138,000	138,000	39,200	29,548	144,500	6,500	4.71%	PERSONNEL
01-30-310-500190	Temporary Labor	60,850	60,097	-	-	-	-	-	-	0.00%	None planned, if use, will pull from Labor
01-30-310-500195	CIP Related Labor	(8,000)	-	-	-	-	-	-	-	0.00%	No CIP projects involving finance planned
01-30-310-550001	Bank/Financial Service Fees	4,000	3,204	4,000	4,500	3,600	2,868	4,000	(500)	-11.11%	Fees for banking services, armored courier services, and NSF charges (average of 2025 budget and projected)
01-30-310-550030	Membership Dues	43,000	41,211	46,200	46,200	40,700	33,655	49,000	2,800	6.06%	Continued memberships, with increases, for ACWA, AICPA, AWWA, Beaumont Chamber of Commerce, CSMFO, CMTA, GFOA, Thompson Grants, etc.
01-30-310-550042	Office Supplies	12,500	11,484	11,200	11,200	10,800	7,997	12,100	900	8.04%	Based on 2025 projection 5-year average increase of 5.91%
01-30-310-550046	Office Equipment	5,500	1,378	5,500	5,500	1,000	95	3,300	(2,200)	-40.00%	Based on blend of 5-year average and projected
01-30-310-550048	Postage	51,000	7,450	62,200	62,200	23,100	22,031	141,900	79,700	128.14%	Moved \$80k from Utility billing to ensure all postage in one GL; blended projected with potential new notices (Chromium VI notices) and increase in notices (more Backflow 2nd and 3rd notices) and 2 potential fire sprinklers notifications
01-30-310-550051	Advertising/Legal Notices	5,000	1,673	1,500	1,500	600	-	1,500	-	0.00%	Potential RFPs (3)
01-30-310-550054	Property, Auto & General Liability Insurance	250,000	245,664	378,000	378,000	267,800	149,643	319,000	(59,000)	-15.61%	Based on hybrid of 2025 Adopted and Projected; slightly more than average 5-year increase of 18%, fall rate changes
01-30-310-550066	Subscriptions	500	195	500	500	100	134	500	-	0.00%	No expected changes for new year
01-30-310-550072	Miscellaneous Operating Expenses	2,000	1,924	500	500	400	-	500	-	0.00%	No expected changes for new year
01-30-310-550078	Bad Debt Expense	23,500	-	25,000	25,000	-	-	25,000	-	0.00%	No expected changes for new year
01-30-310-560000	GASB 68 Pension Expense	215,000	361,114	215,000	215,000	292,600	55,155	361,200	146,200	68.00%	Non-Cash Transaction, based on 2024 actual (period 14 adjustment from auditor)
				2,891,900	2,892,400	2,384,200		3,294,200	401,800	13.89% 60.27%	% of budget
Depreciation											
01-30-310-550084	Depreciation	3,417,000	3,587,565	3,616,300	3,616,300	3,651,900	2,741,139	3,876,500	260,200	7.20%	Non-Cash Transaction; based on projected + CPI
				3,616,300	3,616,300	3,651,900		3,876,500	260,200	7.20% 39.03%	% of budget
Human Resources and Risk Management											
01-30-320-500105	Labor	101,000	91,819	119,000	119,000	104,200	83,907	145,400	26,400	22.18%	Increase associated with 2025 contract negotiations
01-30-320-500110	Overtime	-	-	-	-	-	-	-	-	0.00%	PERSONNEL
01-30-320-500111	Double Time	-	-	-	-	-	-	-	-	0.00%	PERSONNEL
01-30-320-500114	Incentive Pay	1,000	-	1,000	1,000	-	-	600	(400)	-40.00%	PERSONNEL

BCVWD DRAFT EXPENSES - 2026		10/14/2025		2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	%	2026 NOTES
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED	10/14/2025	PROPOSED		of change	
01-30-320-500115	Social Security	7,000	6,011	8,500	8,500	6,600	5,297	10,100		1,600	18.82%	PERSONNEL	
01-30-320-500120	Medicare	2,000	1,406	2,000	2,000	1,500	1,239	2,400		400	20.00%	PERSONNEL	
01-30-320-500125	Health Insurance	27,500	24,304	30,500	30,500	30,300	24,011	27,200		(3,300)	-10.82%	PERSONNEL	
01-30-320-500140	Life Insurance	500	164	500	500	200	142	300		(200)	-40.00%	PERSONNEL	
01-30-320-500143	EAP Program	500	23	500	500	-	20	100		(400)	-80.00%	PERSONNEL	
01-30-320-500145	Workers' Compensation	1,000	732	1,000	1,000	700	531	1,200		200	20.00%	PERSONNEL	
01-30-320-500150	Unemployment Insurance	1,500	-	2,000	2,000	-	-	3,600		1,600	80.00%	PERSONNEL	
01-30-320-500155	Retirement/CalPERS	9,000	8,361	11,000	11,000	9,400	7,531	13,400		2,400	21.82%	PERSONNEL	
01-30-320-500165	Uniforms & Employee Benefits	220	219	300	300	-	27	300		-	0.00%		For office uniform \$100 and HR safety gear \$200
01-30-320-500175	Training/Education/Mtgs/Travel	7,000	2,250	3,800	3,800	100	75	3,800		-	0.00%		ACWA JPIA, CPS HR Training, CalPERS and IE SHRM Conferences
01-30-320-500176	District Professional Development	26,000	8,388	18,800	18,800	500	500	18,800		-	0.00%		Leadership Training \$10,000, Team Building Activities \$2000, DER Training \$800, CS Training 6000
01-30-320-500177	General Safety Training & Supplies	26,900	10,371	24,200	24,200	9,400	7,860	24,200		-	0.00%		Safety Compliance, First Aid Supplies, Safety Posters, CPR First Aid, Ergonomics, Animal Activity, etc.
01-30-320-500180	Accrued Sick Leave Expense	6,000	4,168	7,500	7,500	1,200	736	8,900		1,400	18.67%	PERSONNEL	
01-30-320-500185	Accrued Vacation Leave Expense	5,500	5,017	6,500	6,500	700	736	7,400		900	13.85%	PERSONNEL	
01-30-320-500187	Accrual Leave Payments	-	-	-	-	-	-	-		-	0.00%	PERSONNEL	
01-30-320-500190	Temporary Labor	-	-	-	-	-	-	-		-	0.00%		If needed, will be pulled from Labor account
01-30-320-550024	Employment Testing	4,500	3,954	4,500	4,500	4,700	3,390	5,100		600	13.33%		Based on 2025 Projection
01-30-320-550025	Employee Retention	6,000	2,084	6,000	6,000	3,600	1,515	6,000		-	0.00%		No expected changes
01-30-320-550026	Recruitment Expense	12,500	2,011	9,000	9,000	1,400	1,295	9,000		-	0.00%		Career Fair, CalWater, BCWater, etc.
01-30-320-550028	District Certification	6,000	4,147	4,500	4,500	4,500	4,179	4,500		-	0.00%		Great place to Work program and supplies
01-30-320-550030	Membership Dues	2,000	1,180	1,100	1,100	1,100	932	1,100		-	0.00%		CalChamber, SHRM, PARMA, etc.
01-30-320-550042	Office Supplies	480	-	1,400	1,400	400	268	1,900		500	35.71%		PERL, HR compliant filing supplies, including \$500 for storage unit
01-30-320-550051	Advertising/Legal Notices	2,000	244	1,600	1,600	-	-	1,600		-	0.00%		Job postings
01-30-320-580036	Other Professional Services	11,000	3,112	7,000	7,000	3,100	3,102	11,000		4,000	57.14%		Benefits Fair, Wellness Program, and other activity will be directed by staff; added potential additional resources needed for MOU negotiation preparation
				272,200	272,200	183,600		307,900		35,700	13.12%	5.35%	% of budget
Customer Service and Utility Billing													
01-30-330-500105	Labor	321,800	278,383	397,500	396,800	335,800	265,997	423,500		26,700	6.73%	PERSONNEL	
01-30-330-500109	FSLA Overtime	500	-	500	500	-	-	-		(500)	-100.00%	PERSONNEL	
01-30-330-500110	Overtime	8,000	5,161	3,000	3,000	2,500	1,823	5,600		2,600	86.67%	PERSONNEL	
01-30-330-500111	Double Time	1,000	-	-	700	400	325	-		(700)	-100.00%	PERSONNEL	
01-30-330-500114	Incentive Pay	3,000	-	3,000	3,000	-	-	3,000		-	0.00%	PERSONNEL	
01-30-330-500115	Social Security	24,500	18,957	29,000	29,000	22,400	17,706	31,100		2,100	7.24%	PERSONNEL	
01-30-330-500120	Medicare	6,000	4,434	7,000	7,000	5,200	4,141	7,300		300	4.29%	PERSONNEL	
01-30-330-500125	Health Insurance	131,500	103,433	133,000	133,000	126,500	100,383	139,900		6,900	5.19%	PERSONNEL	
01-30-330-500140	Life Insurance	1,000	441	1,000	1,000	600	464	700		(300)	-30.00%	PERSONNEL	
01-30-330-500143	EAP Program	500	107	500	500	100	93	300		(200)	-40.00%	PERSONNEL	
01-30-330-500145	Workers' Compensation	3,000	2,294	3,500	3,500	2,300	1,773	3,300		(200)	-5.71%	PERSONNEL	
01-30-330-500150	Unemployment Insurance	5,000	-	6,000	6,000	-	-	10,400		4,400	73.33%	PERSONNEL	

BCVWD DRAFT EXPENSES - 2026	10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	% of change	2026 NOTES
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED			
01-30-330-500155	Retirement/CalPERS	41,500	43,041	46,500	46,500	57,300	44,319	71,000	24,500	52.69%	PERSONNEL
01-30-330-500165	Uniforms & Employee Benefits	900	649	500	500	500	307	500	-	0.00%	\$100 per staff member
01-30-330-500175	Training/Education/Mtgs/Travel	8,100	1,362	8,000	8,000	100	105	8,000	-	0.00%	CSMFO conference, CSDA, Service Training
01-30-330-500180	Accrued Sick Leave Expense	15,500	10,197	18,500	18,500	6,500	5,475	21,100	2,600	14.05%	PERSONNEL
01-30-330-500185	Accrued Vacation Leave Expense	21,000	17,805	25,500	25,500	11,200	9,579	26,800	1,300	5.10%	PERSONNEL
01-30-330-500187	Accrual Leave Payments	20,500	-	19,500	19,500	2,100	2,127	22,400	2,900	14.87%	PERSONNEL
01-30-330-500190	Temporary Labor	20,200	20,183	15,600	15,600	13,600	9,884	16,100	500	3.21%	For coverage of extended leave, based on estimate on 520 hours + CPI
01-30-330-500195	CIP Related Labor	-	-	-	-	-	-	-	-	0.00%	
01-30-330-550006	Cashiering Shortages/Overages	100	31	100	100	100	102	100	-	0.00%	Goal of zero
01-30-330-550008	Transaction/Return Fees	1,500	877	1,500	1,500	600	400	1,200	(300)	-20.00%	Based on 2025 projected
01-30-330-550010	Transaction/Credit Card Fees	125,000	121,952	-	-	17,500	17,488	-	-	0.00%	3rd party CC vendor to absorb revenue and cost
01-30-330-550014	Credit Check Fees	6,500	6,712	6,500	6,500	4,200	3,656	6,200	(300)	-4.62%	Based on 2025 projected
01-30-330-550030	Membership Dues	1,500	135	1,100	1,100	-	-	1,100	-	0.00%	CSDA, CSMFO, Fred Pryor
01-30-330-550036	Notary & Lien Fees	2,500	600	2,500	2,500	400	300	2,000	(500)	-20.00%	Based on 2025 projected
01-30-330-550050	Utility Billing Service	99,000	94,848	120,000	144,000	135,500	109,418	76,000	(68,000)	-47.22%	Reduced by \$80k for postage reallocated to correct GL account; added 1 extra mailed notice
01-30-330-550051	Advertising/Legal Notices	-	-	900	900	-	-	900	-	0.00%	Potential RFP (1)
				850,700	874,700	745,400		878,500	3,800	0.43%	0.57% % of budget
Information Technology and Cybersecurity											
01-35-315-500105	Labor	169,000	166,200	196,000	196,000	186,500	147,130	206,300	10,300	5.26%	Does not include IT Manager, which was approved with the 2024 Water Rae study (fully burdened rate of \$200k)
01-35-315-500114	Incentive Pay	1,000	-	1,000	1,000	-	-	600	(400)	-40.00%	PERSONNEL
01-35-315-500115	Social Security	14,000	10,258	16,500	16,500	14,000	10,730	17,200	700	4.24%	PERSONNEL
01-35-315-500120	Medicare	3,500	2,671	4,000	4,000	3,200	2,481	4,100	100	2.50%	PERSONNEL
01-35-315-500125	Health Insurance	27,500	23,607	26,000	26,000	25,800	20,463	28,800	2,800	10.77%	PERSONNEL
01-35-315-500140	Life Insurance	500	250	500	500	300	241	400	(100)	-20.00%	PERSONNEL
01-35-315-500143	EAP Program	500	23	500	500	-	20	100	(400)	-80.00%	PERSONNEL
01-35-315-500145	Workers' Compensation	1,500	1,272	2,000	2,000	1,200	928	1,600	(400)	-20.00%	PERSONNEL
01-35-315-500150	Unemployment Insurance	2,500	-	3,000	3,000	-	-	5,000	2,000	66.67%	PERSONNEL
01-35-315-500155	Retirement/CalPERS	15,000	12,728	34,500	34,500	16,500	13,031	19,200	(15,300)	-44.35%	PERSONNEL
01-35-315-500165	Uniforms & Employee Benefits	-	-	-	-	-	-	-	-	0.00%	
01-35-315-500175	Training/Education/Mtgs/Travel	5,000	4,800	5,300	5,300	6,700	4,800	5,300	-	0.00%	No change anticipated for 2026
01-35-315-500180	Accrued Sick Leave Expense	10,000	5,566	11,500	11,500	-	-	11,600	100	0.87%	PERSONNEL
01-35-315-500185	Accrued Vacation Leave Expense	18,500	2,982	21,500	21,500	-	-	25,000	3,500	16.28%	PERSONNEL
01-35-315-500187	Accrual Leave Payments	20,500	15,436	32,500	32,500	23,800	23,804	32,900	400	1.23%	PERSONNEL
01-35-315-500190	Temporary Labor	-	-	-	-	-	-	-	-	0.00%	
01-35-315-500195	CIP Related Labor	(33,000)	-	-	-	-	-	-	-	0.00%	
01-35-315-501511	Telephone/Internet Service	97,000	96,707	93,000	93,000	90,200	67,736	93,000	-	0.00%	No change anticipated for 2026
01-35-315-501521	Building Alarms and Security	34,000	19,446	34,000	34,000	17,900	13,485	34,000	-	0.00%	No change anticipated for 2026
01-35-315-540014	GIS Maintenance and Updates	10,000	9,200	10,000	10,000	9,200	-	10,000	-	0.00%	No change anticipated for 2026
01-35-315-550030	Membership Dues	3,000	1,476	3,000	3,000	1,700	1,485	3,000	-	0.00%	No change anticipated for 2026
01-35-315-550044	Printing/Toner & Maintenance	30,000	17,864	30,000	30,000	10,300	7,543	30,000	-	0.00%	No change anticipated for 2026

