

NOTICE OF REGULAR MEETING OF BOARD OF DIRECTORS

DATE: Wednesday, September 20, 2023

TIME: 5:30 p.m. Closed Session
7:00 p.m. Open Session (time approximate)

PARTICIPATION: **In Person:**
Zone 7 Administration Building
100 North Canyons Parkway, Livermore, California
Zoom Webinar:
[https://us02web.zoom.us/j/873 5774 6953](https://us02web.zoom.us/j/87357746953)

To join the meeting, click the link above or enter Meeting ID 873 5774 6953 into the Zoom app on your smartphone or computer. Alternatively, you may join by phone by calling (669) 900-6833 and entering the Meeting ID.

Any member of the public desiring to address the Board on an item under discussion may do so upon receiving recognition from the President.

In compliance with the Americans with Disabilities Act, the meeting room is wheelchair accessible and disabled parking is available at the Zone 7 Administrative Building lot. If you are a person with a disability and you need disability-related modifications or accommodations to participate in this meeting, please contact the Executive Assistant, Donna Fabian, at (925) 454-5000 or fax (925) 454-5723. Notification 48 hours prior to the meeting will enable Zone 7 to make reasonable arrangements to ensure accessibility to this meeting. {28 CFR 35.102-35, 104 ADA Title II}.

AGENDA

1. Call Zone 7 Water Agency Meeting to Order
2. Closed Session
 - a. Conference with Real Property Negotiators – Property: APN 946-1350-4
Agency Negotiators: Valerie Pryor, Jarnail Chahal and Rebecca Smith
Negotiating Parties: Zone 7 Water Agency and Jamieson Company, LLC
Under Negotiation: Price and terms of payment
 - b. Conference with Real Property Negotiators (Government Code Section 54956.8):
Water Transfers/Sale of Surplus State Water Project Supplies. Under negotiation:
Price, terms, and amounts. Negotiating parties: General Manager Valerie Pryor,
General Manager Mark Gilkey, and Engineering-Manager Sheridan Nicholas

- c. Conference with Labor Negotiators pursuant to Government Code section 54954.5: Agency Negotiators: Valerie Pryor/Osborn Solitei Employee Organizations: Alameda County Management Employees Association; Alameda County Building and Construction Trades Council, Local 342, AFL-CIO; International Federation of Professional and Technical Engineers, Local 21, AFL-CIO; Local 1021 of the Service Employees International Union, CTW; Unrepresented Management
- d. Conference with Legal Counsel – Existing litigation pursuant to Gov’t Code section 54956.9(d) (1): (1) County of Butte v. California Department of Water Resources (California Supreme Court No. S258574, (2) State Water Contractors v. California Department of Fish & Wildlife (Fresno County Superior Court, filed April 29, 2020), (3) Thomason v. Morrow (Alameda County Superior Court No. 18918041), (4) Stark v. Alameda County Flood Control and Water Conservation District, Zone 7 (Alameda County Superior Court Case No. 22-CV-5837), (5) Bautista v. Alameda County Flood Control and Water Conservation District, Zone 7 (Alameda County Superior Court Case No. 22-CV-10679); (6) In re: Aqueous Film-Forming Foams Products Liability Litigation (S.D. South Carolina, MDL No. 2:18-mn-2873-RMG)
- e. Conference with Legal Counsel – Anticipated Litigation: Initiation of litigation pursuant to § 54956.9(d) (one case)

3. Open Session and Report Out of Closed Session

4. Pledge of Allegiance

5. Roll Call of Directors

6. Public Comment on Non-Agenda Items

The Public Comment section provides an opportunity to address the Board of Directors on items that are not listed on the agenda, or informational items pertinent to the agency's business. The Board welcomes your comments and requests that speakers present their remarks in a respectful manner, within established time limits, and focus on issues which directly affect the agency or are within the jurisdiction of the agency. The Board will not be able to act on matters brought to its attention under this item until a future board meeting.

7. Minutes

- a. Regular Board Meeting Minutes of August 16, 2023

8. Consent Calendar

- a. Award of Contract to TerraVerde Energy, LLC. for Zone 7 Electric Vehicle Supply Equipment Design for North Canyons and Parkside Locations
- b. Award of On-Call Contract for Weed Control Spraying Service for Flood Protection Facilities
- c. Adoption of the Updated Integrated Pest Management Policy
- d. Septic Tank Application for Non-Residential Use at 1114 Greenville Road

Recommended Action: Adopt Resolutions

9. Annual Report on Human Resources Activities

Recommended Action: Information Only

10. Conceptual Regional Groundwater Development

Recommended Action: Adopt Resolution

11. Award of Contract to EKI Environment and Water, Inc. (EKI) for the Livermore Valley Hydrogeologic Investigations and Groundwater Model Update

Recommended Action: Adopt Resolution

12. Discussion of Funding of Candidate Statements

Recommended Action: Discuss and Provide Direction

13. Declaration of Flood Preparedness Week: October 21-28, 2023

Recommended Action: Adopt Resolution

14. Committees

- a. Finance Committee Meeting Notes of August 15, 2023
- b. Administrative Committee Meeting Notes of August 22, 2023
- c. Water Resources Committee Meeting Notes of August 29, 2023

15. Reports – Directors

- a. Written Reports
- b. Verbal Reports

16. Items for Future Agenda – Directors

17. Staff Reports

- a. General Manager's Report
- b. August Outreach Activities
- c. Legislative Update
- d. Monthly Water Inventory and Water Budget Update
- e. Investment Report as of June 30, 2023 (Unaudited)
- f. Camp Parks Endowment Trust Fund Annual Report
- g. Annual Pension Trust Fund Report as of June 30, 2023 (Unaudited)
- h. Scarlett Drive Mitigation Area Fund Endowment Annual Report

18. Adjournment

19. Upcoming Board Schedule: (All meeting locations are in the Boardroom at 100 North Canyons Parkway, Livermore, unless otherwise noted.)

- a. Finance Committee Meeting: October 12, 2023, 11:00 a.m.
- b. Regular Board Meeting: October 18, 2023, 7:00 p.m.

MINUTES OF THE BOARD OF DIRECTORS
ZONE 7

ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

REGULAR MEETING
August 16, 2023

The following were present:

Directors: Dawn Benson
Sandy Figuers
Dennis Gambs
Laurene Green
Kathy Narum
Sarah Palmer

Directors Absent: Angela Ramirez Holmes

Staff: Valerie Pryor, General Manager
Osborn Solitei, Treasurer/Assistant General Manager – Finance
Jarnail Chahal, Acting Assistant General Manager – Engineering/Operations
Brandon Woods, Senior Engineer
Kevin Padway, Water Resources Planner
Amanda Rogers, Administrative Assistant

General Counsel: Rebecca Smith, Downey Brand

Item 1 – Call Zone 7 Water Agency Meeting to Order

President Figuers called the Regular Meeting of the Board of Directors to order at 7:00 p.m.

Item 2 – Closed Session

The Board went into Closed Session at 6:00 p.m. and came out of Closed Session at 6:27 p.m.

Item 3 – Open Session and Report Out of Closed Session

President Figuers stated that the Board will report out of Closed Session during Item 9.

Item 4 – Pledge of Allegiance

President Figuers led the Pledge of Allegiance.

Item 5 – Roll Call of Directors

Director Ramirez Holmes was absent.

Item 6 – Public Comment

Public comment was received from Lisa Anderson.

Item 7 – Minutes

Director Benson made a motion to approve the Regular Board Meeting minutes of July 19, 2023, and Director Narum seconded the motion. The minutes were approved by a voice vote of 6-0 with Director Ramirez Holmes absent.

Item 8 – Consent Calendar

Valerie Pryor, General Manager, pulled Item 8c to move it to a future Board Meeting.

Director Palmer made a motion to approve Items 8a, 8b, 8d, 8e, 8f and 8g and Director Narum seconded the motion. The Consent Calendar was approved by a voice vote of 6-0 with Director Ramirez Holmes absent.

Item 9 – Water Operations 2023

Valerie Pryor, General Manager, stated that this item was the report out of Closed Session. Kevin Padway, Water Resources Planner, presented an overview of the 2023 water supply conditions, operations plan, water transfer option, and recommended next steps. Mr. Padway stated that with a State Water Project allocation of 100%, it was unlikely Zone 7 could use or store all of the water. Given this, Zone 7 has arranged for a potential sale of up to 12,000 acre-feet at \$125 per acre-foot.

Director Gambs asked what would happen to the unsold water. Mr. Padway explained that it would be stored in the San Luis Reservoir; however, it is likely to be at risk of spilling.

Director Palmer noted that \$125 is a reasonable price for the Agency because there is currently an abundance of water.

Director Narum made a motion to approve the item and Director Green seconded the motion. The Item was approved by a roll call vote of 6-0 with Director Ramirez Holmes absent.

Item 10 – Stoneridge PFAS Treatment Facility Project Construction Update

Brandon Woods, Senior Engineer, gave a progress update on the construction. He began by presenting an overview of the project which covered the project scope, cost, funding sources, in service date, and explained how the project supports multiple Strategic Plan Initiatives. Mr. Woods noted that the overall status was green and shared progress photos of the construction since January. As the facility is completed, staff are performing extensive training from the media supplier Purolite. The remaining work includes the outstanding underground piping and disinfection of all piping, the installation of IX resin in all vessels by the media supplier, and startup/commissioning.

Public comment was received by Kelly Abreu, a resident of Fremont.

Osborn Solitei, Treasurer/Assistant General Manager – Finance, stated that staff would present Item 12 and then Item 11.

Item 12 – Training on Bond Disclosure Responsibilities Under the Federal Securities Laws

Kevin Savalas, from Stradling Yocca Carlson & Rauth, gave the Board brief training on bond disclosure responsibilities for Board members and staff. He explained why the disclosure was necessary when doing a public offering. While municipal issuers are not required to register with the SEC, they are subject to the anti-fraud provisions. Mr. Savalas explained rule 10b5, what is considered material, and the importance of not having material omissions. Any issuer of municipal bonds must sign a contract on the date of issuance in which they promise the underwriter of the bonds that they will do an annual report, which tells investors how well they are doing.

He talked about the official statement called Zone 7 Disclosure, which is the equivalent of a corporate prospectus. He described the contents of the disclosure and said that Stradling would help staff prepare the document. The process will include multiple drafts and a due diligence review session before it is given to the underwriters.

He described the responsibilities and obligations of the Board, emphasizing the importance of familiarizing themselves with the official statement. A federal securities rule of particular importance to the Board members is called speaking to the market, which emphasizes the importance of making accurate and complete statements when talking about granular information to the press. That is particularly important during the period in which the bonds are being offered.

He discussed the extensive training that staff received on this subject and the importance of empowering staff. He complimented the agency on the involvement of its senior officials, its diligence and work product, and the attention to disclosure as a very good indication that the organization takes its obligations under the federal securities law seriously.

Director Figuers stated that he wished that Board members had been invited to the staff training. Mr. Savalas replied that there was a PowerPoint presentation that could be made available. Mr. Solitei added that he would make that available.

Item 11 – Debt Financing Status Update

Osborn Solitei introduced the item and stated that for the Chain of Lakes bonds, the Board authorized a reimbursement resolution in January for \$30 million. He then introduced the team from PFM Financial Advisors LLC (PFM) and the underwriters from the Siebert Group.

Darren Hodge, from PFM, gave an update on the status of the debt financing. He focused first on interest rates, discussing both historical and current rates. Mr. Hodge outlined some of the benefits and considerations of using shorter call options on debt issuance and compared several scenarios. He then discussed where the Agency is in the debt financing process, stating that PFM is currently in the process of assembling the preliminary official statement, resolution, and indenture to go to the Board in the fall. They are also preparing a ratings presentation that will be presented to rating agencies in order to get the bonds a credit rating before they go to market. In the fall, they will return to the Board for approval of the bonds, and then the bonds will be going to market the week of September 25 with a bond closing in early October. He discussed numerous factors that must be considered when choosing a bond sale date.

Public comment was given by Kelly Abreu, a resident of Fremont.

Item 13 – Appointment of Association of California Water Agencies Joint Powers Insurance Authority (ACWA-JPIA) Board Representative and Alternate Board Representative

Valerie Pryor, General Manager, stated that this item is for the Agency to appoint its representatives to ACWA-JPIA Board. She added that it is the practice of the Board that the Board President makes the appointments but that ACWA-JPIA requires adoption by Board resolution.

President Figuers selected Director Green for representative and Director Gambs for the alternate.

Director Palmer moved to approve the item and Director Green seconded it.

The item was approved by a voice vote of 6-0 with Director Ramirez Holmes absent.

Item 14 – Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting

Valerie Pryor, General Manager, stated that Zone 7 received a Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association for the Annual Comprehensive Financial Report. She added that this is the seventh year in a row Zone 7 has won this prestigious award for transparency in financial reporting.

Item 15 – Committees

President Figuers stated that he would be revising the Committee Rosters.

There were no comments on the Committee notes.

Item 16 – Reports – Directors

Director Palmer provided a written report and reminded the Board of the ACWA Region 5 tour on September 22nd. Director Green stated that she attended a PFAS Working Group.

Item 17 – Items for Future Agenda – Directors

There were no requests for items for a future agenda.

Item 18 – Staff Reports

There were no comments on the Staff Reports.

Item 19 – Adjournment

Director Benson asked to adjourn the meeting with thoughts and good wishes for the people of Lahaina, Maui.

President Figuers adjourned the meeting at 9:00 p.m.

ORIGINATING SECTION: Integrated Planning

CONTACT: James Carney/Ken Minn

AGENDA DATE: September 20, 2023

SUBJECT: Award of Contract to TerraVerde Energy, LLC. for Zone 7 Electric Vehicle Supply Equipment (EV chargers) Design for North Canyons and Parkside Locations

SUMMARY:

- This action is in support of Zone 7 Water Agency's Strategic Goal E – Effective Operations, and to implement the Strategic Plan Initiatives Initiative #16: Develop and Implement an Energy Strategy;
- The EV chargers will improve Zone 7's readiness for transition to a zero-emission fleet in accordance with current and future regulations.
- The scope of this contract includes electrical site assessment, system and site design, equipment selection recommendations, permitting support, and cost estimating to prepare a set of design packages that will be used for the construction bid phase for the EV chargers.
- During the design process, Zone 7 staff will oversee the design and equipment selection process to ensure that the selected equipment type and features are appropriate to Zone 7 operations. The contract also includes the development of an Operating Reference Guide to streamline the process of owning and maintaining the selected equipment.
- In accordance with Zone 7's Purchasing Policy, a competitive procurement process for professional services was completed to select a consulting firm. A Request for Proposals (RFP) was issued on July 13, 2023, and distributed to over two dozen qualified consultants. Three proposals were received and deemed qualified based on the evaluation criteria. A selection committee of Zone 7 staff reviewed the proposals and interviewed all three proposing firms. Based on the evaluation of proposals and the interviews, TerraVerde Energy was selected.
- TerraVerde Energy has proven experience in designing the type of Level 2 EV chargers, and it is knowledgeable about California's energy markets and the related regulatory environment that governs fleet electrification. It is also the current preferred provider of energy consulting services for the Association of California Water Agencies.

- Staff recommends that the Board authorize the General Manager to negotiate and execute a contract with TerraVerde Energy for a not-to-exceed amount of \$150,000, including 10% contingency.

FUNDING:

Funding for the Zone 7 Electric Vehicle Supply Equipment Design for North Canyons and Parkside Locations is available in the FY 2023-24 Amended Budget for Fund 120 – Water Enterprise Capital Renewal/Replacement & System-Wide Improvements Fund, and Fund 200 – Flood Protection Operations.

RECOMMENDED ACTION:

Adopt the attached Resolution.

ATTACHMENT:

Resolution

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO.

INTRODUCED BY
SECONDED BY

**Award of Contract for Zone 7 Electric Vehicle Supply Equipment (EV Charger)
Design for North Canyons and Parkside Locations**

WHEREAS, this agreement supports Zone 7 Water Agency's Strategic Goal E – Effective Operations, and implements the Strategic Plan Initiatives Initiative #16: Develop and Implement an Energy Strategy and Initiative #9: Continue to Maintain the Flood Protection System; and

WHEREAS, the availability of EV chargers at North Canyons and Parkside facilities will improve Zone 7's readiness for transition to a zero-emission fleet; and

WHEREAS, in accordance with Zone 7's Purchasing Policy, a competitive process was completed to select a consulting firm to provide EV charger design services. A Request for Proposals was issued on July 13, 2023, and three qualified proposals were received by the deadline; and

WHEREAS, upon review of the proposals, the selection committee determined that TerraVerde Energy, LLC. was best qualified to provide the requested services based on the evaluation criteria.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District, does hereby authorize the General Manager to negotiate and execute a professional services contract with TerraVerde Energy, LLC. to complete the Zone 7 Electric Vehicle Supply Equipment Design for North Canyons and Parkside Locations in an amount not-to-exceed \$150,000, including 10% contingency.

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSENT:

ABSTAIN:

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on September 20, 2023.

By: _____
President, Board of Directors

ORIGINATING SECTION: Flood Protection Maintenance
CONTACT: Michael Miller/Jarnail Chahal

AGENDA DATE: September 20, 2023

SUBJECT: Award of Contract for On-Call Weed Control Spraying Service for Flood Protection Facilities

SUMMARY:

- To support Zone 7's mission to deliver safe, reliable, efficient, and sustainable water and flood protection services, Zone 7 implements weed control spraying program for its flood protection facilities and the Chain-of Lakes area. This action is in support of Strategic Plan Initiatives No. 9 – Continue to maintain the flood protection system.
- Weed abatement is necessary along flood control channels/roads and at the Chain of Lakes for fire suppression, general accessibility, and maintain channel capacity. Zone 7 does not have in-house equipment or staff for weed control spraying; therefore, Zone 7 relies on an outside contractor to provide labor, materials, and equipment to perform this service.
- The existing five year on-call weed control spraying contract, which was bid in 2018, was \$259,000 per year. A total of \$495,000, was spent under the existing contract in the five-year period. The existing contract expired on July 1, 2023.
- Staff issued a Request for Quotes (RFQ) in July 2023 following established practices.
- Zone 7 received following two bids on August 31, 2023:

<u>Contractor</u>	<u>Bid Amount Per year</u>
RECON Environmental Inc., Oakland, CA	\$437,500.00
DeAngelo Contracting Services, Ontario, CA	\$603,640.00

- Zone 7 staff reviewed the bids and determined that the lowest responsive and responsible bidder is RECON Environmental Inc. with a bid price of \$437,500.
- Like the previous contract, the proposed on-call contract is structured such that payments will be made based on actual quantities used and the unit rates.
- The proposed contract amount is significantly higher than the previous contract because of increase in unit rates due to inflation and due to additional quantities budgeted to implement more proactive in-channel invasive vegetation removal in additional areas to maintain/restore channel capacity and to reduce reactive emergency responses.
- Staff recommends that the Board authorize the General Manager to:
 1. Negotiate, execute, and amend as needed a contract with RECON Environmental Inc. for weed control spraying for a not-to-exceed amount of \$1,443,750, for the three-year period (FY 2023-24 to FY 2025-26), which includes 10% contingency.

2. Amend the contract for two additional one-year terms (for FY 2026-27 and FY 2027-28), for a total five year not-to-exceed contract amount of \$2,406,250 (approximately \$481,250 per year, which includes 10% contingency), and adjust the hourly rate increases per the Engineering News Record Construction Cost Index for San Francisco as published by McGraw-Hill Publishing Company (ENR Index)

FUNDING:

Funding is available in the FY 2023-24 budget for Fund 200 – Flood Protection Operation and from Fund 100 – Water Enterprise for a portion of the maintenance of the Chain of Lakes area. Funding for additional years will be requested in subsequent budget requests.

RECOMMENDED ACTION:

Adopt the attached Resolution.

ATTACHMENT:

Resolution

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT
BOARD OF DIRECTORS

RESOLUTION NO.

INTRODUCED BY
SECONDED BY

**Award of Contract for On-call Weed Control Spraying Service
for Flood Protection Facilities**

WHEREAS, to support Zone 7's mission to deliver safe, reliable, efficient, and sustainable water and flood protection services, Zone 7 implements weed control spraying program for its flood protection facilities and the Chain of Lakes area; and

WHEREAS, this action is in support of Strategic Plan Initiative No. 9 – Continue to maintain the Flood Protection System; and

WHEREAS, following established practices, Zone 7 issued a Request for Quotes for weed control spraying services and received two bids; and

WHEREAS, staff has reviewed the bids and determined that the lowest responsive and responsible bidder is RECON Environmental Inc. with a bid amount of \$437,500 per year.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District does hereby authorize the General Manager to negotiate, execute, and amend as needed a contract with RECON Environmental Inc., for weed control spraying services for the three-year period (FY 2023-24, FY 2024-25 and FY 2025-26), for a not-to-exceed total contract amount of \$1,443,750, which includes 10% contingency; and

BE IT FURTHER RESOLVED that the General Manager be authorized to extend the contract for up to two additional one-year terms (for FY 2026-27 and FY 2027-28), for a total five year not-to-exceed contract amount of \$2,406,250, (approximately \$481,250 per year, includes 10% contingency), and adjust the hourly rate increases per the Engineering News Record Construction Cost Index for San Francisco as published by McGraw-Hill Publishing Company (ENR Index).

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSENT:

ABSTAIN:

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on September 20, 2023.

By: _____
President, Board of Directors

ORIGINATING SECTION: Water Supply Engineering
CONTACT: Athena Watson/Mona Olmsted

AGENDA DATE: September 20, 2023

SUBJECT: Adoption of the Updated Integrated Pest Management Policy

SUMMARY:

- In order to support Zone 7 Water Agency's (Zone 7) mission to deliver safe and reliable water and flood protection services, Zone 7 has been a member of the Alameda Countywide Clean Water Program (ACCWP) since 1991. Zone 7's participation in this program is in support of Strategic Plan Goal A – Reliable Water Supply and Infrastructure, and Goal D – Effective Flood Protection.
- The ACCWP consists of 17 member agencies, including Zone 7, who are Permittees of the Municipal Regional Stormwater National Pollutant Discharge Elimination System (NPDES) Permit (MRP). The California Regional Water Quality Control Board, San Francisco Bay Region, adopted the most recent Permit No. CAS612008 by Order No. R2-2022-0018 on May 11, 2022, which became effective on July 1, 2022.
- Similar to the previous versions of the permit, provision C.9, Pesticide Toxicity Control, of the current MRP requires that Permittees implement an Integrated Pest Management (IPM) policy.
- Zone 7 developed the initial IPM program in 2002, and adopted it as a Board policy in 2010, pursuant to the permit requirements of the MRP. During the May 2022 Board policies review and update effort, the IPM Policy was inadvertently rescinded via Resolution No. 22-41.
- Since the policy needs to be maintained, staff has updated the 2010 IPM Policy to reflect current Zone 7 information and to conform with the new MRP requirements. Key changes include deletion of the following:
 - Details of Zone 7 facilities
 - Chemical names and categories, which are subject to change
 - References to specific public agency partners who may apply pesticides for Zone 7
 - Discussion on the training, public education, and monitoring requirements, which are now included in the MRP and, therefore, no longer need to be part of the Policy
- Staff recommends that the Board adopt the attached resolution to adopt the updated IPM Policy.

FUNDING: N/A

RECOMMENDED ACTION: Adopt the attached Resolution.

ATTACHMENTS:

1. Board Resolution
2. Updated Integrated Pest Management Policy

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO.

INTRODUCED BY

SECONDED BY

Adoption of the Updated Integrated Pest Management Policy

WHEREAS, Zone 7's membership in the Alameda Countywide Clean Water Program supports Zone 7's mission to deliver safe and reliable water and flood protection services; and

WHEREAS, Zone 7's participation in the Alameda Countywide Clean Water Program is in support of Strategic Plan Goal A – Reliable Water Supply and Infrastructure, and Goal D – Effective Flood Protection; and

WHEREAS, along with the other 16 member agencies of the Alameda Countywide Clean Water Program, Zone 7 is a Permittee of the Municipal Regional Stormwater National Pollutant Discharge Elimination System Permit No. CAS612008 (MRP), issued by the California Regional Water Quality Control Board, San Francisco Bay Region; and

WHEREAS, Provision C.9, Pesticide Toxicity Control, of the MRP requires Permittees to implement an Integrated Pest Management (IPM) policy; and

WHEREAS, Zone 7 had an IPM Policy that was adopted in 2010, as required by the previous version of the MRP; and

WHEREAS, the IPM Policy was inadvertently rescinded via Resolution No. 22-41 during the May 2022 Board policies review and update effort; and

WHEREAS, the IPM Policy needs to be maintained as required by the current MRP.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District adopts the updated Integrated Pest Management Policy.

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSENT:

ABSTAIN:

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on September 20, 2023.

By: _____
President, Board of Directors

POLICY AND PROCEDURE

POLICY TITLE: Integrated Pest Management Policy	NUMBER: 2023-01	PAGE: 1 of 2
APPROVED BY: Zone 7 Board	REVISION:	EFFECTIVE DATE: TBD

1.0 BACKGROUND

The California Regional Water Quality Control Board, San Francisco Bay Region (Water Board), regulates discharges of stormwater into the San Francisco Bay through National Pollutant Discharge Elimination System (NPDES) permits. Zone 7 is a member the Alameda Countywide Clean Water Program and is a permittee of the Municipal Regional Stormwater NPDES Permit, No. CAS612008 (MRP). Zone 7 developed the initial Integrated Pest Management (IPM) program in 2002 pursuant to the NPDES Permit issued to the members of the Alameda Countywide Clean Water Program, the MRP's predecessor. In 2010, Zone 7 adopted the IPM Policy as required by the previous version of the MRP.

2.0 PURPOSE

Zone 7's Vision Statement is to provide excellent water and flood protection services to enhance the quality of life, economic vitality, and environmental health of the communities we serve. To fulfill this Vision Statement, Zone 7 is committed to operating its water and flood protection facilities in an environmentally sensitive manner to protect the health and vitality of urban streams. As part of this policy, Zone 7 is committed to training appropriate personnel on the policy, performing monitoring and inspections to protect urban streams and public information, and performing outreach to promote community awareness of watershed stewardship. Specifically, MRP Provision C.9, Pesticides Toxicity Control, seeks to prevent impairment of urban streams by pesticide-related toxicity. This provision requires Permittees to adopt and implement an IPM policy that minimizes reliance on pesticides that threaten water quality as defined by the MRP.

3.0 SCOPE

This policy applies to all facilities maintained by Zone 7 where pest management services are performed. Zone 7 uses contractors to perform its pest management activities. These services are conducted on flood control channels, water treatment sites, well fields, pump stations, pipeline appurtenances, reservoirs, and office buildings.

4.0 DEFINITIONS

When implementing this Policy, the following terms shall have the meanings hereinafter set forth unless the context indicates otherwise:

- Pest:** Any of the following that is, or is liable to become, dangerous or detrimental to the agricultural or nonagricultural environment, including but not limited to the following:
- a) Any insect, predatory animal, rodent, nematode, or any plant which grows where not wanted
 - b) Any terrestrial, aquatic, or aerial plant or animal, virus, fungus, bacteria, or other microorganism
- Pesticide:** Includes herbicides, insecticides, fungicides, rodenticides, etc.
- IPM:** Integrated Pest Management is an ecosystem-based strategy that focuses on long-term prevention of pests or their damage through a combination of techniques such as biological control, habitat manipulation, modification of cultural practices, and use of resistant varieties. Pesticides are used only after monitoring indicates they are needed according to established guidelines (and when it has been concluded that the use of non-chemical controls is insufficient), and treatments are made with the goal of removing only the target organism. Pest control materials are selected and applied in a manner that minimizes risks to human health, beneficial and nontarget organisms, and the environment (California Department of Pesticide Regulation, 2018).

5.0 GENERAL PROVISIONS

The following provisions shall apply to all of Zone 7's pest management activities unless otherwise provided for herein:

- (a) Zone 7 shall continue to implement its pest management program in accordance with all applicable state, federal, and local regulations and permits, including the applicable Municipal Regional Stormwater NPDES Permit.
- (b) Zone 7 shall continue to consider least toxic methods such as biological, cultural, mechanical, and chemical methods to accomplish pest management. Zone 7 may select a combination of biological, cultural, mechanical, and chemical techniques to the extent feasible and limit the use of pesticides considered a threat to water quality.
- (c) All Zone 7 pest management contractors shall implement the IPM Policy and Zone 7's pest management standard operating procedure.

HISTORY

Date	Action	Resolution
2002	Originally developed	No Resolution, staff level program only
June 16, 2010	Adopted	10-34010
June 15, 2022	Rescinded	22-41
September 20, 2023 (tentative)	Updated	TBD

ORIGINATING SECTION: Groundwater**CONTACT:** Michelle Parent/Ken Minn**AGENDA DATE:** September 20, 2023**SUBJECT:** Authorization for Non-Residential Use of Septic System at Topcon Positioning System, Inc., 1114 Greenville Road, (APN 099B-5600-004-25), Case #23-003**SUMMARY:**

- This action is in support of Zone 7 Water Agency's (Zone 7) Strategic Plan Goal C - Groundwater Management and to implement Initiative #7: Manage the GSA and implement the groundwater management plan.
- Zone 7's Resolution 1165 prohibits the use of septic systems for commercial or industrial uses unless approved by the Board of Directors.
- Topcon Positioning System, Inc (Topcon) has applied for Zone 7's approval for non-residential use of a septic system, an onsite wastewater treatment system (OWTS), for a heavy equipment testing facility of Topcon manufactured components installed on heavy construction equipment, such as Bulldozers, Motor Graders, and Excavators.
- The proposed project is on a currently undeveloped 60-acre parcel located at 1114 Greenville Road in Livermore (APN 099B-5600-004-25). This parcel is situated outside of the Livermore Valley Groundwater Basin and high nitrates areas of concern.
- The proposed land use includes one mobile fuel tank serviced by a vendor. Otherwise, the project does not involve the use, storage, or generation of hazardous materials other than those found in typical households;
- Currently, it is not feasible for this property to connect to the municipal sewer, and the property is not within proximity of the approved sewer extension (Measure P) for the South Livermore Valley Area.
- The proposed use is in compliance with the Zone 7 Wastewater Management Policy (WMP) that allows a maximum wastewater loading of one rural residential equivalence per five acres (1 RRE/5 Acres) when a community sewerage system is not yet available; this project's total wastewater loading is estimated to be 0.21 RRE/5 Acres.
- Based on the board-approved Zone 7 Septic Tank Review Decision Tree, the project meets the approval criteria and is in compliance with Resolution 1165. The approval will include a condition requiring the property to connect to the public sewer when it becomes available.

- The Water Resources Committee considered this item at the August 29 meeting and recommends the Board's approval.

FUNDING:

Not applicable.

RECOMMENDED ACTION:

Adopt the attached Resolution.

ATTACHMENTS:

1. Resolution
2. Project Wastewater Loading Worksheet
3. Zone 7 Septic Tank Approval Decision Tree
4. Project location map

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO.

INTRODUCED BY DIRECTOR
SECONDED BY DIRECTOR

**Authorization for a Commercial Use of Septic System at Topcon Positioning System,
Greenville Road, (APN 099B-5600-004-25), Case #23-003**

WHEREAS, the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District adopted the Wastewater Management Plan for the Unsewered, Unincorporated Area of Alameda Creek Watershed above Niles (Resolution No. 1037, May 19, 1982) to protect the surface and groundwater resources within the Zone; and

WHEREAS, the Wastewater Management Plan provides for strict controls on the use of septic tank systems, which may affect groundwater quality within the Zone 7 area; and

WHEREAS, the Board of Directors adopted a policy prohibiting the use of septic tanks for new development zoned for commercial or industrial uses that overlies the central, any of its fringe areas or subbasins, or any body of groundwater hydrologically connected with the main basin unless it can be satisfactorily demonstrated that the wastewater loading be no more than the loading from an equivalent rural residential unit (Resolution No. 1165, August 28, 1986); and

WHEREAS, on October 15, 1986, the Board of Directors approved a Zone 7 Septic Tank Review Procedure for commercial/industrial development, and the Procedure provides for special review by the Board of Directors of Septic Tank Permit Applications for Non-residential Use; and

WHEREAS, with the application dated March 31, 2023, Ms. Yesica Coronado seeks approval for the use of a septic tank system for an equipment testing site on a 60-acre parcel located at 1114 Greenville Road near Livermore; and

WHEREAS, the total wastewater loading generated onsite will be less than the allowable limit of one equivalent rural residential unit per 5 acres, and it is in compliance with Resolution 1165;

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors hereby makes the following findings regarding the application:

1. It is not feasible at this time for the onsite facilities to connect to a municipal sewer;

2. The proposed use conforms to the Zone 7 Wastewater Management Policy (WMP) that allows a maximum wastewater loading of one rural residential equivalence per five acres (1 RRE/5 Acres) when a community sewerage system is not yet available;
3. The proposed land use includes one mobile fuel tank serviced by a vendor. Otherwise, the proposed land use does not involve the use, storage, or generation of hazardous materials other than those found in typical households; and
4. There is no significant risk of contamination to the groundwater basin from the proposed septic system(s).

BE IT FURTHER RESOLVED that the septic tank use is deemed to be in compliance with Zone 7 Resolution No. 1165, but subject to the following conditions:

1. Zone 7's approval is contingent upon the Alameda County Environmental Health Department's approval for the design, installation, operation, and maintenance of the onsite wastewater treatment system.
2. No wastewater disposal other than that specifically approved herewith is allowed without prior approval by the Zone 7 Water Agency.
3. When a public sewer is extended within 200 feet of any onsite dwelling connected to the septic systems, the septic system shall be abandoned, and all building sewers shall be connected to the public sewer.

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSENT:

ABSTAIN:

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on September 20, 2023.

By: _____
President, Board of Directors

Project Wastewater Loading Worksheet
Greenville Road, Livermore
(Case # 23-003)

Facility	Qty	Loading Description	Sewage Flow Rate (GPD)	Days per week	Avg GPD	N Conc Mg/L ⁽¹⁾	Annual Nitrogen Loading lbs/yr	Rural Residential Equivalent (RRE)	RRE Prorated per 5 Acres	Max RRE⁽¹⁾
Tocon Product Testing ⁽³⁾	15	employees	15	2	64	90	18	0.53		-
Tocon Product Testing ⁽³⁾	6	employees	15	5	64	90	18	0.53		-
Tocon Product Testing ⁽³⁾	15	patrons	20	2	86	90	24	0.71		-
Tocon Product Testing ⁽³⁾	6	patrons	20	5	86	90	24	0.71		-
Total					300		84	2.47	0.21	12

(1) ACDEH OWTS Manual (2018)

(2) Acorn Onsite, Inc (2023)

(3) No wastewater disposal facilities

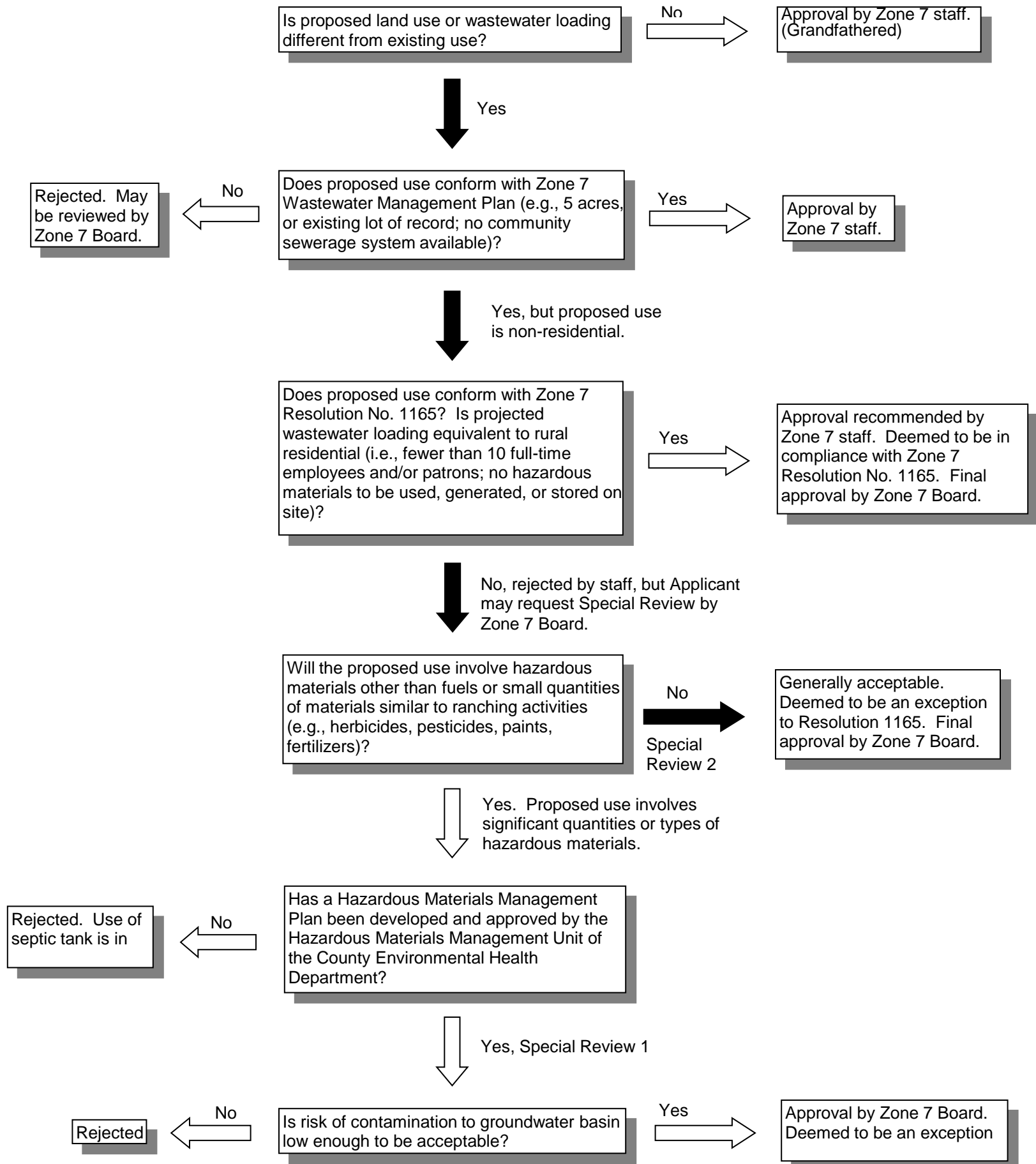
(4) Maximum allowable RRE per year = (60 Acres x 6.8 lbs/Acre) / (34 lbs/year). ACDEH OWTS Manual (2018)

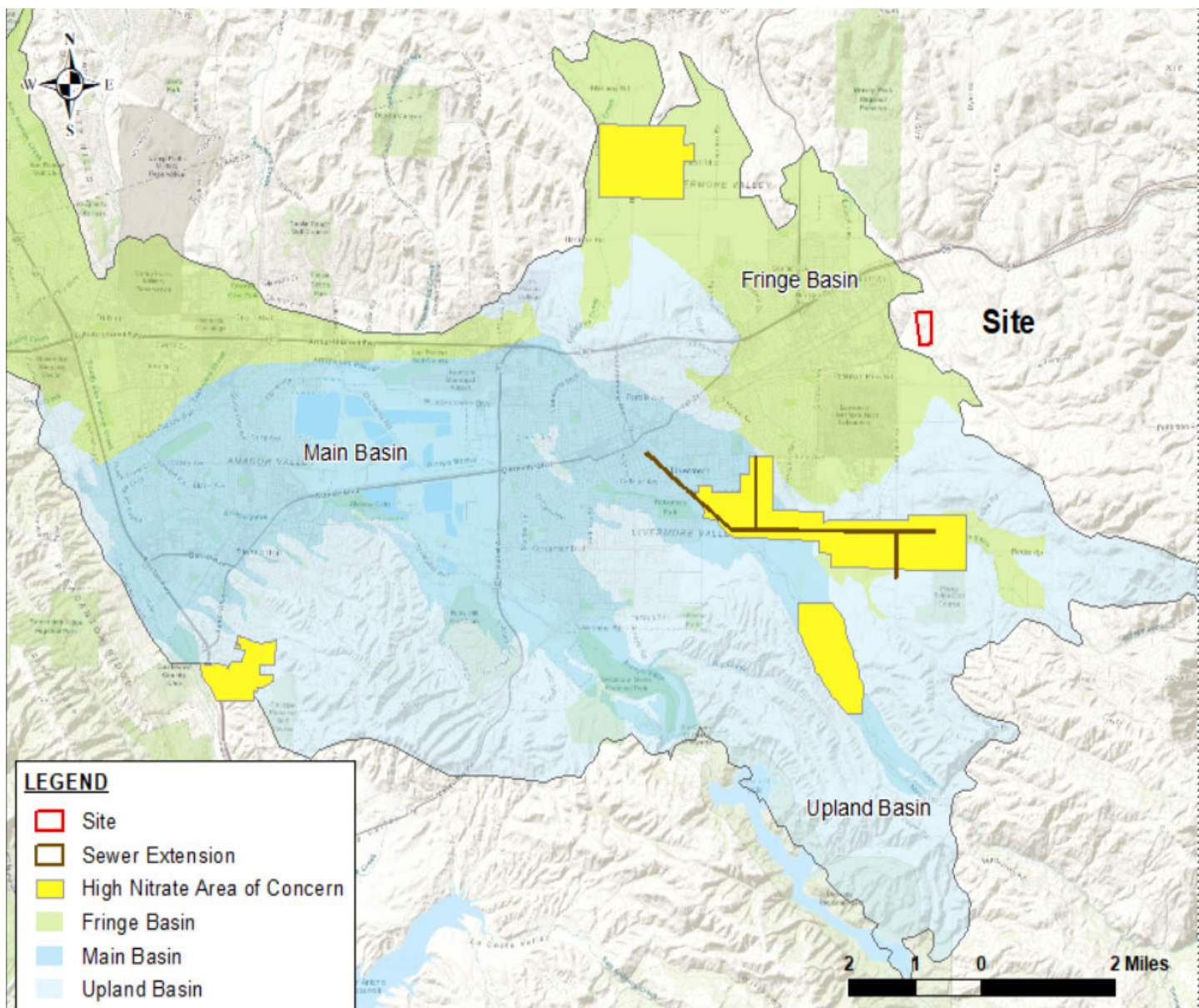
(5) 60 Acre Parcel

Zone 7 Septic Tank Approval Decision Tree

Applicant: Topcon Positioning Systems, Inc.	Case No.: 23-003
Site Address: Greenville Road., Livermore	
Date: August, 8 2023	

(Most septic tank reviews are made when the property owner request the Planning Department for a land use change, rezoning, or parcel split.)





