San Gabriel County Water District
Special Meeting of the Board of Directors
8366 Grand Ave
Rosemead, CA 91770

November 10, 2026

3:00 P.M.

AGENDA

Call to Order

1. **Pledge of Allegiance**

2. **Roll Call**

Director DeLaTorre	_____
Director Sauceda	_____
Director Taylor	_____
Director Mamdapurkar	_____
Director Vera	_____

3. **Additions, Re-order and Adoption of the Agenda:**

   Motion:
   Second:
   Action:

4. **Public Comment on Agenda and Non-Agenda items**

   Anyone wishing to discuss items on and not on the agenda may do so at this time

5. **Discussion of the District's 2027 Proposed Budget**

   Motion:
   Second:
   Action:

6. **Adjournment**

   Motion:
   Second:
   Action:

Materials related to an item on this agenda submitted after distribution of the agenda packet are available for public review at the District office, located at 8366 Grand Ave., Rosemead, CA 91770.
If you have special needs because of a disability which make it difficult for you to access or participate in the meeting, please contact the District Finance & Administration Manager, (626) 287-0341, by at least noon on the Monday preceding the meeting. The District will attempt to make arrangements to accommodate your attendance.

DRAFT

SAN GABRIEL COUNTY WATER DISTRICT

PROPOSED

2027 BUDGET

James P. Prior
Secretary/General Manager

MISSION

The mission of San Gabriel County Water District is to provide high-quality water for residential, commercial; industrial and fire protection uses that meets or exceeds all local, state and federal standards and to provide courteous and responsive service at the most reasonable cost to our customers.

	ACTUAL 2025	ACTUAL 2026	PROPOSED 2027
REVENUE			
Operational	10,593,316	11,213,989	11,766,014
Non-Operational	1,041,240	898,100	813,500
Total Revenue	11,634,556	12,112,089	12,579,514
Capital Contributions	454,358		
EXPENDITURES			
Operating Expense			
Production	2,217,491	2,576,224	3,123,160
Transmission/Distribution	687,698	805,066	891,982
Customer Service/Meter Reading	402,334	420,456	539,694
General/Administrative	3,532,853	4,201,973	4,267,356
Depreciation Expense	1,371,798		
Total Operating Expense	8,212,174	8,003,719	8,822,192
Reserve	0	0	1,000,000
Capital Expenditures		6,385,000	2,757,322
Total Expenses	8,212,174	14,388,719	12,579,514
NET GAIN OR LOSS	3,876,741	(2,276,630)	0

TABLE 3-2

REVENUE

ACCT. NO.	DESCRIPTION	ACTUAL 2025	ACTUAL 2026	PROPOSED 2027	
	OPERATIONAL	10,593,316	11,213,989	11,766,014	
	NON-OPERATIONAL	1,041,240	898,100	813,500	
	TOTAL REVENUE	11,634,556	12,112,089	12,579,514	
	OPERATIONAL REVENUE	5,080,184	5,784,727	5,835,264	water
		4,159,217	4,767,762	5,169,750	meter
404000/404029	Water Sales	9,239,400	10,552,489	11,005,014	
10-41-4100	Cross Connection Admin. Fees	7,496	7,400	7,400	
10-41-4101	Fire Flow Fee	0	0	0	
10-41-4102	Fire Prevention (DC)	65,303	38,000	36,000	
10-41-4103	City of S.G Hydrant Rental	3,828	3,850	3,850	
10-41-4104	Late Fees	55,596	48,000	48,000	
10-41-4105	Ordinance Violation	0	0	0	
10-41-4106	Reconnection Fee	400	500	500	
10-41-4107	Return Payment Fee	4,111	3,500	4,000	
10-41-4108	Shut Off Fee	18,336	17,000	18,000	
10-41-4109	Water Connection Fee	768,223	200,000	250,000	
10-41-4111	Meter Tampering Fee	500	0	0	
10-45-4500	Water Quality Authority Assessment	61,918	64,750	64,750	
10-48-4805	Developer's Fees	90,081	125,000	125,000	
10-48-4821	Ground Water Basin Lease	274,050	150,000	200,000	
10-48-4825	Fire Flow Revenue	4,074	3,500	3,500	
	TOTAL OPERATIONAL REVENUE	10,593,316	11,213,989	11,766,014	
	NON-OPERATIONAL REVENUE				
10-48-4800	American Tower - Metro PCS	23,651	23,000	23,000	
10-48-4803	Enersponse Inc	9,512	8,000	8,000	
10-48-4810	Interest: LAIF	724,127	700,000	640,000	
10-48-4811	Interest: Time Value Investment	69,754	40,000	30,000	
10-48-4812	Interest Revenue Other	5,447	0	0	
10-48-4813	Miscellaneous Income	25,230	2,000	2,500	
10-48-4817	Unclaimed Deposit	0	100	0	
10-48-4820	Insurance Reimbursements	0	0	0	
10-48-4822	Lease Revenue	0	0	0	
10-48-4824	Grand Lease Revenue	141,630	125,000	110,000	
10-58-5892	Unrealized Gains/Losses	41,889	0	0	
10-59-5961	Gains & Loss on Sales of Asset	0	0	0	
	TOTAL NON-OPERATIONAL REVENUE	1,041,240	898,100	813,500	