BCVWD DRAFT EXPENSES - 2026	10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	% of change	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED			2026 NOTES
01-35-315-550051	Advertising/Legal Notices	-	-	-	-	-	-	-	-	0.00%	
01-35-315-550058	Cyber Security Liability Insurance	7,500	5,583	7,500	7,500	5,800	5,585	7,500	-	0.00%	No change anticipated for 2026
01-35-315-580016	Computer Hardware	30,000	20,030	30,000	30,000	17,700	9,643	30,000	-	0.00%	No change anticipated for 2026
01-35-315-580021	IT/Software Support	8,000	-	8,000	8,000	-	-	8,000	-	0.00%	No change anticipated for 2026
01-35-315-580026	License/Maintenance/Support	297,000	209,355	321,000	321,000	201,800	163,759	321,000	-	0.00%	No change anticipated for 2026
01-35-315-580027	AMR/AMI Annual Support	163,000	34,111	171,200	171,200	47,900	39,512	171,200	-	0.00%	No change anticipated for 2026
01-35-315-580028	Cybersecurity Software/Hardware	58,000	54,526	60,900	60,900	49,200	36,639	60,900	-	0.00%	No change anticipated for 2026
01-35-315-580030	Repair/Purchase Radio Comm Equip	10,000	9,014	10,000	10,000	6,800	2,314	10,000	-	0.00%	No change anticipated for 2026
				1,133,400	1,133,400	736,300		1,136,700	3,300	0.29% 0.49%	% of budget
Source of Supply											
01-40-410-500105	Labor	437,900	384,407	520,500	511,000	449,200	355,991	535,700	24,700	4.83%	PERSONNEL
01-40-410-500109	FSLA Overtime	500	-	500	500	-	-	-	(500)	-100.00%	PERSONNEL
01-40-410-500110	Overtime	20,500	12,535	25,500	25,500	12,300	10,088	42,100	16,600	65.10%	PERSONNEL
01-40-410-500111	Double Time	7,500	1,629	12,000	12,000	1,600	1,158	19,900	7,900	65.83%	PERSONNEL
01-40-410-500113	Standby/On-Call	14,600	14,560	11,000	14,000	14,900	11,700	11,000	(3,000)	-21.43%	PERSONNEL
01-40-410-500114	Incentive Pay	3,000	2,300	3,000	3,000	2,400	1,800	3,000	-	0.00%	PERSONNEL
01-40-410-500115	Social Security	35,500	29,214	41,500	41,500	33,000	26,055	44,500	3,000	7.23%	PERSONNEL
01-40-410-500120	Medicare	8,500	6,832	10,000	10,000	7,700	6,093	10,500	500	5.00%	PERSONNEL
01-40-410-500125	Health Insurance	135,500	118,100	128,500	130,000	128,500	101,728	138,200	8,200	6.31%	PERSONNEL
01-40-410-500140	Life Insurance	1,000	635	1,000	1,000	800	641	900	(100)	-10.00%	PERSONNEL
01-40-410-500143	EAP Program	500	115	500	500	100	99	300	(200)	-40.00%	PERSONNEL
01-40-410-500145	Workers' Compensation	18,500	18,322	22,000	22,000	17,500	13,663	22,200	200	0.91%	PERSONNEL
01-40-410-500150	Unemployment Insurance	15,500	-	36,500	36,500	-	-	63,100	26,600	72.88%	PERSONNEL
01-40-410-500155	Retirement/CalPERS	140,500	113,073	125,500	125,500	109,100	83,949	136,800	11,300	9.00%	PERSONNEL
01-40-410-500165	Uniforms & Employee Benefits	4,000	2,589	3,500	3,500	2,900	2,010	3,500	-	0.00%	No changes anticipated
01-40-410-500175	Training/Education/Mtgs/Travel	1,500	210	3,000	4,500	4,000	3,857	2,500	(2,000)	-44.44%	Fewer certification courses expected
01-40-410-500180	Accrued Sick Leave Expense	20,500	20,142	24,000	24,000	21,800	17,959	24,700	700	2.92%	PERSONNEL
01-40-410-500185	Accrued Vacation Leave Expense	37,000	35,072	42,000	42,000	33,700	27,678	40,500	(1,500)	-3.57%	PERSONNEL
01-40-410-500187	Accrual Leave Payments	27,500	3,384	30,000	30,000	5,600	2,690	39,800	9,800	32.67%	PERSONNEL
01-40-410-500195	CIP Related Labor	(20,000)	-	(22,800)	(22,800)	(200)	(180)	(22,800)	-	0.00%	Although not used in 2025, expect to be involved in more projects in 2026
01-40-410-500501	State Project Water Purchases	5,586,299	5,586,000	4,468,800	4,468,800	5,660,800	4,280,073	4,468,800	-	0.00%	11,200 AF @ 399
01-40-410-500511	Ground Water Purchases	-	-	-	-	-	-	-	-	0.00%	
01-40-410-501101	Electricity - Wells	2,750,000	2,851,587	3,100,000	3,100,000	2,700,400	1,787,597	3,000,000	(100,000)	-3.23%	Expect to still be increase from projected, but slightly reduced
01-40-410-501201	Gas - Wells	1,000	180	500	500	200	134	500	-	0.00%	No changes anticipated
01-40-410-510011	Treatment & Chemicals	170,000	162,790	221,000	219,400	149,600	105,265	225,000	5,600	2.55%	Increased cost of Chlorine expected in Jan
01-40-410-510021	Lab Testing	80,000	89,611	94,500	94,500	89,400	53,184	100,000	5,500	5.82%	Increase in number of Title 22 samples due in 2026 compared to 2025
01-40-410-510031	Small Tools, Parts & Maintenance	5,000	4,873	7,000	7,000	6,100	4,002	7,000	-	0.00%	No changes anticipated
01-40-410-520021	Maintenance & Repair-Telemetry Equipment	5,000	1,278	5,000	5,000	2,600	1,094	5,000	-	0.00%	No changes anticipated
01-40-410-520061	Maintenance & Repair-Pumping Equipment	200,000	118,694	118,000	118,000	100,300	58,722	118,000	-	0.00%	No changes anticipated
01-40-410-530001	Minor Capital Acquisitions	-	-	10,000	10,000	-	-	500	(9,500)	-95.00%	Anticipating minimal purchases
01-40-410-540084	Regulations Mandates & Tariffs	150,000	123,047	160,000	160,000	151,300	95,732	185,000	25,000	15.63%	For Lead Service Line Letter requirements, increased costs for Class A drivers, groundwater extraction reporting, and Hazardous waste

BCVWD DRAFT EXPENSES - 2026		10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	%	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED			of change	2026 NOTES
01-40-410-550030	Membership Dues					-		2,000	2,000	100.00%		New account for memberships logged as Subscriptions
01-40-410-550042	Office Supplies	-	-	-	1,600	800	760	1,600	-	0.00%		No changes anticipated
01-40-410-550051	Advertising/Notices	-	-	-	-	-	-	1,000	1,000	100.00%		New account
01-40-410-550066	Subscriptions	500	362	2,000	2,000	1,600	1,633	500	(1,500)	-75.00%		Reduced for Memberships
				9,204,500	9,201,000	9,708,000		9,231,300	30,300	0.33%	4.54%	% of budget
Cross Connections/Non-Potable Water												
01-40-430-500105	Labor	95,500	92,479	111,000	111,000	94,700	75,064	119,900	8,900	8.02%		PERSONNEL
01-40-430-500109	FSLA Overtime	500	-	500	500	-	-	-	(500)	-100.00%		PERSONNEL
01-40-430-500110	Overtime	6,000	-	6,500	6,500	-	-	5,400	(1,100)	-16.92%		PERSONNEL
01-40-430-500111	Double Time	1,000	-	1,000	1,000	-	-	1,500	500	50.00%		PERSONNEL
01-40-430-500113	Standby/On-Call	-	-	-	-	-	-	-	-	0.00%		PERSONNEL
01-40-430-500114	Incentive Pay	1,000	550	1,000	1,000	600	450	600	(400)	-40.00%		PERSONNEL
01-40-430-500115	Social Security	8,500	6,434	9,000	9,000	6,600	5,175	9,500	500	5.56%		PERSONNEL
01-40-430-500120	Medicare	2,000	1,505	2,500	2,500	1,500	1,210	2,300	(200)	-8.00%		PERSONNEL
01-40-430-500125	Health Insurance	27,500	24,744	26,000	26,000	25,800	20,457	28,800	2,800	10.77%		PERSONNEL
01-40-430-500140	Life Insurance	500	146	500	500	200	135	200	(300)	-60.00%		PERSONNEL
01-40-430-500143	EAP Program	500	23	500	500	-	20	100	(400)	-80.00%		PERSONNEL
01-40-430-500145	Workers' Compensation	4,500	4,110	5,000	5,000	3,500	2,747	4,900	(100)	-2.00%		PERSONNEL
01-40-430-500150	Unemployment Insurance	1,500	-	2,000	2,000	-	-	3,000	1,000	50.00%		PERSONNEL
01-40-430-500155	Retirement/CalPERS	26,500	26,807	37,500	37,500	35,300	26,814	42,400	4,900	13.07%		PERSONNEL
01-40-430-500165	Uniforms & Employee Benefits	1,000	434	1,000	1,000	500	422	1,000	-	0.00%		No changes anticipated
01-40-430-500175	Training/Education/Mtgs/Travel	1,500	574	3,500	3,500	1,100	1,091	3,500	-	0.00%		No changes anticipated
01-40-430-500180	Accrued Sick Leave Expense	5,000	4,824	5,500	5,500	3,200	2,774	5,600	100	1.82%		PERSONNEL
01-40-430-500185	Accrued Vacation Leave Expense	7,500	7,416	8,000	8,000	5,200	5,128	8,600	600	7.50%		PERSONNEL
01-40-430-500187	Accrual Leave Payments	7,000	-	8,000	8,000	-	-	9,800	1,800	22.50%		PERSONNEL
01-40-430-500195	CIP Related Labor	-	-	-	-	-	-	-	-	0.00%		
01-40-430-510031	Small Tools, Parts & Maintenance	2,000	1,227	3,000	3,000	800	625	2,000	(1,000)	-33.33%		Specialty tools, exception is gauges (purchased in 2025)
01-40-430-530001	Minor Capital Acquisitions	-	-	-	-	-	-	-	-	0.00%		
01-40-430-540001	Backflow Maintenance	13,000	4,644	15,000	14,800	10,700	9,649	38,800	24,000	162.16%		State required letters for single check backflow replacement (not including postage), including 2 potential notices regarding fire sprinklers
01-40-430-550030	Membership Dues					-		2,500	2,500	100.00%		New account for memberships logged as Subscriptions
01-40-430-550042	Office Supplies	-	-	-	200	100	60	200	-	0.00%		No changes anticipated
01-40-430-550051	Advertising/Legal Notices	500	-	500	500	-	-	500	-	0.00%		No changes anticipated
01-40-430-550066	Subscriptions	3,000	1,150	3,700	3,700	-	-	500	(3,200)	-86.49%		USC Foundation for Cross-Connection Control and Hydraulic Research Subscription
				251,200	251,200	189,800		291,600	40,400	16.08%	6.06%	% of budget
Transmission and Distribution												
01-40-440-500105	Labor	1,233,500	988,891	1,424,500	1,412,500	1,192,200	931,084	1,470,400	57,900	4.10%		Includes 75% of Admin Clerk, but also reduction from 2 to 1 Temporary Water Utility I positions
01-40-440-500109	FSLA Overtime	1,000	-	1,000	1,000	-	-	-	(1,000)	-100.00%		PERSONNEL
01-40-440-500110	Overtime	56,000	55,170	63,500	63,500	66,600	51,186	86,700	23,200	36.54%		PERSONNEL
01-40-440-500111	Double Time	25,300	20,610	27,000	27,000	21,900	16,739	37,900	10,900	40.37%		PERSONNEL
01-40-440-500113	Standby/On-Call	24,200	25,590	23,000	23,000	23,600	18,660	22,900	(100)	-0.43%		PERSONNEL

BCVWD DRAFT EXPENSES - 2026	10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	%	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED		of change	2026 NOTES
01-40-440-500114	Incentive Pay	7,000	50	7,000	7,000	900	700	6,600	(400)	-5.71%	PERSONNEL
01-40-440-500115	Social Security	96,000	74,447	112,000	112,000	87,800	68,284	118,500	6,500	5.80%	PERSONNEL
01-40-440-500120	Medicare	22,500	17,699	26,500	26,500	20,600	16,077	27,800	1,300	4.91%	PERSONNEL
01-40-440-500125	Health Insurance	411,500	223,501	349,500	349,500	247,500	196,071	318,200	(31,300)	-8.96%	PERSONNEL
01-40-440-500140	Life Insurance	2,500	1,568	2,500	2,500	2,000	1,637	2,400	(100)	-4.00%	PERSONNEL
01-40-440-500143	EAP Program	1,000	339	1,000	1,000	400	296	900	(100)	-10.00%	PERSONNEL
01-40-440-500145	Workers' Compensation	42,500	40,986	48,500	48,500	42,000	32,386	47,900	(600)	-1.24%	PERSONNEL
01-40-440-500155	Retirement/CalPERS	216,700	220,015	282,500	282,500	251,400	192,772	299,000	16,500	5.84%	PERSONNEL
01-40-440-500165	Uniforms & Employee Benefits	16,000	15,119	18,600	18,600	14,800	11,346	15,500	(3,100)	-16.67%	Jackets not needed to be purchased
01-40-440-500175	Training/Education/Mtgs/Travel	25,000	24,962	20,000	18,500	10,900	10,050	17,000	(1,500)	-8.11%	Funding includes Class "A" driver course(\$5k), AWWA national conference, management seminars
01-40-440-500178	General Safety Supplies	13,000	14,576	12,000	12,000	10,200	9,698	12,000	-	0.00%	No changes anticipated
01-40-440-500180	Accrued Sick Leave Expense	65,500	45,305	74,000	74,000	35,800	28,632	78,700	4,700	6.35%	PERSONNEL
01-40-440-500185	Accrued Vacation Leave Expense	90,000	59,655	100,000	100,000	56,500	48,258	109,800	9,800	9.80%	PERSONNEL
01-40-440-500187	Accrual Leave Payments	79,000	31,487	80,500	80,500	27,100	10,483	94,800	14,300	17.76%	PERSONNEL
01-40-440-500190	Temporary Labor	40,000	29,825	63,300	63,300	42,000	35,995	-	(63,300)	-100.00%	Request for permanent position, no need for temp
01-40-440-500195	CIP Related Labor	(40,000)	(68,311)	(40,000)	(40,000)	(18,100)	(9,462)	(200,000)	(160,000)	400.00%	Noble Tank, Well 2A, American and 11th St, Service Replacements, Tank Coating, Lincoln replacement
01-40-440-510031	Small Tools, Parts & Maintenance	23,000	22,733	18,000	21,000	18,200	13,951	40,000	19,000	90.48%	Increase for tools on 5 growth fleet vehicles, valve keys etc.
01-40-440-520071	Maintenance and Repair- Pipeline & Hydrants	144,000	45,354	145,000	145,000	93,900	54,135	145,000	-	0.00%	No changes anticipated
01-40-440-520081	Maintenance and Repair- Hydraulic Valves	35,000	10,774	42,000	42,000	51,800	41,626	50,000	8,000	19.05%	Increased number of karge size Cla-valves
01-40-440-530001	Minor Capital Acquisitions	30,000	1,305	5,000	2,000	6,600	-	20,000	18,000	900.00%	Purchase correlators, controller and radio transmitter for existing leak locator
01-40-440-540024	Inventory Adjustments	64,000	353,834	50,000	50,000	11,200	179	50,000	-	0.00%	Kept at same rate, varies based on inventory audit at year-end
01-40-440-540036	Line Locates	4,000	2,768	3,800	3,800	3,200	2,641	3,800	-	0.00%	No changes anticipated
01-40-440-540042	Meters Maintenance & Services	170,000	143,297	200,000	230,000	214,400	167,765	230,000	-	0.00%	No changes anticipated
01-40-440-540078	Reservoirs Maintenance	52,000	1,559	65,000	89,400	52,100	43,172	50,000	(39,400)	-44.07%	No maintenance on 16" Cla-valves at Hannon reservoir
01-40-440-550030	Membership Dues					-	-	1,500	1,500	100.00%	New account for Water Reuse membership
01-40-440-550051	Advertising/Legal Notices	5,000	1,139	5,000	5,000	-	-	2,000	(3,000)	-60.00%	Expect reduction in advertisements in projects
				3,230,700	3,271,600	2,587,500		3,159,300	(112,300)	-3.43% -16.84%	% of budget
Inspections											
01-40-450-500105	Labor	59,000	12,467	74,000	74,000	39,400	36,994	67,900	(6,100)	-8.24%	PERSONNEL
01-40-450-500110	Overtime	12,000	2,625	12,000	12,000	6,300	5,218	7,900	(4,100)	-34.17%	PERSONNEL
01-40-450-500111	Double Time	4,500	232	4,500	4,500	-	-	3,200	(1,300)	-28.89%	PERSONNEL
01-40-450-500113	Standby/On-Call	3,000	-	3,000	3,000	-	-	2,800	(200)	-6.67%	PERSONNEL
01-40-450-500115	Social Security	6,000	951	6,000	6,000	2,800	2,621	5,300	(700)	-11.67%	PERSONNEL
01-40-450-500120	Medicare	1,500	222	1,500	1,500	700	613	1,300	(200)	-13.33%	PERSONNEL
01-40-450-500125	Health Insurance	23,500	3,330	19,000	13,200	6,400	5,965	18,600	5,400	40.91%	PERSONNEL
01-40-450-500140	Life Insurance	500	22	500	500	-	58	200	(300)	-60.00%	PERSONNEL
01-40-450-500143	EAP Program	500	5	500	500	-	12	100	(400)	-80.00%	PERSONNEL
01-40-450-500145	Workers' Compensation	3,000	644	3,500	3,500	1,300	1,226	2,900	(600)	-17.14%	PERSONNEL
01-40-450-500155	Retirement/CalPERS	13,000	1,399	10,000	10,000	3,500	3,254	13,900	3,900	39.00%	PERSONNEL