Project Location Map

ORIGINATING SECTION: Groundwater**CONTACT:** Ken Minn**AGENDA DATE:** September 20, 2023**SUBJECT:** Conceptual Regional Groundwater Development**SUMMARY:**

This discussion is in support of Strategic Plan Goal A – Reliable Water Supply and Infrastructure and Goal C – Groundwater Management, and to implement Initiative #1 – Establish a diversified water supply plan; Initiative #2 – Evaluate and develop appropriate new water supply and reliability opportunities; and the Initiative #3 – Continue to effectively implement infrastructure projects in the water system Capital Improvement Program (CIP). Note that in considering potential regional options, the Board approved the following principles on May 17, 2023:

1. Input from all retailers
2. No adverse operational impacts to Zone 7 or regional water supply
3. No adverse impacts to water quality
4. No adverse impacts to the PFAs plume
5. Financial equity to Zone 7 and all retailers
6. Schedule that aligns with Zone 7 planning processes

Staff has completed conceptualizing a regional groundwater development plan and cost assessment considering the following:

- The current Well Master Plan's preferred alternative identified installing seven new wells, and four wells are yet to be developed;
- Zone 7's long-term PFAS management strategy comprises monitoring, blending and treating, managing groundwater quality, and diversifying groundwater sources; and
- Zone 7's FY27-FY31 Capital Improvement Plan (CIP) includes \$28.88 million for the development of two municipal wells and 6,000 feet of 24-inch diameter pipeline in the Bernal subbasin.

The Water Resources Committee considered this subject item at the August 29 meeting and supports the concept. Staff will present this concept, the potential for the plan to be upsized to include a regional partner, and potential timelines.

FUNDING:

No funding is requested at this time.

RECOMMENDED ACTION:

Provide direction to staff.

ORIGINATING SECTION: Groundwater

CONTACT: Tom Rooze/Ken Minn

AGENDA DATE: September 20, 2023

SUBJECT: Award of Contract to EKI Environment and Water, Inc. (EKI) for the Livermore Valley Hydrogeologic Investigations and Groundwater Model Update

SUMMARY:

- This action is in support of Zone 7 Water Agency's Strategic Goal C - Groundwater Management, and to implement the Strategic Plan Initiatives Initiative #7 - Manage the GSA and implement the groundwater management plan; and Initiative #8 - Study and refine knowledge of the groundwater basins.
- As the designated Groundwater Sustainability Agency (GSA) for the Livermore Valley Groundwater Basin (Basin No. 2-010), Zone 7 submitted a five-year update of the Alternative Groundwater Sustainability Plan (Alternative GSP) to the Department of Water Resources (DWR) in December 2021 and is implementing management actions and projects as outlined in the updated Alternative GSP.
- Zone 7 maintains a numerical groundwater flow model (groundwater model), which was first developed in the 1980s and last updated in 2016, to assist in implementing management actions and effectively managing local groundwater resources. The groundwater model currently covers the Main Basin Management Area and the Northwest Fringe Management Area only; DWR recommended expanding the model domain to include the Northeast Fringe, East Fringe, and Uplands Management Areas.
- Since the last groundwater model update in 2017, staff has conducted various technical studies to further enhance its understanding of the Basin, gathered additional hydrogeological data, including electrical resistivity logs, and water quality data, and also developed a new Integrated Water Flow Model Demand Calculator and created a 3-D model of the basin using the Rockworks software program.
- DWR conducted the airborne electromagnetic (AEM) survey for the basin and staff has planned geophysical investigations to better understand the hydrogeology of the basin and to fill the data gap areas that were not covered by the AEM survey.
- These additional hydrogeological data, AEM survey, and data from geophysical investigations will be applied to develop the updated model.

- The updated Groundwater Model and associated decision support tool will support sustainable management of the basin and future annual reporting and Alternative Groundwater Sustainability Plan updates.
- In accordance with Zone 7's Purchasing Policy, a competitive procurement process for professional services was completed to select a consultant to implement the scope of work tabulated in the attached Table 1-Project Task Summary. A request for proposals was posted on Zone 7 website, distributed to eight qualified consultant firms, and advertised in the newspapers in the week of July 24, 2023. Five proposals were received by the due date. All proposals were reviewed and ranked based on the evaluation criteria. A selection committee of Zone 7 staff interviewed the top two consultant teams and selected EKI, Inc.
- The updated model is scheduled to be complete and functional by October 2024, and the remaining supplemental tasks by October 2025.
- Staff recommends that the Board authorizes the General Manager to negotiate and execute a professional services contract with EKI to complete the Livermore Valley Hydrogeologic Investigations and Groundwater Model Update in a not-to-exceed amount of \$1,210,000, including 10% contingency.

FUNDING:

Funding of \$0.8M is available in the FY 2022-24 Two-Year Budget for Fund 100 – Water Enterprise Operations. Funding of \$0.4M for FY 2024-25 will be requested in subsequent budget requests.

RECOMMENDED ACTION:

Adopt the attached Resolution.

ATTACHMENTS:

1. Table 1: Project Task Summary
2. Resolution

Table 1
Project Task Summary
Livermore Valley Hydrogeologic Investigations and Groundwater Model Update
Livermore Valley Groundwater Basin

CATEGORY/TASK	DESCRIPTION
1. Project Administration and Meetings	Project tracking/invoicing and meetings
2. Implement Hydrogeologic Field investigations	Perform two sets of hydrogeologic field investigations to improve the groundwater model.
2.1. Aquifer Pumping Testing Program	Develop accurate estimates of aquifer characteristics and provide water level drawdown datasets.
2.2. Perform Geophysical Studies	Conduct several geophysical surveys in areas of high hydrogeologic complexity and uncertainty.
3. Update Rockworks Stratigraphic Model and Create New Cross-Sections	Incorporate the new data into Zone 7's Rockworks Model to refine the Hydrogeologic Conceptual Model (HCM) of the Basin and create new cross sections to inform the groundwater model update.
4. Refine and Update MODFLOW and MT3D Models	Improve and update the flow and transport models by performing the following subtasks.
4.1. Update MODFLOW and MT3D Model Layering and Aquifer Parameterization, Expand Model Area	Using the refined HCM developed in Task 3, re-evaluate and update as appropriate the model layer elevations representing the various aquifer zones.
4.2. Extend the MODFLOW and MT3D Historical Calibration Period to 2022 Water Year and Calibrate	Extend the historical model calibration period to the 2022 Water Year (WY) and calibrate the model with a focus on improving calibration quality in poorly calibrated areas.
4.3. Model Update Technical Memoranda (TM)	Prepare a modeling TM, which documents the model upgrades, recalibration process, and results.
5. Perform Predictive Model Simulations	Two sets of predictive model simulations shall be performed.

CATEGORY/TASK	DESCRIPTION
5.1. Simulations for the Well Master Plan	Simulations in support of the Well Master Plan project.
5.2. Simulations to Support Additional Management Planning Efforts	Simulations in support of another planning effort such as Alternative Plan Update to be determined based on the previous tasks and results.
6. Develop Decision Support Tool (DST)	Develop an interactive DST interface for the model to enable streamlined model scenario analysis and visualization of data and results.
7. Model User Guide and Training	Prepare a Model User Guide and provide a how-to training workshop to train Zone 7 staff to execute the model and the Decision Support Tool.
8. As-Needed Support	Provide support for Alternative Groundwater Sustainability Plan Requirements/Reporting and other as-needed tasks.

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO.

INTRODUCED BY
SECONDED BY

**Award of Contract to EKI Environment and Water, Inc. for the Livermore Valley
Hydrogeologic Investigations and Groundwater Model Update**

WHEREAS, Zone 7 Water Agency is the exclusive Groundwater Sustainability Agency (GSA) for the Livermore Valley Groundwater Basin (Basin, DWR Basin 2-010) in accordance with Water Code Water Code §10723 et seq.; and

WHEREAS, in compliance with the Sustainable Groundwater Management Act, Zone 7 actively manages the basin and implements the Livermore Valley Groundwater Basin Alternative Groundwater Sustainability Plan (Alternative GSP); and

WHEREAS, Zone 7 submitted a five-year update of the Alternative GSP to DWR in December 2021 and is implementing management actions and projects as outlined in the updated Alternative GSP; and

WHEREAS, Zone 7 maintains a numerical groundwater flow model (groundwater model) to assist in implementing management actions and effectively managing local groundwater resources. The groundwater model currently covers the Main Basin Management Area and the Northwest Fringe Management Area only; and DWR recommended expanding the model domain to include the Northeast Fringe, East Fringe, and Uplands Management Areas; and

WHEREAS, since the last groundwater model update in 2017, staff has conducted various technical studies to further enhance the understanding of the Basin, gathered additional hydrogeological data, including electrical resistivity logs, and water quality data, and developed a new Integrated Water Flow Model Demand Calculator and created a 3-D model of the basin using the Rockworks software program; and

WHEREAS, DWR conducted the airborne electromagnetic (AEM) survey for the basin and staff has planned geophysical investigations to better define the hydrogeology of the basin and to fill the data gap areas that were not covered by the AEM survey; and

WHEREAS, the updated Groundwater Model and associated decision support tool will support sustainable management of the basin and future annual reporting and Alternative Groundwater Sustainability Plan updates; and

WHEREAS, in accordance with Zone 7's Purchasing Policy, a competitive procurement process for professional services was completed to select a consultant to implement the scope of work tabulated in the attached Table 1-Project Task Summary, and a selection committee of Zone 7 staff interviewed the top two consultant teams and determined that EKI Environmental and Water, Inc. is the most qualified consultant to provide the requested services based on the evaluation criteria.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District does hereby authorize the General Manager to negotiate and execute a professional services contract with EKI to complete the Livermore Valley Hydrogeologic Investigations and Groundwater Model Update in an amount not-to-exceed \$1,210,000, which includes a 10% contingency.

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSENT:

ABSTAIN:

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on September 20, 2023.

By: _____
President, Board of Directors



100 North Canyons Parkway
Livermore, CA 94551
(925) 454-5000

ORIGINATING SECTION: Administration

CONTACT: Valerie Pryor

AGENDA DATE: September 20, 2023

SUBJECT: Consideration of Candidate Statement Funding

SUMMARY:

This item supports Strategic Plan, Goal E – Effective Operations - provide the Agency with effective leadership, administration, and governance.

The Administrative Committee considered this matter at the May 24, 2023, and August 22, 2023, meetings. The Committee considered Zone 7 funding the cost of candidate statements for Zone 7 Board elections. The Committee is generally supportive of Zone 7 providing some funding for candidate statements, but no more than 50% of the total cost. At this time, the Committee recommends the Board consider two questions:

1. Should Zone 7 provide funding for candidate statements or not; and
2. If yes to #1, in what amount?

BACKGROUND:

Each candidate at the General Election for the office of Director of Zone 7 Water Agency may file a candidate's statement, as provided for in the Elections Code. The candidate's statement may include the name, age and occupation of the candidate and a brief description of no more than 200 words about the candidate's education and qualifications. Zone 7 board candidates who wish to have statements of qualification printed on the ballot will be charged the actual costs associated with printing, translating (Spanish, Chinese, Tagalog, English and Vietnamese) and typesetting the statements. All cost figures are provided by the Registrar of Voters and are based on actual costs and the number of registered voters in Zone 7.

For the 2022 election, the actual cost for each candidate statement was \$4,402. Zone 7 charges this amount to candidates with statements at the time of filing. If actual costs are less than the estimate, candidates will receive refunds. There is no charge for candidates who choose not to have a ballot statement. If the costs are less than \$4,402, Zone 7 will issue a refund. For the 2022 election, the refund was \$586.35. If the costs are more than \$4,402, Zone 7 will bill each candidate for the difference.

At the May 24, 2023, Administrative Committee meeting, the Committee considered Zone 7 funding the cost of candidate statements for Zone 7 Board elections. The Committee discussed

the possibility of placing requirements or conditions on funding candidate statements. One idea was to require those receiving funding to engage with the Board, such as by attending a Board meeting. Another was to limit funding to the first 10 people that filed. **As discussed in the attached legal analysis, such requirements or conditions are not allowable.**

At the August 22, 2023, Administrative Committee meeting, the Committee requested additional information on the cost of statements in other jurisdictions.

Information from nearby agencies is as follows:

Agency	Population	Funding?	Amount	Average Cost of Statement (District)	Average Cost of Statement (Citywide)
Alameda County Water District	344,000	Yes	50% of total	\$1,237	n/a
Contra Costa County Water District	500,000	No		\$1,277	n/a
City of Dublin	72,000	No		n/a	\$1,619
Dublin San Ramon Services District	196,000	Yes	Amount over \$250	\$1,017	n/a
East Bay Municipal Utilities District	1,400,000	Yes	Amount over \$1,000	\$3,531	n/a
City of Livermore	86,000	No		\$1,048	\$2,158
City of Pleasanton	78,000	No		\$689	\$1,922

FUNDING:

Approximately \$2,000-\$2,500 per candidate.

RECOMMENDED ACTION:

Consider two questions:

1. Should Zone 7 provide funding for candidate statements or not; and
2. If yes to #1, in what amount?

ATTACHMENT:

Legal Analysis

DOWNEY BRAND

MEMORANDUM

ATTORNEY-CLIENT PRIVILEGED & CONFIDENTIAL

TO: ZONE 7 BOARD OF DIRECTORS; ADMINISTRATIVE COMMITTEE
FROM: REBECCA SMITH; TAYLOR DAVIES
DATE: JUNE 5, 2023
CLIMAT: 41005.00000
RE: FUNDING & COST RECOVERY FOR CANDIDATE STATEMENTS

At the Zone 7 Administrative Committee meeting on May 24, 2023, the Committee discussed the possibility of Zone 7 covering a portion of the cost of candidate's statements in future elections.¹ The Administrative Committee asked for a memorandum analyzing whether Zone 7 can place requirements or conditions on funding candidate's statements, including a requirement that candidates engage with the Board in advance of the election, or limiting the funding to the first 10 candidates that file for office.

This memorandum reviews and provides guidance regarding the legal requirements for the funding of candidate statements. In brief, Zone 7 may provide financial support for candidate statements, but cannot impose conditions related to behavior or number of candidates on that financial support.

Requirements for Funding & Cost Recovery of Candidate Statements

Zone 7's elections are governed by the Uniform District Election Law, which in turn incorporates the requirements of Section 13307 related to candidate statements. Consistent with those requirements, each candidate for a position on the Zone 7 Board of Directors may file a 200 word candidate statement to be circulated with ballot materials. In the 2022 election, candidates were charged the estimated costs of printing and distributing their statements in advance, pursuant to Election Code § 13307, and refunded any excess amounts when the actual costs (\$4,402 per statement) were determined. Candidates who chose not to file a candidate statement were not charged.

Under Elections Code Section 13307, local agencies "may estimate the total cost of printing, handling, translating, mailing, and electronically distributing candidate's statements" and may require "*each* candidate filing a statement to pay in advance to the local agency *his or her pro rata share* as a condition of having his or her statement included in the county voter information guide or electronically distributed." (Elec. Code § 13307 (d), emphasis added.) Because the agency must recover any costs that it collects pro rata from each candidate, Zone 7 cannot

¹ Three of the public agencies surveyed in advance of the meeting provided support for candidate statements, four did not. The Alameda County Water District contributes 50% of the total amount; the Dublin San Ramon Services District contributes any amount over \$250; and the East Bay Municipal Utilities District contributes any amount over \$1,000. Contra Costa County Water District, City of Dublin, City of Livermore, and City of Pleasanton do not provide financial support for candidate statements.

differentiate between the candidates based on their engagement with the Board, or limit which candidate statements receive financial support from the agency.

As a separate matter, the California Constitution dictates that “[t]o restore a free and democratic system of fair elections, and to encourage qualified candidates to seek public office, the people find and declare that the powers of incumbency must be limited.” (Cal. Const., art. IV § 1.5.) To the extent that conditioning the payment of candidate statement charges inures to the benefit of incumbents (for example, because it is easier for incumbents to meet a requirement of engaging with the Board prior to the election), those conditions would be subject to a constitutional challenge.

Payment of statement costs for a select group of candidates also raises gift of public funds issues, insofar as paying for some candidate’s statements but not others provides those candidates with a benefit above and beyond the publically funded purpose of allowing generally for the communication of candidate statements. (*Teachers’ Retirement Bd. v. Genest* (2007) 154 Cal.App.4th 1012, 1036, holding that the term gift “includes all appropriations of public money for which there is no authority or enforceable claim,” even if an equitable or moral obligation is involved.)

If the Administrative Committee wishes to revisit how the agency handles the funding of candidate statements, it could consider any of the following options:

- Continue with the status quo: Zone 7 could continue to collect estimated costs as a condition of printing and circulating candidate statements. Candidates who choose not to include a candidate statement would not be charged.
- Continue with the status quo, with minor modifications: Candidates would continue to pay estimated costs in advance. Candidates who demonstrate to the satisfaction of the agency that they are indigent and incapable of paying estimated costs in advance would have the requirement waived. However, the agency would be entitled to recover actual costs after the statements are printed. (Elec. Code § 13309).
- Subsidizing a portion of costs across all candidates: The agency could offset each candidate’s share of the pro rata costs, as in the model used by ACWD, EBMUD, and DSRSD, without differentiating between candidates based on Board engagement or order of filing. This would allow the agency to set a total expenditure amount across all candidates, or a total amount of support per candidate, but would not allow discretion as to which candidate received relief from costs.
- Subsidizing all costs across all candidates: Zone 7 could choose not to charge *any* candidate for costs under Section 13307, which provides only that the agency “may require” advance payment. However, this would require the agency to incur these costs (roughly \$4000 per statement), and may encourage candidates that would not otherwise be inclined to file statements to do so (thereby increasing total costs to the agency).

ORIGINATING SECTION: Office of the General Manager
CONTACT: Alexandra Bradley

AGENDA DATE: September 20, 2023

SUBJECT: California Flood Preparedness Week October 21-28, 2023

SUMMARY:

Zone 7 Water Agency is a participating member of the California Flood Preparedness Program, a statewide effort to educate the public about the dangers of flooding, how to prepare their homes and families for a flood, and plan for recovery.

California Flood Preparedness Week began in 2012 with a single event in Sacramento County and is now in its eleventh year. DWR supports events across the state, working with federal, state, and local agencies to inform Californians about flood risk and flood preparedness.

The eleventh annual California Flood Preparedness Week (2023) will be held during the week of October 21-28. The theme for California Flood Preparedness Week 2023 once again is "Be Aware, Be Prepared, and Take Action!"

Joining other sponsors, such as California Department of Water Resources; Federal Emergency Management Agency; US Army Corps of Engineers; NOAA National Weather Service; County of Sacramento; and FloodSAFE California, Zone 7 Water Agency expresses support for increased public awareness of flood threats and encourages all Zone 7 residents to take action and prepare appropriately.

Zone 7 will be running a digital flood preparedness campaign featuring our award-winning Flood Ready Freddy videos during Flood Preparedness Week.

This year, Zone 7 will also be hosting an in-person [Flood Preparedness Open House](#) on Saturday, October 21 from 10:00am to 2:00pm. Participants will learn essential tips and strategies to protect their home and family during floods. They can explore interactive exhibits, engage with experts, and discover how Zone 7 is working to safeguard our community against potential flood risks. We will have sandbags, emergency preparedness tips, and information about our flood management efforts.

Residents can learn more about Flood Preparedness at www.zone7water.com/floodready or at the California Department of Water Resources' website: <https://water.ca.gov/What-We-Do/Flood-Preparedness>.

FUNDING:

There is no funding impact associated with this action.

RECOMMENDED ACTION:

Adopt Resolution proclaiming Zone 7's participation in California Flood Preparedness Week.

ATTACHMENT:

Resolution

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO.

INTRODUCED BY
SECONDED BY

Proclaiming Participation in the California Flood Preparedness Week Program

WHEREAS, Zone 7 Water Agency recognizes the significant public safety threat flooding poses to the population, assets, and economy of our community; and

WHEREAS, over the last twenty plus years, every one of California's 58 counties has experienced a federally declared flood disaster resulting in the loss of lives, homes, precious possessions, and costing billions of dollars; and

WHEREAS, Zone 7 residents have endured numerous flood events over the years, including the historic, large-scale floods of 1955 and 1958. In recent history, Zone 7 applied for and received federal and state financial assistance for repair of damage from flood events during 1995, 1998, 2005, and 2017; and

WHEREAS, during California Flood Preparedness Week, local, state, and federal agencies across the state work together to educate the public about the dangers of flooding, how to prepare their homes and families for a flood, and how to plan for recovery; and

WHEREAS, California Flood Preparedness Week 2023 will be held statewide during the week of October 21-28 with the theme, "Be Aware, Be Prepared, and Take Action!"

NOW THEREFORE, BE IT RESOLVED, that Zone 7 Water Agency will participate in California Flood Preparedness Week 2023, express support for increased public awareness of flood threats, and encourage all Zone 7 residents to be aware of flood risks, be prepared for potential flooding, and take appropriate action in times of flooding.

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSENT:

ABSTAIN:

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on September 20, 2023.

By: _____
President, Board of Directors

ZONE 7 BOARD OF DIRECTORS
SUMMARY NOTES OF THE FINANCE COMMITTEE

August 15, 2023
11:00 a.m.

Directors Present: Dennis Gambs
Kathy Narum
Angela Ramirez Holmes

Staff Present: Valerie Pryor, General Manager
Osborn Solitei, Treasurer/Assistant General Manager - Finance
Lizzie Foss, Financial Analyst
JaVia Green, Financial Analyst
Amanda Rogers, Administrative Assistant

Director Ramirez Holmes called the meeting to order at 11:00 a.m.

1. Public Comment on Items Not on Agenda

There were no comments from the public.

2. Investment Report as of June 30, 2023 (Unaudited)

Wale Kajopaiye of PFM gave a presentation about the June 30th Investment Report. He started with a market update, noting that inflation is the current hot topic and while there is optimism that a deep recession can be avoided, a recession could still happen. Mr. Kajopaiye discussed the portfolio and explained that the Agency has three sectors: agency CMBS, corporates, and US Treasuries. The bulk of the portfolio (83.6%) is in US Treasuries. This is within the limits of what the Investment Policy allows. The certificate of compliance shows that the portfolio complies with the Investment Policy. The market value of the portfolio is about \$134 million. Portfolio duration is slightly underweight to the benchmark. Mr. Kajopaiye explained that yield at cost is the income that the portfolio generates on an annual basis. It is at 2.67% compared to a yielded market of 4.73% and is starting to increase. Zone 7's credit quality remains very good at AA. The portfolio composition has changed, with US Treasuries being the biggest addition to the portfolio. With the change in amortized costs, the Agency is positive by about \$924,000.

After discussing the item, the Committee agreed to add the Investment Report to September's Regular Board Meeting.

3. Annual Pension Trust Fund Report as of June 30, 2023 (Unaudited)

Ryan Nicasio, Senior Vice President with the Public Agency Retirement Services (PARS), gave a presentation summarizing the pension trust activity in the last two years since the inception of the 115 Trust. He explained the various roles of PARS, US Bank, and HighMark Capital Management, which is now part of US Bank. Mr. Nicasio discussed the Pension Rate

Stabilization Program, where the Agency pre-funds its pension liabilities in the 115 Trust. This gives the agency control over the investment allocation or selection as well as when assets are added or removed. Unique to PARS is a combination trust where liabilities can be pre-funded through pension, other post-employment benefits (OPEB), or both, but currently, the Agency is participating in the pension side. The current investment strategy is moderately conservative HighMark PLUS active strategy. As of June 30, 2023, there was an initial contribution made in July 2021 of about \$1.5 million. Total contributions to date are almost \$1.8 million. The account balance as of June 30 is currently \$1.652 million.

Michael Wiehn, Institutional Relationship Manager from HighMark Capital, continued the presentation. He discussed the acquisition of HighMark by US Bank, which occurred last December, and assured the Board that they still have the same management team, Andrew Brown is still the portfolio manager, and they are still making the investment decisions on behalf of the Agency. Mr. Wiehn reviewed the stocks and bonds market for the past year and predictions for the coming year, including a slight recession later this year or early in 2024. Next, he discussed the portfolio, how the market has affected it, and how the focus is more on higher-quality corporates.

Director Ramirez Holmes clarified that Zone 7 has minimal to no OPEB liability because it is not a guaranteed benefit of ACERA.

Director Ramirez Holmes asked Mr. Solitei to share information with the Finance Committee regarding the categories, their buckets, and what that looks like. She suggested starting with the portfolio options that HighMark offers and providing the new member, Director Narum, with a history of that discussion.

After discussing the item, the Committee agreed to add the Trust Fund Report to September's Regular Board Meeting.

4. Camp Parks Endowment Trust Fund Annual Report (Unaudited)

Osborn Solitei, Treasurer/Assistant General Manager - Finance, summarized the report about the Camp Parks Endowment Trust Fund. He explained that the Board agreed to take an endowment for the restoration enhancement of the Dublin Crossing area. That area will be maintained for the next 10 years, and then after that, the Agency will take over maintenance of the Dublin Crossing area for mitigation purposes. Zone 7 is investing the \$1,031,985 received at an investment rate of 2.67%. As of June 30, the portfolio had \$1,091,635, of which approximately \$60,000 is interest.

After discussing the item, the Committee agreed to the Trust Fund Report to September's Regular Board Meeting Agenda.

5. Scarlett Mitigation Area Endowment Fund Annual Report (Unaudited)

Mr. Solitei gave a summary of the Scarlett Mitigation Area Endowment Fund Report. He said that this was approved by the Board in 2021. The money was received in August of last year, so this is the first year it is being reported. The amount received for the Scarlett Drive Mitigation Area was \$380,000. It will be held for 10 years, and after 10 years, it will be Zone

7's responsibility. As of June 30th, the total amount is \$386,000, with the \$6,000 increase coming from added interest. It is held by the same investment portfolio as Item 2.

After discussing the item, the Committee agreed to add the Endowment Fund Report to September's Regular Board Meeting.

6. CY 2022 Untreated Water Rate Reconciliation

Lizzie Foss, Financial Analyst, gave a presentation on the 2022 Untreated Water Rate Reconciliation. This item aligns with the Agency's Strategic Goal G, Fiscal Responsibility, as well as Initiative 24, which continues to effectively manage financial resources for the agency. She described the comprehensive untreated rate setting methodology that Raftelis Financial Consultants developed in 2021. The methodology included a detailed process for calculating the annual reconciliation of the untreated water program costs. The 2021 study identified three main objectives of the reconciliation: 1) To ensure the agency is collecting sufficient revenues to meet the costs, 2) To ensure that the agency isn't over- or under-collecting revenue from its untreated customers, and 3) To establish equity between the treated and untreated water customers.

Ms. Foss gave a detailed explanation of the four steps of the reconciliation process that lead to a calendar year 2022 reconciliation charge of \$81 per acre foot. Ms. Foss also provided a recap of the outstanding reconciliation charge from calendar year 2021, resulting in a total reconciliation balance of \$209 per acre foot. Staff recommendation is to discuss and provide direction on the reconciliation implementation schedule. Ms. Foss added the Committee may opt to apply the \$209 an acre foot in next year's rate or recommend a reasonable phase-in approach.

Ms. Foss said that the next steps are to bring this topic back to the Finance Committee in September with a presentation about the preliminary untreated water rate for calendar year 2024. The suggestions and recommendations of the Committee's discussion will be incorporated into that analysis. The calendar year 2024 preliminary untreated water rate will be presented to the Board in October for adoption, and then the new rate becomes effective January 1, 2024.

Director Narum stated that she would like to see a more lined out rate chart so that untreated users have a little more predictability regarding their costs. She also asked to see the 2024 proposed untreated water rate if it is available.

Director Ramirez Holmes asked for a table showing the overhead. She also said that the staff report should say that this follows Board policy. In addition, she felt that costs associated with a 100% State Water Project allocation should be highlighted in future meetings and for the Board. She indicated that she would like to see how smoothing the base rate is done and she wanted the history of staff rate communication with the community to be included in the staff report. In addition, she suggested that staff send an email to customers to let them know to save the date of the September Finance Committee Meeting.

Director Gambs concurred with the idea of including the data on overhead. He also felt that information on the interaction with the untreated water customers would be helpful.

Public comment was given by Scott Akin.

7. Verbal Reports

There were no verbal reports.

8. Adjournment

Director Ramirez Holmes adjourned the meeting at 12:25 p.m.

ZONE 7 BOARD OF DIRECTORS
SUMMARY NOTES OF THE ADMINISTRATIVE COMMITTEE

August 22, 2023
10:00 a.m.

Directors Present: Sandy Figuers
Dennis Gambs
Laurene Green

Staff Present: Valerie Pryor, General Manager
Osborn Solitei, Treasurer/Assistant General Manager – Finance
Donna Fabian, Executive Assistant

1. Call Meeting to Order

Director Figuers called the meeting to order at 10:03 a.m.

2. Public Comment on Items Not on the Agenda

There were no comments from the public.

3. Candidate Statement Funding

Valerie Pryor, General Manager, informed the Committee that there is no filing fee to run for office, but candidates must pay the fees if they wish to submit a Candidate Statement.

Director Green stated that she likes the idea of matching the fees for the Candidate Statements. Director Gambs stated that filing a Candidate Statement is not required, but he would also entertain paying 50% of the fees. Director Figuers stated that Directors would tend to get back the Candidate Statement fees during their first year by attending Board and Committee meetings. He would consider having Zone 7 contribute 25 to 40% of the fees.

Director Green stated that she knows some people who would be good Directors but the cost may be a hindrance. Director Figuers questioned whether Zone 7 should contribute or not and if so, how much. The Directors reviewed the staff report that showed what nearby agencies do. Four of which pay nothing and three pay a portion.

There was a conversation about bringing the item to the full Board for discussion at a future Board meeting. Ms. Pryor stated that the September Board meeting may be short one Director and it should be discussed at the October meeting.

Osborn Solitei, Treasurer/Assistant General Manager – Finance, stated that these costs will translate to water rates with the biggest impact on the water rates for untreated customers.

The Committee discussed and recommended the Board establish a program with the Committee recommending a range of 20% to 50%. Ms. Pryor restated that there may not be a full Board at the September meeting and given the nature of the topic, the Committee may want all seven Directors in attendance. The Committee agreed to bring this item to the full Board at the September Board meeting to discuss their recommendations and ask for guidance. Depending on the result of the discussion, it may or may not be brought to the October Board meeting for a vote.

4. Verbal Reports

There were no verbal reports.

5. Adjournment

Director Figuers adjourned the meeting at 10:46 a.m.

ZONE 7 BOARD OF DIRECTORS
SUMMARY NOTES OF THE WATER RESOURCES COMMITTEE

August 29, 2023
4:00 p.m.

Directors Present: Sandy Figuers
Laurene Green
Sarah Palmer

Staff Present: Valerie Pryor, General Manager
Osborn Solitei, Treasurer/Assistant General Manager – Finance
Jarnail Chahal, Acting Assistant General Manager – Engineering
Ken Minn, Groundwater Resources Manager
Michelle Parent, Water Resources Technician
Donna Fabian, Executive Assistant

1. Call Meeting to Order

Director Figuers called the meeting to order at 4:03 p.m.

2. Public Comment on Items Not on the Agenda

Kelly Abreu, a resident of Fremont, gave public comment.

3. Conceptual Regional Groundwater Development

Valerie Pryor, General Manager, stated that staff and the Board have been discussing the possibility of working on a regional project with the City of Pleasanton. The Board adopted some principles for the effort and staff came up with a conceptual idea that included potential locations, alignment, and costs.

Ken Minn, Groundwater Resources Manager, presented a staff analysis of the conceptual regional groundwater development project. He said that staff is currently updating the groundwater model and is also in the process of upgrading the Well Master Plan for supplemental groundwater development. The City of Pleasanton is open to exploring a regional groundwater project with Zone 7. Mr. Minn stated that the original groundwater model was built in the 1980s and last updated in 2016. The Department of Water Resources (DWR) has directed Zone 7 to expand the model domain to cover all fringe and upland areas. The upgraded model will be useful for various analysis assessments, including calculating the water budget, groundwater storage, incorporating climate change and drought impacts while supporting the master planning efforts, PFAS management, and sustainable ground management activities.

Mr. Minn provided an assessment of current PFAS conditions and long-term PFAS management strategy. He noted that the current PFAS plume is stable and not fast-moving, but the extent

of it is fairly pervasive. Long-term strategies for PFAS management include continued monitoring, blending, and treating to meet water quality standards, and managing the plume to impede further expansion. This concept of a regional project will put in additional wells in Bernal basin where Zone 7 will be able to tap into the sub-basin, which is currently not affected by PFAS. He explained the preliminary steps in making sure sites are feasible such as site screenings, feasibility analysis, and pilot boring. There are also plans to leverage Zone 7's existing treatment facility and Hopyard well field to make a centralized treatment system. This will mean that additional individual well treatment, i.e., a water treatment facility for each location, will not be needed.

Mr. Minn discussed the costs of scenarios using two 4-MGD wells and three 3-MGD wells. If it is feasible, it will be very cost-effective for both Zone 7 and Pleasanton. He explained that maximizing well size is more cost-effective than adding wells. A centralized chemical facility is a cost savings compared to individual treatment facilities. However, cost savings from operational efficiencies have not yet been included in the calculations. He then explained how collaborating with Pleasanton would expedite the project.

Mr. Minn said that the next step is to proceed with the accelerated groundwater model upgrade and the Well Master Plan updates. Staff is currently reviewing proposals and the project development activities for installing new wells will take place regardless of Pleasanton's participation. Staff recommendation is to continue to try to collaborate with Pleasanton.

Director Palmer suggested having an overlay of the map that shows the potential well sites and the upper and lower aquifers PFAS plumes. Mr. Minn agreed to delineate that on the map for the Board meeting.

The Committee agreed to present the item to the Board at the September Board Meeting with the recommended map changes, and they expressed their desire to work with the City of Pleasanton.

Kelly Abreu gave public comment.

4. Septic Tank Application for Non-Residential Use at 1114 Greenville Road

Michelle Parent, Water Resources Technician, gave a presentation on the septic approval case of commercial use for Topcon Positioning Systems. She stated that this action aligns with the Agency's strategic plans. She then gave a brief background on the proposal stating that the project is located outside the Livermore groundwater basin, is undeveloped, and there is no municipal sewer available to the property. The applicant is seeking approval for a product demonstration and testing center for Topcon manufactured optical components installed on heavy construction equipment such as bulldozers, graders, and excavators. The permit application includes one onsite wastewater treatment system and requires an operating permit from the Alameda County Department of Environmental Health. Project loading is estimated to be 0.21 RRE. The limit is one RRE for a site outside areas of concern for high nitrates. The loading falls below the limit. Zone 7 approval will be conditioned upon an Alameda County Department of Environmental Health Septic permit. Staff recommends committee endorsement for approval at the full Board meeting.