*Water Sales Based on 4,800 acre feet

TABLE 3-3

PRODUCTION AND SUPPLY

ACCT. NO.	DESCRIPTION	ACTUAL 2025	ACTUAL 2026	PROPOSED 2027
	SALARIES			
10-50-5001	Salaries	$398,218	$518,174	$645,110
10-50-5002	Overtime	$8,435	$8,000	$8,000
	Sub-Total Salaries	406,653	526,174	653,110
	OPERATIONS AND MAINTENANCE EXPENSE			
10-50-5006	Supplies /Tools	1,820	4,500	4,500
10-50-5007	Truck	9,458	14,000	19,000
10-50-5008	Training/Travel	2,641	4,000	5,000
10-50-5040	Water Quality Expense/Chlorinators	47,552	50,000	70,000
10-50-5041	Water Quality Monitoring (samples)	30,770	30,000	35,000
10-50-5050	MSGB Watermaster Assessment	751,414	800,000	800,000
10-50-5051	Lease Water Rights	0	0	0
10-50-5052	Water Quality Authority Assessment	64,750	64,750	64,750
10-50-5053	Raymond Basin Assessment	38,761	39,000	39,000
10-50-5061	Electric Power	698,864	710,000	730,000
10-50-5062	Gas Power	236	300	300
10-50-5069	Reservoirs	14,886	75,000	10,000
10-50-5070	SCADA	36,852	20,000	20,000
10-50-5071	Pump/Motor Equipment	40,203	150,000	350,000
10-50-5072	Building/Grounds	57,676	55,000	55,000
10-50-5073	Production Maintenance Contract	14,403	23,500	40,000
10-50-5076	Generator Fuel and Expenses	552	10,000	2,500
10-50-5077	Treatment Plant Maintenance	0	0	225,000
	Sub-Total Expense	1,810,838	2,050,050	2,470,050
	PROGRAM TOTAL	*2,217,491*	*2,576,224*	*3,123,160*
	PERSONNEL AUTHORIZED	3.50	4.50	5.00

TABLE 3-4

TRANSMISSION AND DISTRIBUTION

ACCT. NO.	DESCRIPTION	ACTUAL 2025	ACTUAL 2026	PROPOSED 2027
	SALARIES			
10-51-5001	Salaries	$430,676	$441,566	$507,982
10-51-5002	Overtime	6,235	7,500	7,500
	Sub-Total Salaries	436,911	449,066	515,482
	OPERATIONS AND MAINTENANCE EXPENSE			
10-51-5006	Tools	6,222	10,000	15,000
10-51-5007	Truck	27,674	26,000	30,000
10-51-5008	Training / Travel	2,646	4,000	5,000
10-51-5101	Distribution Mains/Leaks	71,064	75,000	75,000
10-51-5102	Paving	62,217	100,000	100,000
10-51-5103	Service Leaks	39,247	70,000	70,000
10-51-5104	Large Meter Testing & Repair	19,974	27,500	30,000
10-51-5105	Meter Exchange Program	0	0	0
10-51-5106	Fire Hydrant Maintenance	846	2,000	2,000
10-51-5107	Gate Valve Maintenance	1,169	2,000	2,000
10-51-5108	Permits	6,552	20,000	20,000
10-51-5110	Shop	3,726	5,000	5,000
10-51-5111	Uniforms	11,697	12,500	17,500
10-51-5199	Inventory Adjustment	(2,246)	2,000	5,000
	Sub-Total Expense	250,787	356,000	376,500
	PROGRAM TOTAL	*687,698*	*805,066*	*891,982*
	PERSONNEL AUTHORIZED	4.00	4.50	4.50