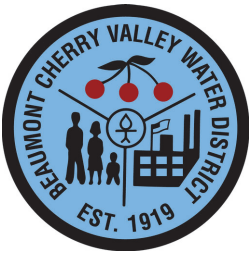
BCVWD DRAFT EXPENSES - 2026		10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change	%	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED	(Proposed - Amended)	of change		2026 NOTES
01-40-450-530001	Minor Capital Acquisitions	-	-	-	-	-	-	-	-	0.00%		No changes anticipated
				134,500	128,700	60,400		124,100	(4,600)	-3.57%	-0.69%	% of budget
Customer Service and Meter Reading												
01-40-460-500105	Labor	176,500	185,325	242,000	242,000	194,500	152,808	293,400	51,400	21.24%		PERSONNEL
01-40-460-500109	FSLA Overtime	500	-	500	500	-	-	-	(500)	-100.00%		PERSONNEL
01-40-460-500110	Overtime	3,000	3,091	6,000	6,000	900	711	17,500	11,500	191.67%		PERSONNEL
01-40-460-500111	Double Time	2,500	1,549	2,000	2,000	-	-	6,200	4,200	210.00%		PERSONNEL
01-40-460-500113	Standby/On-Call	3,000	-	6,500	6,500	-	-	6,400	(100)	-1.54%		PERSONNEL
01-40-460-500114	Incentive Pay	1,500	-	1,500	1,500	-	-	1,200	(300)	-20.00%		PERSONNEL
01-40-460-500115	Social Security	12,500	13,096	19,000	19,000	13,800	10,844	23,200	4,200	22.11%		PERSONNEL
01-40-460-500120	Medicare	3,000	3,063	4,500	4,500	3,200	2,536	5,500	1,000	22.22%		PERSONNEL
01-40-460-500125	Health Insurance	60,400	60,732	65,500	65,500	62,500	49,292	89,500	24,000	36.64%		PERSONNEL
01-40-460-500140	Life Insurance	500	283	500	500	300	274	500	-	0.00%		PERSONNEL
01-40-460-500143	EAP Program	500	62	500	500	100	49	200	(300)	-60.00%		PERSONNEL
01-40-460-500145	Workers' Compensation	7,600	8,261	10,500	10,500	7,400	5,766	12,200	1,700	16.19%		PERSONNEL
01-40-460-500155	Retirement/CalPERS	60,300	62,269	75,000	75,000	69,400	53,180	87,800	12,800	17.07%		PERSONNEL
01-40-460-500165	Uniforms & Employee Benefits	3,000	1,233	2,500	2,500	500	-	1,500	(1,000)	-40.00%		No jackets or yellow shirts
01-40-460-500175	Training/Education/Mtgs/Travel	1,000	55	2,000	2,000	-	-	600	(1,400)	-70.00%		Reduce to 1 attending Waterwise Pro Expo
01-40-460-500180	Accrued Sick Leave Expense	7,500	1,129	9,000	9,000	5,700	4,688	9,100	100	1.11%		PERSONNEL
01-40-460-500185	Accrued Vacation Leave Expense	13,500	7,551	17,000	17,000	7,900	7,337	17,000	-	0.00%		PERSONNEL
01-40-460-500187	Accrual Leave Payments	8,500	-	14,500	14,500	1,100	-	19,100	4,600	31.72%		PERSONNEL
01-40-460-500195	CIP Related Labor	(41,000)	(51,580)	(41,000)	(41,000)	(10,000)	(1,154)	(41,000)	-	0.00%		No changes anticipated
01-40-460-530001	Minor Capital Acquisitions	-	-	-	-	-	-	-	-	0.00%		No changes anticipated
01-40-460-550030	Membership Dues	-	-	-	-	-	-	100	100	100.00%		New account
				438,000	438,000	357,300		550,000	112,000	25.57%	16.80%	% of budget
Maintenance and General Plant												
01-40-470-500105	Labor	168,000	186,577	189,000	206,000	201,400	160,480	221,700	15,700	7.62%		PERSONNEL
01-40-470-500109	FSLA Overtime	500	-	500	500	-	-	-	(500)	-100.00%		PERSONNEL
01-40-470-500110	Overtime	3,000	1,628	4,000	4,000	100	102	8,800	4,800	120.00%		PERSONNEL
01-40-470-500111	Double Time	1,000	220	1,000	1,000	200	65	3,400	2,400	240.00%		PERSONNEL
01-40-470-500113	Standby/On-Call	1,400	-	3,000	3,000	-	-	2,800	(200)	-6.67%		PERSONNEL
01-40-470-500114	Incentive Pay	1,500	-	1,500	1,500	1,100	800	1,200	(300)	-20.00%		PERSONNEL
01-40-470-500115	Social Security	12,300	12,438	13,500	13,500	12,700	9,991	16,300	2,800	20.74%		PERSONNEL
01-40-470-500120	Medicare	3,000	2,917	3,500	3,500	3,100	2,486	3,900	400	11.43%		PERSONNEL
01-40-470-500125	Health Insurance	58,500	50,192	47,000	52,800	53,100	42,513	63,400	10,600	20.08%		PERSONNEL
01-40-470-500140	Life Insurance	500	293	500	500	300	289	400	(100)	-20.00%		PERSONNEL
01-40-470-500143	EAP Program	500	67	500	500	100	62	200	(300)	-60.00%		PERSONNEL
01-40-470-500145	Workers' Compensation	7,450	7,778	8,000	8,000	7,300	5,771	9,200	1,200	15.00%		PERSONNEL
01-40-470-500155	Retirement/CalPERS	15,850	16,195	17,500	17,500	18,000	14,413	21,100	3,600	20.57%		PERSONNEL
01-40-470-500165	Uniforms & Employee Benefits	2,000	2,495	2,000	2,000	1,000	272	2,000	-	0.00%		No changes anticipated
01-40-470-500175	Training/Education/Mtgs/Travel	2,000	200	2,000	2,000	300	245	2,000	-	0.00%		No changes anticipated
01-40-470-500180	Accrued Sick Leave Expenses	7,000	5,994	7,500	7,500	5,300	5,134	7,500	-	0.00%		PERSONNEL
01-40-470-500185	Accrued Vacation Expenses	7,500	6,493	8,500	8,500	5,600	4,750	9,600	1,100	12.94%		PERSONNEL
01-40-470-500187	Accrual Leave Payments	4,500	-	3,500	3,500	-	-	5,200	1,700	48.57%		PERSONNEL

BCVWD DRAFT EXPENSES - 2026		10/14/2025		2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	% of change	2026 NOTES
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED					
01-40-470-500195	CIP Related Labor	-	(37,008)	-	-	(11,900)	(11,928)	-	-	-	-	0.00%	No changes anticipated
01-40-470-501111	Electricity - 560 Magnolia Ave	40,000	41,884	44,000	44,000	34,900	26,929	44,000	-	-	-	0.00%	No changes anticipated
01-40-470-501121	Electricity - 12303 Oak Glen Rd	3,400	11	4,000	4,000	100	98	4,000	-	-	-	0.00%	No changes anticipated
01-40-470-501131	Electricity - 13695 Oak Glen Rd	3,250	2,311	3,600	3,600	1,900	1,509	4,000	400	11.11%			Anticipated increase in usage
01-40-470-501141	Electricity - 13697 Oak Glen Rd	4,250	3,633	3,600	3,600	3,400	2,668	5,000	1,400	38.89%			Anticipated increase in usage
01-40-470-501151	Electricity - 9781 Avenida Miravilla	3,200	2,528	2,500	2,500	1,800	1,472	3,000	500	20.00%			Anticipated increase in usage
01-40-470-501161	Electricity - 815 E. 12th St	14,000	8,394	15,400	15,400	8,400	6,485	15,400	-	-	-	0.00%	No changes anticipated
01-40-470-501171	Electricity - 851 E. 6th St	5,400	3,839	5,400	5,400	3,700	2,746	5,400	-	-	-	0.00%	No changes anticipated
01-40-470-501321	Propane - 12303 Oak Glen Rd	2,000	-	2,000	2,000	-	-	2,000	-	-	-	0.00%	No changes anticipated
01-40-470-501331	Propane - 13695 Oak Glen Rd	3,000	1,049	4,000	4,000	1,200	1,002	4,000	-	-	-	0.00%	No changes anticipated
01-40-470-501341	Propane - 13697 Oak Glen Rd	4,000	2,089	5,500	5,500	2,000	2,006	5,500	-	-	-	0.00%	No changes anticipated
01-40-470-501351	Propane-9781 Avenida Miravilla	2,000	1,307	2,300	2,300	1,300	1,142	2,300	-	-	-	0.00%	No changes anticipated
01-40-470-501411	Sanitation - 560 Magnolia Ave	5,500	4,457	7,500	7,500	3,600	2,650	8,000	500	6.67%			Increase to allow for additional charges due to "dirty trash"
01-40-470-501461	Sanitation - 815 E. 12th St	7,700	6,429	6,500	6,500	6,600	4,864	8,000	1,500	23.08%			Increase to allow for additional charges due to "dirty trash"
01-40-470-501471	Sanitation - 11083 Cherry Ave	8,500	3,893	7,000	7,000	4,100	2,952	8,000	1,000	14.29%			Increase to allow for additional charges due to "dirty trash"
01-40-470-501481	Sanitation - 39500 Brookside	8,000	5,375	8,000	8,000	5,500	4,146	8,000	-	-	-	0.00%	No changes anticipated
01-40-470-501600	Property Maintenance & Repairs	4,000	101	4,000	4,000	800	769	4,000	-	-	-	0.00%	No changes anticipated
01-40-470-501611	Maintenance & Repair- 560 Magnolia Ave	66,000	27,384	83,600	83,600	25,100	16,456	83,600	-	-	-	0.00%	No changes anticipated
01-40-470-501621	Maintenance & Repair- 12303 Oak Glen Rd	30,000	70	31,000	31,000	400	53	31,000	-	-	-	0.00%	No changes anticipated
01-40-470-501631	Maintenance & Repair- 13695 Oak Glen Rd	6,000	3,482	6,000	6,000	5,000	4,211	3,000	(3,000)	-50.00%			Anticipate reduction in projects
01-40-470-501641	Maintenance & Repair- 13697 Oak Glen Rd	7,000	2,920	7,000	9,000	8,000	7,884	3,000	(6,000)	-66.67%			Anticipate reduction in projects
01-40-470-501651	Maintenance & Repair- 9781 Avenida Miravilla	7,000	1,431	4,500	4,500	1,400	694	4,500	-	-	-	0.00%	No changes anticipated
01-40-470-501661	Maintenance & Repair- 815 E. 12th St	44,000	19,095	83,000	83,000	16,800	10,862	50,000	(33,000)	-39.76%			Reduction due to historical averages, anticipate HVAC maintenance to increase
01-40-470-501671	Maintenance & Repair- 851 E. 6th St	5,000	5,046	4,200	4,200	5,000	3,958	5,000	800	19.05%			Based on 2025 projected
01-40-470-501681	Maintenance & Repair- 39500 Brookside	5,000	2,746	5,000	5,000	1,200	828	3,000	(2,000)	-40.00%			
01-40-470-501691	Maintenance & Repair- Buildings (General)	75,000	10,943	80,000	68,000	11,300	3,883	30,000	(38,000)	-55.88%			Preventive maintenance only
01-40-470-510001	Auto/Fuel	160,000	128,082	179,300	179,300	126,000	94,409	179,300	-	-	-	0.00%	Anticipated larger fleet, general fuel price increases
01-40-470-510002	CIP Related Fuel	(10,000)	-	(10,000)	(10,000)	-	-	(10,000)	-	-	-	0.00%	No changes anticipated
01-40-470-520011	Maintenance & Repair-Safety Equipment	18,000	8,500	20,000	20,000	10,300	1,417	10,000	(10,000)	-50.00%			Well 1A project materials to be reused
01-40-470-520031	Maintenance & Repair-General Equipment	70,000	70,080	80,000	80,000	65,800	56,864	100,000	20,000	25.00%			Aging heavy equipment and expensive repair trends
01-40-470-520033	CIP Related Mnt & Rpr-Gen Equ	-	(38,121)	-	-	-	-	-	-	-	-	0.00%	No changes anticipated
01-40-470-520041	Maintenance & Repair-Fleet	75,000	73,723	80,000	90,000	98,800	83,952	70,000	(20,000)	-22.22%			Slow reduction due to transition to leased vehicles
01-40-470-520051	Maintenance & Repair-Paving	120,000	77,710	120,000	120,000	18,300	11,292	120,000	-	-	-	0.00%	No changes anticipated
01-40-470-520053	Maintenance & Repair-Paving (City of Beaumont)	400,000	130,668	300,000	270,000	237,500	146,751	270,000	-	-	-	0.00%	No changes anticipated
01-40-470-530001	Minor Capital Acquisitions	-	-	5,000	5,000	-	-	14,000	9,000	180.00%			Dump trailer for the maintenance division
01-40-470-540030	Landscape Maintenance	82,000	29,525	82,000	82,000	67,500	55,817	90,000	8,000	9.76%			Update landscape at 12th & Palm as well as Well 3
01-40-470-540052	Encroachment Permits	40,000	8,488	20,000	20,000	2,300	-	20,000	-	-	-	0.00%	City approved continuation of program
01-40-470-540072	Recharge Facility, Canyon & Pond Maintenance	185,000	143,248	260,300	260,300	160,400	138,214	260,300	-	-	-	0.00%	Retain request, EarthTec treatment and midge (insect) control at \$10,000/month from April-September; security cameras for 6 months at \$3,600/month