The Committee agreed to forward the item to the full Board.

5. Verbal Reports

There were no verbal reports.

6. Adjournment

Director Figuers adjourned the meeting at 5:08 p.m.

2023-09 PALMER report for September Regular Board Meeting**DCA - August 2023**

As part of our Sr. Leadership Spotlight Series, DCA's very own DCA Sustainability Manager, Ann-Ariel Vecchio, presented at the August Board Meeting describing her background, career, and role on the DCA.

Ann-Ariel Vecchio, DCA Sustainability Manager

Ms. Vecchio has 20 years of experience in the field advancing sustainability across the State and creating and implementing a suite of projects. She grew up in the San Joaquin River Basin between the San Joaquin and Kings rivers, for a while had family in Stockton. She received her bachelor's in environmental studies with a minor in International Relations from the University of Pennsylvania and went on to get her master's in public administration in Environmental Science and Policy from Columbia University. She also has a master's in city planning from the Massachusetts Institute of Technology.

Throughout her career, Ms. Vecchio has worked in sustainability from a range of angles, from conducting environmental assessments, to developing and implementing multi-criteria evaluation tools, to developing infrastructure concepts specifically focused on improving sustainability and resilience. Her entire career has been multidisciplinary, to improve the connection of people and the environment. She was the Environmental Biologist for environmental review and licensing of 26MW – 762 MW hydroelectric power projects in California and the Northwest for the Federal Energy Regulatory Commission; and assessed impacts on vegetation, wildlife, recreation, and socioeconomic resources for NEPA environmental impact statements and environmental assessments and made recommendations for terms and conditions of operating licenses. Ms. Vecchio led evaluation of project alternatives, review of PM procedures, and staff training, as well as coordinated with external affairs to interpret the San Francisco Public Utilities Commission (SFPUC) Community Benefits and Environmental Justices policies. Her most recent work with the SFPUC focused on developing a nature-based, floodable corridor concept along a constrained arterial/freeway corridor.

Here are some highlights of DCA work in August:

The DCA Board of Directors met on August 17th and reviewed updates to our FY 23/24 budget and adopted resolutions amending our procurement and travel policies. The Board also received an update on the Internship Program and the work performed by the summer interns on their DCA projects.

The Fieldwork Team successfully conducted 5 soil borings, which consisted of 2 within the Caltrans Right-of-way on Interstate 5 and one overwater. Additionally, 5 cone penetration tests were completed. These soil investigations were primarily located near the Bethany and Eastern Alternative corridors, with some coverage over the Central Alternative. All soil

investigations required thorough site clearances and access coordination, and extensive communication with landowners.

The DCA wrapped up the Internship Program in early August, we had 5 amazing students from UC Davis and Santa Clara University. This program continues to demonstrate what a great opportunity this is for both the DCA and the students that intern with us. The interns learn valuable technical and professional skills, expand their professional network and connections, as well as the DCA receiving valuable work products.

DCA is working to send information to communities with social media posts that are relevant and geographically specific. DCA has begun a media campaign that is successfully reaching more than 50,000 Californians in areas that receive water from the State Water Project.

DCA is also supporting PWAs across the state by highlighting the relevance of the SWP and DCP for each organization.

Zone 7 Water Resources Committee - August 29

ACWA Finance Committee - August 29

ACWA Summer Regulatory Committee Meetings Wednesday, August 30 9:15am – 5:15pm

9:00 – 9:30 AM Welcome, ACWA Updates
9:30 – 10:45 AM Water Management Committee
10:45 – 11:00 AM Break
11:00 – 12:15 PM Groundwater Committee
12:15 – 12:45 PM Lunch Break
12:45 – 2:00 PM Agriculture Committee
2:00 – 2:15 PM Break
2:15 – 3:30 PM Water Quality Committee
3:30 – 3:45 PM Break
3:45 – 5:00 PM Energy Committee

ORIGINATING SECTION: Administration

CONTACT: Valerie Pryor

AGENDA DATE: September 20, 2023

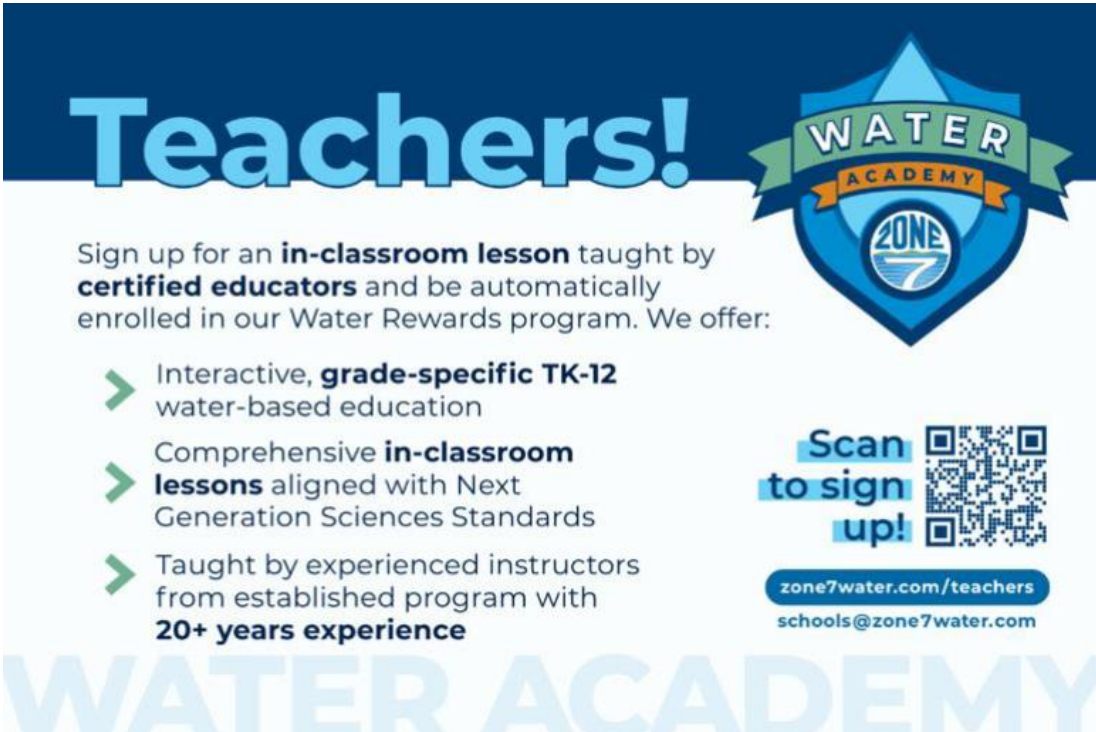
SUBJECT: General Manager's Report

SUMMARY:

The following highlights a few of the key activities which occurred last month. Also attached is a list of the General Manager (GM) contracts executed during August.

Administration and Outreach:

Zone 7 Water Academy: Staff launched the rebranded schools' program now offering a rewards program for teachers. If you have teachers or school age children in your inner circle within our service area, please share our free water education program with them. They can sign up at <https://www.zone7water.com/teachers>.



Teachers!

Sign up for an **in-classroom lesson** taught by **certified educators** and be automatically enrolled in our Water Rewards program. We offer:

- Interactive, **grade-specific TK-12** water-based education
- Comprehensive **in-classroom lessons** aligned with Next Generation Sciences Standards
- Taught by experienced instructors from established program with **20+ years experience**

Scan to sign up!

[zone7water.com/teachers](https://www.zone7water.com/teachers)
schools@zone7water.com

WATER ACADEMY

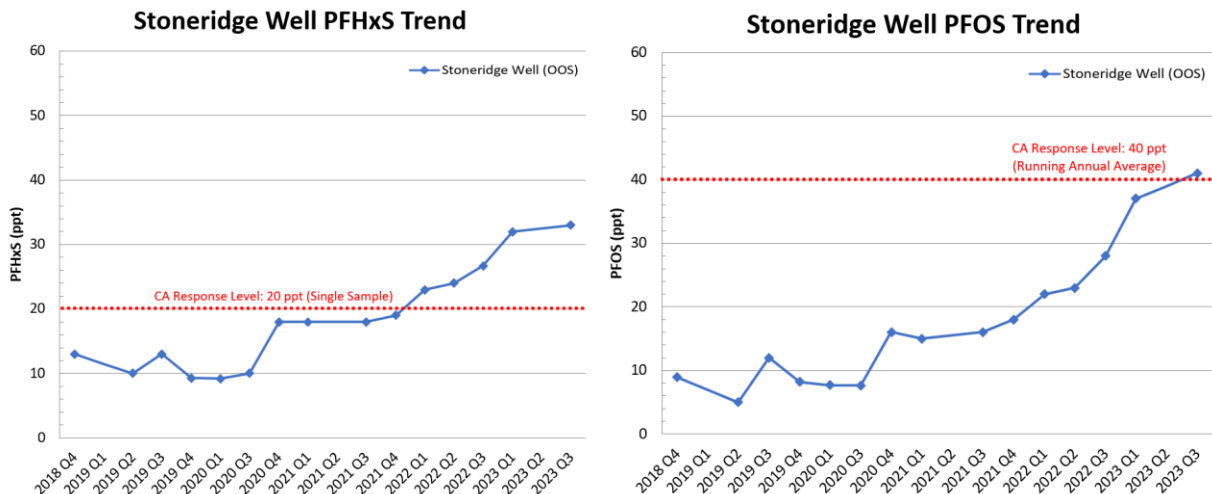
Bond Financing: The next steps for the bond financing for the Chain of Lakes PFAS Treatment Facility include:

- Draft and finalize legal documents, preliminary official statement, obtain credit rating
- Meeting of the Livermore Valley Water Financing Authority/Zone 7 Board to authorize bond issuance
- Negotiate/price bonds, execute closing documents and close bonds

It is anticipated that financing will close by November 2023.

Engineering and Water Quality:

Quarterly PFAS Sampling: For Stoneridge PFAS sampling, results indicated similar PFHxS at 33 ppt, however, there is an increase in PFOS from 37 ppt to 41 ppt.



Stoneridge Well PFAS Treatment Facility Project: Contractor has completed all piping, including pressure tests and disinfection of the piping, for functional completion of the treatment system. The Ion Exchange (IX) media was delivered and installed in early September, followed by formal startup of the system. Contractor continues with other minor project work including new fencing installation and paving of the Arroyo Mocho trail. Functional completion is underway (i.e., well is operating and being treated for PFAS removal), with full completion of the project in winter 2023/2024.

Chain of Lakes Wells PFAS Treatment Facility Project: Contractor is submitting critical submittals for review and approval and anticipates mobilizing on-site in September. The project is anticipated to be complete in fall 2024.

Storm Damage: Staff re-evaluated repair cost estimates and have updated damage estimates. The total cost estimate for all repairs and improvements is estimated to be \$25 million. Of this, hazard mitigation costs to improve 58 high/medium priority sites above pre-disaster conditions are approximately \$8.5 million. Repair costs for 148 bank damage sites to

pre-disaster conditions are approximately \$16.4 million. Staff continues to work with FEMA and the US Army Corps of Engineers related to storm damage.

Integrated Water Resources:

On September 12, 2023, the California Department of Water Resources (DWR) released final funding awards for the Proposition 68 Sustainable Groundwater Management Grant Program, awarding Zone 7 a \$16 million grant award for the Stoneridge Well PFAS Treatment Facility project.

The State Water Project allocation remains at 100%. Zone 7's storage balance in Lake Del Valle is approximately 5,000 AF, which can be carried over into 2024.

Staff continues to coordinate on the 2023 water operations plan to maximize surface water use and preserve groundwater. August treated water supply consisted of 98% surface water and 2% groundwater. Staff is coordinating with the California Department of Water Resources (DWR) to maximize local recharge this year and bank up to 20,000 acre-feet in the Kern County Storage and Recovery Programs. Since March, Zone 7 has been actively recharging the local groundwater basin via Arroyos Mocho and Valle. The cumulative recharge volume to date is 3,600 acre-feet. Staff also executed a term sheet for the transfer of up to 12,000 AF and is continuing to evaluate other options to sell or exchange part of its allocation.

Staff continues to track the demand conditions, and in August 2023, Zone 7's overall water demands were 2% lower compared to the same time in 2020: treated water production was 1% less, and estimated untreated deliveries were 4% lower.

Water Supply and Reliability Projects: Zone 7 is currently actively pursuing water supply and reliability projects. Key activities are as follows:

Delta Conveyance Project: Zone 7 is participating in the four-year planning and permitting process and has approved funding through calendar year 2024. The environmental planning and preliminary engineering work are on schedule and on budget. Zone 7 representatives continue to serve on the Boards of the Delta Conveyance Design and Construction Authority (DCA) and the Delta Conveyance Finance Authority (DCFA). Minutes for the June 15, 2023, DCA Board meeting are attached. Board packets for both the DCA and the DCFA can be found at: <http://www.dcdca.org/#meetings>.

Water Supply and Reliability Projects: Zone 7 is currently actively pursuing water supply and reliability projects. Key activities are as follows:

- **Los Vaqueros Reservoir Expansion (LVE).** Each JPA Member Agency approved and executed the Multi-party Cost Share Agreement Amendment No. 5. Staff have been participating in various workgroups to develop the Service Agreement. Contra Costa Water District updated the construction cost estimates for major facilities to the LVE Design Review Team. The cost estimates reflect cost increases from escalation, updated

design elements, updated material costs, and cost impacts from extending the project schedule.

- **Sites Reservoir.** The Final EIR/EIS is under review by the U.S. Bureau of Reclamation and is slated to be released in October on the project website. The Sites Project Authority provided a status briefing on the Final EIR/EIS in preparation for the upcoming decision point on certification and approval in October. The Authority continues developing the Benefits and Obligations Contract and supporting documents and plans to have final versions ready by June 2024.
- **Chain-of Lakes Conveyance System:** Zone 7 continues to assess a Chain of Lakes Conveyance System project that would link the South Bay Aqueduct, the Del Valle Water Treatment Plant and the Cope Lake/Lake I complex. Cope Lake and Lake I have a combined storage capacity of approximately 31,000 AF. If the project had been in place during 2023, available stormwater and SWP supplies could have been used to fill the entire capacity. These locally stored water supplies could be available for future dry years. In addition, there would have been additional groundwater recharge of about 2,000-3,000 AF.

Operations and Maintenance:

Staff worked on several projects including support work for the Del Valle Water Treatment Plant (DVWTP) Ozonation post-project work, the Patterson Pass Water Treatment Plant (PPWTP) Expansion and Ozonation Project, the Mocho Groundwater Demineralization Plant Concentrate Conditioning project, the Stoneridge PFAS Treatment Facility Project, and the Chain of Lakes PFAS Treatment Facility Project. There has been a significant amount of training on the Stoneridge PFAS Treatment Facility Project with the media supplier and the design team.

Monthly List of GM Contracts

August 2023

<u>Contracts</u>	<u>Amount</u>	<u>Purpose</u>
CDM Smith	\$25,000	As-Needed Engineering Support Services
Process Applications, Inc.	\$40,610	Ozone Processing Technical Assistance
WaterOne, Inc.	\$50,000	Assisting with the Closed Loop Cooling System Analysis and Chemical Procurement at the Del Valle and Patterson Pass Water Treatment Plants
Wood Rodgers, Inc.	\$50,000	Engineering Services Proposal for Operation and Maintenance Planning Assistance
Yorke Engineering	\$50,000	Environmental Compliance and Industrial Hygiene Services
Total August 2023	\$215,610	

BOARD OF DIRECTORS MEETING

MINUTES

REGULAR MEETING

Thursday, June 15, 2023

2:00 p.m.

(Paragraph numbers coincide with agenda item numbers)

1. CALL TO ORDER

The regular meeting of the Delta Conveyance Design and Construction Authority (DCA) Board of Directors was called to order in person, by teleconference, and remotely - Conference Access Information: Phone Number: (669) 444-9171, Code: 85979129742#, <https://dcdca-org.zoom.us/j/85979129742?from=addon> at 2:00 pm.

President Palmer noted that item six (6)d, Adopt Resolution Approving the Amended Procurement Policy, was removed from the agenda and would be brought to the Board for consideration at a future meeting.

2. ROLL CALL

Board members in attendance from the DCA Boardroom were Sarah Palmer, Robert Cheng, Gary Martin and Miguel Luna. Adnan Anabtawi participated from Mojave Water Agency Conference Room, Alternate Director Barbara Keegan sitting in for Tony Estremera participated from Valley Water Headquarters Boardroom and Martin Milobar participated from a remote teleconference location in Arkansas, constituting a quorum of the Board.

Alternate Directors in attendance remotely were John Weed, Russel Lefevre, Dan Flory and Dennis LaMoreaux. Bob Tincher attended from the DCDCA Boardroom; the Board Clerk captured their attendance for the record.

DCA staff members in attendance were Graham Bradner and Joshua Nelson.

Department of Water Resources (DWR) staff member in attendance was Carrie Buckman.

3. PLEDGE OF ALLEGIANCE

President Sarah Palmer convened the open session at approximately 2:03 p.m. and led all present in reciting the Pledge of Allegiance.

President Sarah Palmer adjourned the Regular Board Meeting to convene the Special Board Meeting at 2:05 p.m.

4. PUBLIC COMMENT

President Palmer reconvened the regular meeting open session after adjourning the Special Board Meeting at approximately 2:09 p.m. and opened Public Comment. There were no public comment requests received and she proceeded to close the comment period.

5. APPROVAL OF MINUTES:

a) May 18, 2023 Regular Board Meeting

Recommendation: Approve the May 18, 2023 Regular Board Meeting Minutes

Motion to Approve Minutes from May 18, 2023, as

Noted:	Milobar
Second:	Anabtawi
Yeas:	Palmer, Milobar, Luna, Cheng, Anabtawi
Nays:	None
Abstains:	Martin, Keegan
Recusals:	None
Absent:	None
Summary:	5 Yeas; 0 Nays; 2 Abstain; 0 Absent. (Motion passed as MO 23-06-02).

6. DISCUSSION ITEMS:

a) June DCA Monthly Report

Informational Item

Executive Director, Graham Bradner, presented an overview of the monthly board report. He started with Section 1: Worked Performed, highlighting that the Program Management Team and Administration Team are working on closing fiscal year (FY) 2022/23 and preparing new task orders for FY 2023/24. The Engineering Team is continuing to support the DWR permitting efforts by responding to requests for clarification or additional information resulting from public comments received on the draft Environmental Impact Report (EIR) regarding engineering quantities and concept designs that the DCA developed. The Fieldwork Team is actively working on the ongoing Spring fieldwork exploration program in the Delta. The fieldwork will continue through the end of this calendar year as there are plans for a Summer and Fall exploration program. This work will wrap up the fieldwork being performed under the Initial Study Mitigated Negative Declaration.

Mr. Bradner continued to Section 3: Budget, reminding the Board that the approved budget for FY 2022/23 is \$31.16M of which \$28.57M has been committed. The uncommitted budget is currently within the Executive Office under unallocated reserves. The DCA is forecasting an Estimate at Completion budget of approximately \$27.11M, creating an underrun of roughly \$4M which is expected to increase as the fiscal year closes.

Lastly, Mr. Bradner went over the program schedule which lays out the program support activities as planned. He highlighted that the DCA rescoped the efforts and reallocated a portion of the budget for the Project Definition Reports (PDR) into unallocated reserves, allowing this task to be

completely on track. Further work will commence on the PDRs if and when DWR makes a decision on the proposed project.

Director Luna inquired about the fieldwork exploration program and if it is foreseen to continue through 2024.

Mr. Bradner informed the Board that the fieldwork being completed is to support DWR's evaluation of alternatives and will end when DWR concludes the environmental analysis associated with the EIR. The exploration program is expected to be completed at the end of the calendar year 2023.

Director Cheng asked if the fieldwork exploration program and laboratory analysis sync together.

Mr. Bradner informed the Board that the Spring program is ongoing and continues to make rapid progress. The fieldwork portion is expected to be completed by the end of this fiscal year 2022/23. The laboratory analysis and associated documentation will need to be performed in FY 2023/24. The DCA will later seek and request authorization from the Board to roll over funds for the laboratory analysis from the FY 2022/23 budget to the FY 2023/24 budget.

Director Martin inquired if the program is obtaining the required property access needed to continue this year's program and if there are any anticipated issues for future access.

Mr. Bradner informed the Board that the property access is a work-in-progress that is expected to go on throughout the calendar year 2023. The DCA continues to actively work with landowners and negotiate temporary access permits where needed. Some of the permits have transitioned to a court ordered entry process.

No further comments or questions were received from the Board, nor were any public comment requests received.

b) Fiscal Year 2023/24 Budget

Approve by Minute Order

Executive Director, Graham Bradner, informed the Board that there is a detailed budget presentation included in the Board package. The proposed FY 2023/24 Budget includes an overview of DCA's Work Breakdown Structure (WBS). The WBS is developed to cover all of the work that is to be completed throughout the duration of the project. The Program Management Office (PMO) phase is expected to continue through all of the phases of the program. The Program Initiation (PI) phase consists of the current engineering conceptual work being completed to support the environmental planning. Future phases are anticipated to be the Program Execution, which will be the delivery of all of the individual projects, and Program Closeout, which will be the closeout of all the financial, record, and other documents once the work is complete.

Within the PMO, there are ten (10) budget categories. The first being Executive Office (EO), which includes the activities for the Executive Director, Chief Engineer, and the support for the DCA Board Meetings. It also includes activities that provide financial, legal, and human resources oversight to the DCA and houses the allocated reserves in the undefined allowance. The second budget category is Community Engagement (CE), which includes all activities related to the DCA's

outreach with interested stakeholders, supporting DWR with outreach efforts, and managing content on the DCA website and social media outlets. Program Controls (PCTRL) is the third category, containing the group that provides management support across the entire organization for budget, cost, schedule, risk, and document control, although the DCA has not dedicated funds to the risk management portion. The Administration (AD) group, the fourth budget category, is responsible for management of administration, including DCA's physical facilities, rent, utilities, supplies, furniture and all of the IT infrastructure, hardware and software services. The fifth group, known as Procurement and Contract Administration (PCA), manages the procurement of all goods and services for the organization. This includes Request for Proposals/Qualifications (RFP/Qs), bids, contract negotiations, insurance, contract amendments and closeout. The DCA anticipates a few procurements in FY 2023/24 and will update the Board once the RFP/Qs are ready. The sixth budget category under PMO is Property (PY) and Permitting Management (PM). The PY group has the responsibility of securing all property-related permissions and acquisitions including temporary entrance permits for fieldwork activities. The PM group provides support in being the permit liaisons to help coordinate DCA activities with DWR's permitting activities. The last three (3) budget categories are Health and Safety (HS), Quality Management (QM), and Sustainability (ST). These groups are responsible for preparing their respective Program Management Plans and overseeing implementation of the plans across all DCA activities.

The Program Initiation phase includes two (2) budget categories, Engineering (PIE) and Fieldwork (PIF), that support the DWR Environmental Planning efforts. The Engineering group is responsible for conducting technical studies and alternatives analyses to support the development of conceptual level design reports. The design reports will be developed for all alternatives identified by DWR as part of the Environmental Planning process. Once the Environmental Planning work is complete, the DCA engineering activities will transition into the Program Execution phase with a new budget code structure reflective of delivery of individual capital projects. The total budget assigned to the PIE tasks is \$15.6M. Mr. Bradner noted that the budget for the PIE-Project Definition Reports is a placeholder as the work is pending DWR's decision of the proposed project. The Fieldwork group budget is approximately \$7.6M, which covers the 2023 Summer and Fall exploration programs, but does not include the budget needed to finish the documentation and laboratory work for the 2023 Spring exploration program.

Lastly, Mr. Bradner provided a summary of the budget for major vendors and consultants, which is approximately 90% of the budget. He informed the Board that the total proposed budget for FY 2023/24 is \$39.95M.

Director Cheng requested an example of the project definition reports.

Mr. Bradner informed the Board that the DCA has the conceptual engineering work that's been performed to date that is documented in the engineering project reports for all alternatives being evaluated within the EIR. When and if the project moves forward, the engineering team will need to take the relevant information and create a report specific for each procurement and that would be a basis for procuring the next phase of work associated with the design of that feature. The project definition reports are similar to a basis of design report but are focused on specific features, whether it be individual features or a cluster of features.

Director Luna inquired as to why the program controls schedule management jumped from \$1.2M to \$1.3M.

Mr. Bradner informed the Board that DCA had dedicated additional full-time resources to develop a complete schedule for work included in the current phase, as well as evaluating scenarios and alternatives through the design, construction, and commissioning phase.

Director Luna inquired about the increase of \$6M funding from Jacobs, going from \$10M to now \$16M and what DCA expects out of the increase in budget.

Mr. Bradner informed the Board that as the project continues to move forward, there are additional efforts associated with engineering, studies and work to continue the project. The increase is mostly associated with the project definition reports task and additional studies scheduled for the second half of the fiscal year, however it is dependent on DWR's decision about the project.

Director Anabtawi inquired about the expectation that the DCA will have or be providing on the permitting related to change in point of diversion or any Delta Plan consistency appeal and if that is also included in the PMO budget.

Mr. Bradner informed the Board that current efforts for permit support activities are focused on CEQA. Moving forward the DCA will be migrating some of WBS titles and efforts to continue the permitting support and there is also the liaison to assist and translate between the work that DCA and DWR does to ensure that there is full understanding of the program between both organizations. The budget for this is currently included in the PIE-CEQA Engineering Support and PM budget groups.

Director Martin stated that the budget straddles what is believed to be the completion of the environmental effort and trusts that the budget is built to support the efforts going forward.

Mr. Bradner informed the Board that Director Martin's statement above is correct, and the budget is built to support continuation of efforts in the planning and permitting phase of the project.

DCA Treasurer, Katano Kasaine, inquired if the budget for 2023/24 is projected until June 2024 and if there has been a plan set as to how DCA will be funded for the following FY 2024/25.

Mr. Bradner informed Ms. Kasaine that the FY budget 2023/24 ends on June 2024, but DCA is currently funded until end of calendar year of 2024. The DCA needs to allow for completion of the CEQA process and DWR's opportunity to make a decision about the future of the project. Currently the DCA is focused on the next fiscal year and completion of the current phase of work.

President Palmer stated that once DWR makes a decision, the DCA will move forward on the project.

No further comments or questions were received from the Board, nor were any public comment requests received.

Recommendation: Approve Fiscal Year 2023/24 Budget

Motion to Approve Fiscal Year 2023/24 Budget, as

Noted: Martin

Second:	Milobar
Yeas:	Palmer, Milobar, Martin, Luna, Keegan, Cheng, Anabtawi
Nays:	None
Abstains:	None
Recusals:	None
Absent:	None
Summary:	7 Yeas; 0 Nays; 0 Abstain; 0 Absent. (Motion passed as MO 23-06-03).

c) **Adopt Resolution Approving the Sustainability Policy**

Approve Resolution

DCA Sustainability Manager, Ann-Ariel Vecchio, informed the Board of the sustainability policy. The purpose of the sustainability policy is to establish high-level sustainability goals, identify supporting processes and procedures required to drive the successful implementation of sustainability practices throughout the Program.

In balance with other goals of the program, the DCA considers a range of factors that would allow the program to maximize the opportunities to deliver this project in a sustainable fashion. The first goal would be to develop programmatic and project sustainability management plans to define objectives, strategies, and performance metrics for Program operation as well as the design and construction aspects of the Program. This would be conducted in coordination with all regulatory environmental commitments. Other goals of the sustainability policy are to consider strategies to reduce energy and water consumption, conserve natural resources, and minimize waste generation; understand the environmental impacts of the supply chain and project implementation choices; prioritize health and safety for all DCA staff, subcontractors, and the public; consider community and social context and support the local economy; and review and report on sustainability activities on a regular basis.

The sustainability implementation is a three-tiered process with increasing levels of detail in each component, starting with the initial development and continuing to the implementation level.

DCA's goal is that the programmatic sustainability plan would also guide the contents of the project specific sustainability plans which are anticipated to be managed and completed by the actual project delivery teams. Those plans would also include specific metrics and targets as well as guidance on reporting so that everything that is done at a very detailed level can be reported along the way to various audiences.

Director Cheng commented that the sustainability goals are a great feature to the program.

Director Luna inquired in the regards to the principals of the sustainability policy, if the goals were considered the principles or if there was a list of the principles within the sustainability policy.

Ms. Vecchio informed the board that the principles are in connection with the goals and that in the actual development in the program plan, the DCA can articulate with more specificity to sub-goals and relay out objectives and strategies that are more in line with the direction of the program.

President Palmer commented that the DCA would look at their sustainability principles and then have programmatic goals that eventually evolve from the principles.

Director Martin inquired as to when the Board would start receiving reports on sustainability activities.

Ms. Vecchio informed the Board that they could discuss with the Board if they would like previews or progress on the developing sustainability plan. Ideally the next phase is to be in a more substantial sustainability plan that will allow the DCA to articulate the objectives and once complete, can start reporting on those specific objectives.

President Palmer inquired if more of the sustainability terms and objective would start possibly in December 2023.

Ms. Vecchio informed the Board that the sustainability schedule and plan is in concordance with the environmental review. It would be at least a year until the sustainability plan is complete and the DCA will then start reporting on what is identified at that point.

Alternate Director Keegan requested that the sustainability goal of “prioritize health and safety for all DCA staff, subcontractor, and the public” be changed to “prioritize health and safety for all public, DCA staff and subcontractors”.

Director Anabtawi commented that the sustainability policy is a great policy.

DCA General Counsel, Josh Nelson, informed the Board that President Palmer could incorporate the amendments in her approval, the first edit would be to replace principles with goals, second would be to modify the prioritize health and safety for all DCA staff, subcontractors, and the public bullet point under sustainability goals to know read as prioritize health and safety for everyone including the public, DCA staff and subcontractors.

President Palmer agreed with Mr. Nelson’s comment.

No further comments or questions were received from the Board, nor were any public comment requests received.

Recommendation: Adopt Resolution Approving the Sustainability Policy

Motion to Adopt Resolution Approving the Sustainability Policy, as amended, as

Noted:	Cheng
Second:	Martin
Yeas:	Palmer, Milobar, Luna, Keegan, Cheng, Anabtawi, Martin
Nays:	None
Abstains:	None
Recusals:	None
Absent:	None
Summary:	7 Yeas; 0 Nays; 0 Abstain; 0 Absent. (Motion passed as Resolution 23-06).

d) **Adopt Resolution Approving the Investment Policy**

Approve Resolution

DCA Treasurer, Katano Kasaine informed the Board of the Investment Policy for fiscal year 2023/24. The Investment Policy is required according to sections 53600 et seq. of the California Government Code to expressly grant the authority to the Board of Directors to invest public funds and that authority may be delegated to the Treasurer for a one (1) year period. The investment policy is a guide as to how DCA invests the funds.

No comments or questions were received from the Board, nor were any public comment requests received.

Recommendation: Adopt Resolution Approving the Investment Policy

Motion to Adopt Resolution Approving the Investment Policy, as

Noted:	Anabtawi
Second:	Luna
Yeas:	Palmer, Milobar, Martin, Luna, Keegan, Cheng, Anabtawi
Nays:	None
Abstains:	None
Recusals:	None
Absent:	None
Summary:	7 Yeas; 0 Nays; 0 Abstain; 0 Absent. (Motion passed as Resolution 23-07).

e) **Adopt Resolution Approving the Second Amendment to the VMA Communication, Inc. Agreement for Professional Services to provide Communications Support Services**

Approve Resolution

DCA Executive Director, Graham Bradner, informed the Board that this item is to request authorization from the Board for an amendment to the VMA Communications contract. The amendment includes several administrative changes as well as an increase in the not to exceed amount of the contract. This is to ensure that the DCA can adequately fund the activities included in the contract through the end of the term. He also acknowledged that Valerie Martinez from VMA is the DCA's Communications Manager, which requires more funding than what was previously provided to VMA.

Director Martin requested clarification on if this increase is reflected in the FY 2023/24 budget.

Mr. Bradner confirmed that it is included in the FY 2023/24 budget.

Director Cheng asked if there were any changes to the fee schedule.

DCA Board Clerk, Claudia Rodriguez, informed the Board that there were changes to the rate as the DCA negotiated a new rate for Ms. Martinez for her new role as DCA's Communications Manager. She also noted that this contract is a unit cost contract and the rates have been in line with the cost-of-living adjustment (COLA) and this rate had a slight increase for inflation purposes.

Mr. Bradner added that the fee schedule has been pulled from the master contract and will be included in the task orders to allow for a more efficient process when changes need to be made.

Director Luna stated that right now, more than ever in the project, communications is going to be key.

President Palmer stated that she had the opportunity to work with Ms. Martinez during her time with the Stakeholder Engagement Committee and recognized her for the value that she offers with her qualities and abilities.

Ms. Rodriguez informed the Board that VMA is aligning with DWR's communications team to ensure that the mission and vision of the communications program is in alignment.

No further comments or questions were received from the Board, nor were any public comment requests received.

Recommendation: Adopt Resolution Approving the Second Amendment to the VMA
Communication, Inc. Agreement for Professional Services to provide
Communications Support Services

Motion to Adopt Resolution Approving the Second Amendment to the VMA Communication,
Inc. Agreement for Professional Services to provide Communications Support Services, as

Noted:	Luna
Second:	Cheng
Yeas:	Palmer, Milobar, Martin, Luna, Keegan, Cheng, Anabtawi
Nays:	None
Abstains:	None
Recusals:	None
Absent:	None
Summary:	7 Yeas; 0 Nays; 0 Abstain; 0 Absent. (Motion passed as Resolution 23-08).

f) **DCA Board of Directors Meeting Cadence**

Informational Item

DCA Executive Director, Graham Bradner, informed the Board that it is Staff's recommendation to maintain the current Board meeting cadence of meeting every other month, then stacking up meeting in the Spring as the end of the budget cycle approaches. He reminded the Board that meetings can be added upon Board request. A proposed calendar for the Board meetings is included in the Board package.

President Palmer confirmed the cadence of the Board meetings and stated that it is working well. In the event that things start picking up in the future, then meetings can be added. She believes that the meetings should continue on a bi-monthly basis.

Director Luna requested that the Board meeting invites be populated for the next fiscal year.

Mr. Bradner highlighted that the December Board meeting was tentatively adjusted to a week earlier due to holidays.

President Palmer agreed that the meeting should be clear of the holidays.

No further comments or questions were received from the Board, nor were any public comment requests received.

7. STAFF REPORTS AND ANNOUNCEMENTS:

a. General Counsel's Report

DCA General Counsel, Josh Nelson, informed the Board that the written report is in the Board package. Mr. Nelson noted that the Senate passed SB 537 in late May and this bill will now be considered by the Assembly. It would allow "multijurisdictional" bodies, such as the DCA, to utilize more flexible remote meeting rules. Importantly, directors of these bodies could attend from publicly accessible offices and buildings without making those locations official teleconference locations if they were located more than 40 miles from the in-person meeting location. The DCA will continue to monitor this bill as it is considered by the Assembly.

No comments or questions were received from the Board, nor were any public comment requests received.

b. Treasurer's Report

DCA Treasurer, Katano Kasaine, provided an update for April 2023 and May 2023. Receipts for April and May 2023 totaled \$3,373,497 representing contributions from the Department of Water Resources, Delta Conveyance Office (DCO) for payment of the Authority's obligations and total disbursements for the same period were \$3,226,035 resulting in an ending cash balance of \$709,976 on May 31, 2023. For the same period, advances totaled \$800,000.

Mr. Bradner added that the DCA has identified that there was a disconnect between what the treasurer was reporting and what the DCA is reporting in the monthly board report. To mitigate any confusion, the treasurer will not track the budget on a monthly basis and instead will reconcile at the end of the fiscal year.

No comments or questions were received from the Board, nor were any public comment requests received.

c. DWR Environmental Manager's Report

DWR's Environmental Manager, Carrie Buckman, informed the Board that staff is continuing to work through the California Environmental Quality Act (CEQA) process and responding to comments received from the draft EIR with the expectations of a final complete at the end of the year.

Director Luna inquired about the number of comments that are still needing to be responded to.

Ms. Buckman informed the Board that there are approximately a total of 4,800 technical comments, of which 3,200 have drafted responses.

No further comments or questions were received from the Board, nor were any public comment requests received.

d. Verbal Reports

None.

8. FUTURE AGENDA ITEMS:

President Palmer requested a staff spotlight for DCA's Sustainability Manager, Ann-Ariel Vecchio.

9. ADJOURNMENT:

President Palmer adjourned the meeting at 3:09 p.m., remotely-Conference Access Information:

Phone Number: (669) 444-9171, Code: 85979129742#, <https://dcdca-org.zoom.us/j/85979129742?from=addon>

BOARD OF DIRECTORS MEETING

MINUTES

SPECIAL MEETING

Thursday, June 15, 2023

2:00 p.m.

(Paragraph numbers coincide with agenda item numbers)

1. CALL TO ORDER

The special meeting of the Delta Conveyance Design and Construction Authority (DCA) Board of Directors was called to order remotely - Conference Access Information: Phone Number: (669) 444-9171, Code: 85979129742#, <https://dcdca-org.zoom.us/j/85979129742?from=addon> at 2:00 p.m.

2. ROLL CALL

President Sarah Palmer asked the Board Clerk to call roll call at the Regular Board Meeting which was adjourned to convene the Special Board Meeting. Board members in attendance from the DCA Boardroom were Sarah Palmer, Robert Cheng, Gary Martin and Miguel Luna. Adnan Anabtawi participated from Mojave Water Agency Conference Room, Alternate Director Barbara Keegan sitting in for Tony Estremera participated from Valley Water Headquarters Boardroom and Martin Milobar participated from a remote teleconference location in Arkansas, constituting a quorum of the Board.

Alternate Directors in attendance remotely were John Weed, Russel Lefevre, Dan Flory and Dennis LaMoreaux. Bob Tincher attended from the DCDCA Boardroom; the Board Clerk captured their attendance for the record.

DCA staff members in attendance were Graham Bradner and Joshua Nelson.

Department of Water Resources (DWR) staff member in attendance was Carrie Buckman.

3. DISCUSSION ITEMS:

- a) **Discuss and Consider Support for Executive Order N-8-23 and the Governor's Proposal to Build California's Clean Future, Faster.**
Approve by Motion

Recommendation: Authorize Letters of Support from President.

Motion to Authorize Letters of Support from President, as

Noted: Luna

Second: Cheng

Yeas: Palmer, Milobar, Martin, Luna, Cheng, Anabtawi

Nays: None

Abstains: Keegan

Recusals: None

Absent: None

Summary: 6 Yeas; 0 Nays; 1 Abstain; 0 Absent. (Motion passed as Resolution 21-08-18).