TABLE 3-5

CUSTOMER SERVICE/METER READING/BILLING

ACCT. NO	DESCRIPTION		ACTUAL 2025	ACTUAL 2026	PROPOSED 2027
	SALARIES				
10-56-5001	Salaries - Field		$113,326	$105,264	$113,436
10-56-5002	Overtime		$21,830	$20,000	$20,000
10-57-5001	Salaries - Office		$200,138	$211,092	$316,158
	Sub-Total Salaries		335,293	336,356	449,594
	OPERATIONS AND MAINTENANCE EXPENSE				
10-56-5006	Billing Supplies		18,011	20,000	20,000
10-56-5007	Truck		3,846	6,000	6,000
10-56-5008	Training / Travel		546	2,000	2,000
10-57-5008	Training / Travel		625	2,000	2,000
10-57-5701	Internet Service		8,975	16,000	16,000
10-57-5702	Postage		28,344	31,000	35,000
10-57-5703	Uncollectable Accounts		4,722	2,000	3,000
10-57-5707	Cash Over/Short		0	100	100
10-57-5709	Conservation Education		1,973	5,000	6,000
	Sub-Total Expense		67,041	84,100	90,100
	PROGRAM TOTAL		*402,334*	*420,456*	*539,694*
	PERSONNEL AUTHORIZED				
		Field	1.50	1.00	1.00
		Office	2.50	2.50	3.50
		Total	4.00	3.50	4.50

TABLE 3-6

GENERAL AND ADMINISTRATIVE

ACCT. NO.	DESCRIPTION	ACTUAL 2025	ACTUAL 2026	PROPOSED 2027
	SALARIES			
10-58-5001	Salaries	$814,250	$821,568	$1,008,456
	OPERATIONS AND MAINTENANCE EXPENSE			
10-58-5006	Office and Computer Supplies	25,140	30,000	40,000
10-58-5007	Automobile	5,998	8,000	9,000
10-58-5008	Convention/Travel/Training	12,441	12,000	13,000
10-58-5009	Tuition Reimbursement	12,977	25,000	15,000
10-58-5810	Health/Vision/Life Insurance	560,532	726,105	734,000
10-58-5811	Medicare	29,880	37,000	39,000
10-58-5812	Dental	76,124	90,000	90,000
10-58-5820	Public Employees Retirement System	803,765	978,000	1,137,900
10-58-5830	Insurance	122,932	124,000	132,000
10-58-5831	Audit Fees	13,000	13,000	13,000
10-58-5832	LAFCO Operating Costs	3,728	3,800	4,000
10-58-5833	Miscellaneous Bank Charges	33,622	2,000	5,000
10-58-5834	Legal/Professional	55,476	57,000	57,000
10-58-5835	Building and Grounds	56,295	60,000	55,000
10-58-5836	Maintenance Contracts & Renewals	303,467	322,000	407,000
10-58-5837	Alarm Rental	3,229	4,000	4,000
10-58-5838	Outside Consultants	85,969	74,500	75,000
10-58-5839	Outside Services	1,452	2,500	2,500
10-58-5842	Public Relations	35,702	52,000	25,000
10-58-5844	Communications	21,652	20,000	30,000
10-58-5845	Regulatory Fees (AQMD/NPDES/CDPH)	65,047	86,000	90,000
10-58-5846	Safety Equipment	5,362	8,000	6,000
10-58-5847	Safety Incentives	5,209	7,500	7,500
10-58-5848	Elections	295	0	0
10-58-5849	Dues/Memberships	32,175	30,000	32,000
10-58-5850	Office/Warehouse Utilities	32,153	37,000	40,000
10-58-5851	Grand Rental Maintenance	34,383	40,000	40,000
10-58-5860	Conv/Travel - C. DeLaTorre	4,112	5,000	5,000
10-58-5861	Conv/Travel - A. Mamdapurkar	0	5,000	5,000
10-58-5862	Conv/Travel - J. Prior	4,688	5,000	5,000
10-58-5863	Conv/Travel - L. Taylor	0	5,000	5,000
10-58-5864	Conv/Travel - Vera	2,291	5,000	5,000
10-58-5865	Conv/Travel - D. Sauceda	2,879	5,000	5,000
10-58-5904	Pre-Employment Physicals	502	1,000	1,000
10-58-5909	PERS Employer Pepra	0	0	0
10-58-5914	GASB 68 Deferred Contributions	(355,305)	0	0
10-58-5915	GASB 68 Expense	780,267	0	0
10-59-5950	PERS Trust Contributions	500,000	500,000	125,000
10-59-5951	OPEB - Deferred Contributions	(645,766)	0	0
10-59-5960	GASB 75 Expense (OPEB)	(233,870)	0	0
10-70-7000	Capital Expenditures	2,563,331	0	0
10-70-7099	Capital Transfer	(2,342,530)	0	0
999	Rounding	0	0	0
	Sub-Total Expense	2,718,603	3,380,405	3,258,900
	PROGRAM TOTAL	*3,532,853*	*4,201,973*	*4,267,356*
	PERSONNEL AUTHORIZED	4.50	4.50	5.00