BCVWD DRAFT EXPENSES - 2026	10/14/2025	2024	2024	2025	2025	2025	YTD	2026	Change (Proposed - Amended)	%	
Account No.	Account Name	ADOPTED (Amended)	ACTUAL	ADOPTED	ADOPTED (Amended)	PROJECTED	10/14/2025	PROPOSED		of change	2026 NOTES
01-40-470-550030	Membership Dues	-	-	-	-	-	-	100	100	100.00%	New account
01-50-510-500112	Stipend-Association Mtg Attend	1,000	600	1,300	1,300	800	525	2,000	700	53.85%	Anticipate additional meetings due to MOU negotiations
01-50-510-502001	Rents/Leases	35,000	32,488	35,000	35,000	35,500	28,960	37,000	2,000	5.71%	Increase due to CPI
01-50-510-510031	Small Tools, Parts & Maintenance	1,000	782	1,000	1,000	500	302	1,000	-	0.00%	No changes anticipated
01-50-510-540066	Property Damage & Theft	27,000	6,615	60,000	60,000	23,400	14,745	60,000	-	0.00%	Maintain, but varies greatly year-to-year
01-50-510-550040	General Supplies	18,000	12,808	19,800	19,800	5,400	2,236	19,800	-	0.00%	No changes anticipated
01-50-510-550060	Public Education/Community Outreach	12,500	6,071	14,000	24,700	24,800	19,702	25,000	300	1.21%	Additional event supplies, marketing materials, and printing for District-wide notices
01-50-510-550072	Miscellaneous Operating Expenses	1,000	-	1,000	1,000	100	78	1,000	-	0.00%	Maintain, but varies greatly year-to-year
01-50-510-550074	Disaster Preparedness Ongoing Expenses	11,000	1,473	11,000	11,000	10,700	5,629	11,000	-	0.00%	Maintain, but varies greatly year-to-year
				2,022,300	2,025,800	1,339,300		2,002,900	(22,900)	-1.13% -3.43%	% of budget

Updated by SMM; 10/14/2025

Total Expense	\$ 25,436,199	\$ 22,293,173	\$ 25,829,000	\$ 26,096,600	\$ 23,426,500	\$ 17,349,932	\$ 26,763,300	\$ 666,700
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BEAUMONT-CHERRY VALLEY WATER DISTRICT

FY 2026 OPERATING BUDGET AND 2026-2030 CAPITAL IMPROVEMENT BUDGET



Overview



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 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, 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

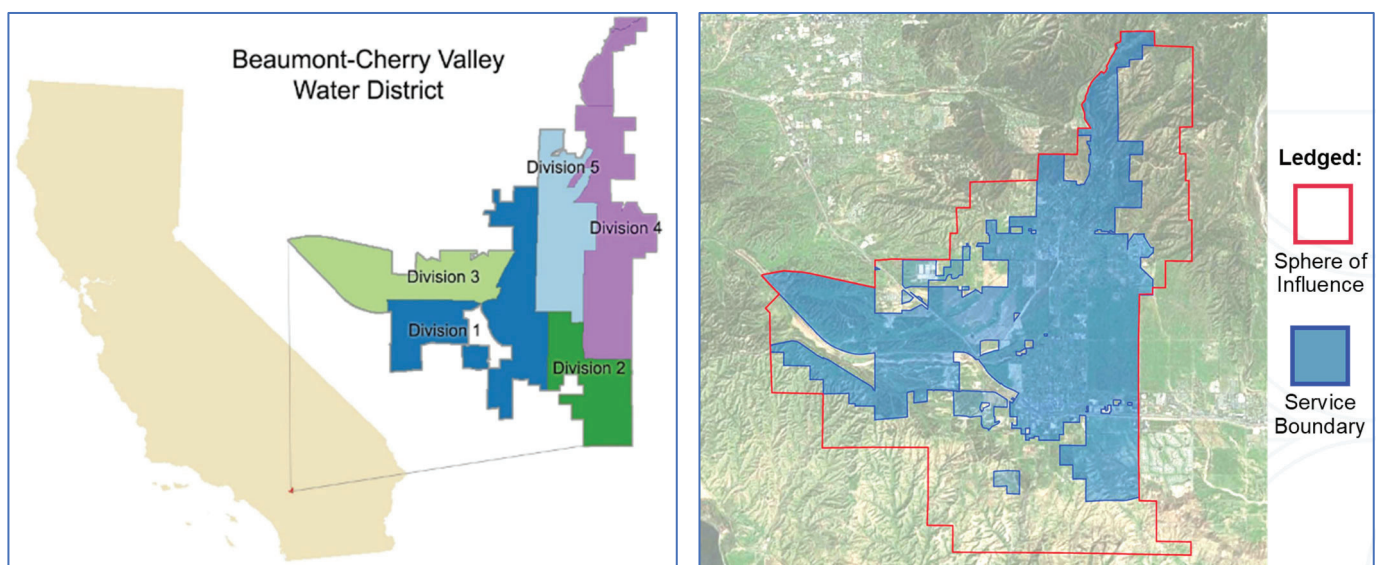
<u>Board of Directors</u> ⁽¹⁾	<u>Division Represented</u>	<u>Term Expiration</u>
Daniel Slawson, President	Division 3	December 4, 2026
Lona Williams, Vice President	Division 2	December 1, 2028
Andy Ramirez, Secretary	Division 1	December 1, 2028
David Hoffman, Treasurer	Division 5	December 4, 2026
John 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. At the end of September 2025, the District had 22,189 permanent connections, an increase of 239 connections since September 30, 2025, 93.2% of which are for single-family residences.

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 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 (2240.39 AF) and the Beaumont Basin (10921.85 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.



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.

Concurrently, the population in the unincorporated community of Cherry Valley has exhibited little growth over the last decade. The population increased from about 6,300 in 2010 to approximately 7,302 in 2023. Primarily rural residential, the population density and development in Cherry Valley is less than in the City of Beaumont.

The District provides domestic and non-potable water service to a population of approximately 66,804 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.

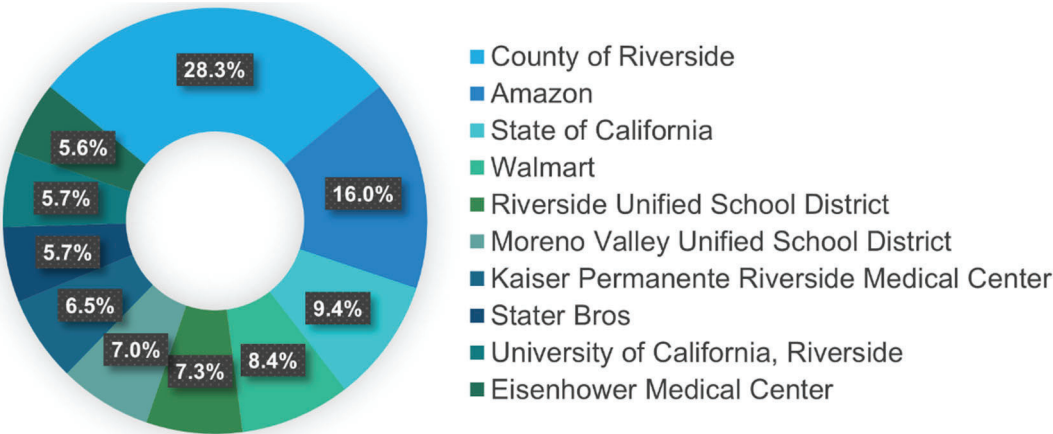
According to US Census Bureau projections, median household incomes within the City of Beaumont are \$105,165 and 17.27% higher than the County of Riverside at \$89,672, and 9.16% higher than the Statewide median household income of \$96,334.

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

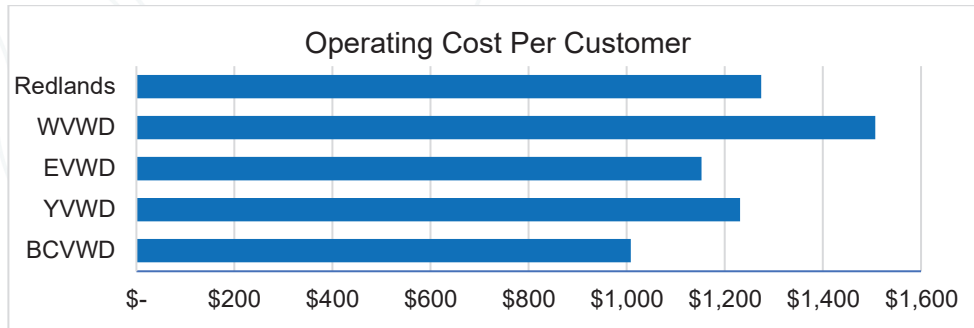
Table 3 – Top 10 Employers in Riverside County - May 2025



Source: Riverside County Economic Development Agency

Operating Cost per Customer Meter

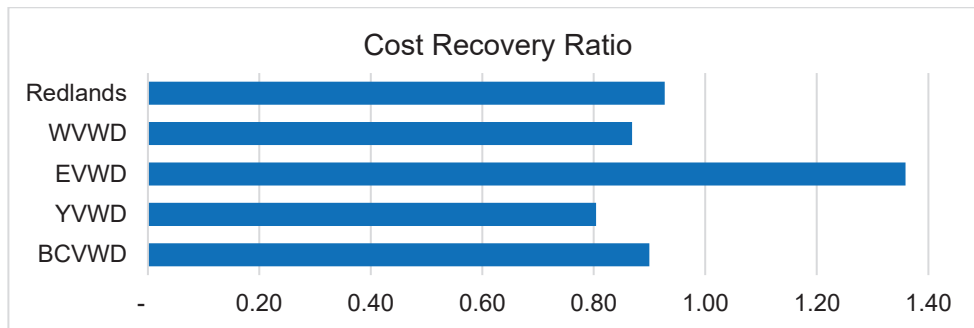
Measure of how much it costs to serve each customer device, helping to assess overall operational efficiency and cost control.



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

Cost Recovery Ratio

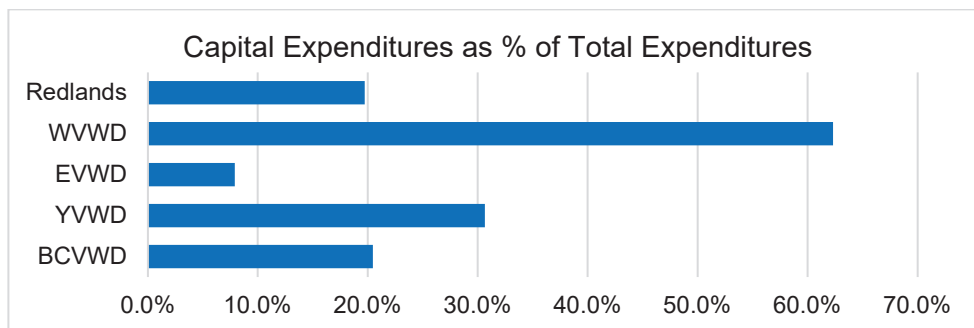
The percentage of operating costs recovered through water rates and fees, showing whether revenue generation aligns with operational expenses.



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

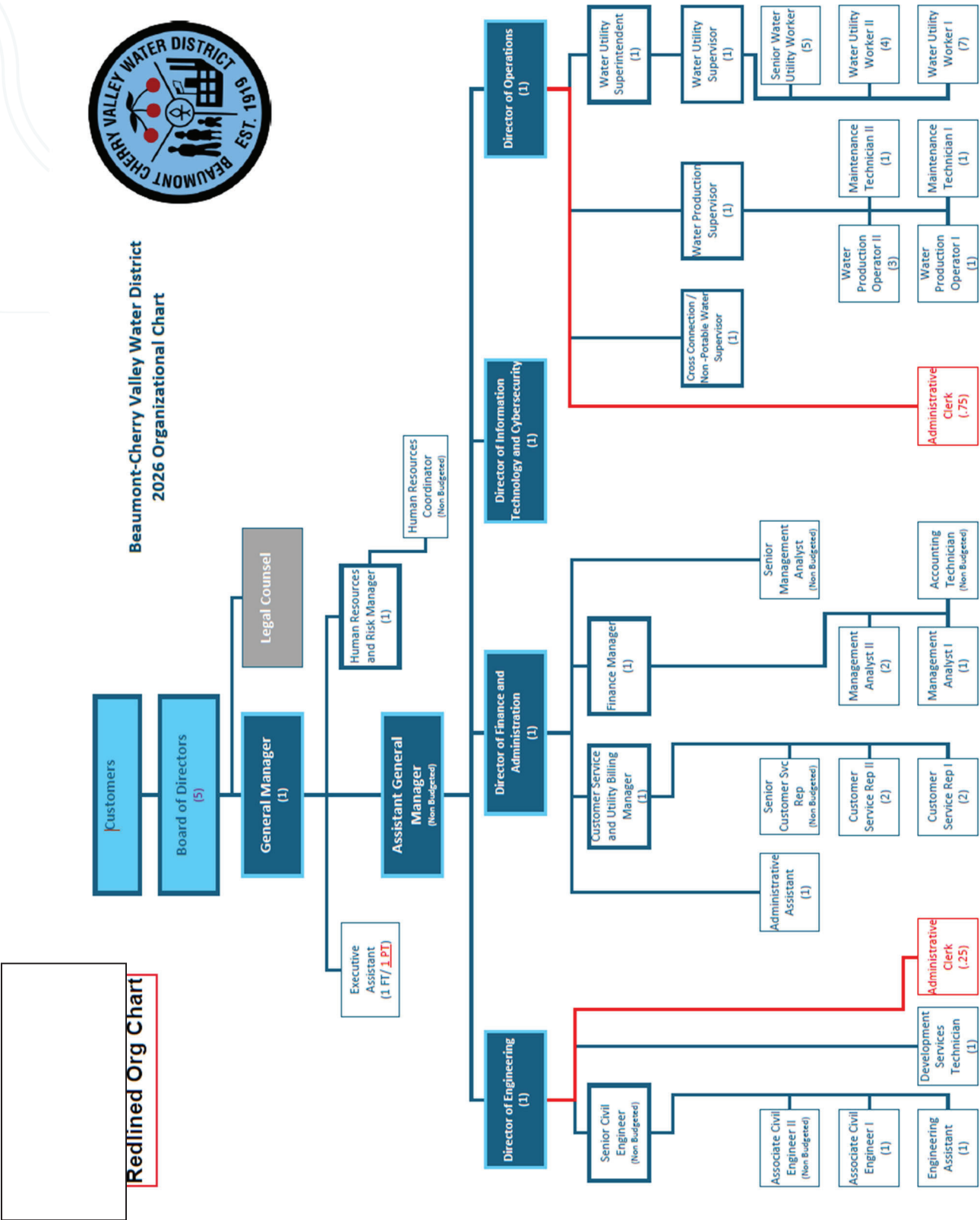
PICTURE PENDING

Organizational Chart

2026 Organization Chart -----DRAFT



Beaumont-Cherry Valley Water District
2026 Organizational Chart



Board of Directors

Division 2 – Lona Williams, President



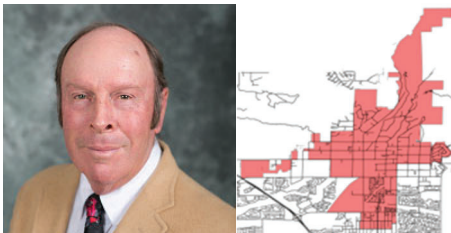
Appointed to the Board in 2018, Lona Williams serves as President. A U.S. Army veteran with a Master's in Business Administration, she brings strong leadership and financial oversight to District operations. Director Williams participates in multiple committees and is dedicated to transparent governance, 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



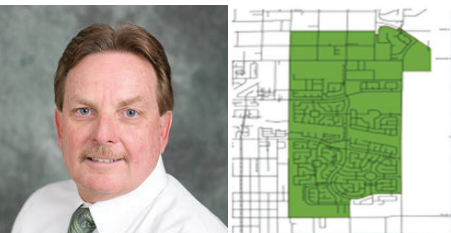
Elected to the Board in 2016, Andy Ramirez serves as Vice President. With extensive public management experience, he focuses on efficient operations, infrastructure investment, and regional partnerships. Director Ramirez has supported grant-funded improvements, conservation efforts, and local flood protection projects. His leadership emphasizes collaboration, accountability, and long-term water sustainability for the Beaumont-Cherry Valley community.