4. ADJOURNMENT:

President Palmer adjourned the meeting at 2:09 p.m., remotely - Conference Access Information:

Phone Number: (669) 444-9171, Code: 85979129742#, <https://dcdca-org.zoom.us/j/85979129742?from=addon>

ORIGINATING SECTION: Office of the General Manager

CONTACT: Alexandra Bradley

AGENDA DATE: September 20, 2023

SUBJECT: August Outreach Activities

SUMMARY:

To deliver on the Agency's 2020-2024 Strategic Plan Goal F which strives to engage our stakeholders to foster mutual understanding, staff implements and oversees a multi-faceted outreach and communications program to connect with and engage stakeholders. Through an open and transparent approach, the Agency seeks to deliver effective customer-centric communications, reaching constituents where, when, and how they prefer. Effective communication builds confidence, trust, and awareness among constituents, increases participation to help with effective decision making, and helps strengthen Zone 7's commitment to its mission and vision. This monthly staff report provides timely updates on progress towards meeting the goal of engaging our stakeholders.

Communications Plan Updates

Stoneridge Ion Exchange PFAS Treatment Ribbon Cutting: Staff organized and promoted the ribbon cutting ceremony via three new videos on social media and created new outreach materials to educate the public on the benefits of the new treatment facility, the first of its kind in Northern California.

Website: Staff completed a refresh of the homepage to improve the user interface and made routine updates to content on the site.

Press: Staff sent out one press release in August:

- [Zone 7 Earns Seventh Consecutive Financial Reporting Award](#)

E-newsletter: Staff published the quarterly e-newsletter which can be [viewed here](#). After reviewing analytics and content levels, staff concluded that a bi-monthly e-newsletter will better suit the needs of the Agency and will transition to bi-monthly beginning in September.

Conservation Outreach: Staff continues to collaborate with the retailers focusing on rebate promotion and educating customers on best practices for creating long-term habits of water conservation around the home and garden. Rebates are being promoted through the Reels format on social media. A public lawn conversion event is being held in October.

Annual Report: Staff continues to leverage the online annual report as a tool for increased engagement and to raise awareness of the Agency's accomplishments with the public. Analytics are reported at the end of each quarter.

Outreach Program Updates

Schools' Program: Staff launched the new Zone 7 Water Academy program. A detailed report on the launch of the program is included as an attachment to this report.

In-Person Events:

Dublin Farmers' Market, Thursday, August 3, 2023, 4:00pm-8:00pm at Emerald Glen Park, Dublin. Zone 7 hosted a booth with rebates and timely giveaways, including a bucket for collecting shower water while waiting for the water to warm up. Nearly 100 people visited the booth engaging in conversation and activities about responsible water usage.

Quest Science Center, Saturday, August 26, 2023, 11:00-2:00, Quest Plaza at Stockmen's Park, 29 S. Livermore Ave. Zone 7 joined other local groups in a hands-on science event focused on weather. At the Zone 7 booth, participants could build a water-cycle in a bag model. Many parents thanked us for being there and providing the activity. There were nearly 500 attendees and they genuinely wanted to hear our message and engage in conversation.

Splatter, Saturday, September 9, 2023, 12:00pm-8:00pm at Emerald Glen Park, 4120 Central Parkway in Dublin, California. Zone 7 Water will once again have a booth at the city of Dublin's popular event. Festival goers will be able to receive information pamphlets and Zone 7 giveaways. Activities include a Plinko game designed to help people focus on water facts and conservation.

Livermore Farmers' Market, Thursday, September 14, 2023, 4:00pm-8:00pm at Carnegie Town Square in Livermore. Zone 7 will host a booth to encourage discussions about ways to save water in and out of the house. Rebates and giveaways, including our buckets for collecting shower water while waiting for the water to warm up, and plate scrapers to reduce water usage in the kitchen will be available.

Rancho Las Positas Elementary School Family Science Night, Thursday, September 14, 2023, 6:00pm-7:30pm at Rancho Las Positas Elementary School in Livermore. Zone 7 will attend this family focused event at Rancho Elementary. Students and their parents will learn about our watershed by interacting with our floodplain model. They will also receive information about our schools' program as well as rebates and giveaways.

Quest Science Center, Saturday, October 7, 2023, 11:00am-2:00pm, Quest Plaza at Stockmen's Park, 29 S. Livermore Ave. Zone 7 will join other local groups in a hands-on science event focused on engineering. Families will be invited to use engineering processes to design a water filter. This activity will facilitate discussions of how Zone 7 treats water for drinking.

Rotary Chili Cook Off, Saturday, October 7, 2023, 11:00am-5:00pm at Carnegie Park at 2144 Third, Livermore. Zone 7 will host a booth again at the Chili Cook-off. We look forward to

representing Zone 7 and engaging with the public on topics of water conservation inside and outside of the home.

Lawn to Garden Party, Sunday, October 8, 2023, 9:30am-11:30am H St & 5th St Livermore. City of Livermore, Zone 7, California Water Service and StopWaste are co-sponsoring this event to help transform 5th Street Park into a low-water garden. Participants will get hands-on experience with removing a lawn with the sheet mulching method and converting an existing sprinkler system into a more efficient drip system. Participants will also learn about current water conservation rebates offered, water-saving gardening techniques, and how to get started with removing their own lawns.

Zone 7 Flood Safety Open House, Saturday, October 21, 2023, 10:00am-2:00pm, Zone 7 Headquarters at 100 N Canyons Pkwy, Livermore. In celebration of California Flood Preparedness week, Zone 7 will be hosting an open house to share essential tips and strategies for residents to keep their home and family during floods. Participants can explore interactive exhibits, engage with experts, and discover how Zone 7 is working to safeguard our community against potential flood risks.

Please visit www.zone7water.com/calendar for the most up to date schedule of public events.

ATTACHMENTS:

1. Monthly Analytics Dashboard
2. Water Academy Program Launch

Highlights:

Total users

3,061

↑ 4.5%

Views

12,509

↑ 36.2%

New users

2,747

↑ 5.4%

Engagement rate

62.05%

↑ 7.8%

Sessions

5.1K

↑ 13.5%

User engagement

82:03:17

↑ 38.8%

Most visited pages on the website - users and pageviews

	Page title	Views ▾	Total users
1.	Zone 7 Water Agency - the Tri-Valley region's water wholesaler	2,359	877
2.	For Teachers - Zone 7 Water Agency	957	191
3.	Construction & Business Opportunities - Zone 7 Water Agency	457	189
4.	Careers - Zone 7 Water Agency	403	278
5.	Examples of a Water Cycle Story - Zone 7 Water Agency	360	271
6.	4. Label the Water Cycle - Zone 7 Water Agency	261	232
7.	Board Meetings - Zone 7 Water Agency	258	119
8.	Water Academy Rewards - Zone 7 Water Agency	253	38
9.	Contact Us - Zone 7 Water Agency	243	130
10.	Rebate: Water-Efficient Lawn Conversion - Zone 7 Water Agency	216	117

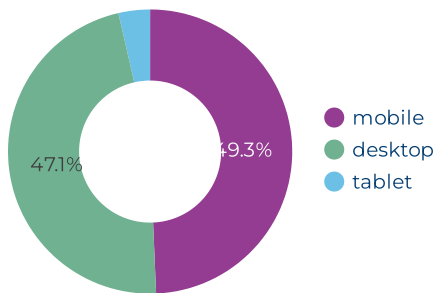
Acquisition source/medium - where traffic sessions come from

	Session source	Session medium	Sessions ▾
1.	google	organic	2,493
2.	(direct)	(none)	1,546
3.	bing	organic	259
4.	dsrds.com	referral	113
5.	cityofpleasantonca.gov	referral	111
6.	livermoreca.gov	referral	58
7.	evite.com	referral	56
8.	user_password_reset	email	54
9.	duckduckgo	organic	33

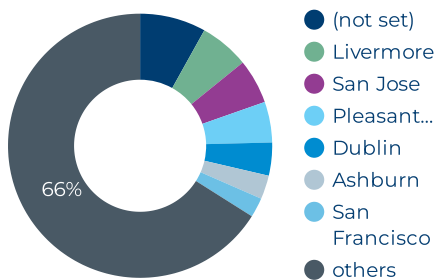
1 - 87 / 87



Total Users and Device



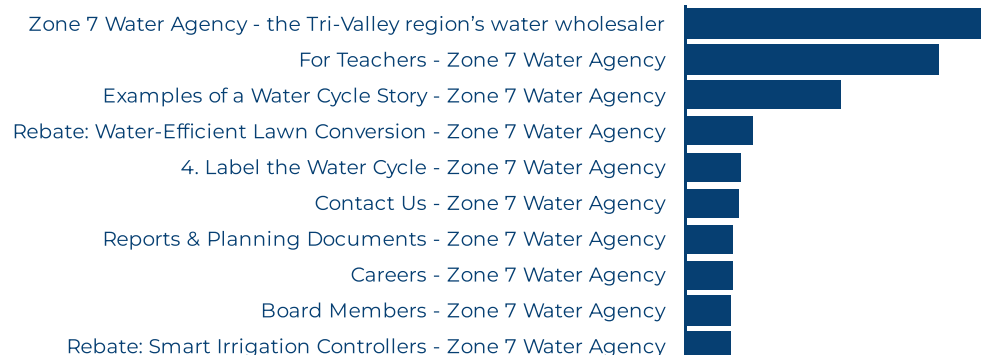
Users by City



Campaigns

	Campaign	Users ▾
1.	(not set)	1,049
2.	TRIV	804
3.	CCR	2
4.	site_mail	1
5.	PANTHEON_STRIPPED	1

Pages with the most time spent by users



00

1 - 5 / 5



Facebook Snapshot Analytics

Total Posts

25

Shares

5

Clicks

642

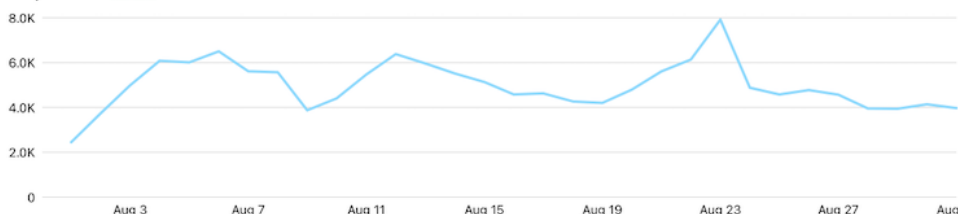
Page Followers

933

Reach

Facebook reach ⓘ

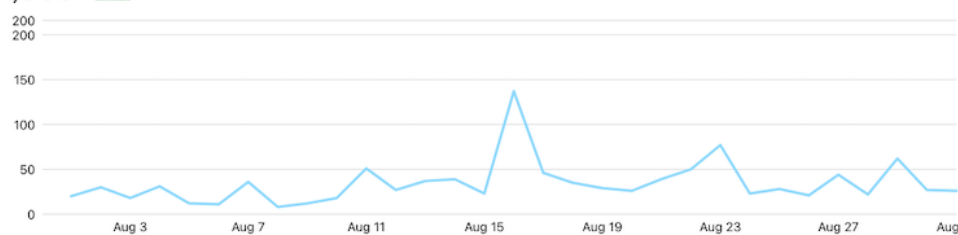
69,189 ↑ 262.4%



Page and profile visits

Facebook visits ⓘ

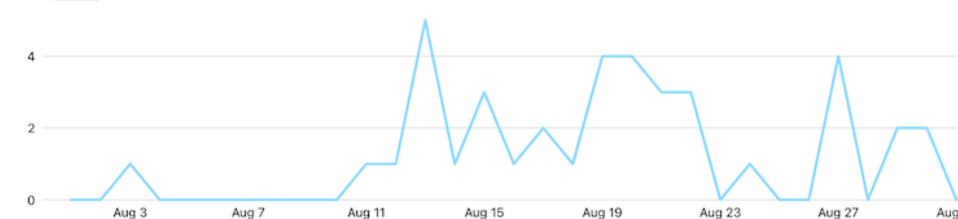
1,065 ↑ 18.7%



New likes and follows

Facebook Page new likes ⓘ

39 ↑ 129.4%



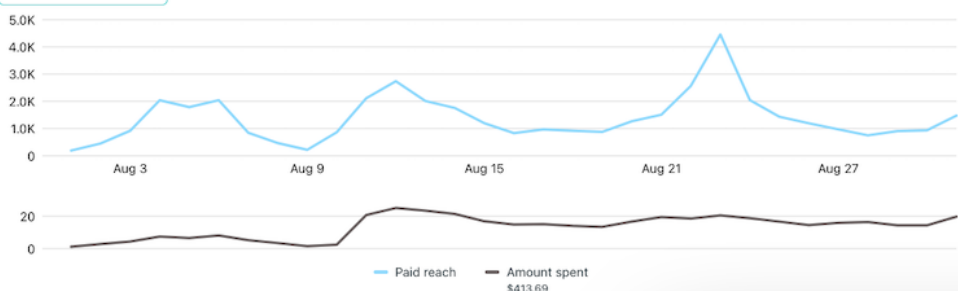
Ad trends

Paid reach ⓘ

28,018 ↑ 38.5%

Paid impressions ⓘ

51,177 ↑ 68.3%



Mailchimp Delivery Analytics

Total Eblasts Sent

2

Total Deliveries

1,879

Avg. Open Rate %

42.2%

Total Clicks

624

Monthly YouTube Performance

Total Views

14,910

Total Watch Time


158.4 hrs


Impressions

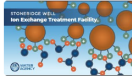
50,081


Top Five Videos of Month


Content

- 

Our Water's Journey
Aug 3, 2023
- 

Tri Valley Waters Journey
- 

Wondrous World of Water - Ion Exchange ...
Aug 3, 2023
- 

Wondrous World of Water - Ozone Treatme...
Sep 2, 2020
- 

Our Water's Journey
Jul 25, 2023

Insights & Opportunities

WEBSITE

- Exciting news for this month: Our website has experienced remarkable growth, with a more than 36% increase in page views and over a 38% surge in user engagement. Additionally, we've observed a rise in both the total user count and new users.
- As schools resumed this month, and with the proactive launch of our new Water Academy program, we saw a substantial uptick in activity within the education section, particularly among educators. Notably, there has been a delightful surge in visitors clicking through to the teacher referral section.
- The other notable increases originate from the Career and Construction sections of our website - the Stoneridge page has been part of an active outreach campaign in anticipation of the grand opening event.
- Lastly there is a significant amount of traffic coming directly from the Tri-Valley website to Zone 7; this is residual traffic from the paid media campaign for the Tri-Valley Water Partners Public Information Program.

SOCIAL MEDIA

- August's general follower campaign on Facebook increased our base audience by another 35 followers, plus 4 organic subscribers, taking us to a grand total of 933 followers. September's focus will be on the Ion Exchange video.
- Top August posts were about the Annual Report, Consumer Confidence Report and Stoneridge opening.
- Investment in the Tri-Valley videos increased in August, along with promotion for our new water quality videos including a vessel installation reel and an Ion Exchange animation sequence on PFAS removal, both in anticipation of the Stoneridge opening. This led to a significant increase in video views, watch time and impressions.
- The new animated Ion Exchange video in our Wondrous World of Water series achieved over 2.3k views with only a small investment of \$100, in just the month of August alone, with the promotion scheduled to run through September.

DIRECT MAIL

- August included our quarterly newsletter which doubled the sends from the previous month, increased our open rate several percentage points to 42.8%. Most notable, click-throughs increased from 58 to 624 month over month.
- In 2022, we switched the "Latest from Zone 7" newsletter from a monthly format to a quarterly format, to reduce the amount of emails subscribers receive. However, the amount of articles based on events and initiatives at the agency has proven to be a substantial amount of content to only send out every three months. Moving forward we will switch to a bi-monthly format, sending the newsletter every other month beginning in September.



WATER ACADEMY

The Zone 7 Water Communications team worked with our education and communications consultants to reimagine our long-running schools' program. In-classroom visits have declined since COVID for a variety of reasons including a slow transition back to in-person activities and teacher turnover in schools. The team wanted to signal a new era by reintroducing the education program.

The new Zone 7 Water Academy launched for the 2023–2024 school year, replacing our former Kid Zone branding. The new program branding, along with a strategic outreach plan and new rewards program are designed to help:

- build awareness and excitement and increase the program's credibility
- increase the number of in-classroom visits
- incentivize teachers to sign-up for lessons, particularly early in the year
- drive more local traffic to the Water Academy section of the website

The new Water Academy Rewards program allows teachers to earn gift certificates from Amazon, Target, or Starbucks. Teachers earn rewards for hosting in-classroom visits, referring other teachers and sharing information about the program as well as signing up their grade level, or signing up early.

A variety of new Water Academy assets were created including:

- new program logos
- letterhead
- postcards and flyers
- social media graphics
- e-newsletter template
- website banners
- presentation template
- program videos

The team will be actively promoting the Water Academy and encouraging sign-ups through a variety of outreach strategies using the assets above.

Prior to the pandemic, the program peaked with 660 visits. In the 2020–21 school year, the program moved online with 215 virtual lessons, in 2021–22 the program continued its hybrid format with 181 lessons. Last year during the 2022–23 school year, we had a total of 306 lessons. Since the soft launch of the program less than one month ago, we have received requests for 257 lessons for the 2023–24 school year, well on track to increase last year's lessons and a good start for returning to pre-pandemic levels.

ZONE 7 WATER AGENCY

100 NORTH CANYONS PARKWAY
LIVERMORE, CA 94551 | 925.454.5000

zone7water.com



ORIGINATING SECTION: Office of the General Manager
CONTACT: Carol Mahoney/Valerie Pryor

AGENDA DATE: September 20, 2023

SUBJECT: Legislative Update

SUMMARY:

Zone 7 staff, with the support of Agency consultants, monitors legislation that is being considered in Sacramento, as well as other political and regulatory activities of interest. This item supports Strategic Plan, Goal F – Stakeholder Engagement, engage our stakeholders to foster understanding of their needs, the Agency, and its function. California’s Assembly, Senate, and Committees began their two-year legislative cycle in January 2023. The last day for the legislature to act on bills will be September 14, 2023. The Governor will then have thirty days to sign or veto the bills, ending October 14, 2023. The attached is the legislative executive summary of bills of potential interest prepared by The Gualco Group, Inc.

The summary of priority bills from the California Special Districts Association (CSDA) is also attached. Although CSDA has a broad mission and does not focus specifically on water/flood issues, their list of priority bills includes those that may also impact governance, utility management, or finance.

FUNDING:

N/A

RECOMMENDED ACTION:

Information only.

ATTACHMENTS:

1. Gualco Legislative Executive Summary – for September 2023
2. CSDA Priority Bill Summary – for September 2023



EXECUTIVE SUMMARY

State Legislation

Prepared for the Zone 7 Water Agency
by The Gualco Group, Inc.



Bill	Topic	Synopsis	Staff Recommendation	Status of the Bill / Comments as of 09/11/2023
BROWN ACT LEGISLATION				
<u>AB 557 (Hart)</u>	Open meetings: local agencies: teleconference	This bill would revise the authority of a legislative body to hold a teleconference meeting under those abbreviated teleconferencing procedures when a declared state of emergency is in effect.	Watch	Set for Senate amendment concurrence 09/11/2023 Assembly Floor
<u>SB 411 (Portantino)</u>	Open meetings: teleconferences: neighborhood councils	Provisions to state meeting requirements of an advisory body with the purpose to promote more citizen participation in government and make government more responsive to local needs that is established pursuant to the charter of a city with a population of more than 3,000,000 people that is subject to the act.	Watch	Enrolling and Engrossing 9/08/2023
<u>SB 537 (Becker)</u>	Open meetings: multijurisdictional, cross-county agencies: teleconferences	Provides if a member of a legislative body of a local agency shows "just cause," including for a childcare or caregiving need of a relative that requires the member to participate remotely. This bill would expand the circumstances of "just cause" to apply to the situation in which an immunocompromised child, parent, grandparent, or other specified relative requires the member to participate remotely.	Watch	Set for hearing 09/11/2023 Assembly Floor

NATURAL RESOURCES BOND

<u>AB 305</u> <u>(Villapudua)</u>	California Flood Protection Bond Act of 2024	General Obligation Bond - \$4,500,000,000	Watch	Senate Committee on Natural Resources and Water & Senate Committee on Governance and Finance
<u>AB 408</u> <u>(Wilson)</u>	Climate-resilient Farms, Sustainable Healthy Food Access, and Farmworker Protection Bond Act of 2024	General Obligation Bond - \$3,650,000,000	Watch	DEAD
<u>AB 1567</u> <u>(Garcia)</u>	Safe Drinking Water, Wildfire Prevention, Drought Preparation, Flood Protection, Extreme Heat Mitigation, and Workforce Development Bond Act of 2024	General Obligation Bond - \$15,995,000,000	Watch	Senate Committee on Natural Resources and Water & Senate Committee on Governance and Finance
<u>SB 638</u> <u>(Eggman)</u>	Climate Resiliency and Flood Protection Bond Act of 2024	General Obligation Bond - \$6,000,000,000	Watch	Assembly Committee on Water, Parks, and Wildlife

<u>SB 867 (Allen)</u>	Drought, Flood, and Water Resilience, Wildfire and Forest Resilience, Coastal Resilience, Extreme Heat Mitigation, Biodiversity and Nature-Based Climate Solutions, Climate Smart Agriculture, Park Creation and Outdoor Access, and Clean Energy Bond Act of 2024	General Obligation Bond – \$15,500,000,000	Watch	Set for hearing Assembly Committee on Natural Resources
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UTILITY MANAGEMENT

<u>AB 457 (Patterson)</u>	Surplus Land Act: exempt surplus land: leases	Expands the definition of “exempt surplus land” to include a parcel that (1) is identified in the local agency’s circulation element or capital improvement program for future roadway development, (2) is no larger than 2 acres, (3) is zoned for retail commercial use, and the use of the parcel is consistent with the underlying zoning, and (4) abuts a state highway right-of-way. This bill would become operative only if SB 747 of the 2023–24 Regular Session is enacted and takes effect on or before January 1, 2024.	Watch	Set for hearing 09/11/2023 Senate Floor
<u>AB 516 (Ramos)</u>	Mitigation Fee Act: fees for improvements: reports and audits	Requires the Mitigation Fee Act report to include an identification of each public improvement identified in a previous report, whether construction began on the approximate date noted in the previous report, the reason for the delay, if any, and a revised approximate date that the local agency will commence construction, if applicable.	Watch	Enrolling and Engrossing 9/07/2023

[AB 1594](#)
[\(Garcia\)](#)

Medium- and heavy-duty zero-emission vehicles: public agency utilities

Requires any state regulation that seeks to require, or otherwise compel, the procurement of medium- and heavy-duty zero-emission vehicles by a public agency utility to ensure that those vehicles can support a public agency utility's ability to maintain reliable water and electric services, respond to disasters in an emergency capacity, and provide mutual aid assistance statewide and nationwide, among other requirements. The bill would define a public agency utility to include a local publicly owned electric utility, a community water system, a water district, and a wastewater treatment provider.

Favor

Ordered to special consent calendar
09/08/2023
Senate Floor

[SB 493 \(Min\)](#)

Air pollution: alternative vehicles and electric and hydrogen infrastructure

Requires the assessment of the fuel cell electric vehicle fueling infrastructure and fuel production to additionally include an assessment of storage and transport facilities, and the assessment of the electric vehicle charging infrastructure to additionally include electric system infrastructure and electric generation.

Favor

Set for hearing
09/11/2023
Assembly Floor

WATER RIGHTS

[AB 460](#)
[\(Bauer-Kahan\)](#)

State Water Resources Control Board: water rights and usage: interim relief: procedures

Authorizes the State Water Resources Control Board in conducting specified investigations or proceedings to inspect the property or facilities of a person or entity, as specified. The bill would authorize the board, if consent is denied for an inspection, to obtain an inspection warrant, as specified, or in the event of an emergency affecting public health and safety, to conduct an inspection without consent or a warrant.

Watch

DEAD

[AB 676](#)
[\(Bennett\)](#)

Water: general state policy

This bill would specify that the use of water for domestic purposes includes water use for human consumption, cooking, sanitary purposes, and care of household livestock, animals, and gardens, fire suppression and other safety purposes, and a purpose determined to be a domestic purpose as established by the common law.

Watch

Set for Senate amendment concurrence
09/11/2023
Assembly Floor

[AB 1272](#)
[\(Wood\)](#)

State Water Resources Control

Would require the State Water Resources Control Board, in consultation with the Department of Fish and Wildlife, to adopt principles and guidelines for diversion and use

Watch

Set for hearing
09/11/2023
Senate Floor

Board: drought planning

of water in coastal watersheds, as specified, during times of water shortage for drought preparedness and climate resiliency. The bill would require that the principles and guidelines allow for the development of locally generated watershed-level plans to support public trust uses, public health and safety, and the human right to water in times of water shortage, among other things.

[AB 1337 \(Wicks\)](#)

State Water Resources Control Board: water diversion curtailment

Under existing law, the diversion or use of water other than as authorized by specified provisions of law is a trespass, subject to specified civil liability. This bill would expand the instances when the diversion or use of water is considered a trespass.

Watch

DEAD

[SB 389 \(Allen\)](#)

State Water Resources Control Board: determination of water right

Authorizes the State Water Resources Control Board to investigate and ascertain whether or not a water right is valid. The bill would authorize the board to issue an information order in furtherance of an investigation, as executed by the executive director of the board.

Watch

Set for hearing
09/11/2023
Senate Floor

WATER QUALITY

[AB 249 \(Holden\)](#)

Water: schoolsites: lead testing

Would require a community water system that serves a schoolsite, as defined, to test for lead in the potable water system outlets of the schoolsite before January 1, 2027, except as provided. The bill would require the community water system to report its findings to the applicable schoolsite or local educational agency and to the State Water Resources Control Board.

Watch

Set for hearing
09/11/2023
Senate Floor

WATER SUPPLY

<u>AB 1573</u> <u>(Friedman)</u>	Water conservation: landscape design: model ordinance	Requires updated model ordinance to include provisions that require that plants included in a landscape design plan be selected based on their adaptability to climatic, geological, and topographical conditions of the project site, as specified. The bill would also exempt landscaping that is part of a culturally specific project, as defined, ecological restoration projects that do not require a permanent irrigation system, mined-land reclamation projects that do not require a permanent irrigation system, and existing plant collections, as part of botanical gardens and arboretums open to the public, from the model ordinance.	Not Favor	Inactive File 09/11/2023 Senate Floor
<u>SB 366</u> <u>(Caballero)</u>	The California Water Plan: long-term supply targets	Requires the Department of Water Resources to coordinate with the California Water Commission, the State Water Resources Control Board, other state and federal agencies as appropriate, and the stakeholder advisory committee to develop a comprehensive plan for addressing the state's water needs and meeting specified long-term water supply targets established by the bill for purposes of The California Water Plan. The bill would require the plan to provide recommendations and strategies to ensure enough water supply for all beneficial uses	Favor	DEAD

SGMA

<u>AB 560</u> <u>(Bennett)</u>	Sustainable Groundwater Management Act: groundwater adjudication	Requires the parties to an adjudication action to submit a proposed settlement agreement determining rights to water to the board for a nonbinding advisory determination as to whether the proposed settlement agreement will substantially impair the ability of a groundwater sustainability agency, the board, or the department to achieve sustainable groundwater management before filing the proposed settlement agreement with the court.	Watch	DEAD
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[AB 779](#)
[\(Wilson\)](#)

**Groundwater:
adjudication**

Requires the Department of Water Resources to post the documents on its internet website in the interest of transparency and accessibility within 20 business days of receipt from a party, as specified. The bill would authorize the court to refer the matter to the State Water Resources Control Board for investigation and report in order to assist the court in making findings pursuant to these provisions and would authorize a party to request that the court refer the matter to the board for these purposes. The bill would require the court to consider the water use of small farmers and disadvantaged communities, as those terms are defined, before entering a judgment.

Watch

Set for hearing
09/11/2023
Senate Floor

[AB 1563](#)
[\(Bennett\)](#)

**Groundwater
sustainability
agency: groundwater
extraction permit:
verification**

Current law authorizes a groundwater sustainability agency to request of the county, and requires a county to consider, that the county forward permit requests for the construction of new groundwater wells, the enlarging of existing groundwater wells, and the reactivation of abandoned groundwater wells to the agency before permit approval. This bill would instead require a county to forward permit requests for the construction of new groundwater wells, the enlarging of existing groundwater wells, and the reactivation of abandoned groundwater wells to the groundwater sustainability agency before permit approval.

Watch

DEAD

CSDA Priority Legislation

Monday, September 11, 2023

District Operations

[AB 242](#)**Wood D Critical access hospitals: employment.****Introduced:** 1/13/2023**Status:** 9/5/2023 - Read third time. Passed. Ordered to the Assembly. (Ayes 38. Noes 0.). In Assembly. Ordered to Engrossing and Enrolling. (Enrolled Text Released 9/7/2023)**Location:** 9/5/2023 - A . ENROLLMENT

Summary: Existing law, the Medical Practice Act, authorizes the Medical Board of California to grant approval of the employment of licensees on a salary basis by licensed charitable institutions, foundations, or clinics if no charge for professional services is made, in accordance with specified requirements. Existing law provides an exception to the prohibition on charging for professional services for a federally certified critical access hospital that employs licensees and charges for professional services rendered by those licensees to patients under specified conditions, including that the medical staff concur by an affirmative vote that the licensee's employment is in the best interest of the communities served by the hospital. Existing law makes that exception operative only until January 1, 2024. This bill would delete the provision making the above-specified exception inoperative on January 1, 2024. The bill would make nonsubstantive changes by deleting inoperative reporting requirements. This bill contains other related provisions and other existing laws.

Attachments:[AB 242 \(Wood\) Sen. B&P Cmte - Support](#)[AB 242 \(Wood\) Sen. Health Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Healthcare/Hospital	Health and Safety	Workforce Development	District Operations

Public Notes 2/21/2023 I-1/13/2023 to: Support 3[AB 249](#)**Holden D Water: schoolsites: lead testing.****Introduced:** 1/18/2023**Status:** 9/7/2023 - Read second time. Ordered to third reading.**Location:** 9/7/2023 - S . THIRD READING

Summary: Would require a community water system that serves a schoolsite, as defined, to test for lead in the potable water system outlets of the schoolsite before January 1, 2027, except as provided. The bill would require the community water system to report its findings to the applicable schoolsite or local educational agency and to the State Water Resources Control Board. The bill would require the local educational agency or schoolsite, if the lead level exceeds a specified level at a schoolsite, to notify the parents and guardians of the pupils who attend the schoolsite, take immediate steps to make inoperable and shut down from use all potable water system outlets where the excess lead levels may exist, and work to ensure that a lead-free source of drinking water is provided for pupils, as specified. The bill would require a community water system to test a potable water system outlet that replaces an outlet that is found to have excess levels of lead. The bill would require a community water system to prepare a sampling plan for each schoolsite where lead sampling is required under these provisions, as specified. The bill would require the schoolsite, local educational agency, and state board to make the results of schoolsite lead sampling publicly available by posting the results on its internet website. The bill would require a schoolsite and a local educational agency, if an internet website is not maintained, to provide the results upon request. By imposing additional duties on local agencies, this bill would impose a state-mandated local program.

Attachments:[AB 249 \(Holden\) Senate Appropriations Cmte. - Coalition - Oppose](#)[AB 249 \(Holden\) Senate Environmental Cmte. and Sen. Education Cmte. - Oppose](#)[Assembly Appropriations Committee coalition letter \(OPPOSE\)](#)[AB 249 ESTM Oppose](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose Unless Amended 3	None	AAvery	Water/Irrigation	Water and Wastewater	None	District Operations

Public Notes 8/21/2023 A-6/22/2023 to: Oppose Unless Amended 3[AB 281](#)**Grayson D Planning and zoning: housing: postentitlement phase permits.****Introduced:** 1/24/2023**Status:** 9/5/2023 - Read third time. Passed. Ordered to the Assembly. (Ayes 39. Noes 0.). In Assembly. Ordered to Engrossing and Enrolling. (Enrolled Text Released 9/7/2023)**Location:** 9/5/2023 - A . ENROLLMENT

Summary: Existing law, which is part of the Planning and Zoning Law, requires a local agency to compile a list of information needed to approve or deny a postentitlement phase permit, to post an example of a complete, approved application and an example of a complete set of postentitlement phase permits for at least 5 types of housing development projects in the jurisdiction, as specified, and to make those items available to all applicants for these permits no later than January 1, 2024. Existing law establishes time limits for completing reviews regarding whether an application for a postentitlement phase permit is complete and compliant and whether to approve or deny an application, as specified, and makes any failure to meet these time limits a violation of specified law. Existing law defines various terms for these purposes, including "local agency" to mean a city, county, or city and county, and "postentitlement phase permit," among other things, to exclude a permit required and issued by a special district. This bill would require a special district that receives an application from a housing development project for service from a special district or an application from a housing development project for a postentitlement phase permit, as specified, to provide written notice to the applicant of next steps in the review process, including, but not limited to, any additional information that may be required to begin to review the application for service or approval. The bill would require the special district to provide this notice within 30 business days of receipt of the application for a housing development with 25 units or fewer, and within 60 business days for a housing development with 26 units or more. The bill would define various terms for these purposes. By imposing additional duties on special districts, the bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	MDetwiler	General/All	District Operations	None	District Operations

Public Notes 3/14/2023 A-3/9/2023 to: Neutral

[AB 457](#)**[Patterson, Joe R](#) Surplus Land Act: exempt surplus land: leases.****Introduced:** 2/6/2023**Status:** 9/8/2023 - Read third time and amended. Ordered to second reading.**Location:** 9/8/2023 - S . SECOND READING

Summary: Current law requires any local agency disposing of surplus land to send, prior to disposing of that property or participating in negotiations to dispose of that property with a prospective transferee, a written notice of availability of the property pursuant to prescribed procedures. Under existing law, the disposal of exempt surplus land is not subject to these requirements. Current law defines "exempt surplus land" for these purposes to include, among other things, surplus land that a local agency is transferring to another local, state, or federal agency for the agency's use. This bill would expand that definition of "exempt surplus land" to include a parcel that (1) is identified in the local agency's circulation element or capital improvement program for future roadway development, (2) is no larger than 2 acres, (3) is zoned for retail commercial use, and the use of the parcel is consistent with the underlying zoning, and (4) abuts a state highway right-of-way.

Attachments:[AB 457 \(J. Patterson\) Letter to Author - Removal of Opposition](#)[AB 457 \(J. Patterson\) Senate Governance and Finance Cmte. - Oppose Unless Amended](#)[AB 457 Author - Concerns](#)[AB 457 Concern - Housing Committee](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	AAvery	General/All	District Operations	Surplus Land	District Operations

Public Notes 7/13/2023 A-6/29/2023 to: Neutral

6/12/2023 A-3/15/2023 to: Oppose unless Amended 3

3/14/2023 A-2/27/2023 to: Concerns

[AB 480](#)**[Ting D](#) Surplus land.****Introduced:** 2/7/2023**Status:** 9/8/2023 - Read third time and amended. Ordered to second reading.**Location:** 9/8/2023 - S . SECOND READING

Summary: Current law prescribes requirements for the disposal of surplus land by a local agency, as defined, and requires, except as provided, a local agency disposing of surplus land to comply with certain notice requirements before disposing of the land or participating in negotiations to dispose of the land with a prospective transferee, particularly that the local agency send a notice of availability to specified entities that have notified the Department of Housing and Community Development of their interest in surplus land, as specified. Under current law, if the local agency receives a notice of interest, the local agency is required to engage in good faith negotiations with the entity desiring to purchase or lease the surplus land. This bill would define the term "dispose" to mean the sale of the surplus property or a lease of any surplus property entered into on or after January 1, 2024, for a term longer than 15 years, including renewal options, as specified. The bill would provide that "dispose" does not include entering a lease for surplus land on which no development or demolition will occur, regardless of the term of the lease.

Attachments:[AB 480 \(Ting\) Senate Housing Cmte. 7.3.23 - Oppose Unless Amended](#)[AB 480 \(Ting\) Senate Housing Cmte. - Oppose Unless Amended](#)[AB 480 \(Ting\) Senate Governance and Finance Cmte. 6.21.23 - Oppose Unless Amended](#)[AB 480 \(Ting\) Senate Governance and Finance Cmte. - Oppose Unless Amended](#)[AB 480 Assembly Floor Alert](#)[AB 480 Assembly Appropriations Letter](#)[Author letter \(QUA\)](#)[Assembly Housing letter \(QUA\)](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose Unless Amended 3	None	AAvery	General/All	District Operations	Surplus Land	District Operations

Public Notes 8/9/2023 A-7/3/2023 to: Oppose Unless Amended 3

2/22/2023 I-2/7/2023 to: Watch

2/13/2023 I-2/7/2023 to: No position

[AB 535](#)**[Irwin D](#) School accountability: Statewide School Library Lead.****Introduced:** 2/8/2023**Status:** 9/8/2023 - Ordered to special consent calendar.**Location:** 9/8/2023 - S . CONSENT CALENDAR

Summary: Current law establishes a single system for providing support to local educational agencies and schools and for specified federal educational programs. Current law provides that the purpose of the statewide system of support is to build the capacity of local educational agencies, as specified. Current law requires the State Department of Education and the California Collaborative for Educational Excellence to establish a process, administered by the department, to select, subject to approval by the executive director of the State Board of Education, an expert lead agency based on specific expertise in an area of need to conduct activities and build statewide capacity to address that area of need within the statewide system of support, as well as geographic lead agencies for other specified purposes, as provided. This bill would, contingent upon an appropriation for these purposes, require the Superintendent of Public Instruction, on or before July 1, 2024, to select an applicant county office of education to serve as a Statewide School Library Lead to work collaboratively with the California Collaborative for Educational Excellence and to establish library and literacy services that support the statewide system of support.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support in Concept	None	MDetwiler	Library	District Operations	None	District Operations

Public Notes 3/14/2023 I-2/8/2023 to: Support in Concept[AB 755](#)**[Papan D](#) Water: public entity: water usage demand analysis.****Introduced:** 2/13/2023**Status:** 8/22/2023 - Read second time. Ordered to third reading.**Location:** 8/22/2023 - S . THIRD READING

Summary: Current law authorizes a public entity that supplies water at retail or wholesale within its service area to adopt, in accordance with specified procedures, and enforce a water conservation program. This bill would require a public entity, as defined, to conduct a water usage demand analysis, as defined, prior to completing, or as part of, a cost-of-service analysis conducted to set fees and charges for water service that are consistent with applicable law. The bill would require a public entity to identify, within the water usage demand analysis, the

costs of water service for the highest users, as defined, incurred by the public entity, and the average annual volume of water delivered to high water users.