		CAPITAL IMPROVEMENTS	PROPOSED 2027
		MAINLINE REPLACEMENT	2,157,322
		SERVICE REPLACEMENT	200,000
		METERS	80,000
		FIRE HYDRANTS	80,000
		TRUCK	40,000
		OFFICE EXPANTION	200,000
		Total	2,757,322

November 10, 2026

To: Board of Directors

From: General Manager

Subject: Discussion, Consideration and Action on Possible Water Rate Adjustment, Effective January 1, 2027.

In July 2024 the District hired IB Consulting to do a rate study and came up with the results that the District should increase rates and revisit rates each year after the initial rate increase. These rates are taken from Scenario 1 uniform rates.

One of the major reasons the District should increase the rates is that the District needs to increase its reserve revenues for future projects. The District just used some of it's reserves to build the Well 12 treatment plant and the 10 freeway crossing project.

January 1, 2027, proposed rate uses the uniform rates set up in 2025. The increase this year will be a 5% increase over last year.

The proposed rate increase is based on cost of service.

	Current Rates	Proposed Rate
Water Commodity Rate	**2026**	**2027**
	$2.71	**$2.85**

Water Service Meters	**Currents Rates**	**Proposed Rate**
Meter Size	**2026**	**2027**
5/8 inch	**$51.49**	**$54.07**
3/4 inch	**$65.17**	**$68.44**
1 inch	**$92.51**	**$97.14**
1 1/2 inch	**$160.86**	**$168.91**
2 inch	**$365.94**	**$384.24**
3 inch	**$707.70**	**$743.09**
4 inch	**$1391.25**	**$1460.83**
6 inch	**$2074.80**	**$2178.55**

Fire Service Meters	Current Rates	Proposed Rates
Meter Size	**2026**	**2027**
2 inch	**$24.14**	**$25.35**
3 inch	**$24.14**	**$25.35**
4 inch	**$24.14**	**$25.35**
6 inch	**$24.14**	**$25.35**
8 inch	**$24.14**	**$25.35**

Recommendation:

Staff recommend The Board of Directors approve the District's Proposed Water Rates and Charges, as shown in the tables above, effective January 1, 2027.

November 10, 2026

To: Board of Directors

From: General Manager

Subject: 2027 Proposed Budget

The proposed budget of revenue, operating expenditures and capital improvements for calendar year 2027 is attached. Staff propose a rate increase according to the 2025 water cost of service rate study for the 2027 budget. Revenues are estimated for selling 4,700-acre feet of water. This year's budget also includes the addition of two new positions. We would like to add the position of Regulatory Compliance Specialist, this position would handle the new regulations regarding zero turf compliance, Urban Water Management Planning and other duties that are attached in the job description. We would also like to add the position of Web coordinator/Clerk. This position will save the District revenue by taking over many of the website and social media duties that the current website vendor does. There is a job description for this position attached. There are increases in Production and Supply, Customer Service and General Administrative salaries due to addition of new positions. Capital will show a major decrease since the two big projects from last year should be completed this year. We are also adding a line item for reserve contribution. We have also put over two million dollars towards mainline replacement and have also added a 3% cost of living raise with the CPI attached.

Listed below are budgeted items that have either increased or decreased by a considerable sum from 2027.

- Acct. No 10-50-5071 $150,000 to $350,000 Due to Well 9 Rehab
- Acct. No 10-58-5820 $978,000 to $1,137,900 PERS Increase
- Acct. No 10-58-5836 $322,000 to $407,000 Maintenance Contracts
- Acct. No 10-59-5950 $500,000 to $125,000 PERS Trust Contributions

Acct. No 10-50-5071 The increase in this account is because we are starting to see problems in well 9 and we will need to rehab it in 2027.

Acct. No 10-58-5820 Increase in this account is due to the higher cost of PERS and two new positions.

Acct. No 10-58-5836 The cost for Maintenance Contracts has gone up due to all the new software we have to purchase due to state regulations and tracking non-functional turf.

Acct. No 10-59-5950 PERS Trust contributions has decrease this year due to that we have over paid in the last few years.