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, Director



Elected to the BCVWD Board in 2012, Daniel Slawson is one of the District's longest-serving Directors. 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.

Beaumont-Cherry Valley Water District Staffing

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

	2021 Actual ⁽¹⁾		2022 Actual ⁽¹⁾		2023 Actual ⁽¹⁾		2024 Actual ⁽¹⁾		2025 Budget		2026 Budget	
District Employee Position	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
Assistant Director of Finance and Administration (FLEX)	0	0	0	0	1	0	1	0	0	0	0	0
Assistant Director of Operations	0	0	0	0	0	0	0	0	0	0	0	0
Assistant General Manager	0	0	0	0	0	0	0	0	0	0	0	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	0	1	0	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	4	5	1	7	2	7	2	7	1
Water Utility Worker I - AMR (grant funded) ⁽³⁾	0	0	0	2	0	2	0	0	0	0	0	0
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 per 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 Administration 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 Administration 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 final adjustments from the compensation study and a 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 (OPEB)

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

DRAFT

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
Assistant General Manager	73	106.00	111.30	116.87	122.71	128.85	220,480	268,008
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 yellow are new to the salary schedule and require Board approval

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

Salary Range Schedule

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					Salary Range	Hourly				
	Step 1	Step 2	Step 3	Step 4	Step 5		Step 1	Step 2	Step 3	Step 4	Step 5
1	17.92	18.82	19.76	20.75	21.79	51	61.59	64.67	67.90	71.29	74.85
2	18.38	19.30	20.26	21.27	22.33	52	63.12	66.28	69.59	73.07	76.72
3	18.84	19.78	20.77	21.81	22.90	53	64.70	67.93	71.33	74.90	78.64
4	19.32	20.29	21.30	22.36	23.48	54	66.31	69.63	73.11	76.77	80.61
5	19.78	20.77	21.81	22.90	24.05	55	67.97	71.37	74.94	78.69	82.62
6	20.29	21.30	22.37	23.49	24.66	56	69.68	73.16	76.82	80.66	84.69
7	20.79	21.83	22.92	24.07	25.27	57	71.41	74.98	78.73	82.67	86.80
8	21.31	22.38	23.50	24.67	25.90	58	73.20	76.86	80.70	84.73	88.97
9	21.84	22.93	24.08	25.28	26.54	59	75.02	78.77	82.71	86.85	91.19
10	22.39	23.51	24.69	25.92	27.22	60	76.90	80.75	84.79	89.03	93.48
11	22.95	24.10	25.30	26.57	27.90	61	78.84	82.78	86.92	91.27	95.83
12	23.52	24.70	25.93	27.23	28.59	62	80.80	84.84	89.08	93.53	98.21
13	24.10	25.31	26.58	27.91	29.31	63	82.82	86.96	91.31	95.88	100.67
14	24.70	25.94	27.24	28.60	30.03	64	84.90	89.14	93.60	98.28	103.19
15	25.31	26.58	27.91	29.31	30.78	65	87.00	91.35	95.92	100.72	105.76
16	25.96	27.26	28.62	30.05	31.55	66	89.18	93.64	98.32	103.24	108.40
17	26.73	28.07	29.47	30.94	32.49	67	91.41	95.98	100.78	105.82	111.11
18	27.29	28.65	30.08	31.58	33.16	68	93.70	98.38	103.30	108.46	113.88
19	27.94	29.34	30.81	32.35	33.97	69	96.04	100.84	105.88	111.17	116.73
20	28.66	30.09	31.59	33.17	34.83	70	98.43	103.35	108.52	113.95	119.65
21	29.37	30.84	32.38	34.00	35.70	71	100.90	105.94	111.24	116.80	122.64
22	30.10	31.61	33.19	34.85	36.59	72	103.43	108.60	114.03	119.73	125.72
23	30.85	32.39	34.01	35.71	37.50	73	106.00	111.30	116.87	122.71	128.85
24	31.63	33.21	34.87	36.61	38.44	74	108.67	114.10	119.80	125.79	132.08
25	32.42	34.04	35.74	37.53	39.41	75	111.36	116.93	122.78	128.92	135.37
26	33.23	34.89	36.63	38.46	40.38	76	114.17	119.88	125.87	132.16	138.77
27	34.07	35.77	37.56	39.44	41.41	77	117.03	122.88	129.02	135.47	142.24
28	34.91	36.66	38.49	40.41	42.43	78	119.93	125.93	132.23	138.84	145.78
29	35.79	37.58	39.46	41.43	43.50	79	122.94	129.09	135.54	142.32	149.44
30	36.67	38.50	40.43	42.45	44.57	80	126.01	132.31	138.93	145.88	153.17
31	37.60	39.48	41.45	43.51	45.69	81	129.16	135.62	142.40	149.52	157.00
32	38.52	40.45	42.47	44.59	46.82	82	132.39	139.01	145.96	153.26	160.92
33	39.49	41.46	43.53	45.71	48.00	83	135.69	142.47	149.59	157.07	164.92
34	40.48	42.50	44.63	46.86	49.20	84	139.08	146.03	153.33	161.00	169.05
35	41.50	43.57	45.75	48.04	50.44	85	142.57	149.70	157.18	165.04	173.29
36	42.52	44.65	46.88	49.22	51.68	86	146.12	153.43	161.10	169.16	177.62
37	43.60	45.78	48.07	50.47	52.99	87	149.78	157.27	165.13	173.39	182.06
38	44.68	46.91	49.26	51.72	54.31	88	153.52	161.20	169.26	177.72	186.61
39	45.80	48.09	50.49	53.01	55.66	89	157.37	165.24	173.50	182.18	191.29
40	46.93	49.28	51.74	54.33	57.05	90	161.30	169.36	177.83	186.72	196.06
41	48.11	50.52	53.05	55.70	58.48	91	165.33	173.60	182.28	191.39	200.96
42	49.32	51.79	54.38	57.09	59.94	92	169.46	177.93	186.83	196.17	205.98
43	50.54	53.07	55.72	58.51	61.44	93	173.70	182.39	191.51	201.09	211.14
44	51.83	54.42	57.14	59.99	62.99	94	178.04	186.94	196.29	206.10	216.41
45	53.10	55.75	58.54	61.47	64.54	95	182.50	191.62	201.20	211.26	221.82
46	54.42	57.14	60.00	63.00	66.15	96	187.05	196.40	206.22	216.53	227.36
47	55.79	58.58	61.51	64.59	67.82	97	191.72	201.31	211.38	221.95	233.05
48	57.19	60.05	63.05	66.20	69.51	98	196.52	206.35	216.67	227.50	238.88
49	58.61	61.54	64.62	67.85	71.24	99	201.44	211.51	222.09	233.19	244.85
50	60.08	63.08	66.23	69.54	73.02	100	206.47	216.79	227.63	239.01	250.96

COLA of 2.9% applied to all salary ranges



District Achievements

PICTURE PENDING

District Accomplishments

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 and students, 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.

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 servants 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, our comprehensive, transparent, and exhibit exceptional clarity and presentation 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.

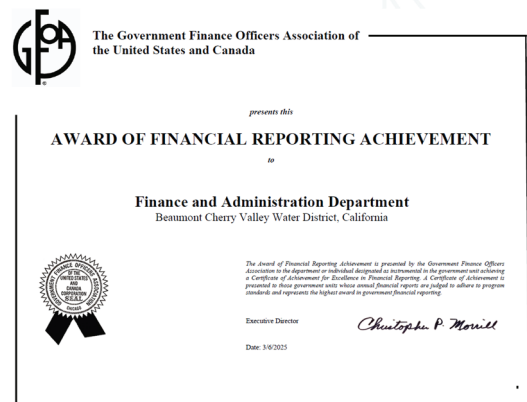
The District has received the award for the past five years (2021 through 2025).

Certificate of Achievement for Excellence in Financial Reporting

The 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 evidence 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 (2018 through 2025).



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.

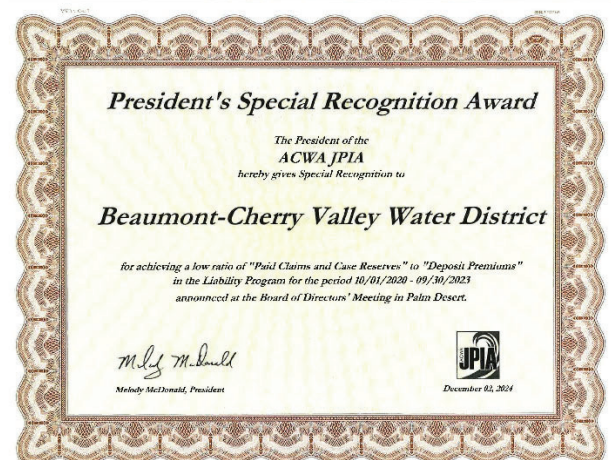
The District has received the award for the past five years (2021 through 2025)

President's Special Recognition Award

Association of California Water Agencies/Joint Power Insurance Authority (ACWA/JPIA) is a partnership of after 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.

This 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) includes IT professionals from cities, towns, public safety, special districts and other local governmental agencies/districts. The MISAC State Board of Directors manages the direction of the association as a whole via state bylaws and Four Pillars: education, member resources, relationships, and advocacy. MISAC strives to promote leadership, education, and access to resources for local agency technology professionals in order to enhance local government services and effectiveness using its Four Pillars.

The Award for Excellence in Information Technology Practices for Information Technology and Cybersecurity is a prestigious award that represents the highest level of recognition MISAC grants, highlighting agencies that meet rigorous standards across every area of IT management.

AWARD PENDING

The District has received the award for the past three years (2023 through 2025)

2025 Award for Excellence in Technology

The California Special District Association (CSDA) is an association that serves as the statewide voice for independent special districts in California. CSDA was established in 1969 and its mission is to provide special districts with resources, advocacy, and professional development to effectively serve their communities.

The CSDA Excellence in Technology Award recognizes a California special district for outstanding technology innovation that improves efficiency, enhances customer service, strengthens cybersecurity, and advances the district's mission. Only one district receives this award annually.

The CSDA Excellence in Technology Award recognizes a California special district for outstanding technology innovation that improves efficiency, enhances customer service, strengthens cybersecurity, and advances the district's mission.

PICTURE PENDING

Only one district receives this award annually. This was the first time that that District received the award.

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 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 Capital Improvement Budget (CIB), using projected financials for presentation to the BOD, intending to submit for full budget document approval before year-end, effective January 1, 2026.

RESOLUTION 2025--

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

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

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,

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Beaumont-Cherry Valley Water District:

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.
4. The Board of Directors hereby approves and 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.

ADOPTED this day of , by the following vote:

AYES:	
NOES:	
ABSTAIN:	
ABSENT:	

ATTEST:

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

Attachment – FY 2026 Operating Budget and 2026-2030 Capital Improvement Budget

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 31, 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.
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 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

Picture Pending

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 long-term 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.

The District follows full accrual accounting in accordance with Generally Accepted Accounting Principles (GAAP), recognizing revenues when earned and expenses when incurred. The District recognizes revenues in the accounting period in which they are earned and expenses in the period in which the liability is incurred. Unbilled water utility revenues accrue 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.

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:

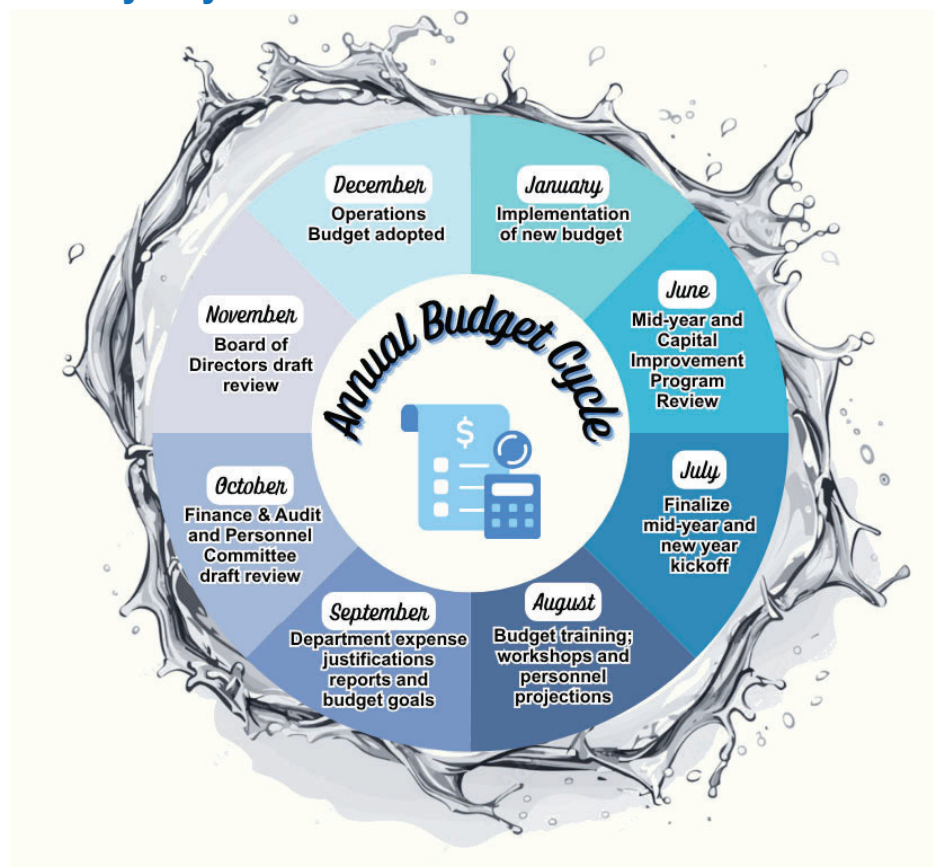
Debrief and Evaluation: In January, Finance meets with all departments to evaluate the prior year's process and identify improvements. The goal of this discussion is to foster collaboration and ensure everyone has an opportunity to voice their opinions, helping to make the report stronger and more effective.