Attachments:

[AB 755 \(Papan\) SNRW Coalition - Oppose](#)
[AB 755 SNRW Coalition Letter](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	Water/Irrigation	Water and Wastewater	Climate Change and Adaptation	District Operations

Public Notes 6/12/2023 A-5/18/2023 to: Oppose 3
 3/13/2023 I-2/13/2023 to: Watch
 2/15/2023 I-2/13/2023 to: No position

[AB 965](#)

Carrillo, Juan D Local government: broadband permit applications.

Introduced: 2/14/2023

Status: 9/7/2023 - Assembly Rule 77 suspended. (Ayes 62. Noes 15.)

Location: 9/6/2023 - A . CONCURRENCE

Summary: The Permit Streamlining Act governs the approval process that a city or county is required to follow when approving, among other things, a permit for construction or reconstruction for a development project for a wireless telecommunications facility and a collocation or siting application for a wireless telecommunications facility. This bill, except as specified, would require a local agency to undertake batch broadband permit processing, as defined, upon receiving 2 or more broadband permit applications for substantially similar broadband project sites submitted at the same time by the same applicant, within a presumptively reasonable time, as defined. The bill would define "local agency" for these purposes to mean a city, county, city and county, charter city, special district, or publicly owned utility, other than certain publicly owned electric utilities. If a local agency does not approve those broadband permit applications for substantially similar broadband project sites and issue permits, or reject the applications and notify the applicants, within the presumptively reasonable time or longer period permitted under applicable law, the bill would require that all of those permits be deemed approved.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	MDetwiler	General/All	District Operations		District Operations

Public Notes 6/12/2023 A-6/7/2023 to: Neutral
 5/1/2023 A-5/1/2023 to: Oppose 3
 3/13/2023 I-2/14/2023 to: Watch

[AB 1469](#)

Kalra D Santa Clara Valley Water District.

Introduced: 2/17/2023

Status: 9/8/2023 - Read third time and amended. Ordered to second reading.

Location: 9/8/2023 - S . SECOND READING

Summary: The Santa Clara Valley Water District Act creates the Santa Clara Valley Water District, and authorizes the district to provide for the conservation and management of flood, storm, and recycled waters, and other waters, for beneficial uses and to enhance natural resources in connection with carrying out the purposes of the district. This bill would additionally authorize the district to take certain actions in order to assist unsheltered people living along streams, in riparian corridors, or otherwise within the district's jurisdiction, in consultation with a city or the County of Santa Clara to provide solutions or improve outcomes for the unsheltered individuals. The bill would require, if the district elects to use the above-described authority, the district to provide a report to the appropriate committees of the Legislature on or before July 1, 2029, and a subsequent report on or before July 1, 2034, containing specified information, including, among other things, the district's actions taken to assist unsheltered people. The bill would provide that the use of land by the district for these specified actions constitutes "agency's use" for purposes of the prescribed requirements related to the disposal of surplus land by a local agency, and would make this provision operative only if SB 747 of the 2023–24 Regular Session is enacted as provided. This bill contains other related provisions and other existing laws.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Water/Irrigation, Single District	District Operations	Housing, Homelessness Funding	District Operations

Public Notes 3/14/2023 I-2/17/2023 to: Support 3
 2/22/2023 I-2/17/2023 to: No position

[AB 1637](#)

Irwin D Local government: internet websites and email addresses.

Introduced: 2/17/2023

Status: 9/5/2023 - Read second time. Ordered to third reading.

Location: 9/5/2023 - S . THIRD READING

Summary: Would, no later than January 1, 2029, require a local agency, as defined, that maintains an internet website for use by the public to ensure that the internet website utilizes a ".gov" top-level domain or a ".ca.gov" second-level domain and would require a local agency that maintains an internet website that is noncompliant with that requirement to redirect that internet website to a domain name that does utilize a ".gov" or ".ca.gov" domain. This bill, no later than January 1, 2029, would also require a local agency that maintains public email addresses to ensure that each email address provided to its employees utilizes a ".gov" domain name or a ".ca.gov" domain name. By adding to the duties of local officials, the bill would impose a state-mandated local program.

Attachments:

[AB 1637 \(Irwin\) Letter to Author - Removal of Opposition](#)
[Assembly Appropriations Committee letter \(OUA\)](#)
[Assembly Privacy Committee \(OUA\)](#)
[Coalition Letter Ab 1637 Asm Local Govt OUA](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	AAvery	General/All	District Operations	Cyber Security	District Operations

Public Notes 6/12/2023 A-5/18/2023 to: Neutral
 4/6/2023 A-3/16/2023 to: Oppose unless Amended 3
 3/13/2023 I-2/17/2023 to: Watch
 2/22/2023 I-2/17/2023 to: No position

[SB 34](#)

Umburg D Surplus land disposal: violations: County of Orange.

Introduced: 12/5/2022**Status:** 8/28/2023 - Read second time. Ordered to third reading.**Location:** 8/28/2023 - A . THIRD READING

Summary: Current law prescribes requirements for the disposal of land determined to be surplus land by a local agency. Those requirements include a requirement that a local agency, prior to disposing of a property or participating in negotiations to dispose of that property with a prospective transferee, send a written notice of availability of the property to specified entities, depending on the property's intended use, and send specified information in regard to the disposal of the parcel of surplus land to the Department of Housing and Community Development. Current law, among other enforcement provisions, makes a local agency that disposes of land in violation of these disposal provisions, after receiving notification of violation from the department, liable for a penalty of 30% of the final sale price of the land sold in violation for a first violation and 50% for any subsequent violation. Under current law, except as specified, a local agency has 60 days to cure or correct an alleged violation before an enforcement action may be brought. Current law provides for the deposit and use of penalty revenues for housing, as prescribed. This bill, until January 1, 2030, would require the County of Orange, or any city located within the County of Orange, if notified by the department that its planned disposal of surplus land is in violation of existing law, to cure or correct the alleged violation within 60 days, as prescribed. The bill would prohibit a County of Orange jurisdiction that has not cured or corrected any alleged violation from disposing of the parcel until the department determines that it has complied with existing law or deems the alleged violation not to be a violation.

Attachments:[SB 34 \(Umberg\) Assembly Housing Cmte. - Oppose Unless Amended](#)[SB 34 \(Umberg\) Assembly Local Government Cmte. - Oppose Unless Amended](#)[SB 34 \(Umberg\) Asm. Local Gov. - Oppose Unless Amended](#)[SB 34 \(Umberg\) Sen. Approp. - Oppose Unless Amended](#)[Senate Floor Alert \(QUA\)](#)[Author \(QUA\)](#)[Senate Governance and Finance Committee \(QUA\)](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose Unless Amended 3	None	AAvery	General/All	District Operations	Surplus Land	District Operations

Public Notes 4/14/2023 A-2/22/2023 to: Oppose unless Amended 3

3/14/2023 A-2/22/2023 to: Concerns

2/16/2023 I-12/5/2022 to: Watch

[SB 229](#)**Umberg D Surplus land: disposal of property: violations: public meeting.****Introduced:** 1/23/2023**Status:** 9/7/2023 - Read third time and amended. Ordered to third reading.**Location:** 8/28/2023 - A . THIRD READING

Summary: Would require a local agency that is disposing of surplus land and has received a notification of violation from the Department of Housing and Community Development to hold an open and public meeting to review and consider the substance of the notice of violation. The bill would require the local agency's governing body to provide prescribed notice no later than the time required by specified provisions. The bill would prohibit the local agency's governing body from taking final action to ratify or approve the proposed disposal of surplus land until a public meeting is held as required. The bill would exempt from its provisions a local agency that ceases to dispose of surplus land after receiving the notice of violation. By imposing new duties on local agencies, the bill would impose a state-mandated local program.

Attachments:[SB 229 \(Umberg\) Assembly Housing Cmte. - Oppose Unless Amended](#)[SB 229 \(Umberg\) Asm. Local Gov. - Oppose Unless Amended](#)[SB 229 \(Umberg\) Sen. Approps. - Oppose Unless Amended](#)[Senate Floor Alert \(QUA\)](#)[Author letter \(QUA\)](#)[Senate Gov and Finance Committee letter \(QUA\)](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose Unless Amended 3	None	AAvery	General/All	District Operations	Surplus Land	District Operations

Public Notes 4/14/2023 A-2/23/2023 to: Oppose unless Amended 3

3/14/2023 A-2/23/2023 to: Concerns

[SB 240](#)**Ochoa Bogh R Surplus state real property: affordable housing and housing for formerly incarcerated individuals.****Introduced:** 1/25/2023**Status:** 9/5/2023 - Read second time. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Current law requires a local agency or nonprofit affordable housing sponsor to satisfy certain requirements to be considered as a potential priority buyer of surplus state real property, including that the local agency or nonprofit affordable housing sponsor demonstrate, to the satisfaction of the department, that the surplus state real property, or portion of that surplus state real property, is to be used by the local agency or nonprofit affordable housing sponsor for open space, public parks, affordable housing projects, or development of local government-owned facilities. Current law authorizes the Department of General Services to sell surplus state real property, or a portion of surplus state real property, to a local agency, or to a nonprofit affordable housing sponsor if no local agency is interested in the surplus state real property, for affordable housing projects at a sales price less than fair market value if the department determines that such a discount will enable the provision of housing for persons and families of low or moderate income. This bill would additionally authorize a local agency or nonprofit affordable housing sponsor to be considered as a potential priority buyer of surplus state real property upon demonstration that the property is to be used by the agency or sponsor for housing for formerly incarcerated individuals, subject to the same provisions described above, as specified.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	MDetwiler	Open Space, Recreation and Park	District Operations	Surplus Land	District Operations

Public Notes 5/1/2023 A-4/20/2023 to: Neutral[SB 613](#)**Seyarto R Organic waste: reduction goals: local jurisdictions: low-population waiver.****Introduced:** 2/15/2023**Status:** 9/5/2023 - Read second time. Ordered to third reading.

Location: 9/5/2023 - A . THIRD READING

Summary: Current law requires the State Air Resources Board to approve and begin implementing a comprehensive short-lived climate pollutant strategy to achieve a certain reduction in statewide emissions of methane, including a goal of a 75% reduction in the level of the statewide disposal of organic waste from the 2014 level by 2025. Current law requires the Department of Resources Recycling and Recovery, in consultation with the state board, to adopt regulations that achieve those targets for reducing organic waste in landfills that may include, among other things, different levels of requirements for local jurisdictions and phased timelines based upon their progress in meeting the organic waste reduction goals, and penalties to be imposed by the department for noncompliance. This bill would, for a local jurisdiction, as defined, waive those requirements and regulations until December 31, 2028, if the local jurisdiction does not qualify for other specified waivers, disposed of fewer than 5,000 tons of solid waste in 2014, and has fewer than 7,500 people, as provided.

Attachments:[SB 613 \(Seyarto\) Sen. Enviro Quality Cmte - Support](#)[SB 613 \(Seyarto\) Author Letter - Support](#)[SB 613 \(Seyarto\) Asm. Natural Resources Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Solid Waste Management	District Operations	None	District Operations

Public Notes 3/14/2023 I-2/15/2023 to: Support 3
2/21/2023 I-2/15/2023 to: No position

[SB 747](#)**Caballero D Land use: surplus land.****Introduced:** 2/17/2023**Status:** 9/8/2023 - Read third time and amended. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Current law prescribes requirements for the disposal of surplus land by a local agency. Current law defines terms for these purposes. Existing law defines "surplus land" to generally mean land owned in fee simple by a local agency for which the local agency's governing body takes formal action in a public meeting declaring that the land is surplus and not necessary for the agency's use. Current law defines "agency's use" to include land that is being used, is planned to be used pursuant to a written plan adopted by the local agency's governing board, or is disposed of to support agency work or operations. Current law excludes from "agency's use" commercial or industrial uses or activities, or property disposed of for the sole purpose of investment or generation of revenue, unless the local agency is a district, except as specified, and the agency's governing body takes specified actions in a public meeting. Current law excludes from these requirements the disposal of exempt surplus land by an agency of the state or any local government. Current law requires a local agency to declare land as either surplus land or exempt surplus land, as supported by written findings, before a local agency may take any action to dispose of it. Under existing law, exempt surplus land includes, among other types of land, property that is used by a district for an "agency's use" as expressly authorized, land for specified developments, including a mixed-use development, if put out to open, competitive bid by a local agency, as specified, and surplus land that is subject to specified valid legal restrictions. This bill would define the term "dispose" for these purposes to mean the sale of the surplus property or a lease of any surplus property entered into on or after January 1, 2024, for a term longer than 15 years, including renewal options, as specified.

Attachments:[SB 747 \(Caballero\) Assembly Local Government Cmte. - Support if Amended](#)[SB 747 \(Caballero\) Assembly Housing Cmte. \(Final\) - Support if Amended](#)[SB 747 \(Caballero\) Assembly Housing Cmte. - Support if Amended](#)[Senate Housing Committee \(SIA\)](#)[SB 747 Support if Amended - Author](#)[SB 747 Support if amended - Gov & Fin](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support if Amended 2	None	AAvery	General/All	District Operations	Surplus Land	District Operations

Public Notes 3/14/2023 I-2/17/2023 to: Support if Amended 2
3/14/2023 I-2/17/2023 to: Watch
2/22/2023 I-2/17/2023 to: No position

[SB 753](#)**Caballero D Cannabis: water resources.****Introduced:** 2/17/2023**Status:** 9/5/2023 - Read second time. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Under the Control, Regulate and Tax Adult Use of Marijuana Act (AUMA), a person 18 years of age or older who plants, cultivates, harvests, dries, or processes more than 6 living cannabis plants, or any part thereof, may be charged with a felony if specified conditions exist, including when the offense causes substantial environmental harm to public lands or other public resources. This bill would amend AUMA by adding to the above-described conditions planting, cultivating, harvesting, drying, or processing marijuana that results in substantial environmental harm to surface or groundwater. By expanding the scope of a crime, this bill would impose a state-mandated local program.

Attachments:[SB 753 Support Position Letter - Asm. Public Safety](#)[Senate Appropriations Committee letter \(SUPPORT\)](#)[Senate Natural Resources \(SUPPORT\)](#)[SB 753 \(Caballero\) Support Letter - Public Safety Committee](#)[SB 753 \(Caballero\) Support Letter - Author](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery	Water/Irrigation	District Operations	None	District Operations

Public Notes 3/13/2023 I-2/17/2023 to: Support 3
2/22/2023 I-2/17/2023 to: No position

Environment and Disaster Preparedness[AB 279](#)**Rubio, Blanca D San Gabriel Basin Water Quality Authority: annual pumping right assessment.****Introduced:** 1/24/2023

Status: 9/5/2023 - Read third time. Passed. Ordered to the Assembly. (Ayes 38. Noes 0.). In Assembly. Ordered to Engrossing and Enrolling. (Enrolled Text Released 9/7/2023)

Location: 9/5/2023 - A . ENROLLMENT

Summary: Existing law, the San Gabriel Basin Water Quality Authority Act, establishes the San Gabriel Basin Water Quality Authority and provides for its powers and duties. Among other things, the act authorizes the authority to impose an annual pumping right assessment for specified purposes in an amount not to exceed \$10 per acre-foot. This bill would increase the maximum allowable annual pumping right assessment to \$20 per acre-foot. This bill contains other related provisions and other existing laws.

Attachments:[AB 279 \(B. Rubio\) Senate Environmental Cmte. - Support](#)[Assembly ESTM Committee letter - SUPPORT](#)[Author letter - SUPPORT](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery	Water/Irrigation	Water and Wastewater	Climate Change and Adaptation	Environment and Disaster Preparedness

Public Notes 3/14/2023 A-2/8/2023 to: Support 3

2/17/2023 A-2/8/2023 to: Watch

[AB 297](#)**Fong, Vince R Wildfires: local assistance grant program: prescribed grazing: advance payments.****Introduced:** 1/26/2023**Status:** 9/8/2023 - Read third time and amended. Ordered to second reading.**Location:** 9/8/2023 - S . SECOND READING

Summary: Current law requires the Department of Forestry and Fire Protection to establish a local assistance grant program for fire prevention and home hardening education activities, including public education outreach activities, as provided. The Director of Forestry and Fire Protection may, until January 1, 2024, authorize advance payments from a grant program award, not to exceed 25% of the total grant award, except as specified. This bill would expand the definition of fire prevention activities to include prescribed grazing, as defined. The bill would expand allowable public education outreach activities to include training on prescribed grazing.

Attachments:[AB 297 \(Fong\) Author - Support](#)[AB 297 \(Fong\) Sen. Natural Resources Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Fire Protection	Environment and Disaster Preparedness	Emergency Planning and Response	Environment and Disaster Preparedness

[AB 585](#)**Rivas, Robert D Climate change: infrastructure and clean energy projects: assessments.****Introduced:** 2/9/2023**Status:** 9/8/2023 - Ordered to special consent calendar.**Location:** 9/8/2023 - S . CONSENT CALENDAR

Summary: Current law vests the Public Utilities Commission (PUC) with regulatory jurisdiction over public utilities, including electrical corporations, as provided. Current law requires the PUC and the State Energy Resources Conservation and Development Commission (Energy Commission) to undertake specified actions to advance the state's clean energy and pollution reduction objectives. This bill would request the California Council on Science and Technology (CCST), in its discretion, every 3 years, to assess the infrastructure project types, scale, and pace necessary to achieve the state's energy, climate change, and air quality goals, as specified. The bill would also require GO-Biz, in consultation with the Energy Commission, the PUC, and the state board, to prepare an assessment of the barriers, challenges, and impediments limiting the deployment and development of clean energy projects, as specified. The bill would require GO-Biz to submit this assessment to the Legislature on or before January 1, 2026. The bill would also require the assessment to be considered and incorporated into the work carried out by the Infrastructure Strike Team convened by the Governor.

Attachments:[AB 585 \(Rivas\) Senate Environmental Quality Cmte. - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	General/All	Environment and Disaster Preparedness	Climate Change and Adaptation	Environment and Disaster Preparedness

Public Notes 6/12/2023 A-5/18/2023 to: Support 3

3/13/2023 I-2/9/2023 to: Watch

[AB 1572](#)**Friedman D Potable water: nonfunctional turf.****Introduced:** 2/17/2023**Status:** 9/6/2023 - Read second time. Ordered to third reading.**Location:** 9/6/2023 - S . THIRD READING

Summary: Would make legislative findings and declarations concerning water use, including that the use of potable water to irrigate nonfunctional turf is wasteful and incompatible with state policy relating to climate change, water conservation, and reduced reliance on the Sacramento-San Joaquin Delta ecosystem. The bill would direct all appropriate state agencies to encourage and support the elimination of irrigation of nonfunctional turf with potable water.

Attachments:[Assembly WPW Committee Letter \(QUA\)](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	AAvery	Water/Irrigation	Water and Wastewater	Climate Change and Adaptation	Environment and Disaster Preparedness

Public Notes 8/9/2023 A-7/10/2023 to: Neutral

6/12/2023 A-5/18/2023 to: Concerns

3/14/2023 I-2/17/2023 to: Oppose unless Amended 3

3/13/2023 I-2/17/2023 to: Watch

2/22/2023 I-2/17/2023 to: No position

[AB 1594](#)**Garcia D Medium- and heavy-duty zero-emission vehicles: public agency utilities.****Introduced:** 2/17/2023

Status: 9/8/2023 - Ordered to special consent calendar.

Location: 9/8/2023 - S . CONSENT CALENDAR

Summary: Current law establishes the Air Quality Improvement Program that is administered by the State Air Resources Board for purposes of funding projects related to, among other things, the reduction of criteria air pollutants and improvement of air quality, and establishes the Medium- and Heavy-Duty Zero-Emission Vehicle Fleet Purchasing Assistance Program within the Air Quality Improvement Program to make financing tools and nonfinancial supports available to operators of medium- and heavy-duty vehicle fleets to enable those operators to transition their fleets to zero-emission vehicles. This bill would require any state regulation that seeks to require, or otherwise compel, the procurement of medium- and heavy-duty zero-emission vehicles to authorize public agency utilities to purchase replacements for traditional utility-specialized vehicles that are at the end of life when needed to maintain reliable service and respond to major foreseeable events, including severe weather, wildfires, natural disasters, and physical attacks, as specified. The bill would define a public agency utility to include a local publicly owned electric utility, a community water system, a water district, and a wastewater treatment provider, as specified.

Attachments:

[AB 1594 \(Garcia\) Sen. Transportation Cmte - Support](#)

[AB 1594 \(Garcia\) Sen. Environmental Quality Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Energy/Utility, Police Protection, Fire Protection, General/All	District Operations	Emergency Planning and Response	Environment and Disaster Preparedness

Public Notes 5/2/2023 A-3/13/2023 to: Support 3

5/2/2023 A-3/13/2023 to: Support if Amended 3

3/13/2023 I-2/17/2023 to: Watch

2/22/2023 I-2/17/2023 to: No position

[SB 470](#)

Alvarado-Gil D Water: Urban Water Community Drought Relief program: Small Community Drought Relief program: high fire hazard and very high fire hazard severity zones.

Introduced: 2/13/2023

Status: 9/7/2023 - Read third time. Passed. Ordered to the Senate. In Senate. Concurrence in Assembly amendments pending.

Location: 9/7/2023 - S . CONCURRENCE

Summary: Would establish in the Department of Water Resources the Urban Water Community Drought Relief program and the Small Community Drought Relief program to provide grants for similar interim or immediate drought relief. These programs, upon a specified appropriation, would authorize funding for benefits in addition to drought relief, including, among other projects, projects that reduce the risk of wildfire for entire neighborhoods and communities through water delivery system improvements for fire suppression purposes in high fire hazard severity zone communities or very high fire hazard severity zone communities, as designated by the State Fire Marshal or by a local agency.

Attachments:

[SB 470 \(Alvarado-Gil\) Assembly Water, Parks and Wildlife Cmte. - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Fire Protection	Environment and Disaster Preparedness	State Bonds, Budget Allocations, and Grants	Environment and Disaster Preparedness

Public Notes 5/2/2023 A-4/27/2023 to: Support 3

4/19/2023 A-3/21/2023 to: Watch

4/14/2023 A-3/21/2023 to: Support 3

3/13/2023 I-2/13/2023 to: Watch

2/15/2023 I-2/13/2023 to: No position

Governance

[AB 262](#)

Holden D Children's camps: safety and regulation.

Introduced: 1/19/2023

Status: 9/7/2023 - Assembly Rule 77 suspended. (Ayes 62. Noes 15.)

Location: 9/6/2023 - A . CONCURRENCE

Summary: Current law requires the State Public Health Officer to establish rules and regulations establishing minimum standards for organized camps, defined as a site with a program and facilities established for the primary purposes of providing an outdoor group living experience with social, spiritual, educational, or recreational objectives, for 5 days or more during one or more seasons of the year, except as specified. This bill would require the State Department of Social Services to convene and consult with a stakeholder group on children's camp safety. The bill would require the stakeholder group to be composed of representatives of designated state entities, including, but not limited to, the State Department of Public Health and the State Department of Education, and other stakeholders, such as parent advocate groups, children's advocates and safety groups, and local parks and health departments. The bill would require the department, following consultation with the stakeholder group, and within 24 months after funds are appropriated, to submit its recommendations in a report to the Legislature, as specified. The bill would require the recommendations to address, among other things, a definition for a children's camp, child supervision requirements, requirements for camp licensure and regulation, and the government agency or agencies necessary to establish and enforce rules and regulations relating to children's camps, as specified. The bill would require the report to include costs estimates for implementation of the recommendations included in the report.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	MDetwiler	Recreation and Park	Governance		Governance

Public Notes 5/1/2023 A-4/18/2023 to: Neutral

[AB 557](#)

Hart D Open meetings: local agencies: teleconferences.

Introduced: 2/8/2023

Status: 9/7/2023 - Read third time. Passed. Ordered to the Assembly. (Ayes 39. Noes 0.). In Assembly. Concurrence in Senate amendments pending. May be considered on or after September 9 pursuant to Assembly Rule 77.

Location: 9/7/2023 - A . CONCURRENCE

Summary: The Ralph M. Brown Act allows for meetings to occur via teleconferencing subject to certain requirements, particularly that the legislative body notice each teleconference location of each member that will be participating in the public meeting, that each teleconference location be accessible to the public, that members of the public be allowed to address the legislative body at each teleconference location, that the legislative body post an agenda at each teleconference location, and that at least a quorum of the legislative body participate from locations within the boundaries of the local agency's jurisdiction. The act provides an exemption to the jurisdictional requirement for health authorities, as defined. Current law, until January 1, 2024, authorizes the legislative body of a local agency to use teleconferencing without complying with those specified teleconferencing requirements in specified circumstances when a declared state of emergency is in effect. Those circumstances are that (1) state or local officials have imposed or recommended measures to promote social distancing, (2) the legislative body is meeting for the purpose of determining whether, as a result of the emergency, meeting in person would present imminent risks to the health or safety of attendees, or (3) the legislative body has previously made that determination. If there is a continuing state of emergency, or if state or local officials have imposed or recommended measures to promote social distancing, existing law requires a legislative body to make specified findings not later than 30 days after the first teleconferenced meeting, and to make those findings every 30 days thereafter, in order to continue to meet under these abbreviated teleconferencing procedures. This bill would revise the authority of a legislative body to hold a teleconference meeting under those abbreviated teleconferencing procedures when a declared state of emergency is in effect.

Attachments:

[Coalition Assembly Bill 557 \(Hart\) Senate Judiciary Committee - Support](#)
[Coalition Assembly Bill 557 \(Hart\) Senate Governance and Finance Committee - Support](#)
[Coalition Assembly Bill 557 \(Hart\) Assembly Floor Alert - Support](#)
[Coalition Assembly Bill 557 \(Hart\) Assembly Local Government Committee - Support](#)
[Coalition Assembly Bill 557 \(Hart\) Author - Sponsor](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Sponsor	None	MDetwiler	General/All	Governance	Open Meetings/Brown Act	Governance

Public Notes 2/22/2023 I-2/8/2023 to: Sponsor

[AB 764](#)**Bryan D Local redistricting.**

Introduced: 2/13/2023

Status: 9/7/2023 - Read third time and amended. Ordered to second reading.

Location: 9/7/2023 - S . SECOND READING

Summary: Current law requires counties, general law and charter cities, and special districts that elect their governing boards using district-based elections to adopt, in a prescribed manner, new district boundaries following each federal decennial census. Current law also requires county boards of education, and the governing boards of school districts and community college districts in which trustee areas have been established, to adopt new boundaries for their trustee areas following each federal decennial census. This bill would revise and recast these provisions. The bill would require counties, county boards of education, cities, school districts, community college districts, and special districts, if the governing body of these local jurisdictions is elected by districts, to comply with uniform requirements related to redistricting.

Attachments:

[Assembly Bill 764 \(Bryan\) Senate Elections and Constitutional Amendments Committee - Oppose unless Amended](#)
[Assembly Bill 764 \(Bryan\) Senate Governance and Finance Committee - Oppose unless Amended](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose Unless Amended 3	OPPOSE UNLESS AMENDED 3	MDetwiler	General/All	Governance	Elections, Redistricting, and CVRA	Governance

Public Notes 8/9/2023 A-7/13/2023 to: Oppose Unless Amended 3

6/12/2023 A-5/18/2023 to: Oppose unless Amended 2

3/14/2023 I-2/13/2023 to: Watch

[ACA 1](#)**Aguiar-Curry D Local government financing: affordable housing and public infrastructure: voter approval.**

Introduced: 12/5/2022

Status: 9/7/2023 - Referred to Com. on E. & C.A. Joint Rules 61 and 62(a) suspended. (Ayes 32. Noes 8.)

Location: 9/7/2023 - S . E. & C.A.

Summary: The California Constitution prohibits the ad valorem tax rate on real property from exceeding 1% of the full cash value of the property, subject to certain exceptions. This measure would create an additional exception to the 1% limit that would authorize a city, county, city and county, or special district to levy an ad valorem tax to service bonded indebtedness incurred to fund the construction, reconstruction, rehabilitation, or replacement of public infrastructure, affordable housing, including downpayment assistance, or permanent supportive housing, or the acquisition or lease of real property for those purposes, if the proposition proposing that tax is approved by 55% of the voters of the city, county, city and county, or special district, as applicable, and the proposition includes specified accountability requirements. The measure would prohibit a city, county, city and county, or special district from placing a proposition on the ballot pursuant to these provisions if the voters have previously approved a proposition pursuant to these provisions or the below special tax provisions until all funds from the previous proposition are committed to programs and projects listed in the specific local program or ordinance, as described. The measure, subject to certain vote thresholds, would authorize the Legislature to enact laws establishing additional accountability measures and laws for the downpayment assistance programs authorized by the measure, as specified.

Attachments:

[Assembly Constitutional Amendment 1 \(Aguiar-Curry\) Assembly Local Government Committee - Support](#)
[Assembly Constitutional Amendment 1 \(Aguiar-Curry\) Author - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 2	None	MDetwiler	General/All	Governance	Elections, Redistricting, and CVRA	Governance

Public Notes 2/21/2023 I-12/5/2022 to: Support 2

[ACA 13](#)**Ward D Voting thresholds.**

Introduced: 7/13/2023

Status: 9/7/2023 - Referred to Com. on E. & C.A. Joint Rules 61 and 62(a) suspended. (Ayes 32. Noes 8.)

Location: 9/7/2023 - S . E. & C.A.

Summary: Would further provide that an initiative measure that includes one or more provisions that would amend the Constitution to increase the voter approval requirement to adopt any state or local measure would be approved by the voters only if the proportion of votes

cast in favor of the initiative measure is equal to or greater than the highest voter approval requirement that the initiative measure would impose. This bill contains other related provisions and other existing laws.

Attachments:

[Coalition Assembly Constitutional Amendment 13 \(Ward\) Assembly Floor Alert - Support](#)
[Coalition Assembly Constitutional Amendment 13 \(Ward\) Asm Appropriations Committee - Support](#)
[Coalition Assembly Constitutional Amendment 13 \(Ward\) Asm Elections Committee - Support](#)
[Assembly Constitutional Amendment 13 \(Ward\) Author - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 2	None	MDetwiler	General/All	Governance	Elections, Redistricting, and CVRA	Governance

Public Notes 8/17/2023 I-7/13/2023 to: Support 2

[SB 29](#)

Glazer D The Political Reform Act of 1974: Fair Political Practices Commission: political reform education program.

Introduced: 12/5/2022

Status: 9/6/2023 - Read third time. Urgency clause adopted. Passed. Ordered to the Senate. In Senate. Concurrence in Assembly amendments pending.

Location: 9/6/2023 - S . CONCURRENCE

Summary: Current law makes a knowing or willful violation of the Political Reform Act of 1974 a misdemeanor and subjects offenders to criminal penalties. Under current law, a person who files an original statement or report after a deadline imposed by the Political Reform Act of 1974 is liable in the amount of \$10 per day after the deadline until the statement or report is filed, as specified. Current law authorizes a filing officer to not impose this liability if the officer determines that the late filing was not willful and that enforcement of the liability will not further the purposes of the act, except as specified. Current regulation directs the commission to develop a diversion program to allow for the education of a person who commits a minor violation of the act, as specified. This bill would authorize the commission to establish and administer a political reform education program as an alternative to an administrative proceeding, as specified. The bill would establish eligibility requirements for the political reform education program, including that the person has little or no experience with the act and that the violation resulted in minimal or no public harm. If a person meets the requirements to participate in the political reform education program and completes the program, this bill would exempt the person from administrative, civil, or criminal penalties for the applicable violation of the Political Reform Act of 1974, as specified. The bill would authorize the commission to impose additional eligibility requirements for participation in the program. The bill would authorize the commission to charge a fee to program participants in an amount not to exceed the reasonable cost to administer the political reform education program. The bill would require the fee be paid to the General Fund. The bill would express the intent of the Legislature to appropriate funds annually to the commission to administer the political reform education program. The bill would prohibit a filing officer from imposing the \$10 per day liability if the person who filed the late report or statement was unable to timely file due to serious illness or hospitalization or if the person completes the political reform education program, as specified.

Attachments:

[Senate Bill 29 \(Glazer\) Assembly Elections Committee - Support](#)
[Senate Bill 29 \(Glazer\) Senate Elections and Constitutional Amendments Committee - Support](#)
[Senate Bill 29 \(Glazer\) Author - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	MDetwiler	General/All	Governance	Elections, Redistricting, and CVRA	Governance

Public Notes 2/21/2023 I-12/5/2022 to: Support 3

[SB 532](#)

Wiener D San Francisco Bay area toll bridges: tolls: transit operating expenses.

Introduced: 2/14/2023

Status: 8/23/2023 - August 23 set for first hearing canceled at the request of author.

Location: 7/5/2023 - A . APPR.

Summary: Would, until December 31, 2028, require the Bay Area Toll Authority (BATA) to increase the toll rate for vehicles for crossing the state-owned toll bridges in the San Francisco Bay area by \$1.50, as adjusted for inflation. The bill would require the revenues collected from this toll to be deposited in the Bay Area Toll Account, would continuously appropriate moneys from this toll increase and other specified tolls, and would require moneys from this toll to be transferred to the Metropolitan Transportation Commission (MTC) for allocation to transit operators that provide service within the San Francisco Bay area and that are experiencing a financial shortfall, as specified. The bill would direct MTC to require each transit operator eligible to receive an allocation from the account to, on an annual basis, submit a 5-year projection of its operating needs, as specified.

Attachments:

[Coalition Senate Bill 532 \(Wiener\) Senate Elections & Constitutional Amendments Committee - Support](#)
[Coalition Senate Bill 532 \(Wiener\) Senate Governance & Finance Committee - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 2	None	MDetwiler	General/All	Governance	Local Bonds and Financings	Governance

Public Notes 3/13/2023 I-2/14/2023 to: Support 2

[SCR 82](#)

Wahab D California Firefighter Appreciation Month and California Firefighters Memorial Day.

Introduced: 7/5/2023

Status: 9/6/2023 - In Senate. Ordered to engrossing and enrolling. (Enrolled Text Released 9/7/2023)

Location: 9/6/2023 - S . ENROLLMENT

Summary: Would proclaim the month of October 2023 as California Firefighter Appreciation Month and October 14, 2023, as California Firefighters Memorial Day. This bill contains other related provisions.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	MDetwiler	Fire Protection	Community Enrichment		Governance

Public Notes 8/9/2023 I-7/5/2023 to: Support 3

[AB 96](#)**Kalra D Public employment: local public transit agencies: autonomous transit vehicle technology.****Introduced:** 1/9/2023**Status:** 9/7/2023 - Read second time. Ordered to third reading. Re-referred to Com. on APPR pursuant to Joint Rule 10.5.**Location:** 9/7/2023 - S . APPR.

Summary: Would require a public transit employer, at least 10 months before beginning a procurement process to acquire or deploy any autonomous transit vehicle technology for public transit services that would eliminate job functions or jobs of a workforce, to provide written notice to the exclusive employee representative of the workforce affected by the autonomous transit vehicle technology of its determination to begin that procurement process. The bill would require the public transit employer and exclusive employee representative, upon written request by the exclusive employee representative, to commence collective bargaining within a specified time period on certain subjects, including creating plans to train and prepare the affected workforce to fill new positions created by the autonomous transit vehicle technology. The bill would vest the Public Employment Relations Board (PERB) with jurisdiction to process unfair practice charges alleging violations of these provisions, but only as to transit district employers where PERB has jurisdiction to process unfair practice charges. Should an employee organization file an unfair practice charge with PERB, the bill would require PERB's powers and duties to apply, as appropriate, and would require PERB's regulations to apply. The bill would authorize PERB to make additional emergency regulations, as specified.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose Unless Amended 3	None	AAvery	Transit	Human Resources and Personnel	Labor Relations	Human Resources and Personnel

[AB 504](#)**Reyes D State and local public employees: labor relations: strikes.****Introduced:** 2/7/2023**Status:** 9/7/2023 - Read third time and amended. Ordered to second reading.**Location:** 9/7/2023 - S . SECOND READING

Summary: The Meyers-Milias-Brown Act and the Ralph C. Dills Act regulate the labor relations of employees and employers of local public agencies and the state, respectively. Those acts grant specified employees, including, among others, certain employees of fire departments, of local public agencies and the state the right to form, join, and participate in the activities of employee organizations of their choosing and require public agency employers, among other things, to meet and confer with representatives of recognized employee organizations and exclusive representatives on terms and conditions of employment. The acts grant the Public Employment Relations Board the power to hear specified disputes in relation to these provisions and to make determinations regarding them. This bill would provide, except as specified, that it is not unlawful or a cause for discipline or other adverse action against a public employee for that public employee to refuse to enter property that is the site of a primary strike, perform work for a public employer involved in a primary strike, or go through or work behind a primary strike line. The bill would prohibit a public employer from directing a public employee to take those actions. The bill would authorize a recognized employee organization to inform employees of these rights and encourage them to exercise those rights.

Attachments:[AB 504 \(Reyes\) Sen. Approps. Cmte. - Coalition Final- Oppose](#)[AB 504 \(Reyes\) Sen. Approps. Cmte. - Coalition - Oppose](#)[AB 504 \(Reyes\) Senate Judiciary Cmte. -Coalition Oppose](#)[AB 504 \(Reyes\) Senate Labor - Oppose](#)[AB 504 Coalition Oppose](#)[Assembly Appropriations Committee letter \(OPPOSE\)](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	General/All	Human Resources and Personnel	Labor Relations	Human Resources and Personnel

Public Notes 5/2/2023 A-4/13/2023 to: Oppose 3

3/14/2023 A-3/13/2023 to: Watch

2/13/2023 I-2/7/2023 to: No position

[AB 513](#)**Rodriguez D California Individual Assistance Act.****Introduced:** 2/7/2023**Status:** 9/1/2023 - In committee: Held under submission.**Location:** 8/14/2023 - S . APPR. SUSPENSE FILE

Summary: Would enact the California Individual Assistance Act to establish a grant program to provide financial assistance to local agencies, community-based organizations, and individuals for specified costs related to a disaster, as prescribed. The bill would require the Director of Emergency Services to allocate from the fund, subject to specified conditions, funds to meet the cost of expenses for those purposes. By authorizing increased expenditure of moneys from a continuously appropriated fund for a new purpose, the bill would make an appropriation.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	General/All	Human Resources and Personnel	Labor Relations	Human Resources and Personnel

Public Notes 5/2/2023 A-4/20/2023 to: Support 3

3/14/2023 I-2/7/2023 to: Watch

2/13/2023 I-2/7/2023 to: No position

[AB 1213](#)**Ortega D Workers' compensation: aggregate disability payments.****Introduced:** 2/16/2023**Status:** 9/5/2023 - Read second time. Ordered to third reading.**Location:** 9/5/2023 - S . THIRD READING

Summary: Current law establishes a workers' compensation system, administered by the Administrative Director of the Division of Workers' Compensation, to compensate an employee for injuries sustained in the course of their employment. Current law requires every employer to establish a utilization review process, as described, and establishes an independent medical review process to resolve disputes over a utilization review decision, as specified. Current law requires that aggregate disability payments for a single injury occurring on or after certain dates be limited, as provided. This bill, from January 1, 2024, until January 1, 2027, would require that if a denial of treatment requested by a treating physician is subsequently overturned by independent medical review or by the Workers' Compensation Appeals Board, any temporary disability to which the employee is entitled to receive or becomes entitled to receive from the date of the denial until the treatment is authorized would not be included in the calculation of the aggregate disability payments, as specified.

Attachments:[AB 1213 \(Ortega\) Senate Appropriations Cmte. - Coalition Oppose](#)[AB 1213 \(Ortega\) Senate Labor Cmte. - Coalition Oppose](#)[Assembly Insurance Committee letter \(OPPOSE\)](#)

[Assembly Appropriations Committee letter \(OPPOSE\)](#)
[AB 1213 - coalition - Opp 3.23.23](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	General/All	Human Resources and Personnel	Workers' Compensation	Human Resources and Personnel

Public Notes 3/14/2023 I-2/16/2023 to: Oppose 3
 2/21/2023 I-2/16/2023 to: No position

[AB 1484](#)

Zbur D Temporary public employees.

Introduced: 2/17/2023

Status: 9/8/2023 - Read third time and amended. Ordered to second reading.

Location: 9/8/2023 - S . SECOND READING

Summary: This bill would impose specified requirements with respect to the temporary employees of a public employer who have been hired to perform the same or similar type of work that is performed by permanent employees represented by a recognized employee organization, subject to limited exceptions. In this regard the bill would require those temporary employees to be automatically included in the same bargaining unit as the permanent employees if the requested classification of temporary employees is not presently within the unit. The bill would further require the public employer to promptly participate in collective bargaining to establish certain employment conditions for the newly added temporary employees if the parties' current memorandum of understanding does not address them, as specified. The bill would also require a public employer to, upon hire, provide each temporary employee with their job description, wage rates, and eligibility for benefits, anticipated length of employment, and procedures to apply for open, permanent positions. By imposing new duties on local agencies that employ temporary employees, the bill would impose a state-mandated local program. The bill would require complaints alleging a violation of its provisions to be processed as unfair practice charges under the act. The bill would additionally include the same findings and declarations as set forth above. This bill contains other related provisions and other existing laws.

Attachments:

[AB 1484 \(Zbur\) Senate Appropriations Cmte. - Oppose](#)
[AB 1484 \(Zbur\) Assembly Labor Cmte. - Coalition Oppose](#)
[AB 1484 \(Zbur\) Assembly Approps Cmte. - Coalition Oppose](#)
[AB 1484 \(Zbur\) Assembly Floor Alert- Coalition Oppose](#)
[AB 1484 \(Zbur\) Joint Senate Cmte. - Coalition Oppose](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	General/All	Human Resources and Personnel	Labor Relations	Human Resources and Personnel

Public Notes 3/14/2023 I-2/17/2023 to: Oppose 3
 2/22/2023 I-2/17/2023 to: No position

[SB 553](#)

Cortese D Occupational safety: workplace violence: restraining orders and workplace violence prevention plan.

Introduced: 2/15/2023

Status: 9/7/2023 - Assembly Rule 69 suspended. Read third time and amended. Ordered to third reading.

Location: 9/5/2023 - A . THIRD READING

Summary: Current law authorizes any employer, whose employee has suffered unlawful violence or a credible threat of violence from any individual that can reasonably be construed to be carried out or to have been carried out at the workplace, to seek a temporary restraining order and an order after hearing on behalf of the employee and other employees at the workplace, as described. This bill, commencing January 1, 2025, would also authorize a collective bargaining representative of an employee, as described, to seek a temporary restraining order and an order after hearing on behalf of the employee and other employees at the workplace, as described. The bill would require an employer or collective bargaining representative of an employee, before filing such a petition, to provide the employee who has suffered unlawful violence or a credible threat of violence from any individual an opportunity to decline to be named in the temporary restraining order.

Attachments:

[SB 553 \(Cortese\) Asm. Appropriations Cmte. - Oppose](#)
[SB 553 \(Cortese\) Assembly Judiciary Cmte. - Coalition Oppose](#)
[SB 553 \(Cortese\) Asm. Labor Committee](#)
[SB 553 \(Cortese\) Author Letter - Opposition](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	General/All	Human Resources and Personnel	None	Human Resources and Personnel

Public Notes 6/12/2023 A-5/22/2023 to: Oppose 3
 3/13/2023 I-2/15/2023 to: Watch
 2/21/2023 I-2/15/2023 to: No position

[SB 577](#)

Hurtado D California Fire Service Training and Education Program: California Fire and Arson Training Act: fees.

Introduced: 2/15/2023

Status: 9/6/2023 - Ordered to inactive file on request of Assembly Member Bryan.

Location: 9/6/2023 - A . INACTIVE FILE

Summary: Current law authorizes the State Fire Marshal to, among other things, establish and collect admission fees and other fees that may be necessary to be charged for seminars, conferences, and specialized training given, as provided. Current law also authorizes the State Fire Marshal to establish and collect fees to implement the California Fire and Arson Training Act, which requires the State Fire Marshal to, among other things, establish and make recommendations related to minimum standards for fire protection personnel and fire personnel instructors, develop course curricula for arson, fire technology, and apprenticeship training, and promote the California Fire Academy System, as provided. This bill would instead authorize the State Fire Marshal to establish and collect the admission fees and other fees associated with the California Fire Service Training and Education Program, and to establish the fees to implement the California Fire and Arson Training Act, only to the extent that other private funding sources are insufficient to cover the necessary costs of the activities eligible to be paid from those fees.

Attachments:

[SB 577 \(Hurtado\) Assembly Emergency Mgmt. Cmte. - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Fire Protection	Health and Safety	None	Human Resources and Personnel

Public Notes 5/2/2023 I-2/15/2023 to: Support 3
3/13/2023 I-2/15/2023 to: Watch
2/21/2023 I-2/15/2023 to: No position

[SB 623](#)**Laird D Workers' compensation: post-traumatic stress disorder.****Introduced:** 2/15/2023**Status:** 9/7/2023 - Assembly Rule 69 suspended. Read third time and amended. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Current law establishes a workers' compensation system, administered by the Administrative Director of the Division of Workers' Compensation, to compensate an employee for injuries sustained in the course of employment. Current law provides, until January 1, 2025, that, for certain state and local firefighting personnel and peace officers, the term "injury" includes post-traumatic stress that develops or manifests during a period in which the injured person is in the service of the department or unit and creates a disputable presumption that the injury arises out of and comes in the course of employment. Current law requires the compensation awarded pursuant to this provision to include full hospital, surgical, medical treatment, disability indemnity, and death benefits. This bill would instead repeal that provision on January 1, 2029, and would require the Commission on Health and Safety and Workers' Compensation to submit reports to the Legislature analyzing the effectiveness of the presumption and a review of claims filed by specified types of employees, not included in the presumption, such as public safety dispatchers, as defined.

Attachments:[SB 623 \(Laird\) Coalition Oppose - Asm. Insurance Cmte.](#)[SB 623 - Coalition Oppose A-Ins - 6.9.23](#)[SB 623 - Coalition Oppose](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	Police Protection, Fire Protection, General/All	Human Resources and Personnel	Workers' Compensation	Human Resources and Personnel

Public Notes 5/2/2023 A-3/20/2023 to: Oppose 3
3/13/2023 I-2/15/2023 to: Watch
2/21/2023 I-2/15/2023 to: No position

[SB 636](#)**Cortese D Workers' compensation: utilization review.****Introduced:** 2/16/2023**Status:** 8/28/2023 - Ordered to inactive file on request of Assembly Member Bryan.**Location:** 8/28/2023 - A . INACTIVE FILE

Summary: Current law establishes a workers' compensation system, administered by the Administrative Director of the Division of Workers' Compensation, that generally requires employers to secure the payment of workers' compensation for injuries incurred by their employees that arise out of, and in the course of, employment. Current law requires every employer to establish a medical treatment utilization review process, in compliance with specified requirements, either directly or through its insurer or an entity with which the employer or insurer contracts for these services. Current law prohibits any person other than a licensed physician who is competent to evaluate the specific clinical issues involved in the medical treatment services from modifying, delaying, or denying requests for authorization of medical treatment for reasons of medical necessity to cure or relieve. This bill would, commencing January 1, 2025, for private employers, require the physician to be licensed by California state law.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	AAvery	General/All	Human Resources and Personnel	Workers' Compensation	Human Resources and Personnel

Public Notes 8/9/2023 A-6/21/2023 to: Neutral
5/2/2023 A-4/10/2023 to: Oppose unless Amended 3
3/13/2023 I-2/16/2023 to: Watch
2/21/2023 I-2/16/2023 to: No position

[SB 723](#)**Durazo D Employment: rehiring and retention: displaced workers.****Introduced:** 2/16/2023**Status:** 9/7/2023 - Assembly Rule 69 suspended. Read third time and amended. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Current law, until December 31, 2024, requires an employer, as defined, to offer its laid-off employees specified information about job positions that become available for which the laid-off employees are qualified, and to offer positions to those laid-off employees based on a preference system, in accordance with specified timelines and procedures. Current law, until December 31, 2024, also prohibits an employer from refusing to employ, terminating, reducing compensation, or taking other adverse action against a laid-off employee for seeking to enforce their rights under these provisions. These provisions are enforced by the Division of Labor Standards Enforcement, as prescribed. Current law defines the term "laid-off employee" to mean any employee who was employed by the employer for 6 months or more in the 12 months preceding January 1, 2020, and whose most recent separation from active service was due to a reason related to the COVID-19 pandemic, including a public health directive, government shutdown order, lack of business, a reduction in force, or other economic, nondisciplinary reason related to the COVID-19 pandemic. This bill would redefine "laid-off employee" to mean any employee who was employed by the employer for 6 months or more and whose most recent separation from active employment by the employer occurred on or after March 4, 2020, and was due to a reason related to the COVID-19 pandemic, including a public health directive, government shutdown order, lack of business, reduction in force, or other economic nondisciplinary reason due to the COVID-19 pandemic.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery	General/All	Human Resources and Personnel	None	Human Resources and Personnel

Public Notes 5/2/2023 A-3/20/2023 to: Oppose 3
3/13/2023 I-2/16/2023 to: Watch
2/21/2023 I-2/16/2023 to: No position

Local Revenue

[AB 265](#)**Boerner D Property tax postponement: Senior Citizens and Disabled Citizens Property Tax Postponement Fund.****Introduced:** 1/19/2023

Status: 9/8/2023 - Ordered to special consent calendar.

Location: 9/8/2023 - S . CONSENT CALENDAR

Summary: Current law establishes the Senior Citizens and Disabled Citizens Property Tax Postponement Fund and continuously appropriates moneys in the fund to the Controller for specified purposes, including disbursements relating to the postponement of property taxes pursuant to the Property Tax Postponement Law. Current law requires the Controller, on June 30, 2018, and on June 30 each year thereafter, to transfer any moneys in the fund in excess of \$15,000,000 to the General Fund. This bill would require money to be transferred, on June 30, 2024, and on June 30 each year thereafter, from the General Fund to the Senior Citizens and Disabled Citizens Property Tax Postponement Fund when the balance in the latter fund is less than \$15,000,000. The bill would require the amount of money transferred each year to be equal to the sum needed to bring the balance of the Senior Citizens and Disabled Citizens Property Tax Postponement Fund to \$15,000,000. By requiring the transfer of moneys into a continuously appropriated fund, the bill would make an appropriation.

Attachments:

[Assembly Bill 265 \(Boerner\) Senate Governance and Finance Committee - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	MDetwiler	General/All	Local Revenue	Property, Parcel, and Special Taxes (Prop 13)	Local Revenue

Public Notes 6/9/2023 A-3/9/2023 to: Support 3

[AB 516](#)

Ramos D Mitigation Fee Act: fees for improvements: reports and audits.

Introduced: 2/7/2023

Status: 9/7/2023 - Senate amendments concurred in. To Engrossing and Enrolling. (Ayes 79. Noes 0.).

Location: 9/7/2023 - A . ENROLLMENT

Summary: The Mitigation Fee Act, imposes certain requirements on a local agency that imposes a fee as a condition of approval of a development project that is imposed to provide for an improvement to be constructed to serve the development project, or a fee for public improvements, as specified. In this regard, the Mitigation Fee Act requires the local agency to deposit the fee in a separate capital facilities account or fund, and to make certain information about the account or fund public annually, as specified. The Mitigation Fee Act requires that information to include an identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as specified. The Mitigation Fee Act also requires that information to include the amount of refunds made to the owners of the lots or units of the development project, as specified. This bill would require the report to include an identification of each public improvement identified in a previous report, whether construction began on the approximate date noted in the previous report, the reason for the delay, if any, and a revised approximate date that the local agency will commence construction, if applicable. The bill would also require the report to include the number of persons or entities identified to receive refunds.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Concerns	None	MDetwiler	General/All	Local Revenue	Property-Related Fees (Prop. 218/Prop. 26)	Local Revenue

Public Notes 6/19/2023 A-6/15/2023 to: Concerns
3/13/2023 I-2/7/2023 to: Watch

[AB 719](#)

Boerner D Medi-Cal: nonmedical and nonemergency medical transportation.

Introduced: 2/13/2023

Status: 9/5/2023 - Read second time. Ordered to third reading.

Location: 9/5/2023 - S . THIRD READING

Summary: Would require the State Department of Health Care Services to require Medi-Cal managed care plans that are contracted to provide nonmedical transportation or nonemergency medical transportation to contract with public paratransit service operators who are enrolled Medi-Cal providers for the purpose of establishing reimbursement rates for nonmedical and nonemergency medical transportation trips provided by a public paratransit service operator. The bill would require the rates reimbursed by the managed care plan to the public paratransit service operator to be based on the department's fee-for-service rates for nonmedical and nonemergency medical transportation service, as specified. The bill would condition implementation of these provisions on receipt of any necessary federal approvals and the availability of federal financial participation.

Attachments:

[AB 719 \(Boerner\) Senate Health Cmte. - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Transit	Local Revenue	None	Local Revenue

Public Notes 6/12/2023 I-2/13/2023 to: Support 3
3/13/2023 I-2/13/2023 to: Watch
2/15/2023 I-2/13/2023 to: No position

[AB 1490](#)

Lee D Affordable housing development projects: adaptive reuse.

Introduced: 2/17/2023

Status: 9/5/2023 - Read second time. Ordered to third reading.

Location: 9/5/2023 - S . THIRD READING

Summary: Under this bill, a housing development that is, among other requirements, an extremely affordable adaptive reuse project on an infill parcel that is not located on or adjoined to a site where more than 1/3 of the square footage on the site is dedicated to industrial use, as specified, would be an allowable use. The bill would authorize a local agency to impose objective design review standards, except as specified. The bill would authorize a local agency to deny the project if it is proposed to be located on a site or adjoined to any site where any of the square footage on the site is dedicated to industrial use and the local agency makes written findings that approving the development would have an adverse effect on public health and safety. The bill would provide that for purposes of the Housing Accountability Act, a proposed housing development project is consistent, compliant, and in conformity with an applicable plan, program, policy, ordinance, standard, requirement, or other similar provision if the housing development project is consistent with the standards specified in these provisions. The bill would require a local agency to determine whether the proposed development meets those standards within specified timeframes. The bill would define an "extremely affordable adaptive reuse project" for these purposes to mean a multifamily housing development project that involves retrofitting and repurposing of a residential or commercial building that currently allows temporary dwelling or occupancy, and that meets specified affordability requirements, including that 100% of the units be dedicated to lower income households, 50% of which shall be dedicated to very low income households, as specified. Because the bill would require local officials to provide a

higher level of service, the bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Attachments:

[Assembly Bill 1490 \(Lee\) Author - Oppose](#)

[Assembly Bill 1490 \(Lee\) Assembly Housing and Community Development Committee - Oppose](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	MDetwiler	General/All	Local Revenue	None	Local Revenue

Public Notes 5/1/2023 A-5/1/2023 to: Neutral

3/14/2023 I-2/17/2023 to: Oppose 3

Public Works, Facilities, and State Infrastructure Investment and Partnership

[AB 334](#)

Rubio, Blanca D Public contracts: conflicts of interest.

Introduced: 1/30/2023

Status: 9/5/2023 - Enrolled and presented to the Governor at 3 p.m.

Location: 9/5/2023 - A . ENROLLED

Summary: Current law prohibits members of the Legislature and state, county, district, judicial district, and city officers or employees from being financially interested in any contract made by them in their official capacity, or by any body or board of which they are members. Current law authorizes the Fair Political Practices Commission to commence an administrative or civil action against persons who violate this prohibition, as prescribed, and includes provisions for the collection of penalties after the time for judicial review of a commission order or decision has lapsed, or if all means of judicial review of the order or decision have been exhausted. Current law identifies certain remote interests in contracts that are not subject to this prohibition and other situations in which an official is not deemed to be financially interested in a contract. Existing law makes a willful violation of this prohibition a crime. This bill would establish that an independent contractor, who meets specified requirements, is not an officer for purposes of being subject to the prohibition on being financially interested in a contract.

Attachments:

[AB 334 \(Rubio\) Coalition Letter Asm. Elections Cmte- Support](#)

[AB 334 \(Rubio\) Coalition Author Letter - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	General/All	Public Works and Facilities	Ethics (Conflict of Interest/FPPC)	Public Works, Facilities, and State Infrastructure Investment and Partnership

[AB 338](#)

Aguilar-Curry D Fuel reduction work.

Introduced: 1/30/2023

Status: 9/8/2023 - Read third time and amended. Ordered to second reading.

Location: 9/8/2023 - S . SECOND READING

Summary: Current law requires the Department of Forestry and Fire Protection to administer fire prevention programs and activities and requires the state board to adopt regulations implementing minimum fire safety standards. Current law requires that, except as specified, not less than the general prevailing rate of per diem wages, determined by the Director of Industrial Relations, be paid to workers employed on public works projects. Current law defines the term "public works" for purposes of requirements regarding the payment of prevailing wages to include construction, alteration, demolition, installation, or repair work done under contract and paid for using public funds, except as specified. This bill would, commencing July 1, 2026, require fuel reduction work, done under contract and paid for in whole or in part out of public funds, as specified, to meet several standards, including that all workers performing work within an apprenticeshipable occupation in the building and construction trades be paid at least the general prevailing rate of per diem wages. The bill would authorize the Labor Commissioner to enforce the requirement to pay prevailing wages. The bill would exempt from these requirements, among other things, contracts in the amount of \$500,000 or less.

Attachments:

[AB 338 \(Aguilar-Curry\) Senate Labor Cmte. - Concerns](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Oppose 3	None	AAvery, HHannaman	General/All	Public Works and Facilities		Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 8/9/2023 I-1/30/2023 to: Oppose 3

[AB 400](#)

Rubio, Blanca D Local agency design-build projects: authorization.

Introduced: 2/2/2023

Status: 9/5/2023 - Enrolled and presented to the Governor at 3 p.m.

Location: 9/5/2023 - A . ENROLLED

Summary: Current law authorizes a local agency, as defined, with approval of its governing body, to procure design-build contracts for public works projects in excess of \$1,000,000, awarding the contract either to the lowest bid or the best value. "Local agency" is defined, in part, for this purpose to include specified local and regional agencies responsible for the construction of transit projects, including any joint powers authority formed to provide transit service. Current law, among other requirements for the design-build procurement process, requires specified information submitted by a design-build entity to be certified under penalty of perjury. These provisions authorizing the use of the design-build procurement process are repealed on January 1, 2025. This bill would delete from the definition of "local agency" any joint powers authority formed to provide transit services, and would instead expand that definition to include any joint powers authority responsible for the construction of transit projects, thereby authorizing additional joint powers authorities to use the above-described design-build procurement process. The bill would extend the repeal date to January 1, 2031.

Attachments:

[AB 400 \(Rubio\) Sen. Gov & Fi Cmte Coalition Letter - Support](#)

[AB 400 \(Rubio\) Sen. Appropriations Cmte Coalition Letter - Support](#)

[AB 400 \(Rubio\) Asm. Local Government Cmte - Support](#)

[AB 400 \(Rubio\) Author Support Letter](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 2	None	AAvery,	General/All	Public Works and	Bidding Process	Public Works,

HHannaman

Facilities

(design-build, progressive design-build, JOC, P3, best value, other alternative delivery methods)

Facilities, and State Infrastructure Investment and Partnership

[AB 1548](#)**Hart D Greenhouse Gas Reduction Fund: grant program: recycling infrastructure projects.****Introduced:** 2/17/2023**Status:** 9/8/2023 - Ordered to special consent calendar.**Location:** 9/8/2023 - S . CONSENT CALENDAR

Summary: Current law requires the Department of Resources Recycling and Recovery, with additional moneys from the Greenhouse Gas Reduction Fund that may be appropriated to the department, to administer a grant program to provide financial assistance to promote the in-state development of infrastructure, food waste prevention, or other projects to reduce organic waste or to process organic and other recyclable materials into new value-added products. Current law requires the program to provide eligible financial assistance for certain activities, including recyclable material manufacturing. Current law specifies eligible infrastructure projects for purposes of the program. Current law requires the department to consider if and how the project may benefit disadvantaged communities in awarding a grant for organics composting or organics in-vessel digestion. This bill would expand the scope of the grant program to include providing financial assistance to promote in-state development of projects to sort and aggregate organic and other recyclable materials, as provided, or to divert items from disposal through enhanced reuse opportunities. The bill would require the grant program to provide eligible financial assistance for increasing opportunities for reuse of materials diverted from landfill disposal and for recyclable material recovery, sorting, or bailing equipment for use at publicly owned facilities. The bill would authorize eligible infrastructure projects for the grant program to include projects undertaken by a local government at publicly owned facilities to improve the recovery, sorting, or baling of recyclable materials to get those materials into the marketplace, the purchase of equipment and construction of facilities to help develop, implement, or expand edible food waste recovery operations, and the establishment of reuse programs to divert items from landfill disposal for reuse by members of the public.

Attachments:[AB 1548 \(Hart\) Sen. Environmental Quality Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	General/All	State Infrastructure Investment and Partnership	GHG Reduction Fund	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 5/2/2023 A-4/20/2023 to: Support 3
3/13/2023 I-2/17/2023 to: Watch
2/22/2023 I-2/17/2023 to: No position

[AB 1736](#)**Carrillo, Juan D Water replenishment districts: competitive bidding.****Introduced:** 2/17/2023**Status:** 9/5/2023 - Read third time. Passed. Ordered to the Assembly. (Ayes 25. Noes 3.). In Assembly. Ordered to Engrossing and Enrolling.**Location:** 9/5/2023 - A . ENROLLMENT

Summary: The Water Replenishment District Act provides for the formation of a water replenishment district, governed by a board, with prescribed powers for the purposes of replenishing the groundwater supplies within the district. Current law requires a district to provide notice of a contract for any improvement or work, as specified. Current law authorizes a board to let the work to the lowest responsible bidder, reject the bids and readvertise for proposals, or proceed to construct the work under its own superintendence. This bill would also authorize a board to negotiate a contract for the work if no bids are received.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Water/Irrigation	Water and Wastewater	Bidding Process (design-build, progressive design-build, JOC, P3, best value, other alternative delivery methods)	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 6/9/2023 A-3/9/2023 to: Support 3
3/14/2023 A-3/9/2023 to: Watch
2/22/2023 I-2/17/2023 to: No position

[SB 336](#)**Umberg D State grant programs: negotiated indirect cost rates.****Introduced:** 2/7/2023**Status:** 9/5/2023 - Read second time. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Would require, unless prohibited by any other state or federal law, a state agency administering a grant program to reimburse, when awarding a grant, the grantee's indirect costs, as defined, at one of specified rates as requested by the grantee, as defined, if the grantee disclosed the requested rate amount in their grant program application. The bill would authorize establishment of indirect cost pools and would require distribution of the pools, as specified, if established. The bill would also authorize, unless prohibited by any other state or federal law, any applicant for a grant administered by a state agency to opt, when applying for the grant, to be reimbursed for its indirect costs at one of specified rates, if the applicant is selected as a grantee and if the applicant discloses the requested rate amount in their grant program application. The bill would make these provisions applicable to any grant program administered by a state agency, regardless of whether the funding source of the grant is state funds, federal funds, or a combination thereof.

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	General/All	State Infrastructure Investment and Partnership	State Bonds, Budget Allocations, and Grants	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 8/9/2023 A-7/6/2023 to: Support 3
3/13/2023 I-2/7/2023 to: Watch

[SB 493](#)**Min D Air pollution: alternative vehicles and electric and hydrogen infrastructure.****Introduced:** 2/14/2023**Status:** 9/5/2023 - Read second time. Ordered to third reading.**Location:** 9/5/2023 - A . THIRD READING

Summary: Current law requires the State Energy Resources Conservation and Development Commission (Energy Commission), in consultation with the State Air Resources Board (state board) and the Public Utilities Commission (PUC), to prepare a statewide assessment of fuel cell electric vehicle fueling infrastructure and fuel production needed to support the adoption of zero-emission trucks, buses, and off-road vehicles at levels necessary for the state to meet the goals and requirements of Executive Order No. N-79-20 and any state board regulatory action that requires or allows zero-emission vehicles in the heavy-duty vehicle and off-road sectors. Current law also requires the Energy Commission, working with the state board and the PUC, to prepare a statewide assessment of the electric vehicle charging infrastructure needed to support the levels of electric vehicle adoption required for the state to meet its goals of putting at least 5,000,000 zero-emission vehicles on California roads by 2030, and of reducing emissions of greenhouse gases to 40% below 1990 levels by 2030. This bill would require the assessment of the fuel cell electric vehicle fueling infrastructure and fuel production to additionally include an assessment of storage and transport facilities, and the assessment of the electric vehicle charging infrastructure to additionally include electric system infrastructure and electric generation. The bill would expand the scope of the latter assessment to include the electric vehicle charging infrastructure, electric system infrastructure, and electric generation needed for the state to meet the goals of Executive Order No. N-79-20 and any state board regulatory action that requires or allows zero-emission vehicles in the heavy-duty vehicle and off-road sectors. The bill would require both assessments to identify any barriers to the deployment of hydrogen infrastructure and any barriers to the deployment of electric infrastructure, respectively, for medium- and heavy-duty fleets and recommendations for addressing those barriers. The bill would require the Energy Commission to publish a determination regarding the adequacy of completed or planned charging or fueling sites for the 5 years following the completion of the initial statewide assessment and the findings of the electric vehicle charging infrastructure assessment, as provided.

Attachments:[SB 493 \(Min\) Asm. Utilities & Energy Cmte - Support](#)[SB 493 \(Min\) Asm. Transportation Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	General/All	Energy and Emissions	Renewable Energy	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 6/12/2023 A-4/24/2023 to: Support 3

3/13/2023 I-2/14/2023 to: Watch

2/16/2023 I-2/14/2023 to: No position

[SB 617](#)**Newman D Public contracts: progressive design-build: local and regional agencies: transit.****Introduced:** 2/15/2023**Status:** 9/7/2023 - Enrolled and presented to the Governor at 4 p.m.**Location:** 9/7/2023 - S . ENROLLED

Summary: Current law, until January 1, 2029, authorizes local agencies, defined as any city, county, city and county, or special district authorized by law to provide for the production, storage, supply, treatment, or distribution of any water from any source, to use the progressive design-build process for up to 15 public works projects in excess of \$5,000,000 for each project that treats, pumps, stores, or conveys water, wastewater, recycled water, advanced treated water, or supporting facilities. Current law defines "progressive design-build" as a project delivery process in which both the design and construction of a project are procured from a single entity that is selected through a qualifications-based selection at the earliest feasible stage of the project. Current law requires the selected entity and its general partners or joint venture members to verify specified information under penalty of perjury. Current law requires local agencies to report to the Legislature by January 1, 2028, regarding the use of the progressive design-build process, as specified. This bill, until January 1, 2029, would similarly authorize a transit district, municipal operator, consolidated agency, joint powers authority, regional transportation agency, or local or regional agency, as described, to use the progressive design-build process for up to 10 public works projects in excess of \$5,000,000 for each project.

Attachments:[SB 617 \(Newman\) Sen. Transportation Cmte - Support](#)[SB 617 \(Newman\) Author Letter - Support](#)[SB 617 \(Newman\) Asm. Local Government Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 3	None	AAvery, HHannaman	Transit	Public Works and Facilities	Bidding Process (design-build, progressive design-build, JOC, P3, best value, other alternative delivery methods)	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 3/14/2023 I-2/15/2023 to: Support 3

2/21/2023 I-2/15/2023 to: No position

[SB 706](#)**Caballero D Public contracts: progressive design-build: local agencies.****Introduced:** 2/16/2023**Status:** 9/7/2023 - Enrolled and presented to the Governor at 4 p.m.**Location:** 9/7/2023 - S . ENROLLED

Summary: Current law, until January 1, 2029, authorizes local agencies, defined as any city, county, city and county, or special district authorized by law to provide for the production, storage, supply, treatment, or distribution of any water from any source, to use the progressive design-build process for up to 15 public works projects in excess of \$5,000,000 for each project, similar to the progressive design-build process authorized for use by the Director of General Services. This bill would, until January 1, 2030, provide additional authority for cities, counties, cities and counties, or special districts to use the progressive design-build process for up to 10 public works in excess of \$5,000,000, not limited to water-related projects, excluding projects on state-owned or state-operated facilities. The bill would require information to be provided under penalty of perjury and would require similar reports due no later than December 31, 2028.

Attachments:[SB 706 \(Caballero\) Sen. Governance & Fi Cmte - Support](#)

[SB 706 \(Caballero\) Author Letter - Support](#)
[SB 706 \(Caballero\) Asm. Local Government Cmte - Support](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Support 2	None	AAvery, HHannaman	General/All	Public Works and Facilities	Bidding Process (design-build, progressive design-build, JOC, P3, best value, other alternative delivery methods)	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 3/14/2023 I-2/16/2023 to: Support 2
 2/21/2023 I-2/16/2023 to: No position

[SB 745](#)[Cortese D The Drought-Resistant Buildings Act.](#)

Introduced: 2/17/2023

Status: 9/7/2023 - Assembly Rule 69 suspended. Read third time and amended. Ordered to third reading.

Location: 9/5/2023 - A . THIRD READING

Summary: Would require the California Building Standards Commission to research, develop, and propose building standards to reduce potable water use in new residential and nonresidential buildings, as specified. The bill would require the commission to perform a review of water efficiency and water reuse standards in the California Buildings Standards Code every 3 years, commencing with the next triennial edition, and update as needed.

Attachments:

[SB 745 \(Cortese\) Letter to Author - Removal of Opposition](#)
[SB 745 \(Cortese\) Asm. Housing and Community Development Cmte. - Oppose Unless Amended](#)
[SB 745 \(Cortese\) Assembly Environmental Safety - Coalition Oppose Unless Amended](#)
[SB 745 S. Housing Final](#)

Position	Staff Reco	Assigned	District Services	Subject Area	Issues	Working Group
Neutral	None	AAvery	General/All	Public Works and Facilities	None	Public Works, Facilities, and State Infrastructure Investment and Partnership

Public Notes 7/17/2023 A-7/13/2023 to: Neutral
 3/14/2023 I-2/17/2023 to: Oppose unless Amended 3
 3/13/2023 I-2/17/2023 to: Watch
 2/22/2023 I-2/17/2023 to: No position

Total Measures: 54

Total Tracking Forms: 54

9/11/2023 8:55:39 AM

ORIGINATING SECTION: Integrated Planning

CONTACT: Sal Segura/Ken Minn

DATE: September 20, 2023

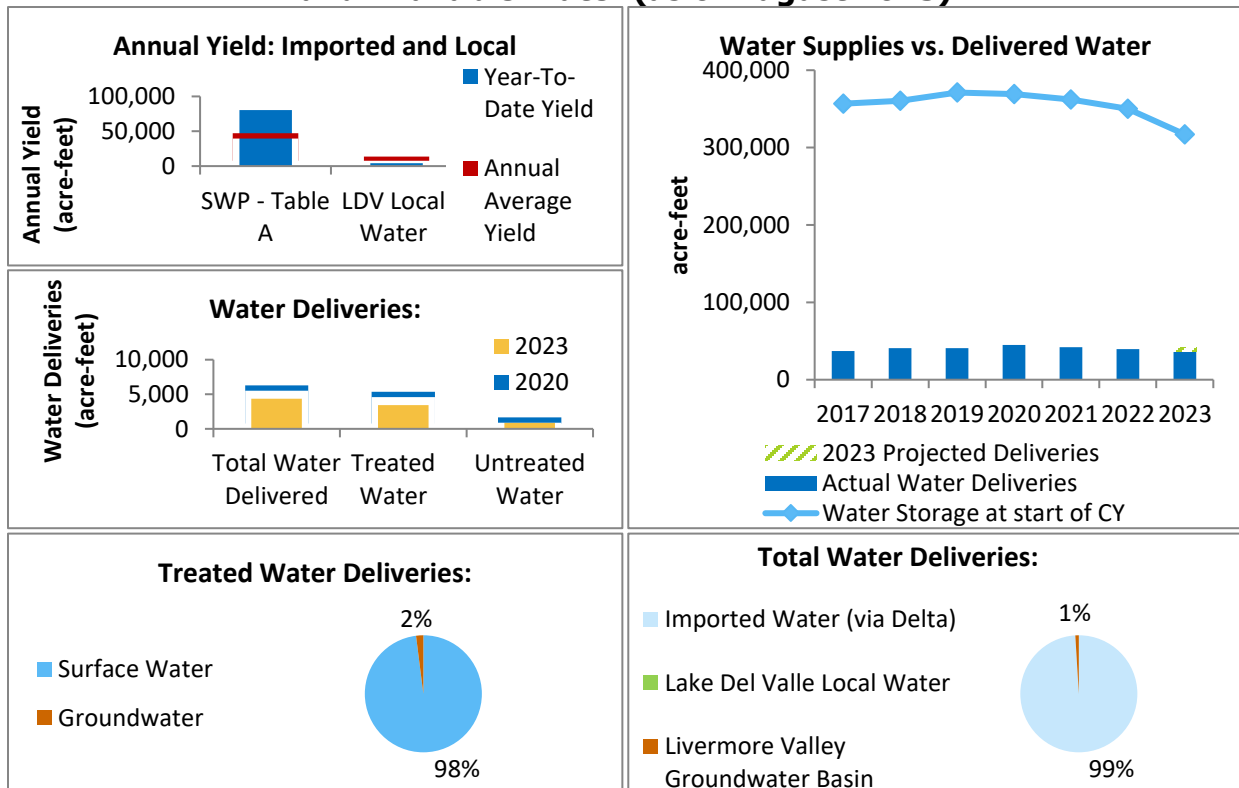
SUBJECT: Monthly Water Inventory and Water Budget Update

SUMMARY:

To support Zone 7's mission and Strategic Plan Goal A – Reliable Water Supply and Infrastructure; this report summarizes current water supply, usage, and storage conditions.

An overall analysis of the annual water supply was completed in April as part of the Annual Review of Sustainable Water Supply. Long-term water supply planning is also summarized in the Urban Water Management Plan, which is updated every five years and assesses water supply reliability on a 20-year time horizon. The plans and evaluations consider the various sources of supply and storage available to Zone 7 locally, in State Water Project facilities, and in Kern County storage and recovery programs.

Figure ES 1: At-a-Glance Summaries of 2023 Water Supplies, Deliveries, and Available Water (as of August 2023)



August 2023 Zone 7 Water Inventory and Water Budget

Supply and Demand (See Table 1, Table 2, Figure 1, Figure 2, Figure 3, and Figure 4)

- Monthly totals: 5,240 acre-feet (AF) delivered to customers (4,340 AF treated production and 900 AF estimated untreated deliveries) and 1,200 AF to recharge.
- Total treated water production increased by 3% compared to last month.
- Treated water sources were 98% surface water and 2% groundwater this month.
 - Treatment plant production was 44.8 MGD.
 - Wellfield production was 0.8 MGD.

Comparison of Demands: 2023 vs 2020 (See Table 1)

- In August 2023, Zone 7's overall water demands were 2% lower compared to the same time in 2020: treated water production was 1% less, and estimated untreated deliveries were 4% lower.

Table 1: August 2023 comparison - water demand and conservation

	Treated Production	Untreated Delivery	Total
August 2023 (AF)	4,340	900	5,240
August 2020 (AF)	4,390	940	5,330
August Conservation (2023 vs 2020)	1%	4%	2%

Imported Water (See Table 2)

- The State Water Project allocation remains at 100%.
- Remaining supplies and total operational groundwater storage are approximately 281,500 AF; if emergency storage in the Livermore Valley Groundwater Basin below the historical low is included, then the total amount of remaining supplies and storage is estimated at 409,500 AF.

Groundwater (See Table 2 and Figure 5)

- Zone 7 wellfield pumping was 80 AF, making up 2% of the treated supply.
- Groundwater basin overflow on the west side of the Livermore Valley Groundwater Basin was estimated at 0 AF.
- The Livermore Valley Groundwater Basin comprises four subbasins, and it has a combined total storage capacity of 254,000 AF. The aggregate operational storage makes up 126,000 AF of the total storage, and the remaining 128,000 AF are designated as emergency storage, representing the amount of storage below historic low water levels. Currently, the total basin storage remains at approximately 91% of total capacity (230,700 AF out of 254,000 AF).
 - 102,700 AF are operational storage.
 - 128,000 AF remains as emergency storage.
 - Note, however, that not all of this storage is accessible with Zone 7's existing wells as the groundwater production facilities can only access certain subbasins

and 80% of Zone 7's groundwater facilities are in the Amador West subbasin. Furthermore, the presence of Per- and polyfluoroalkyl substances (PFAS) compounds in the groundwater basin limits the use of certain wells.

- City of Pleasanton is not expected to produce groundwater in the foreseeable future unless there is an emergency.
- Zone 7 released about 1,200 AF into the Arroyos for recharge/underground storage.

Local Surface Water (See Table 2 and *The estimated groundwater basin storage represents the combined total storage from all four subbasins. Figure 6)

- Zone 7's (preliminary) water storage in Lake Del Valle at the end of August is approximately 5,000 AF.

Stream Outflow (See Table 2)

- Surface runoff did not exceed the 10 cubic feet per second (CFS) baseflow at the Arroyo de la Laguna at the Verona stream gauge.
 - Note: some surface flows out of the Livermore-Amador Valley are mandated for other downstream purposes.

Local Precipitation (See Figure 7)

- No precipitation was recorded at the Livermore Airport in August.
- For Water Year 2023, Livermore has received 25.47 inches of rain, or 180% of average for August 31.