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, 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 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 — emphasizes planned revenues, expenses, and policy direction.	Past-oriented — emphasizes 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 and control spending throughout the year.	Used by auditors, regulatory agencies, bondholders, 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-term and 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 managers to prepare a Budget Adjustment or Amendment 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 within their department. 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.

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.

In the event of a declared District Emergency, the GM, in consultation with the Board, 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.

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 class pays its fair share of the District's cost to serve.

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 9, 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 to encourage conservation. 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	Monthly 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
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

Actual 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 acre-foot 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.

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 financial statements audited. 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.

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 to respond 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 funded 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 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

Picture Pending

Financial Summary

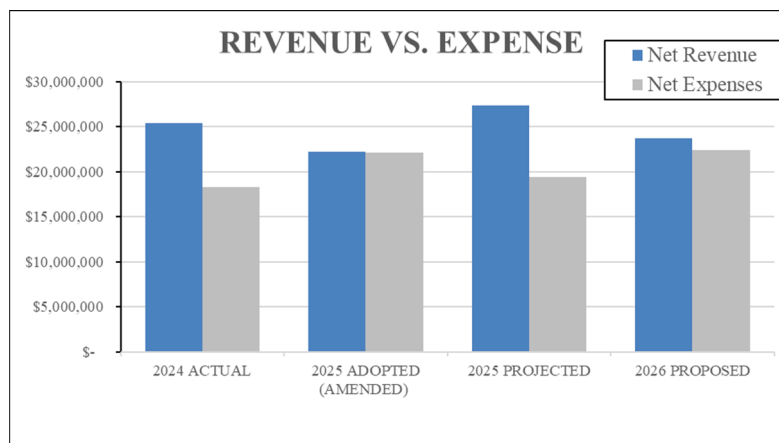
Budget Summary

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 \$22,425,900, 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 \$1,317,600.

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	Difference (Proposed - Adopted)
Gross Revenue	\$ 25,759,100	\$ 24,097,000	\$ 29,098,500	\$ 25,876,900	\$ 1,779,900
Less Capacity Charges	344,900	1,908,900	1,737,300	2,133,400	224,500
Net Revenue	\$ 25,414,200	\$ 22,188,100	\$ 27,361,200	\$ 23,743,500	\$ 1,555,400
Gross Expenses	\$ 22,293,173	\$ 26,096,600	\$ 23,426,500	\$ 26,763,300	\$ 666,700
Less GASB 68 Pension Expense	361,114	215,000	292,600	361,200	146,200
Less GASB 75 OPEB Expense	80,006	111,300	111,300	99,700	(11,600)
Less Depreciation	3,587,565	3,616,300	3,651,900	3,876,500	260,200
Net Expenses	\$ 18,264,487	\$ 22,154,000	\$ 19,370,700	\$ 22,425,900	\$ 271,900
Net Increase/(loss)	\$ 7,149,713	\$ 34,100	\$ 7,990,500	\$ 1,317,600	\$ 1,283,500

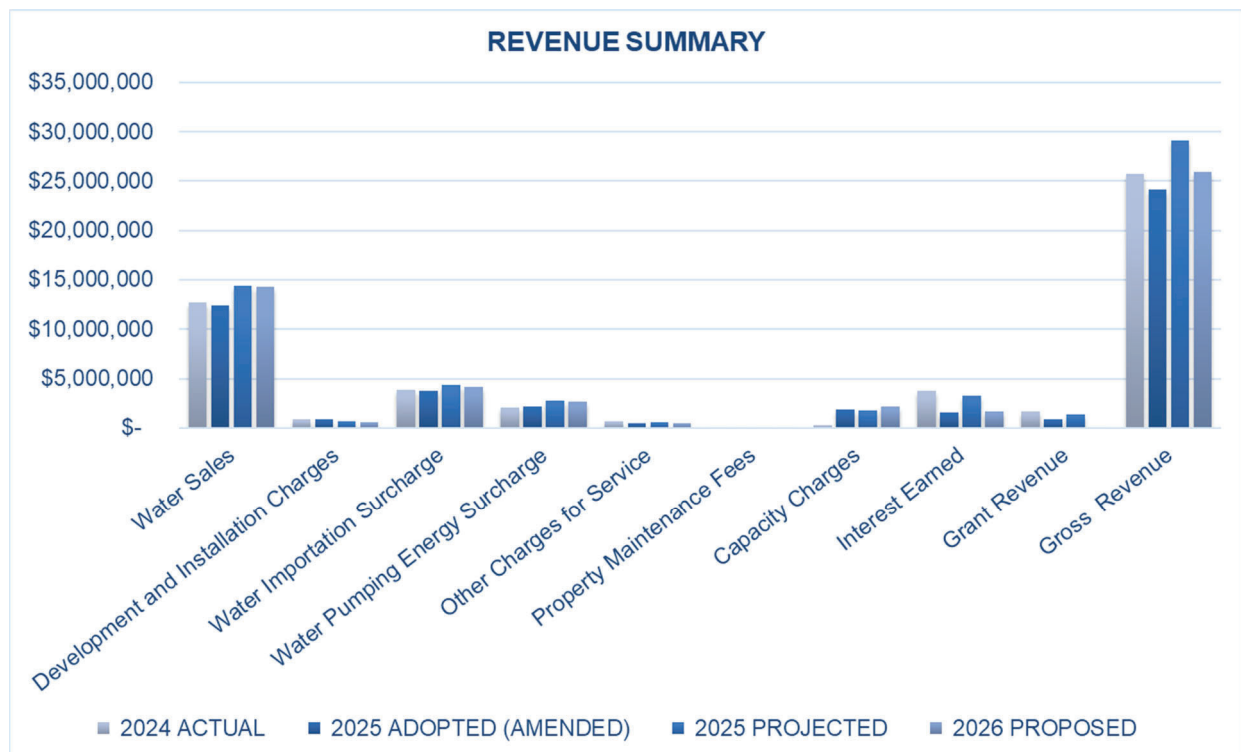


Revenue Summary

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 FY 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 expected from higher investment income, resulting from elevated interest rates, and from grant reimbursements associated with ongoing capital and infrastructure projects.

	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



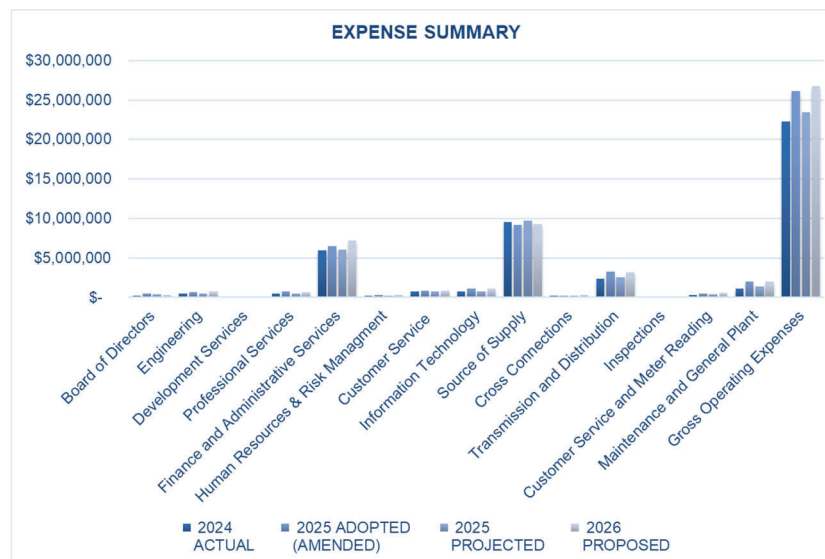
Expenses Summary

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.

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	9,201,000	9,708,000	9,231,300	30,300
Cross Connections	177,067	251,200	189,800	291,600	40,400
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	550,000	112,000
Maintenance and General Plant	1,109,640	2,025,800	1,339,300	2,002,900	(22,900)
Gross Operating Expenses	\$ 22,293,173	\$ 26,096,600	\$ 23,426,500	\$ 26,763,300	\$ 666,700





2025 Statement of Revenues, Expenses, and Changes in Fund Balance

Pending

2026 Statement of Revenues, Expenses, and Changes in Fund Balance

Pending



Details by Department

PICTURE PENDING

Operating and Non-Operating Revenues provided, however, Expenses are pending line-by-line review before being drafted.

Each section would then be broken down by department, and division, and would include mini-org charges, department goals and accomplishments, division summaries, and expenses per division.

Revenue Details

Operating Revenue

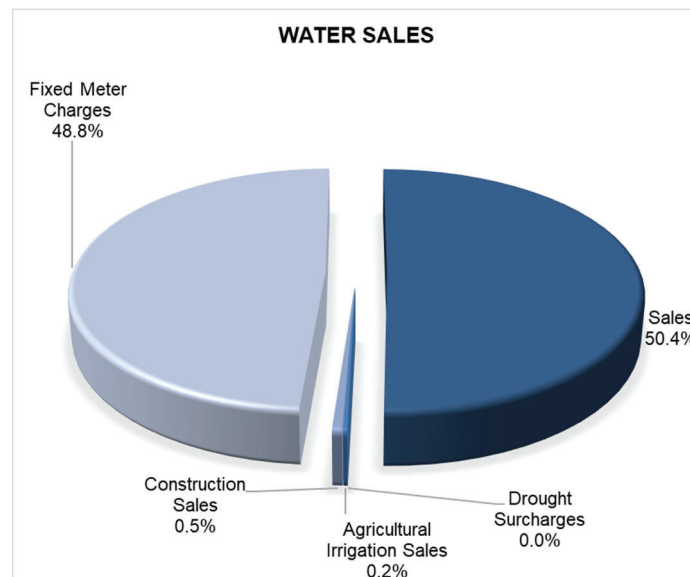
Water Sales

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>

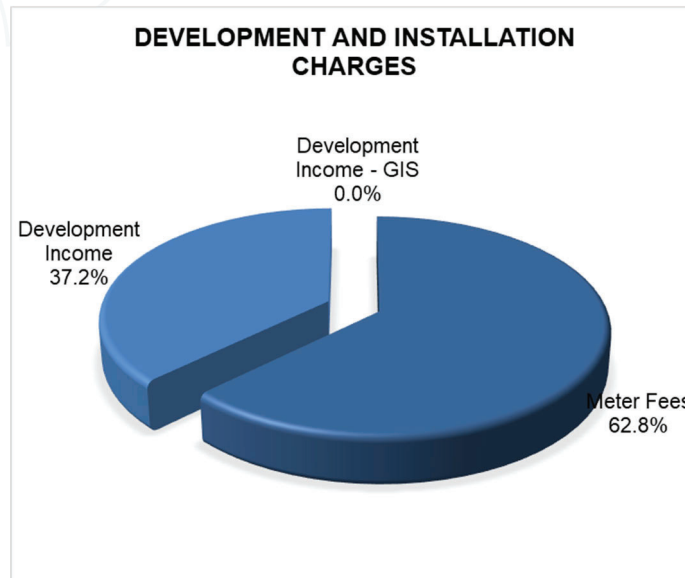


Development and Installation Charges

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.

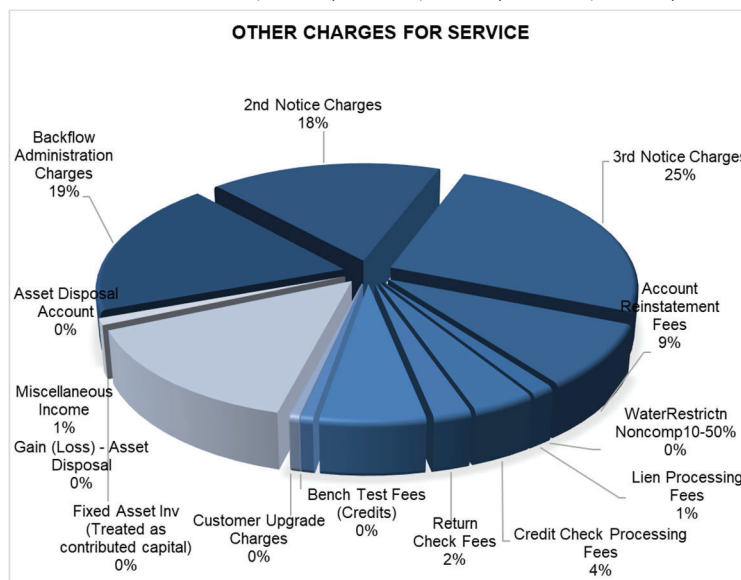
		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Water Pumping Energy Surcharge						
01-50-510-415011	SCE Power Charges	\$ 2,040,000	\$ 2,212,800	\$ 2,748,900	\$ 2,625,700	\$ 412,900

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 and the expected continuance of declining interest rates, a 5.3% increase from the 2025 budgeted rates.

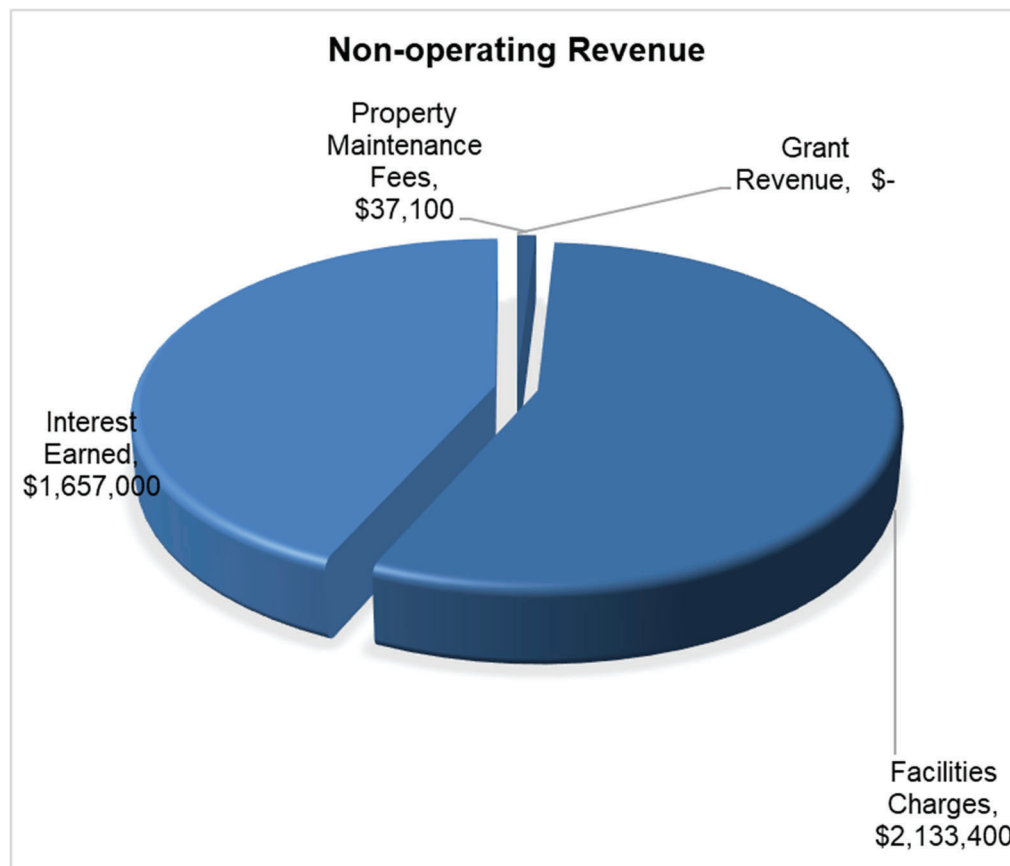
		2024 ACTUAL	2025 ADOPTED (AMENDED)	2025 PROJECTED	2026 PROPOSED	CHANGE (Proposed less Adopted- Amended)
Interest Earned						
01-50-510-490001	Interest Income - Bonita Vista	\$ 300	\$ 300	\$ 200	\$ 100	\$ (200)
01-50-510-490011	Interest Income - Fairway Canyon	223,100	192,000	229,600	159,200	(32,800)
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)