Sierra Precipitation (See Figure 8)

- 0.9 inches of precipitation was recorded in the Northern Sierras in August. Historically, the average precipitation in August has been 0.2 inches.
- Cumulative precipitation in the Northern Sierra for Water Year 2023 is 65.1 inches, or 123% of average for August 31.

Sierra Snowpack (See Figure 9)

- DWR has stopped reporting snowpack for the season as all snow pillow sites are snow-free. This year was the latest date (July 31) in the past 25 years that the electronic monitoring network recorded snow. Prior to this year, the latest date snowpack was reported was July 23 in 1998.

Lake Oroville (See Figure 10)

- Lake Oroville was at 81% of total capacity (139% of average) as of August 31.
 - Storage: 2,873,390 AF
 - Storage as a percentage of total capacity decreased 10% over the month of August.

San Luis Reservoir (See Figure 11)

- San Luis Reservoir was at 87% capacity (227% of average) as of August 31.
 - Storage: 1,771,418 AF
 - SWP's storage is approximately 981,000 AF.
 - Storage as a percentage of total capacity decreased 4% from the end of July.
- Zone 7 does not have any water stored in San Luis Reservoir.

NOTE: Numbers presented are estimated and subject to refinement over the course of the year.

Table 2: Quarterly water inventory

Water Inventory for Zone 7 Water Agency

Note: Values are rounded. All units in AF unless noted otherwise. Subject to adjustment over the year.

	2022 Jan-Dec	2023 Jan	2023 - Q1 Jan-Mar	2023 - Q2 Apr-Jun	2023 - Q3 Jul-Sept	2023 - YTD Jan-Dec
Source						
Incoming Supplies						
State Water Project (SWP) - Table A	0	0	0	11,320	16,180	27,500
State Water Project - Article 21	0	0	0	2,360	0	2,360
Lake Del Valle Local Water	3,790	1,630	3,200	750	0	3,950
Water Transfers/Exchanges ¹	2,320	0	0	0	0	0
Subtotal	6,110	1,630	3,200	14,430	16,180	33,810
From Storage						
State Water Project - Carryover	6,590	10	2,020	0	0	2,020
Livermore Valley Groundwater Basin	16,830	80	570	400	170	1,140
Kern Storage and Recovery Programs	9,570	0	0	0	0	0
Subtotal	32,990	90	2,590	400	170	3,160
Total Supply	39,100	1,720	5,790	14,830	16,350	36,970
Water Use						
Customer Deliveries						
Treated Water Demand ²	33,630	1,710	5,060	8,940	8,560	22,560
Untreated Water Demand	5,350	10	60	1,770	1,740	3,570
Subtotal	38,980	1,720	5,120	10,710	10,300	26,130
To Storage						
Livermore Valley Groundwater Basin Recharge	120	0	60	1,330	2,250	3,640
Kern Storage and Recovery Programs	0	0	610	2,790	3,800	7,200
Subtotal	120	0	670	4,120	6,050	10,840
Total Water Use	39,100	1,720	5,790	14,830	16,350	36,970
Available Water Supplies			End-of-Quarter Balances			
Incoming Supplies in 2023						
SWP - Table A (%)	5%	30%	75%	100%	100%	100%
SWP - Table A Remaining	4,000	24,190	60,470	80,620	80,620	80,620
Water Transfers/Exchanges ¹	0	0	0	0	0	0
Subtotal	4,000	24,190	60,470	80,620	80,620	80,620
Storage Balance from 2022						
SWP Carryover + Backed Up Water ³	6,720	10,710	0	0	0	0
Lake Del Valle Local Water	2,300	2,800	3,300	5,000	5,000	5,000
Livermore Valley Groundwater Basin ⁴	87,000	90,000	96,000	101,900	102,700	102,700
Kern Storage and Recovery Programs	86,570	86,570	87,100	89,600	93,000	93,000
Subtotal	182,590	190,080	186,400	196,500	200,700	200,700
Total Available Water	186,590	214,270	246,870	277,120	281,320	281,320
	314,590	342,270				
Watershed Conditions	End-of-2022					
Precipitation at Livermore Station (in)	13.8	6.36	15.54	0.43	0.00	15.97
Lake Del Valle Local Water Net Yield	2,300	2,130	4,200	2,450	0	6,650
Measured Change in Groundwater Basin Storage (AF)	-7,200	3,000	9,000	5,900	800	15,700
Surface Water Outflow ⁵	23,530	93,200	157,500	5,880	50	163,430

¹ Yuba Accord, Dry Year Transfer and Mojave transfer supplies were acquired in 2022.

² Includes a small amount of unaccounted-for water.

³ Backed Up Water is recovered water from Kern Storage and Recovery Programs that is moved to San Luis Reservoir for storage.

⁴ Storage volume is based on most recent groundwater level data; amount shown excludes 128,000 AF of emergency storage.

⁵ Surface Water Outflow is estimated based on flow at USGS gage Arroyo De La Laguna at Verona.

Figure 1: Monthly Treated Water Production in Acre-Feet (AF)

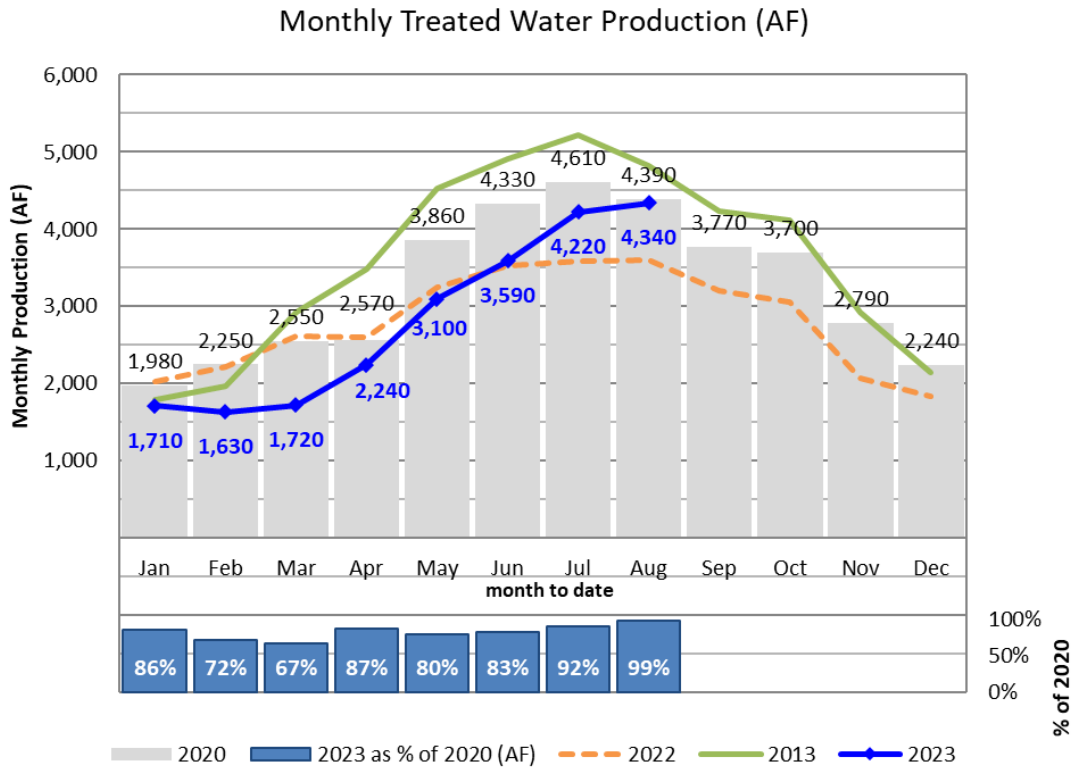
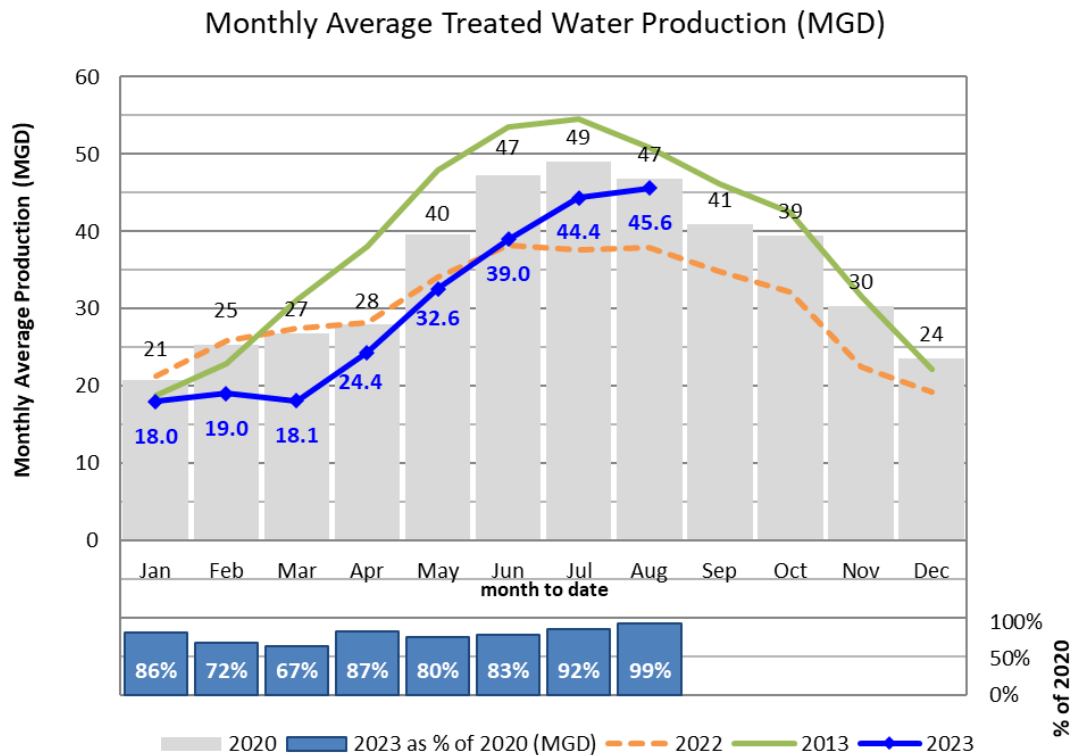
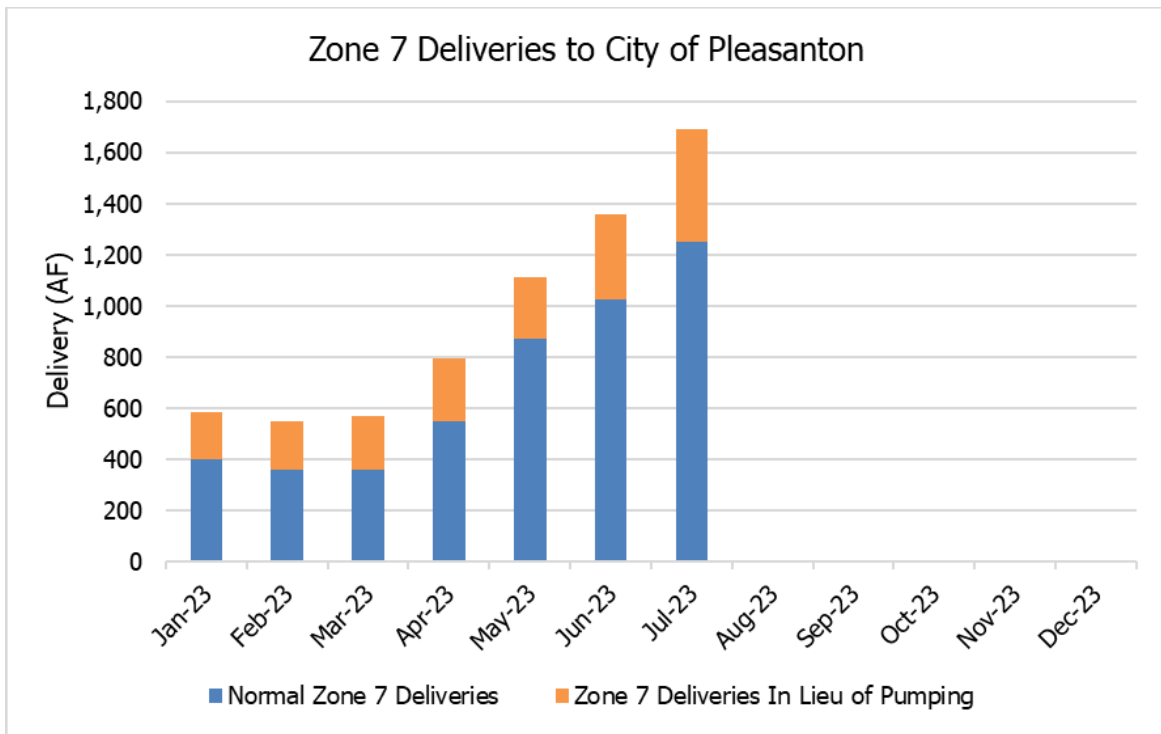


Figure 2: Monthly Treated Water Production in Average Million Gallons per Day

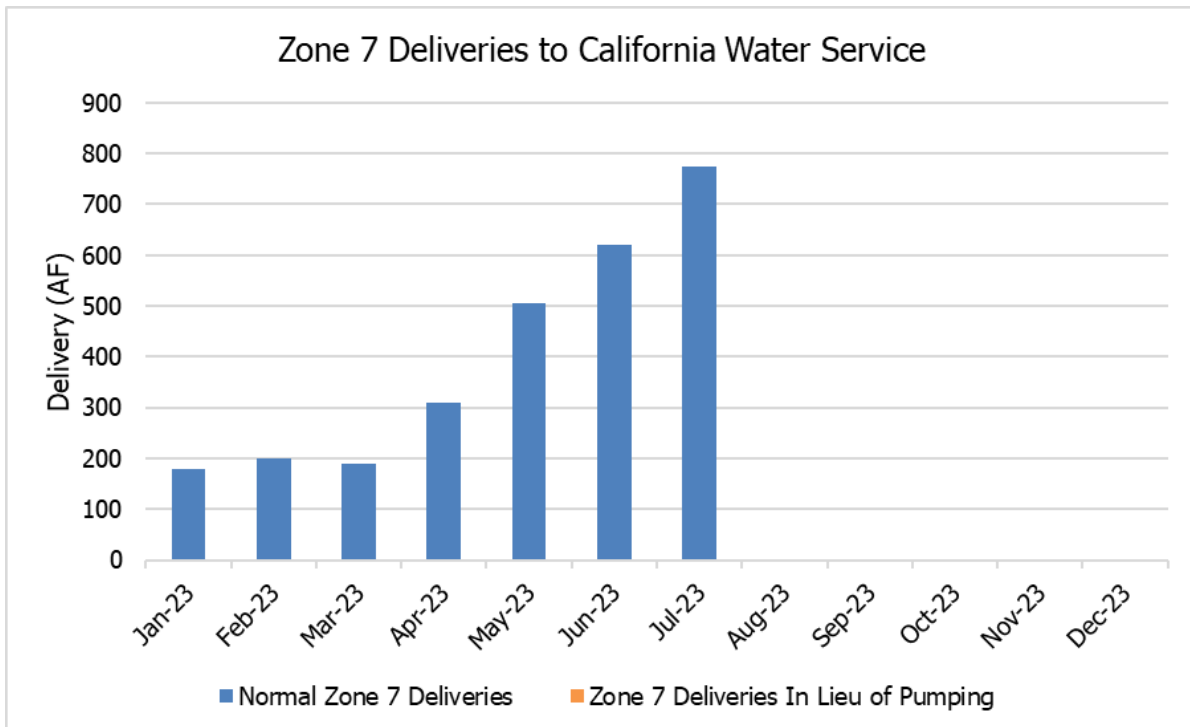


**Figure 3: Pleasanton Estimated In-Lieu Demand
(Based on 2016-2019 Pumping)**



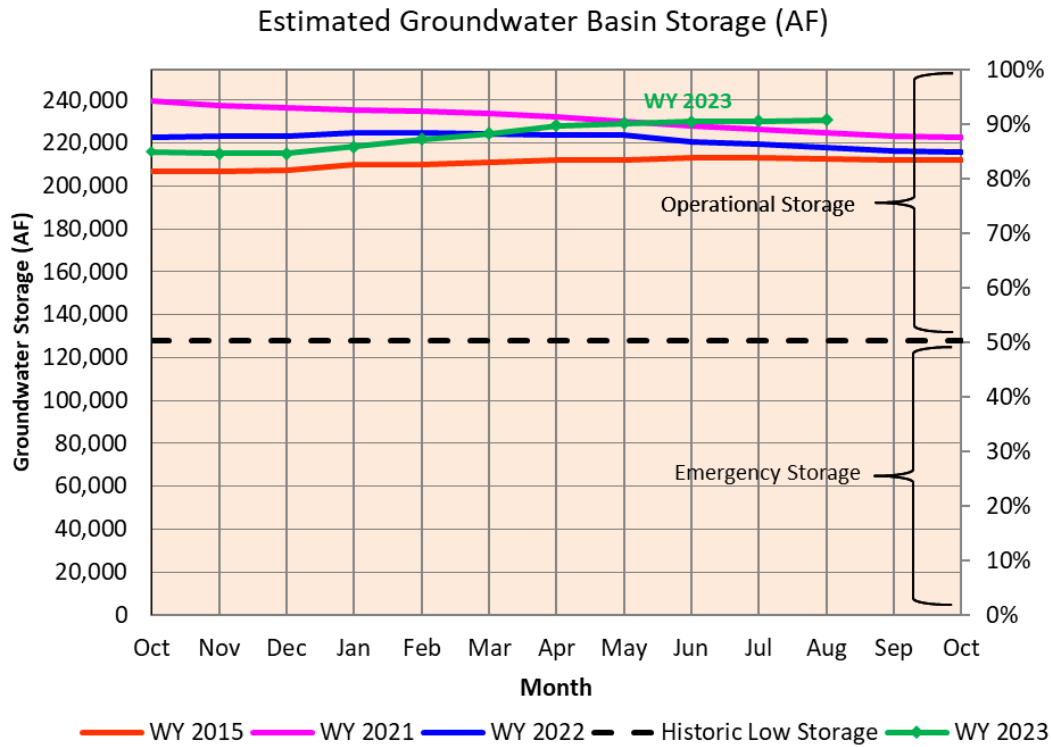
*Pleasanton's pumping data for August is not yet available and will be reflected in future inventories.

**Figure 4: California Water Service Estimated In-Lieu Demand
(Based on 2016-2019 Pumping)**



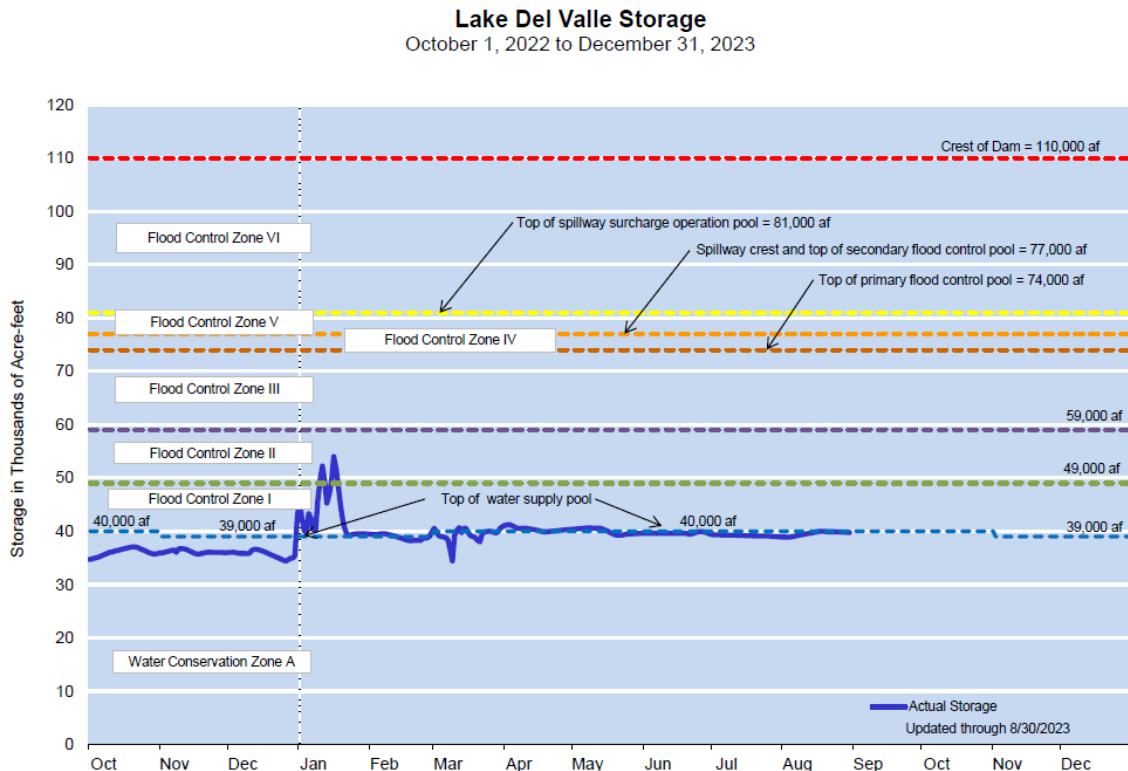
*Cal Water's pumping data for August is not yet available and will be reflected in future inventories.

Figure 5: Livermore Valley Groundwater Basin Storage*



*The estimated groundwater basin storage represents the combined total storage from all four subbasins.

Figure 6: Lake Del Valle Storage



(Source: <https://water.ca.gov/-/media/DWR-Website/>)

Figure 7: Local precipitation

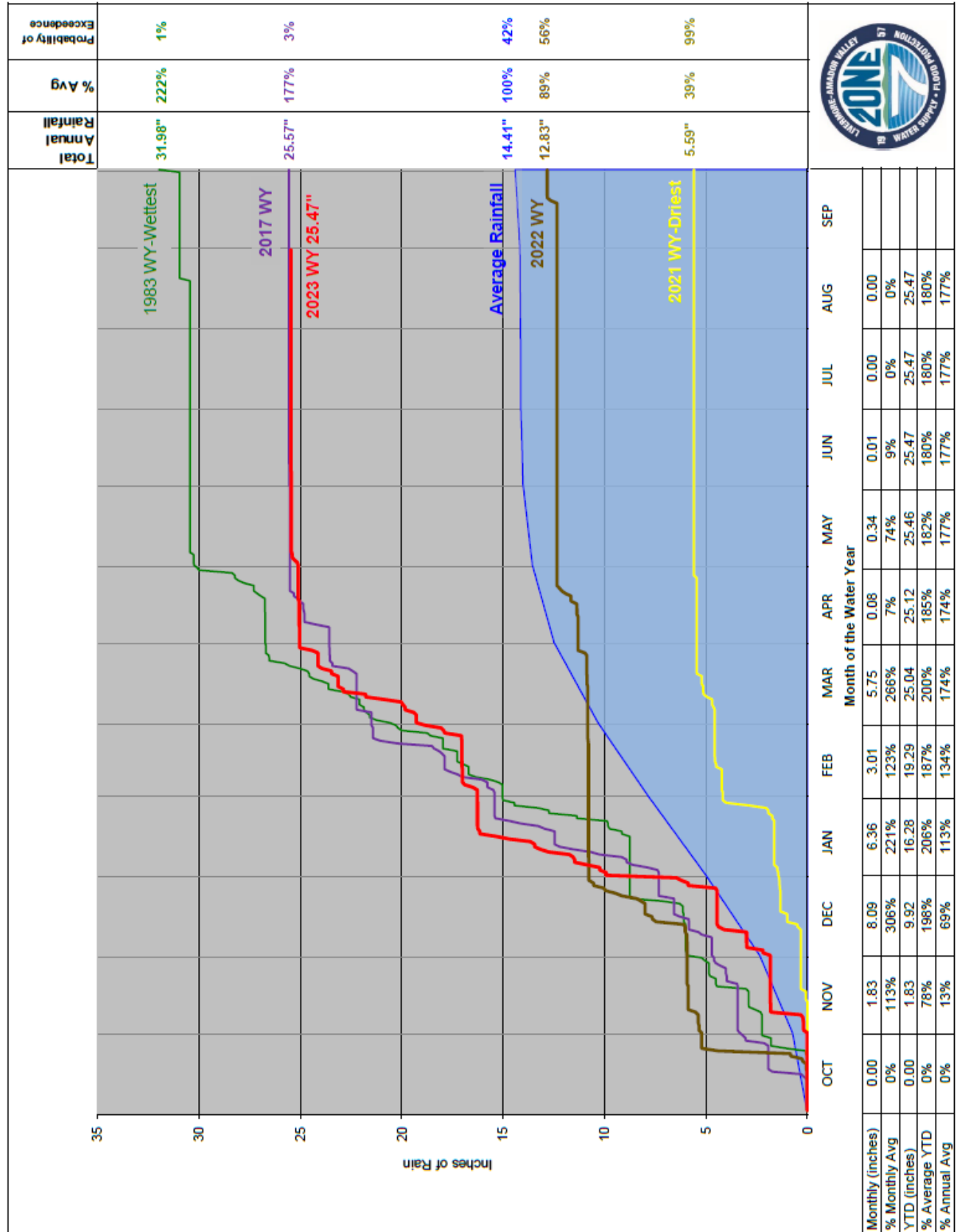
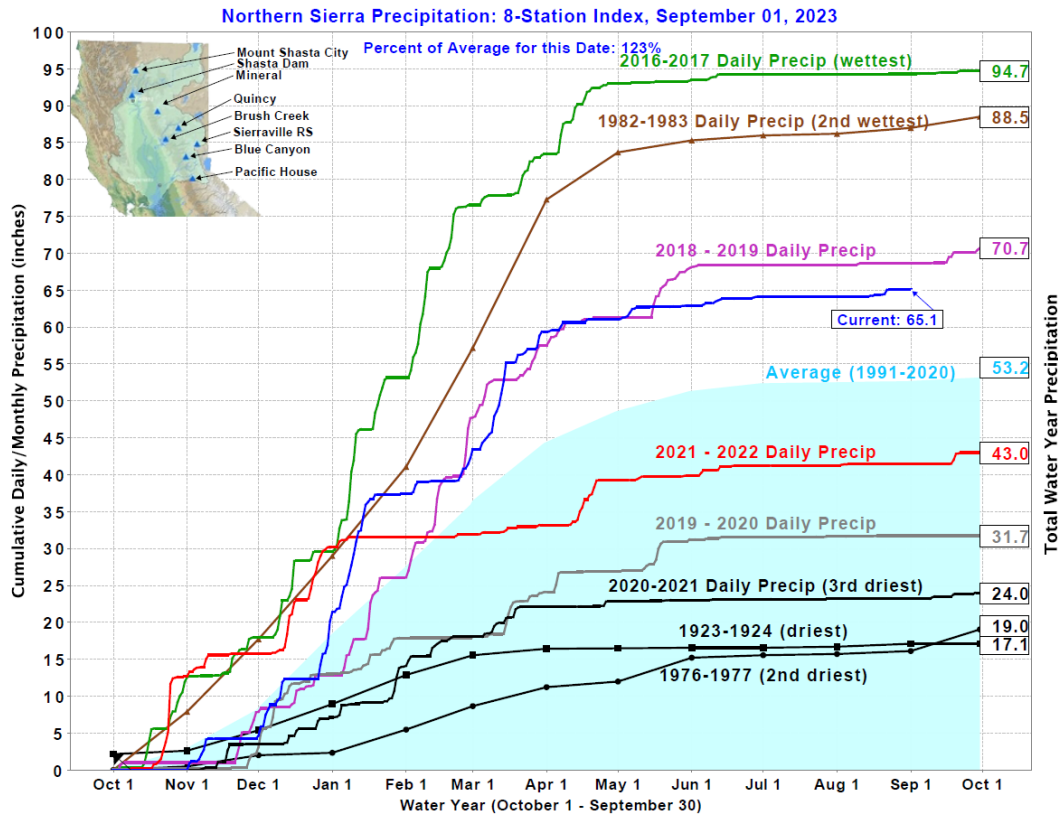


Figure 8: Cumulative Precipitation in the North Sierra



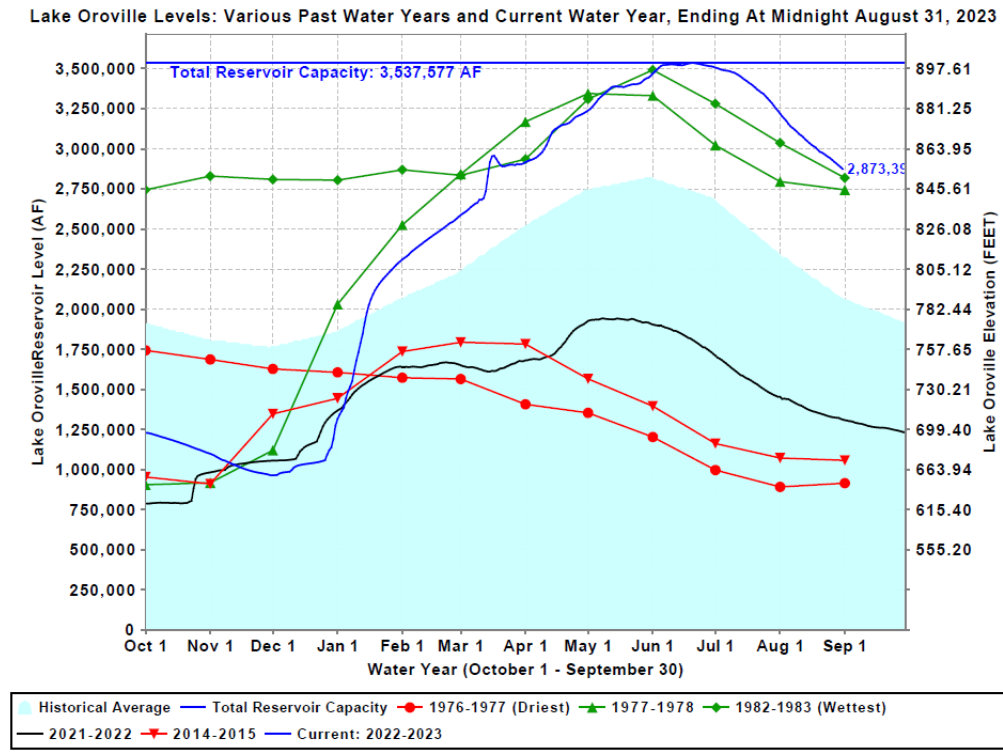
(Source: http://cdec.water.ca.gov/cgi-progs/products/PLOT_ESI.pdf)

Figure 9: Sierra Snowpack

*As of July 31, all snow survey sites are snow-free.
DWR will begin reporting snowpack again around December 1.*

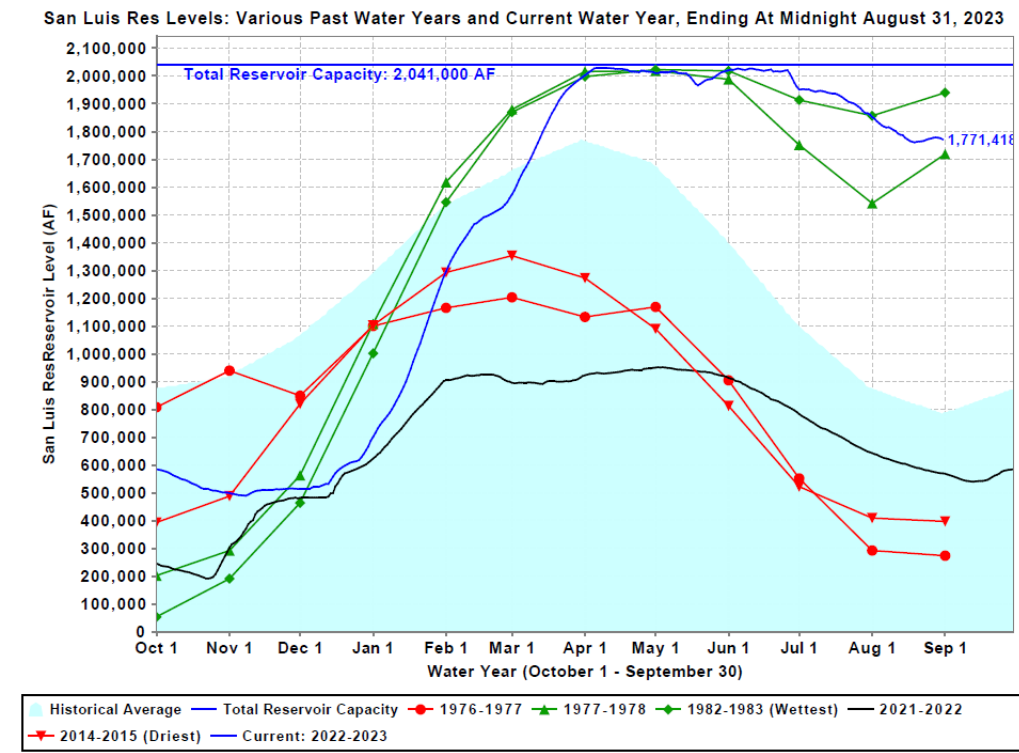
(Source: <https://cdec.water.ca.gov/reportapp/javareports?name=swccond.pdf>)

Figure 10: Lake Oroville Storage



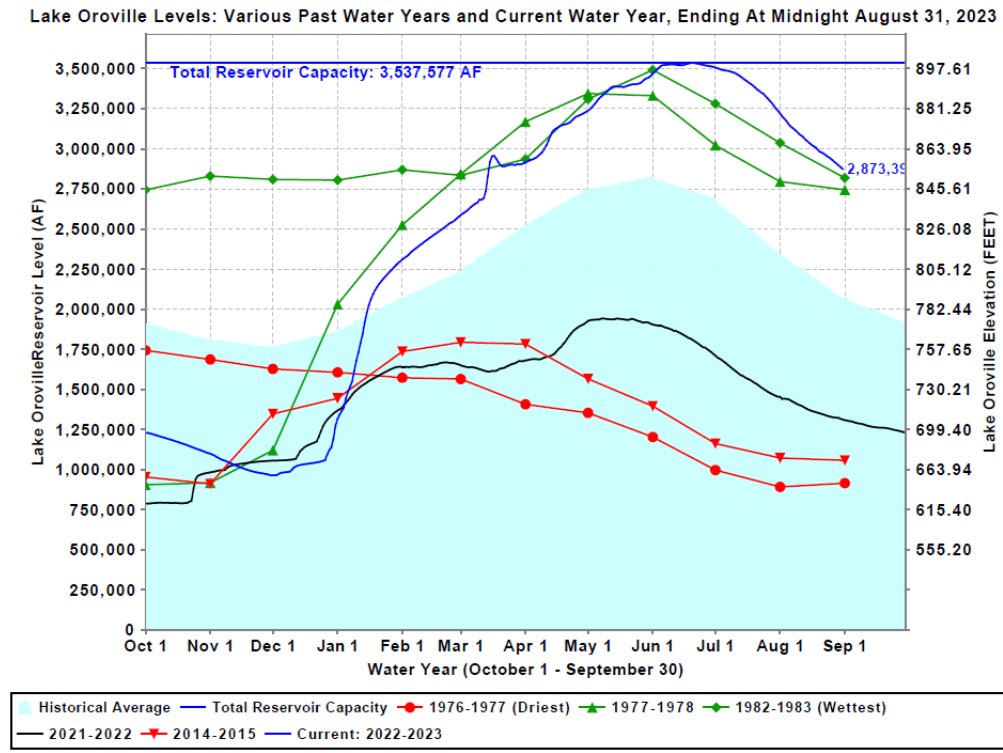
(Source: <https://cdec.water.ca.gov/resapp/ResDetail.action?resid=ORO>)

Figure 11: San Luis Reservoir Storage



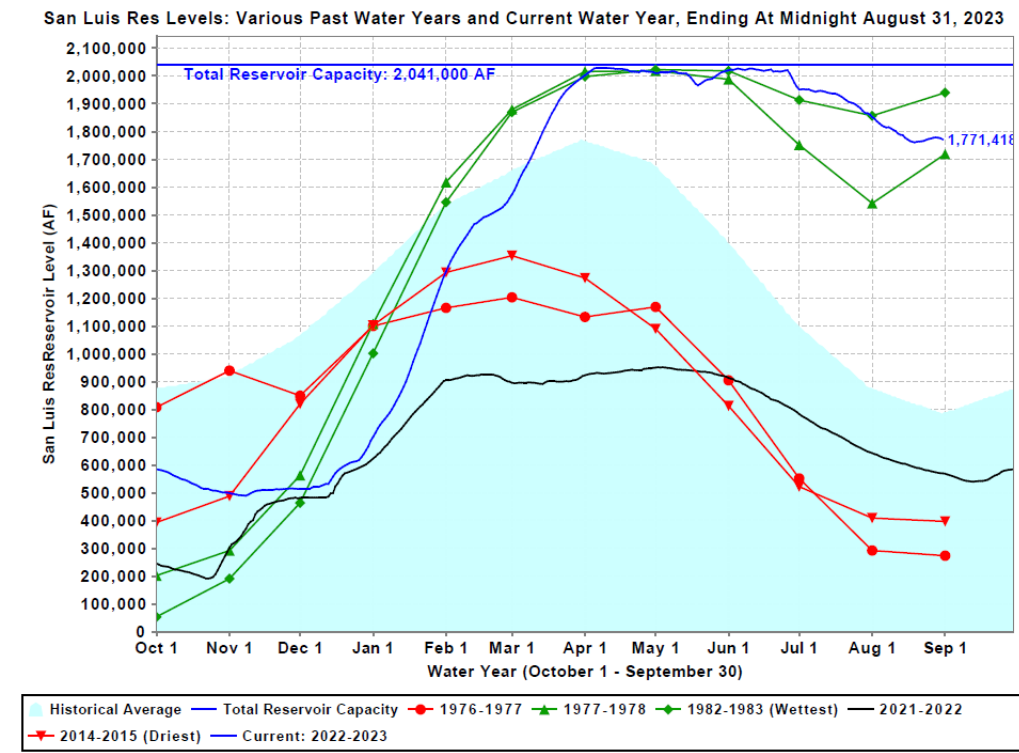
(Source: <https://cdec.water.ca.gov/resapp/ResDetail.action?resid=SNL>)

Figure 10: Lake Oroville Storage



(Source: <https://cdec.water.ca.gov/resapp/ResDetail.action?resid=ORO>)

Figure 11: San Luis Reservoir Storage



(Source: <https://cdec.water.ca.gov/resapp/ResDetail.action?resid=SNL>)

June 30, 2023

Board of Directors
 Zone 7 Water Agency
 100 North Canyons Parkway
 Livermore, CA 94551

Subject: Investment Report as of June 30, 2023 (Unaudited)

Dear Board Members:

Pursuant to Resolution No. 22-47, dated June 15, 2022, the Board adopted the Agency investment policy. In accordance with Strategic Plan Initiative No. 24 – Continue to effectively manage financial resources for the Agency in a prudent manner and in accordance with the Investment Policy, attached is the Agency quarterly informational investment report as of June 30, 2023. Enclosed with this report is a detailed composition of investments held in Zone 7's name by securities category as of June 30, 2023. This report reflects the market value and cost of purchase of the securities.