Details by Account

Pictures Pending

Pending Expense review

Note: Account Descriptions will be removed from the document and will instead be used as an internal supplemental and training report

Acronyms, Abbreviations, and Glossary of Terms

Acronyms and Abbreviations

AB	Assembly Bill
A/C	Air Conditioner
ACFR	Annual Comprehensive Financial Report
ACH	Automated Clearing House
ACWA	Association of California Water Agencies
ADC	Actuarially Determined Contribution
AED	Automated External Defibrillator
AF	Acre-Foot or Acre-Feet
AF-shares	Acre-Feet Shares
AFY	Acre-Feet per Year
AI	Artificial Intelligence
AMR/AMI	Automated Meter Reading/Advanced Metering Infrastructure
ARPA	American Rescue Plan Act
ASCE	American Society of Civil Engineers
Authority	Sites Project Authority
AWWA	American Water Works Association
BBWM	Beaumont Basin Watermaster
BCVWD	Beaumont-Cherry Valley Water District
BOD	Board of Directors
CalPERLA	California Public Employers Labor Relations Association
CalPERS	California Public Employees Retirement System
CCF	Centum (hundred) Cubic Feet
CCMT	Certified California Municipal Treasurers
CEPPT	California Employers' Pension Prefunding Trust
CEQA	California Environmental Quality Act
CERBT	California Employers' Retiree Benefit Trust
Chandler	Chandler Asset Management Advisory Service
CIB	Capital Improvement Budget
CIP	Capital Improvement Plan
CMTA	California Municipal Treasurers Association
COLA	Cost of Living Adjustment
CPR	Cardiopulmonary Resuscitation
CSMFO	California Society of Municipal Finance Officers
CSR	Customer Service Representatives
Delta	Sacramento-San Joaquin Delta
DCA	Delta Conveyance Authority
DCP	Delta Conveyance Project
DDW	Division of Drinking Water
DIP	Ductile Iron Pipe
DWR	Department of Water Resources
EAP	Employee Assistance Program
EDU	Equivalent Dwelling Unit
EIR	Environmental Impact Report
EIS	Environmental Impact Statement
EOC	Engineering Operations Center

FICA	Federal Insurance Contributions Act
FSA	Flexible Spending Account
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
GPS	Global Positioning System
HP	Horsepower
HR	Human Resources
HRIS	Human Resources Information System
IRS	Internal Revenue Service
IT	Information Technology
LAFCO	Local Agency Formation Commission
LAIF	Local Agency Investment Fund
LED	Light Emitting Diode
LF	Linear Feet
MAF	Million Acre Feet
MDP-Line 16	Master Drainage Plan Line 16 Storm Drain Project
MG	Million Gallons
MISAC	Municipal Information Systems Association of California
MOU	Memorandum of Understanding
MS-ISAC	Multi-State Information Sharing & Analysis Center
NCRF	Noble Creek Recharge Facility
NEPA	National Environmental Policy Act
NFPA	National Fire Protection Act
NPDES	National Pollutant Discharge Elimination System
NPL	Net Pension Liability
OCWD	Orange County Water District
OPEB	Other Post-Employment Benefits
OSHA	Occupational Safety and Health Administration
PEPRA	Public Employees' Pension Reform Act
Program	Certificate of Achievement for Excellence in Financial Reporting Program
PZ	Pressure Zone
RCFC&WCD	Riverside County Flood Control and Water Conservation District
RWQCB	Regional Water Quality Control Board
SAWPA	Santa Ana Watershed Project Authority
SB	Senate Bill
SCADA	Supervisory Control and Data Acquisition
SCE	Southern California Edison
SDLF	Special District Leadership Foundation
SGPRWA	San Geronio Pass Regional Water Alliance
SGPWA	San Geronio Pass Water Agency
SHRM	Society for Human Resource Management
SPA	Sites Project Authority

SQL	Structured Query Language
SWP	State Water Project
SWRCB	State Water Resources Control Board
TDH	Total Dynamic Head
UAL	Unfunded Accrued Liability
UCMR 5	Fifth Unregulated Contaminated Monitoring Rule
USA	Underground Service Alert
USACE	U.S. Army Corps of Engineers
WCD	Water Conservation District
WRCOG	Western Riverside Council of Governments
WSCP	Water Shortage Contingency Plan
WWTP	Wastewater Treatment Plant
YVWD	Yucaipa Valley Water District

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

PICTURE PENDING

Engineering is still working on the review of the summary as well as the details for the major projects for 2026.

Provided is a item to highlight specific projects to be completed in 2026 (qty 3 to start) as well as the tables of information, pending final review

Project: Project Name

Project ID: CIP list #



Project Manager	Department or Name	Total Project Cost	\$xx
Project Type	Potable, NonPotable, etc.	2026 Cost Portion	\$xx
Est. Completion	xx 2026	Useful Life	xx years

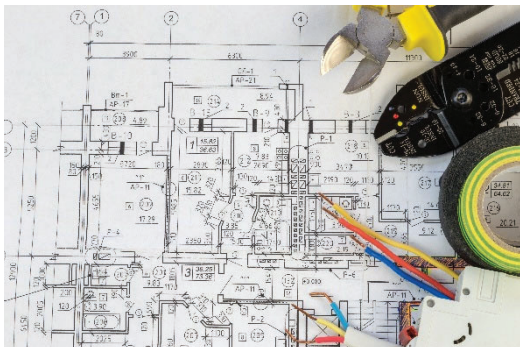
Project Description

Like an Executive Summary, 2-3 sentences that describes what the project is, possibly including the location.

Project Background

Detailed description of the project, including why the District is doing it and why it is important to our customers.

If we want the projects to be 1 page in the document, we can have smaller pictures or have a link to the website where we can expand on the status of the projects (not yet discussed with IT).



If we do have small maps, or small additional picture, we can add something like this text box to further explain what we are doing.



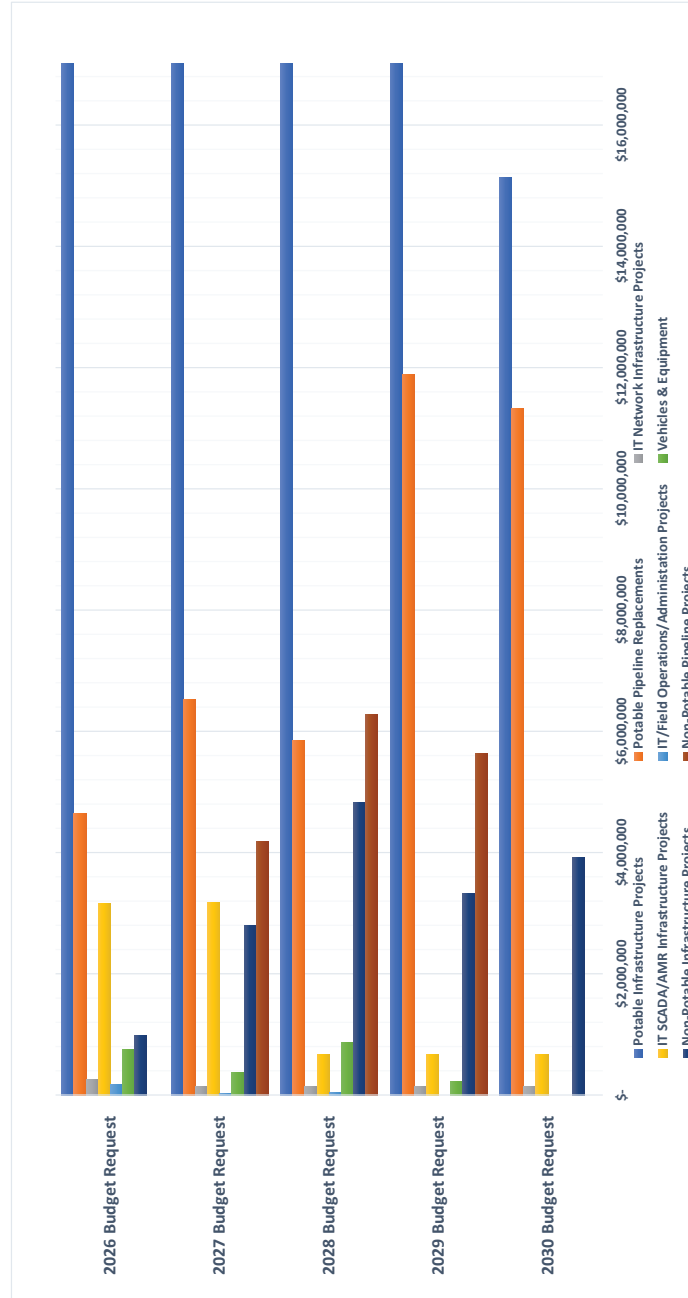
Beaumont-Cherry Valley Water District
2026-2030 Capital Improvement Budget

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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		\$ 21,214,900	\$ 20,321,900	\$ 31,452,700	\$ 17,013,300	\$ 15,132,300	\$ 105,135,100
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		751,700	379,500	870,700	227,400	-	2,229,300
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		\$ 31,178,800	\$ 37,551,500	\$ 50,132,300	\$ 38,898,100	\$ 31,192,600	\$ 188,953,300





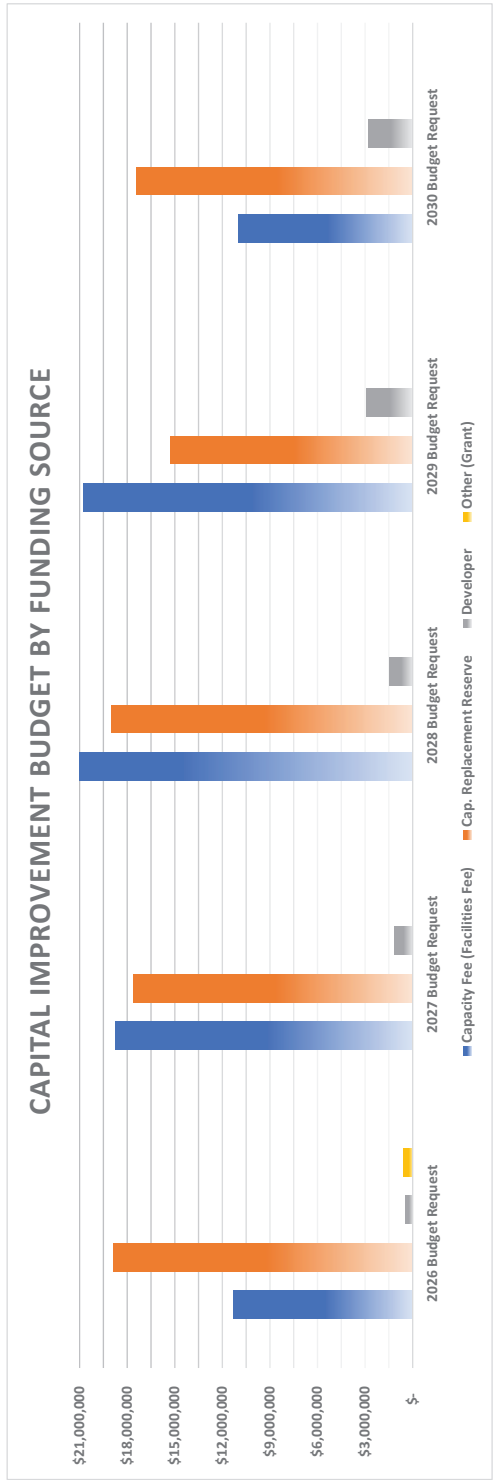
Beaumont-Cherry Valley Water District
2026-2030 Capital Improvement Budget

Appendix B

2026-2030 Capital Improvement Budget by Funding Source

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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)		\$ 11,300,200	\$ 18,764,300	\$ 29,657,500	\$ 20,728,100	\$ 10,950,400	\$ 91,400,500
Cap. Replacement Reserve		18,852,000	17,615,800	19,011,800	15,250,800	17,428,200	88,158,600
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		\$ 31,178,800	\$ 37,551,500	\$ 50,132,300	\$ 38,898,100	\$ 31,192,600	\$ 189,953,300





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

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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	-	-	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	(2)	2020	2650 to 2520 Zone Pressure Regulator on Champions Dr.	-	-	-	-	395,800	395,800	Cap Repl
PR-2650-0002	(2)	2020	2650 to 2520 Zone Pressure Regulator (Legacy Highlands)	-	-	-	-	395,800	395,800	Cap Charge
W-2650-0001	(2)	2027	New 2650 Zone Well_0001	-	2,495,200	595,500	5,494,300	-	8,585,000	Cap Charge
W-2650-0002	(2)	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	(2)	2030	2750 Zone to 2850 Zone Legacy Highlands Booster Pump Station	-	-	-	-	-	821,500	Cap Charge
M-2750-0001	(2)	2017	2850/2750 Pressure Reducing Station & Piping (Cherry Reservoir)	65,100	-	-	-	-	65,100	Cap Repl
T-2750-0001	(2)	2020	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
(2)	(2)	2022	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	(2)	2020	Replace 2750 Zone Well 3	-	-	-	-	2,551,700	2,551,700	Cap Repl
W-2750-0009	(2)	2026	Well 3 Landscape Improvements and Block Wall	-	103,200	-	-	-	103,200	Cap Repl
W-2750-0010	(2)	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	(2)	2020	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	(2)	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	(2)	2029	Well Head Treatment Plant Well 25 Cr V	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)	2027	2 MG 3040 Zone Tank_0001	1,212,300	289,300	2,669,500	-	-	4,171,100	Cap Charge
PR-3330-0001	(2)	2027	Highland Springs Reservoir Recoat & Retrofit	-	-	91,800	281,100	-	372,900	Cap Repl
TM-3330-0001	(2)	2022	3330 to 3150 Lower Mesa, Noble Regulator	-	91,300	-	-	-	91,300	Cap Charge
BP-3620-0001	(2)	2029	Lower Edgar Reservoir Recoat & Retrofit	228,300	699,400	-	-	-	927,700	Cap Repl
BP-3620-0001	(2)	2029	3620 Zone to 3900 Zone Booster Pump Station	-	-	-	255,300	2,338,500	2,593,800	Dev
BP-3620-0001	(2)	2029	3620 to 3330 Fisher Pressure Regulator_0001	-	-	-	200,300	-	200,300	Cap Charge
BP-3620-0001	(2)	2029	Add 3rd Booster Pump and Fire Pump at HS Hydro pneumatic	-	-	-	295,100	-	295,100	Cap Charge, Dev
BP-3620-0001	(2)	2029	Improvements to Eighth St., Cherry and Starlight Basins	-	-	-	730,700	-	1,438,800	Cap Charge
WR-Sundance WQ Basin	(2)	2028	Marshall Creek Stormwater Capture	-	-	708,100	-	-	1,438,800	Cap Charge
WR-Marshall Creek Stormwater	(2)	2028	Beaumont Ave and Brookside Ave Stormwater Metering	-	-	92,800	-	-	188,600	Cap Charge
WR-Recharge Facility Metering	(2)	2028	Edgar Canyon Stormwater Capture Enhancements	-	-	92,800	-	-	188,600	Cap Charge
WR-Edgar Canyon Stormwater	(2)	2030	Grand Avenue Storm Drain	-	-	-	-	81,200	81,200	Cap Repl
WR-Grand Ave SD	(2)	2030		100,000	-	-	-	-	100,000	Cap Repl
Total Potable Infrastructure Projects				21,214,900	20,321,900	31,452,700	17,013,300	15,132,300	105,135,100	
Potable Pipeline Replacements										
P-2750-0025	(2)	2025	Maple Ave., 1st St to 3rd St	-	79,700	319,000	-	-	398,700	Cap Repl
P-2750-0029	(2)	2030	Maple Ave. 5th to 4th St. Under 1-10 in bore. Replacing existing 6"	-	-	-	-	100,400	100,400	Cap Repl
P-2750-0032	(2)	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	(2)	2030	Alligherty St., 6th to UNC Apartments	-	-	-	-	21,400	21,400	Cap Repl
P-2750-0037	(2)	2027	Maple Ave., 6th to 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

DRAFT

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		2026	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		2025	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		2026	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		2026	9th St., Elm Ave. to Euclid Ave.	-	78,400	313,700	-	-	392,100	Cap Repl
P-2750-0047		2026	9th St., Beaumont Ave. to Palm Ave.	-	78,400	313,700	-	-	392,100	Cap Repl
P-2750-0048		2026	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		2026	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		2027	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		2027	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		2026	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		2027	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	-	-	448,800	-	-	561,000	Cap Repl
P-2750-0067	(2)(4)	2024	Elm Ave.-Wellwood Ave. Alley, 7th St. to 5th St.	-	-	45,800	-	-	228,800	Cap Repl
P-2750-0068	(2)(4)	2024	Elm Ave., 6th to 7th	-	-	26,600	-	-	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		2026	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)	2026	2023-2024 Service Lateral Replacement Project	-	-	97,500	389,900	-	487,400	Cap Repl
P-2750-0099	(2)	2024	Orange Avenue, 6th Street to 8th Street	133,600	612,900	-	-	-	746,500	Cap Repl
S-2750-0001	(2)	2025	Service Replacements - Elm Alley & Wellwood Alley - 8th Street to 10th Street	299,700	-	-	-	-	299,700	Cap Repl



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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		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 Axadia 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.	-	-	-	-	97,900	122,400	Cap Repl
P-3040-0006	2027		Lincoln St. Noble St. to Cherry Ave	-	-	-	91,500	365,000	456,500	Cap Repl
P-3040-0007	2027		Lincoln St. Cherry Ave to Jonathan Ave	-	-	-	93,700	374,800	468,500	Cap Repl
P-3040-0008	2028		Lincoln St. Jonathan Ave to Winesap Ave	-	-	-	81,600	326,400	408,000	Cap Repl
P-3040-0009	2017	(2)(1)(b)	3040 Pressure Zone Cherry Avenue/International Park Road Transmission Pipeline	293,000	-	-	-	-	293,000	Cap Charge, Cap Repl
P-3040-0010	2026		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	2024	(2)(b)	Lincoln St., Noble St to West end	-	-	-	-	-	449,300	Cap Repl
P-3040-0022	2029		Friendship Dr., Vineland St. to End of unpaved road	89,800	359,500	-	-	-	183,000	Cap Repl
P-3040-0023	2024	(2)(b)	Bing Pl	-	-	-	-	146,400	146,400	Cap Repl
P-3040-0024	2024	(2)(b)	Star Ln, Sky Ln, and View Dr to end of cul-de-sac	11,400	127,100	-	-	-	138,500	Cap Repl
P-3040-0025	2024	(2)(b)	Utica Way, Vineland St to View Dr.	31,800	127,100	-	-	-	158,900	Cap Repl
P-3040-0026	2024	(2)(b)	Lincoln Ave. from Winesap to Bellflower Ave	142,500	570,200	-	-	-	712,700	Cap Repl
P-3040-0028	2029		Delicious Lane - replace in kind from Lincoln to end of Cul-de-sac.	-	-	-	75,800	303,200	379,000	Cap Repl
P-3040-0029	2030		Pippin Way from Delicious Ln to end of Cul-de-sac	-	-	-	-	44,300	44,300	Cap Repl
P-3040-0030	2030		Rome Beauty way from Delicious Ln to end of Cul-de-sac	-	-	-	-	32,000	32,000	Cap Repl
P-3040-0031	2030		Dutton St., Cherry Ave. to Bellflower Ave. Replace existing 6" and 4" steel waterlines.	-	-	-	-	100,900	100,900	Cap Repl
P-3150-0001	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-3150-0002	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-3150-0004	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-3150-0005	2029		South of line from Bridges to Dutton, along Int'l Park Rd	-	-	-	36,200	144,600	180,800	Cap Repl
P-3150-0006	2030		In Dutton St, from Cherry Ave west to Freedom Cir	-	-	-	-	49,300	49,300	Cap Repl
P-3150-0007	2030		In Jonathan Ave, from Dutton south to 10252 Cherry Ave (dead-end)	-	-	-	42,000	167,800	209,800	Cap Repl
P-3150-0008	2030		In Jonathan Ave, from Dutton south to 10296 Jonathan Ave (dead-end)	-	-	-	-	43,900	43,900	Cap Repl
P-3150-0009	2030		In Winesap Ave, from Dutton Ave south to 10264 Winesap Ave (dead-end)	-	-	-	-	43,900	43,900	Cap Repl
P-3150-0010	2030		In Bellflower Ave, from Dutton Ave south to 10285 Bellflower Ave (dead end)	-	-	-	-	34,200	34,200	Cap Repl
P-3150-0011	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-3330-0001	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-3330-0002	2024	(2)(b)	Ave. Sonrisa, Ave San Timoteo to Ave. Miravilla. Replacing 6" and 4" waterlines	250,400	1,001,600	-	-	-	1,252,000	Cap Repl
P-3330-0003	2029		Ave. Miravilla, from Uiac 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-3330-0005	2026	(2)	From Avenida Sonrisa, north to Avenida Miravilla through Alley	90,600	415,400	-	-	-	506,000	Cap Repl
P-3330-0007	2026		From south end of P-3330-0005, south to 9584 Avenida Miravilla	-	-	-	165,000	660,000	825,000	Cap Repl



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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" Lower Edgar Tank	-	-	541,000	2,164,100	-	2,705,100	Cap Repl
P-3620-0003		2029	"A" Line - Lower Edgar to split north of Apple Tree Lane Tract	-	-	-	345,700	1,382,600	1,728,300	Cap Repl
P-3620-0004		2028	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 Geronimo 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		2028	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		2028	Ave. Miravilla, from Whispering Pines (approx. at 9150 Whispering Pines) south to intersection of Ave Altojo Bella, Ave Altura Bella (wagon wheel). East along Avenida Altojo Bella to southern end of P-3620-0012	-	-	-	-	196,000	196,000	Cap Repl
P-3620-0013		2028	Ave. Miravilla, Ave. from wagon wheel west to Lilac Lane	-	-	-	-	90,400	90,400	Cap Repl
P-3620-0016	(2)	2025	Replace existing 4" line within parcel (Hoffman Property)	34,200	137,000	-	-	-	171,200	Cap Repl
Total Potable Pipeline Replacements				4,652,500	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
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
IT-NETW-0014	(5)	2024		251,600	139,600	141,900	144,200	146,500	823,800	
Total IT Network Infrastructure Projects										
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	(6)	2024	Back- End SCADA Software and Equipment	304,800	61,900	62,900	63,900	64,900	558,400	Cap Repl
IT-SCAD-0008	(6)	2025	Current / Retro Telemetry CIP	121,900	123,900	125,900	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-ADMIN-0001		2017	Digitized Fileroom Project	89,500	-	-	-	-	89,500	Cap Repl
IT-ADMIN-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 #84 Replacement	-	-	-	-	-	-	
VE-TRUK-0003	(8)	2026	2018 Ford F-150 Reg Cab (Sept., 2018) Unit #85 Replacement	-	-	-	-	-	-	



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VE-TRUK-0004	(8)	2025	2018 Ford F-250 Reg Cab 4 X 4 (Aug, 2017) Unit #33 Replacement	-	-	-	-	-	-	-
VE-TRUK-0005	(8)	2025	2018 Ford F-250 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	(8)	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	(8)	2024	2007 John Deere Backhoe 3105SG (Aug, 2009)	-	200,000	-	-	-	200,000	Cap Repl
VE-HEAV-0003	(8)	2027	Loader 938G	-	-	365,000	-	-	365,000	Cap Repl
VE-HEAV-0005	(2)	2025	Water Truck	150,000	-	-	-	-	150,000	Cap Repl
VE-HEAV-0006	(8)	2026	Skidsteer tractor with attachments	-	-	250,000	-	-	250,000	Cap Repl
VE-HEAV-0007	(8)	2028	D-5 Dozer Dual Slope	483,000	-	-	-	-	483,000	Cap Repl
VE-EQIP-0002	(8)	2026	Ingersoll Rand Air Compressor (Dec, 2008)	-	-	20,300	-	-	20,300	Cap Repl
VE-EQIP-0003	(8)	2028	Water Buffalo (Feb, 2018)	-	-	-	8,500	-	8,500	Cap Repl
VE-EQIP-0004	(8)	2027	400W Light Tower w/Generator (Dec, 2017)	-	-	20,000	-	-	20,000	Cap Repl
VE-EQIP-0005	(8)	2024	NEW 400W Light Tower w/Generator	-	20,000	-	-	-	20,000	Cap Repl
Total Vehicles & Equipment				751,700	379,500	870,700	227,400	-	2,229,300	-
Non-Potable Infrastructure Projects										
NEO-0000-0001	(8)	2019	Recycled Water Conversion and Implementation	250,000	100,000	398,800	-	-	748,800	Cap Charge
NW-2400-0001	(8)	2028	San Timoteo Creek Non-Potable Water Extraction Well	-	250,000	1,000,300	1,036,300	-	2,286,600	Cap Charge
NT-2400-0001	(8)	2023	100,000 Gallon 2400 PZ Non-Potable Tank	60,000	63,400	195,200	-	-	318,600	Cap Charge
NR-2600-0001	(8)	2027	2600 Zone Non-Potable Regulation and Metering Station_0001	-	-	-	120,600	287,900	408,500	Cap Charge
NR-2600-0002	(8)	2023	2600 Zone Non-Potable Regulation and Metering Station_0002	-	-	-	-	-	-	Cap Charge
NBP-2600-0001	(8)	2024	Non-Potable Booster Pump Station at CoB Wastewater Treatment Plant	-	-	-	1,023,400	2,442,400	3,465,800	Cap Charge
NBP-2600-0002	(8)	2024	Non-Potable Booster Pump Station at CoB Wastewater Treatment Plant Expansion	-	-	186,200	444,300	-	630,500	Cap Charge
NR-2800-0001	(8)	2023	2800 Zone Non-Potable Regulation and Metering Station_0001	426,000	439,600	-	-	-	865,600	Cap Charge
NR-2800-0002	(8)	2023	2800 Zone Non-Potable Regulation and Metering Station_0002	-	-	439,700	453,800	-	893,500	Cap Charge
NT-2800-0001	(8)	2023	2 MG 2800 PZ Non-Potable Tank	250,000	1,952,500	2,018,900	-	-	4,221,400	Cap Charge
NBP-2800-0001	(8)	2026	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										
NP-2600-0001	(2)	2023	Oak Valley Parkway, from westerly end of existing 24" waterline, west to the existing City of Beaumont Lift station/Tukwet Canyon Golf Course maintenance yard.	-	927,900	-	-	-	927,900	Cap Charge, Dev
NP-2600-0005	(8)	2026	From the NR-2800-0004, along Cherry Valley Blvd west to I-10 freeway.	-	-	3,227,900	-	-	3,227,900	Cap Charge
NP-2600-0006	(8)	2027	From the end of NP-2600-0005, west across the bridge along Cherry Valley Blvd crossing I-10 freeway	-	-	-	1,967,700	-	1,967,700	Cap Charge
NP-2600-0009	(8)	2025	Along the future alignment of Potrero Blvd, from 4th Street south to NP-2600-0008.	-	-	-	-	-	-	Cap Charge, Dev



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NP-2800-0001		2024	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		2027	California Ave., 1st Street south to Hwy 79	-	-	-	1,571,700	-	1,571,700	Cap Charge, Dev
NP-2800-0006		2024	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		2024	1st St, from Commerce Way east to Highland Springs Ave	-	880,900	-	-	-	880,900	Cap Charge
NP-2800-0008		2024	Highland Springs Ave, 2nd St to 1st St.	-	413,200	-	-	-	413,200	Cap Charge
NP-2800-0009		2027	Within Palm Ave. Crossing 6th Street to connect existing waterlines	-	-	-	-	-	-	Cap Charge
NP-2800-0010		2027	Noble Cr. Meadows, Cougar Way to Oak Valley Pkwy	-	-	-	152,200	-	152,200	Cap Charge
NP-2800-0012		2027	Oak Valley Pkwy, from Oak View Dr. east to 750 ft w/o Elm Ave.	-	-	-	395,300	-	395,300	Dev
NP-2800-0014		2027	Oak Valley Parkway from Noble Cr. Meadows east to Palm Ave	-	1,400,700	-	836,100	-	836,100	Cap Charge
NP-2800-0016		2025	7th Street from Veile Ave southwest to California Ave	-	553,000	-	-	-	1,400,700	Cap Charge
NP-2800-0017		2025	Along Oak Valley Pkwy from Palm Ave to Cherry Ave	-	-	-	-	-	553,000	Cap Charge
NP-2800-0020		2025	Along 4th Street from Veile Ave to Rangel Park	-	-	757,100	-	-	757,100	Cap Charge
				-	-	324,700	-	-	324,700	Cap Charge
			Total Non-Portable Pipeline Projects	-	4,175,700	-	6,284,600	-	16,099,600	
			Total Capital Improvement Program	\$ 31,178,800	\$ 37,551,500	\$ 50,132,300	\$ 38,898,100	\$ 31,192,600	\$ 188,953,300	
			Capacity Charges	11,300,200	18,764,300	29,657,400	20,728,100	10,950,400	91,400,400	
			Cap. Repl. Res.	18,852,000	17,615,700	19,011,900	15,250,800	17,428,200	88,158,600	
			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	\$ 31,178,800	\$ 37,551,500	\$ 50,132,300	\$ 38,898,100	\$ 31,192,600	\$ 188,953,300	

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 1 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.
- (2) Phase 1 could be structured so that the estimated remaining cost of \$19,318,925 could be deferred longer than this schedule provides for. Project was begun in prior year(s) or approved by Board to begin, ongoing, with inflationary factors as appropriate.
- (3) 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
- (4) Pipeline replacement projects are close to beginning construction, which should be done by end of 2026
- (5) Pipeline replacement projects originally scheduled to begin construction in 2025 have been deferred due to the City of Beaumont's street paving moratorium.
- (6) 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.
- (7) Project is ongoing, all have been reconciled as one project
- (8) Grant funding for this project has been exhausted, remaining cost for AMI phase
- (9) 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.
- (10) 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 Geronimo 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. Project was identified in 2025-2029 CIB as T-3040-0001 PZ Pipeline.