All Agency investments in this investment management portfolio conform to the investment policy and are in accordance with California Government Code Section 53600, et. seq. Below is the Agency's investment portfolio management summary:

Investment Type	Face Amount	Market Value	Book Value	% of Portfolio	Permitted by Agency Policy	In Compliance	Book Yield (YTM at Cost)
U.S. Treasury Bond/ Note	\$ 114,975,000	\$ 107,694,538	\$ 112,198,730	80.52%	No Limit	Yes	2.740%
Corporate Bonds (Medium Term Notes)	20,800,000	20,080,153	20,781,524	15.01%	30%	Yes	2.170%
Federal Agency Commercial Mortgage-Backed Security	965,000	921,456	938,886	0.69%	20%	Yes	4.310%
Money Market (1)	5,053,366	5,053,366	5,053,366	3.78%	20%	Yes	4.970%
Total Investments	\$ 141,793,366	\$ 133,749,513	\$ 138,972,506	100%			2.670%
US Bank	7,590,337	7,590,337	7,590,337				
Total Cash & Investments	\$ 149,383,703	\$ 141,339,849	\$ 146,562,843				2.670%

(1) **Money Market:** The Money Market Book Yield (Yield to Maturity at Cost) is not part of the overall securities YTM at Cost from PFM Asset Management, it's from the U.S. Bank as custody bank.


In addition, the Agency has cash and investments pooled with the Alameda County Treasury. The County Treasurer acts as the disbursing agent for these funds for the Agency and the cash and investments are invested pursuant to investment policy guidelines established by the County Treasurer for the County.

As of June 30, 2023, the County Treasurer held approximately \$149,512,956 (unaudited) for the Agency. The amount held by the County Treasurer is sufficient to meet all operating cash needs for the Agency within the next six months. Here is a link to the County investment reports: <https://treasurer.acgov.org/treasury/reports.page?>

I hereby certify that, to the best of my actual knowledge, this report includes all investments in the Agency pool investment portfolio and is in conformity with the Agency's current investment policy dated July 1, 2022.

Market value amounts are from PFM Asset Management which provides investment management services for the Agency. U.S. Bank provides the Agency custody services. Book value amounts include premiums or discounts and are adjusted at year end on the general ledger.

Sincerely,

DocuSigned by:

30C75F5FFCB44E5...

Osborn Solitei,
Treasurer

Attachments:

- Agency Investment Management Portfolio as of June 30, 2023
- PFM Asset Management Investment Performance Review for June 30, 2023

c: Valerie Pryor, General Manager



Customer Service
PO Box 11813
Harrisburg, PA 17108-1813

ACCOUNT STATEMENT

For the Month Ending
June 30, 2023

ZONE 7 WATER AGENCY

Client Management Team

Monique Spyke

Managing Director
1 California Street Ste. 1000
San Francisco, CA 94111-5411
415-393-7270
spykem@pfmam.com

Joseph Creason

Portfolio Manager
213 Market Street
Harrisburg, PA 17101-2141
717-231-6217
creasonj@pfmam.com

Jeremy King

Key Account Manager
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Harrisburg, PA 17101-2141
717-232-2723
kingj@pfmam.com

Contents

Cover/Disclosures
Summary Statement
Individual Accounts

Accounts included in Statement

99350000 ZONE 7 WATER AGENCY

ZONE 7 WATER AGENCY
OSBORN SOLITEI
100 NORTH CANYONS PARKWAY
LIVERMORE, CA 94551

Online Access <https://www.pfmam.com>

Customer Service 1-717-232-2723

Important Disclosures

This statement is for general information purposes only and is not intended to provide specific advice or recommendations. PFM Asset Management LLC ("PFMAM") is an investment adviser registered with the U.S. Securities and Exchange Commission and a subsidiary of U.S. Bancorp Asset Management, Inc. ("USBAM"). USBAM is a subsidiary of U.S. Bank National Association ("U.S. Bank"). U.S. Bank is a separate entity and subsidiary of U.S. Bancorp. U.S. Bank is not responsible for and does not guarantee the products, services or performance of PFMAM. PFMAM maintains a written disclosure statement of our background and business experience. If you would like to receive a copy of our current disclosure statement, please contact Service Operations at the address below.

Proxy Voting PFMAM does not normally receive proxies to vote on behalf of its clients. However, it does on occasion receive consent requests. In the event a consent request is received the portfolio manager contacts the client and then proceeds according to their instructions. PFMAM's Proxy Voting Policy is available upon request by contacting Service Operations at the address below.

Questions About an Account PFMAM's monthly statement is intended to detail our investment advisory activity as well as the activity of any accounts held by clients in pools that are managed by PFMAM. The custodian bank maintains the control of assets and executes (i.e., settles) all investment transactions. The custodian statement is the official record of security and cash holdings and transactions. PFMAM recognizes that clients may use these reports to facilitate record keeping and that the custodian bank statement and the PFMAM statement should be reconciled and differences resolved. Many custodians use a settlement date basis which may result in the need to reconcile due to a timing difference.

Account Control PFMAM does not have the authority to withdraw funds from or deposit funds to the custodian outside the scope of services provided by PFMAM. Our clients retain responsibility for their internal accounting policies; implementing and enforcing internal controls and generating ledger entries or otherwise recording transactions.

Market Value Generally, PFMAM's market prices are derived from closing bid prices as of the last business day of the month as supplied by Refinitiv or Bloomberg. For certain short-term investments or where prices are not available from generally recognized sources the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. Non-negotiable FDIC-insured bank certificates of deposit are priced at par. Although PFMAM believes the prices to be reliable, the values of the securities may not represent the prices at which the securities could have been bought or sold. Explanation of the valuation methods for a registered investment company or local government investment program is contained in the appropriate fund offering documentation or information statement.

Amortized Cost The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short term securities (those with less than one year to maturity at time of issuance) is amortized on a straightline basis. Such discount or premium with respect to longer term securities is amortized using the constant yield basis.

Important Disclosures

Tax Reporting Cost data and realized gains / losses are provided for informational purposes only. Please review for accuracy and consult your tax advisor to determine the tax consequences of your security transactions. PFMAM does not report such information to the IRS or other taxing authorities and is not responsible for the accuracy of such information that may be required to be reported to federal, state or other taxing authorities.

Financial Situation In order to better serve you, PFMAM should be promptly notified of any material change in your investment objective or financial situation.

Callable Securities Securities subject to redemption prior to maturity may be redeemed in whole or in part before maturity, which could affect the yield represented.

Portfolio The securities in this portfolio, including shares of mutual funds, are not guaranteed or otherwise protected by PFMAM, the FDIC (except for certain non-negotiable certificates of deposit) or any government agency. Investment in securities involves risks, including the possible loss of the amount invested. Actual settlement values, accrued interest, and amortized cost amounts may vary for securities subject to an adjustable interest rate or subject to principal paydowns. Any changes to the values shown may be reflected within the next monthly statement's beginning values.

Rating Information provided for ratings is based upon a good faith inquiry of selected sources, but its accuracy and completeness cannot be guaranteed. Shares of some local government investment programs and TERM funds are marketed through representatives of PFMAM's affiliate, PFM Fund Distributors, Inc. which is registered with the SEC as a broker/dealer and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Municipal Securities Rulemaking Board ("MSRB"). You may reach the FINRA by calling the FINRA Hotline at 1-800-289-9999 or at the FINRA website address <https://www.finra.org/investors/investor-contacts>. A brochure describing the FINRA Regulation Public Disclosure Program is also available from FINRA upon request.

Key Terms and Definitions

Dividends on local government investment program funds consist of interest earned, plus any discount ratably amortized to the date of maturity, plus all realized gains and losses on the sale of securities prior to maturity, less ratably amortization of any premium and all accrued expenses to the fund. Dividends are accrued daily and may be paid either monthly or quarterly. The monthly earnings on this statement represent the estimated dividend accrued for the month for any program that distributes earnings on a quarterly basis. There is no guarantee that the estimated amount will be paid on the actual distribution date.

Current Yield is the net change, exclusive of capital changes and income other than investment income, in the value of a hypothetical fund account with a balance of one share over the seven-day base period including the statement date, expressed as a percentage of the value of one share (normally \$1.00 per share) at the beginning of the seven-day period. This resulting net change in account value is then annualized by multiplying it by

365 and dividing the result by 7. The yields quoted should not be considered a representation of the yield of the fund in the future, since the yield is not fixed. **Average maturity** represents the average maturity of all securities and investments of a portfolio, determined by multiplying the par or principal value of each security or investment by its maturity (days or years), summing the products, and dividing the sum by the total principal value of the portfolio. The stated maturity date of mortgage backed or callable securities are used in this statement. However the actual maturity of these securities could vary depending on the level or prepayments on the underlying mortgages or whether a callable security has or is still able to be called. **Monthly distribution yield** represents the net change in the value of one share (normally \$1.00 per share) resulting from all dividends declared during the month by a fund expressed as a percentage of the value of one share at the beginning of the month. This resulting net change is then annualized by multiplying it by 365 and dividing it by the number of calendar days in the month. **YTM at Cost** The yield to maturity at cost is the expected rate of return, based on the original cost, the annual interest receipts, maturity value and the time period from purchase date to maturity, stated as a percentage, on an annualized basis. **YTM at Market** The yield to maturity at market is the rate of return, based on the current market value, the annual interest receipts, maturity value and the time period remaining until maturity, stated as a percentage, on an annualized basis. **Managed Account** A portfolio of investments managed discretely by PFMAM according to the client's specific investment policy and requirements. The investments are directly owned by the client and held by the client's custodian. **Unsettled Trade** A trade which has been executed however the final consummation of the security transaction and payment has not yet taken place.

Please review the detail pages of this statement carefully. If you think your statement is wrong, missing account information, or if you need more information about a transaction, please contact PFMAM within 60 days of receipt. If you have other concerns or questions regarding your account, or to request an updated copy of PFMAM's current disclosure statement, please contact a member of your client management team at PFMAM Service Operations at the address below.

PFM Asset Management LLC
Attn: Service Operations
213 Market Street
Harrisburg, PA 17101

NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE

Managed Account Summary Statement

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Transaction Summary - Managed Account

Opening Market Value	\$129,712,576.99
Maturities/Calls	0.00
Principal Dispositions	0.00
Principal Acquisitions	0.00
Unsettled Trades	0.00
Change in Current Value	(1,016,430.67)
Closing Market Value	\$128,696,146.32

Cash Transactions Summary - Managed Account

Maturities/Calls	0.00
Sale Proceeds	0.00
Coupon/Interest/Dividend Income	55,981.93
Principal Payments	0.00
Security Purchases	0.00
Net Cash Contribution	(8,363.16)
Reconciling Transactions	0.00

Earnings Reconciliation (Cash Basis) - Managed Account

Interest/Dividends/Coupons Received	55,981.93
Less Purchased Interest Related to Interest/Coupons	0.00
Plus Net Realized Gains/Losses	0.00
Total Cash Basis Earnings	\$55,981.93

Cash Balance

Closing Cash Balance \$5,053,366.26

Earnings Reconciliation (Accrual Basis)

	Total
Ending Amortized Value of Securities	133,392,272.56
Ending Accrued Interest	526,867.52
Plus Proceeds from Sales	0.00
Plus Proceeds of Maturities/Calls/Principal Payments	0.00
Plus Coupons/Dividends Received	55,981.93
Less Cost of New Purchases	0.00
Less Beginning Amortized Value of Securities	(133,282,565.26)
Less Beginning Accrued Interest	(377,454.58)
Total Accrual Basis Earnings	\$315,102.17

Portfolio Summary and Statistics

For the Month Ending **June 30, 2023**

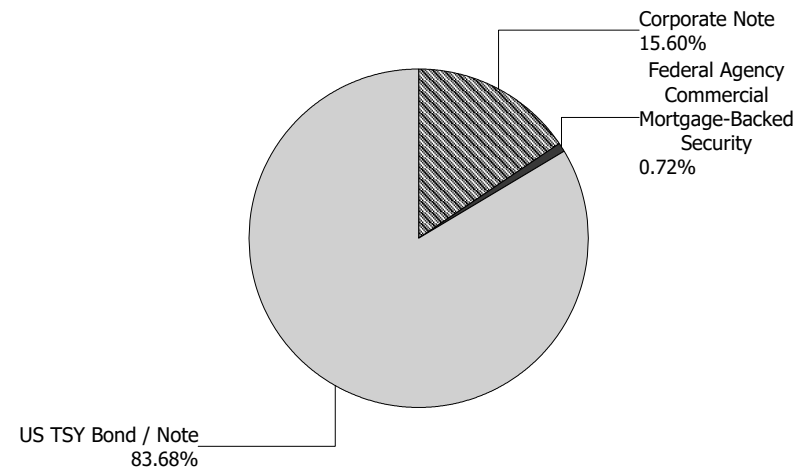
ZONE 7 WATER AGENCY - 99350000

Account Summary

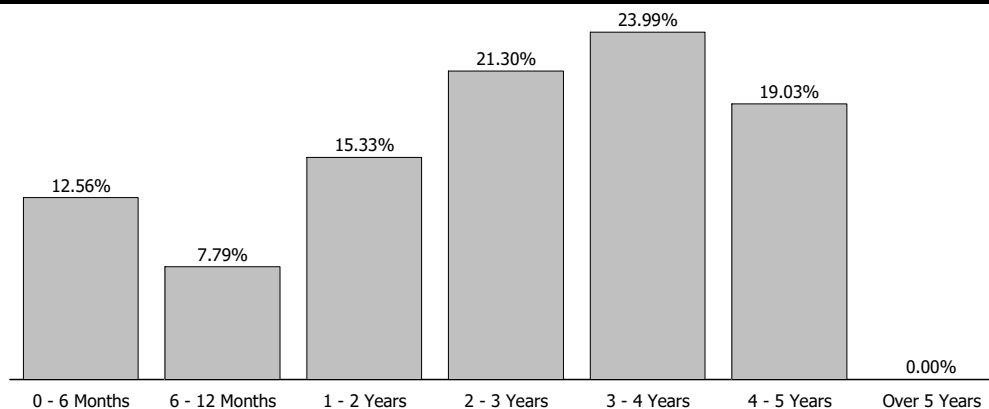
Description	Par Value	Market Value	Percent
U.S. Treasury Bond / Note	114,975,000.00	107,694,537.94	83.68
Federal Agency Commercial Mortgage-Backed Security	965,000.00	921,455.83	0.72
Corporate Note	20,800,000.00	20,080,152.55	15.60
Managed Account Sub-Total	136,740,000.00	128,696,146.32	100.00%
Accrued Interest		526,867.52	
Total Portfolio	136,740,000.00	129,223,013.84	

Unsettled Trades **0.00** **0.00**

Sector Allocation



Maturity Distribution



Characteristics

Yield to Maturity at Cost	2.67%
Yield to Maturity at Market	4.73%
Weighted Average Days to Maturity	940

Managed Account Issuer Summary

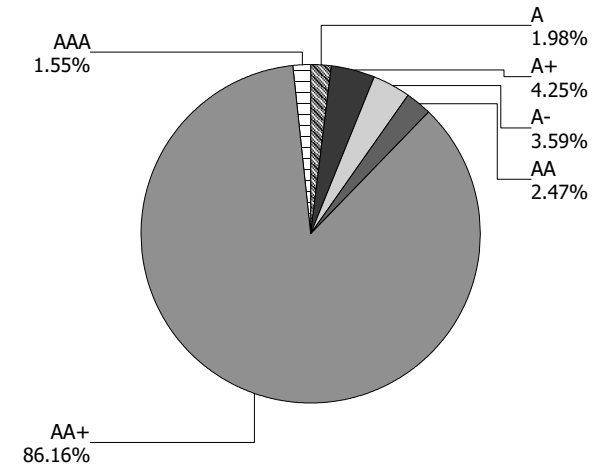
For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Issuer Summary

Issuer	Market Value of Holdings	Percent
AMAZON.COM INC	1,918,258.51	1.49
APPLE INC	2,261,235.80	1.76
BANK OF AMERICA CO	1,949,905.58	1.52
FREDDIE MAC	921,455.83	0.72
HOME DEPOT INC	1,292,545.71	1.00
JP MORGAN CHASE & CO	2,671,741.80	2.08
MICROSOFT CORP	1,995,693.50	1.55
TARGET CORP	1,258,160.75	0.98
TOYOTA MOTOR CORP	5,467,544.50	4.25
UNITED STATES TREASURY	107,694,537.94	83.67
WAL-MART STORES INC	1,265,066.40	0.98
Total	\$128,696,146.32	100.00%

Credit Quality (S&P Ratings)



Managed Account Detail of Securities Held

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 07/15/2020 0.125% 07/15/2023	912828ZY9	3,755,000.00	AA+	Aaa	05/11/23	05/11/23	3,719,796.88	5.39	2,165.35	3,747,417.79	3,747,372.84
US TREASURY N/B NOTES DTD 08/31/2021 0.125% 08/31/2023	91282CCU3	7,000,000.00	AA+	Aaa	08/31/21	09/01/21	6,988,789.06	0.21	2,924.59	6,999,061.91	6,940,937.50
US TREASURY N/B NOTES DTD 01/31/2022 0.875% 01/31/2024	91282CDV0	3,025,000.00	AA+	Aaa	02/07/22	02/08/22	2,999,831.05	1.30	11,040.83	3,017,539.95	2,947,011.87
US TREASURY N/B NOTES DTD 03/31/2022 2.250% 03/31/2024	91282CEG2	3,000,000.00	AA+	Aaa	04/01/22	04/04/22	2,989,101.56	2.44	16,967.21	2,995,892.47	2,929,218.60
US TREASURY N/B NOTES DTD 06/15/2021 0.250% 06/15/2024	91282CCG4	1,550,000.00	AA+	Aaa	04/13/22	04/18/22	1,479,947.27	2.41	169.40	1,518,924.64	1,475,648.36
US TREASURY N/B NOTES DTD 07/15/2021 0.375% 07/15/2024	91282CCL3	3,075,000.00	AA+	Aaa	02/07/22	02/08/22	2,997,884.77	1.43	5,319.67	3,042,000.24	2,920,289.06
US TREASURY N/B NOTES DTD 01/15/2022 1.125% 01/15/2025	91282CDS7	3,030,000.00	AA+	Aaa	02/07/22	02/08/22	2,994,492.19	1.54	15,725.45	3,011,318.65	2,849,146.88
US TREASURY N/B NOTES DTD 02/15/2022 1.500% 02/15/2025	91282CDZ1	5,100,000.00	AA+	Aaa	05/04/22	05/05/22	4,896,398.44	3.01	28,740.33	4,980,882.08	4,813,921.62
US TREASURY NOTES DTD 03/31/2020 0.500% 03/31/2025	912828ZF0	3,200,000.00	AA+	Aaa	04/01/22	04/04/22	3,005,750.00	2.62	4,021.86	3,086,331.73	2,960,000.00
US TREASURY NOTES DTD 04/30/2018 2.875% 04/30/2025	9128284M9	3,125,000.00	AA+	Aaa	05/03/22	05/04/22	3,120,361.33	2.93	15,136.72	3,122,158.18	3,008,789.06
US TREASURY NOTES DTD 07/31/2020 0.250% 07/31/2025	91282CAB7	3,145,000.00	AA+	Aaa	02/07/22	02/08/22	2,998,560.94	1.63	3,279.66	3,057,182.72	2,860,967.19
US TREASURY NOTES DTD 08/31/2020 0.250% 08/31/2025	91282CAJ0	1,075,000.00	AA+	Aaa	07/06/22	07/07/22	990,175.78	2.89	898.27	1,016,632.68	975,226.56
US TREASURY NOTES DTD 08/31/2020 0.250% 08/31/2025	91282CAJ0	1,685,000.00	AA+	Aaa	03/08/22	03/09/22	1,596,603.32	1.81	1,407.98	1,629,917.25	1,528,610.94
US TREASURY NOTES DTD 09/30/2020 0.250% 09/30/2025	91282CAM3	3,425,000.00	AA+	Aaa	05/03/22	05/04/22	3,125,580.08	2.97	2,152.32	3,227,310.70	3,101,765.63

Managed Account Detail of Securities Held

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 11/30/2020 0.375% 11/30/2025	91282CAZ4	1,600,000.00	AA+	Aaa	04/13/22	04/18/22	1,477,187.50	2.61	508.20	1,517,970.17	1,444,000.00
US TREASURY NOTES DTD 01/31/2021 0.375% 01/31/2026	91282CBH3	3,160,000.00	AA+	Aaa	02/07/22	02/08/22	2,998,420.31	1.71	4,942.96	3,054,912.04	2,836,593.59
US TREASURY N/B NOTES DTD 03/31/2021 0.750% 03/31/2026	91282CBT7	3,225,000.00	AA+	Aaa	04/01/22	04/04/22	2,995,848.63	2.64	6,079.92	3,067,094.73	2,914,593.75
US TREASURY N/B NOTES DTD 03/31/2021 0.750% 03/31/2026	91282CBT7	3,405,000.00	AA+	Aaa	05/03/22	05/04/22	3,126,614.65	2.98	6,419.26	3,209,135.32	3,077,268.75
US TREASURY N/B NOTES DTD 04/30/2021 0.750% 04/30/2026	91282CBW0	1,225,000.00	AA+	Aaa	02/17/22	02/18/22	1,170,162.11	1.86	1,547.89	1,187,988.00	1,103,265.63
US TREASURY N/B NOTES DTD 05/31/2021 0.750% 05/31/2026	91282CCF6	1,665,000.00	AA+	Aaa	03/08/22	03/09/22	1,592,546.48	1.82	1,057.69	1,615,023.96	1,495,378.13
US TREASURY N/B NOTES DTD 05/31/2021 0.750% 05/31/2026	91282CCF6	6,760,000.00	AA+	Aaa	06/06/22	06/08/22	6,195,434.38	2.99	4,294.26	6,346,192.44	6,071,325.00
US TREASURY N/B NOTES DTD 09/30/2021 0.875% 09/30/2026	91282CCZ2	3,420,000.00	AA+	Aaa	05/03/22	05/04/22	3,122,353.13	3.00	7,522.13	3,200,554.76	3,059,831.25
US TREASURY NOTES DTD 11/15/2016 2.000% 11/15/2026	912828U24	6,450,000.00	AA+	Aaa	06/06/22	06/08/22	6,181,669.92	3.01	16,475.54	6,245,896.98	5,966,250.00
US TREASURY NOTES DTD 02/15/2017 2.250% 02/15/2027	912828V98	5,300,000.00	AA+	Aaa	07/05/22	07/07/22	5,162,945.31	2.85	44,801.10	5,192,163.03	4,928,172.14
US TREASURY N/B NOTES DTD 04/30/2020 0.500% 04/30/2027	912828ZN3	5,775,000.00	AA+	Aaa	08/03/22	08/05/22	5,161,406.25	2.92	4,864.81	5,278,517.84	5,003,495.81
US TREASURY NOTES DTD 05/15/2017 2.375% 05/15/2027	912828X88	6,220,000.00	AA+	Aaa	06/10/22	06/13/22	5,966,826.56	3.28	18,867.05	6,020,786.17	5,792,375.00
US TREASURY NOTES DTD 06/30/2020 0.500% 06/30/2027	912828ZV5	2,750,000.00	AA+	Aaa	08/09/22	08/10/22	2,440,410.16	2.99	37.36	2,496,778.06	2,370,585.80
US TREASURY NOTES DTD 08/15/2017 2.250% 08/15/2027	9128282R0	2,570,000.00	AA+	Aaa	09/01/22	09/06/22	2,436,580.86	3.40	21,724.31	2,458,620.16	2,375,643.75

Managed Account Detail of Securities Held

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY N/B NOTES DTD 09/30/2022 4.125% 09/30/2027	91282CFM8	3,920,000.00	AA+	Aaa	11/01/22	11/03/22	3,894,428.13	4.27	40,645.90	3,897,852.93	3,897,950.00
US TREASURY N/B NOTES DTD 10/31/2022 4.125% 10/31/2027	91282CFU0	5,890,000.00	AA+	Aaa	12/13/22	12/14/22	6,019,303.91	3.63	40,933.90	6,004,864.25	5,858,709.38
US TREASURY N/B DTD 11/15/1997 6.125% 11/15/2027	912810FB9	1,560,000.00	AA+	Aaa	01/26/23	01/30/23	1,730,685.94	3.62	12,203.40	1,715,860.65	1,673,587.50
US TREASURY N/B NOTES DTD 03/31/2023 3.625% 03/31/2028	91282CGT2	2,890,000.00	AA+	Aaa	05/31/23	05/31/23	2,863,696.48	3.83	26,333.74	2,864,158.21	2,823,168.75
US TREASURY N/B NOTES DTD 04/30/2023 3.500% 04/30/2028	91282CHA2	2,000,000.00	AA+	Aaa	05/01/23	05/01/23	1,990,468.75	3.61	11,793.48	1,990,787.15	1,943,437.60

Security Type Sub-Total	114,975,000.00						110,430,262.13	2.74	381,002.54	111,817,727.84	107,694,537.94
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Federal Agency Commercial Mortgage-Backed Security											
FHMS K061 A2 DTD 01/30/2017 3.347% 11/01/2026	3137BTUM1	965,000.00	AA+	Aaa	05/19/23	05/24/23	935,296.09	4.31	2,691.55	936,194.06	921,455.83

Security Type Sub-Total	965,000.00						935,296.09	4.31	2,691.55	936,194.06	921,455.83
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Corporate Note											
TOYOTA MOTOR CREDIT CORP CORPORATE NOTES DTD 08/14/2020 0.500% 08/14/2023	89236THF5	5,500,000.00	A+	A1	04/08/21	04/12/21	5,505,500.00	0.46	10,465.28	5,500,283.37	5,467,544.50
JPMORGAN CHASE & CO CORP NOTES DTD 01/28/2014 3.875% 02/01/2024	46625HJT8	2,700,000.00	A-	A1	05/20/21	05/24/21	2,944,944.00	0.47	43,593.75	2,753,573.71	2,671,741.80
AMAZON.COM INC CORPORATE NOTES DTD 04/13/2022 3.000% 04/13/2025	023135CE4	1,990,000.00	AA	A1	04/11/22	04/13/22	1,986,835.90	3.06	12,935.00	1,988,117.71	1,918,258.51
WALMART INC CORP NOTES (CALLABLE) DTD 06/27/2018 3.550% 06/26/2025	931142ED1	1,300,000.00	AA	Aa2	02/07/22	02/09/22	1,372,527.00	1.84	640.97	1,341,152.27	1,265,066.40
TARGET CORP CORP NOTES (CALLABLE) DTD 01/24/2022 1.950% 01/15/2027	87612EBM7	1,375,000.00	A	A2	02/07/22	02/09/22	1,366,915.00	2.08	12,363.54	1,369,191.01	1,258,160.75

Managed Account Detail of Securities Held

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Corporate Note											
MICROSOFT CORP CORP NOTES (CALLABLE) DTD 02/06/2017 3.300% 02/06/2027	594918BY9	2,075,000.00	AAA	Aaa	12/14/22	12/16/22	2,015,634.25	4.06	27,580.21	2,023,363.96	1,995,693.50
BANK OF AMERICA CORP CORP NOTES (CALLABL DTD 03/11/2021 1.658% 03/11/2027	06051GJQ3	2,170,000.00	A-	A1	04/13/22	04/18/22	2,000,761.70	3.40	10,993.46	2,042,314.06	1,949,905.58
HOME DEPOT INC CORP NOTES (CALLABLE) DTD 09/14/2017 2.800% 09/14/2027	437076BT8	1,390,000.00	A	A2	01/26/23	01/30/23	1,311,326.00	4.16	11,567.89	1,318,410.39	1,292,545.71
APPLE INC CORP NOTES CALLABLE DTD 05/10/2023 4.000% 05/10/2028	037833ET3	2,300,000.00	AA+	Aaa	05/10/23	05/11/23	2,302,001.00	3.98	13,033.33	2,301,944.18	2,261,235.80
Security Type Sub-Total		20,800,000.00					20,806,444.85	2.17	143,173.43	20,638,350.66	20,080,152.55
Managed Account Sub-Total		136,740,000.00					132,172,003.07	2.67	526,867.52	133,392,272.56	128,696,146.32
Securities Sub-Total		\$136,740,000.00					\$132,172,003.07	2.67%	\$526,867.52	\$133,392,272.56	\$128,696,146.32
Accrued Interest											\$526,867.52
Total Investments											\$129,223,013.84

Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	YTM at Mkt
U.S. Treasury Bond / Note										
US TREASURY NOTES DTD 07/15/2020 0.125% 07/15/2023	912828ZY9	3,755,000.00	CITIGRP		99.80	3,747,372.84	27,575.96	(44.95)	0.04	5.03
US TREASURY N/B NOTES DTD 08/31/2021 0.125% 08/31/2023	91282CCU3	7,000,000.00	DIRECT		99.16	6,940,937.50	(47,851.56)	(58,124.41)	0.17	5.17
US TREASURY N/B NOTES DTD 01/31/2022 0.875% 01/31/2024	91282CDV0	3,025,000.00	CITIGRP		97.42	2,947,011.87	(52,819.18)	(70,528.08)	0.58	5.41
US TREASURY N/B NOTES DTD 03/31/2022 2.250% 03/31/2024	91282CEG2	3,000,000.00	BNP_PAR		97.64	2,929,218.60	(59,882.96)	(66,673.87)	0.75	5.49
US TREASURY N/B NOTES DTD 06/15/2021 0.250% 06/15/2024	91282CCG4	1,550,000.00	BNP_PAR		95.20	1,475,648.36	(4,298.91)	(43,276.28)	0.96	5.45
US TREASURY N/B NOTES DTD 07/15/2021 0.375% 07/15/2024	91282CCL3	3,075,000.00	CITIGRP		94.97	2,920,289.06	(77,595.71)	(121,711.18)	1.04	5.41
US TREASURY N/B NOTES DTD 01/15/2022 1.125% 01/15/2025	91282CDS7	3,030,000.00	BARCLAY		94.03	2,849,146.88	(145,345.31)	(162,171.77)	1.52	5.20
US TREASURY N/B NOTES DTD 02/15/2022 1.500% 02/15/2025	91282CDZ1	5,100,000.00	HSBC		94.39	4,813,921.62	(82,476.82)	(166,960.46)	1.60	5.14
US TREASURY NOTES DTD 03/31/2020 0.500% 03/31/2025	912828ZF0	3,200,000.00	BNP_PAR		92.50	2,960,000.00	(45,750.00)	(126,331.73)	1.74	5.03
US TREASURY NOTES DTD 04/30/2018 2.875% 04/30/2025	9128284M9	3,125,000.00	BNP_PAR		96.28	3,008,789.06	(111,572.27)	(113,369.12)	1.79	5.02
US TREASURY NOTES DTD 07/31/2020 0.250% 07/31/2025	91282CAB7	3,145,000.00	BNP_PAR		90.97	2,860,967.19	(137,593.75)	(196,215.53)	2.08	4.86
US TREASURY NOTES DTD 08/31/2020 0.250% 08/31/2025	91282CAJ0	1,075,000.00	RBC		90.72	975,226.56	(14,949.22)	(41,406.12)	2.16	4.81
US TREASURY NOTES DTD 08/31/2020 0.250% 08/31/2025	91282CAJ0	1,685,000.00	NOMURA		90.72	1,528,610.94	(67,992.38)	(101,306.31)	2.16	4.81
US TREASURY NOTES DTD 09/30/2020 0.250% 09/30/2025	91282CAM3	3,425,000.00	BNP_PAR		90.56	3,101,765.63	(23,814.45)	(125,545.07)	2.24	4.72
US TREASURY NOTES DTD 11/30/2020 0.375% 11/30/2025	91282CAZ4	1,600,000.00	WELLS_F		90.25	1,444,000.00	(33,187.50)	(73,970.17)	2.41	4.69
US TREASURY NOTES DTD 01/31/2021 0.375% 01/31/2026	91282CBH3	3,160,000.00	GOLDMAN		89.77	2,836,593.59	(161,826.72)	(218,318.45)	2.57	4.62
US TREASURY N/B NOTES DTD 03/31/2021 0.750% 03/31/2026	91282CBT7	3,225,000.00	CITIGRP		90.38	2,914,593.75	(81,254.88)	(152,500.98)	2.72	4.51

Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	YTM at Mkt
U.S. Treasury Bond / Note										
US TREASURY N/B NOTES DTD 03/31/2021 0.750% 03/31/2026	91282CBT7	3,405,000.00	MORGAN_		90.38	3,077,268.75	(49,345.90)	(131,866.57)	2.72	4.51
US TREASURY N/B NOTES DTD 04/30/2021 0.750% 04/30/2026	91282CBW0	1,225,000.00	CITIGRP		90.06	1,103,265.63	(66,896.48)	(84,722.37)	2.80	4.52
US TREASURY N/B NOTES DTD 05/31/2021 0.750% 05/31/2026	91282CCF6	1,665,000.00	BNP_PAR		89.81	1,495,378.13	(97,168.35)	(119,645.83)	2.89	4.52
US TREASURY N/B NOTES DTD 05/31/2021 0.750% 05/31/2026	91282CCF6	6,760,000.00	CITIGRP		89.81	6,071,325.00	(124,109.38)	(274,867.44)	2.89	4.52
US TREASURY N/B NOTES DTD 09/30/2021 0.875% 09/30/2026	91282CCZ2	3,420,000.00	NOMURA		89.47	3,059,831.25	(62,521.88)	(140,723.51)	3.20	4.39
US TREASURY NOTES DTD 11/15/2016 2.000% 11/15/2026	912828U24	6,450,000.00	RBC		92.50	5,966,250.00	(215,419.92)	(279,646.98)	3.27	4.42
US TREASURY NOTES DTD 02/15/2017 2.250% 02/15/2027	912828V98	5,300,000.00	JPM_CHA		92.98	4,928,172.14	(234,773.17)	(263,990.89)	3.47	4.36
US TREASURY N/B NOTES DTD 04/30/2020 0.500% 04/30/2027	912828ZN3	5,775,000.00	NOMURA		86.64	5,003,495.81	(157,910.44)	(275,022.03)	3.80	4.32
US TREASURY NOTES DTD 05/15/2017 2.375% 05/15/2027	912828X88	6,220,000.00	BARCLAY		93.13	5,792,375.00	(174,451.56)	(228,411.17)	3.71	4.32
US TREASURY NOTES DTD 06/30/2020 0.500% 06/30/2027	912828ZV5	2,750,000.00	WELLS_F		86.20	2,370,585.80	(69,824.36)	(126,192.26)	3.96	4.29
US TREASURY NOTES DTD 08/15/2017 2.250% 08/15/2027	9128282R0	2,570,000.00	HSBC		92.44	2,375,643.75	(60,937.11)	(82,976.41)	3.92	4.27
US TREASURY N/B NOTES DTD 09/30/2022 4.125% 09/30/2027	91282CFM8	3,920,000.00	MERRILL		99.44	3,897,950.00	3,521.87	97.07	3.90	4.27
US TREASURY N/B NOTES DTD 10/31/2022 4.125% 10/31/2027	91282CFU0	5,890,000.00	BARCLAY		99.47	5,858,709.38	(160,594.53)	(146,154.87)	3.99	4.26
US TREASURY N/B DTD 11/15/1997 6.125% 11/15/2027	912810FB9	1,560,000.00	NOMURA		107.28	1,673,587.50	(57,098.44)	(42,273.15)	3.90	4.28
US TREASURY N/B NOTES DTD 03/31/2023 3.625% 03/31/2028	91282CGT2	2,890,000.00	JPM_CHA		97.69	2,823,168.75	(40,527.73)	(40,989.46)	4.36	4.17
US TREASURY N/B NOTES DTD 04/30/2023 3.500% 04/30/2028	91282CHA2	2,000,000.00	CITIGRP		97.17	1,943,437.60	(47,031.15)	(47,349.55)	4.46	4.15
Security Type Sub-Total		114,975,000.00				107,694,537.94	(2,735,724.19)	(4,123,189.90)	2.55	4.68

Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	Broker	Next Call Date	Market Price	Market Value	Unreal G/L On Cost	Unreal G/L Amort Cost	Effective Duration	YTM at Mkt
Federal Agency Commercial Mortgage-Backed Security										
FHMS K061 A2 DTD 01/30/2017 3.347% 11/01/2026	3137BTUM1	965,000.00	CITIGRP		95.49	921,455.83	(13,840.26)	(14,738.23)	3.00	4.81
Security Type Sub-Total		965,000.00				921,455.83	(13,840.26)	(14,738.23)	3.00	4.81
Corporate Note										
TOYOTA MOTOR CREDIT CORP CORPORATE NOTES DTD 08/14/2020 0.500% 08/14/2023	89236THF5	5,500,000.00	DIRECT		99.41	5,467,544.50	(37,955.50)	(32,738.87)	0.12	5.35
JPMORGAN CHASE & CO CORP NOTES DTD 01/28/2014 3.875% 02/01/2024	46625HJT8	2,700,000.00	DIRECT		98.95	2,671,741.80	(273,202.20)	(81,831.91)	0.58	5.71
AMAZON.COM INC CORPORATE NOTES DTD 04/13/2022 3.000% 04/13/2025	023135CE4	1,990,000.00	JPM_CHA		96.39	1,918,258.51	(68,577.39)	(69,859.20)	1.74	5.14
WALMART INC CORP NOTES (CALLABLE) DTD 06/27/2018 3.550% 06/26/2025	931142ED1	1,300,000.00	MORGAN_	04/26/25	97.31	1,265,066.40	(107,460.60)	(76,085.87)	1.78	4.99
TARGET CORP CORP NOTES (CALLABLE) DTD 01/24/2022 1.950% 01/15/2027	87612EBM7	1,375,000.00	BARCLAY	12/15/26	91.50	1,258,160.75	(108,754.25)	(111,030.26)	3.32	4.58
MICROSOFT CORP CORP NOTES (CALLABLE) DTD 02/06/2017 3.300% 02/06/2027	594918BY9	2,075,000.00	GOLDMAN	11/06/26	96.18	1,995,693.50	(19,940.75)	(27,670.46)	3.15	4.46
BANK OF AMERICA CORP CORP NOTES (CALLABL DTD 03/11/2021 1.658% 03/11/2027	06051GJQ3	2,170,000.00	CITIGRP	03/11/26	89.86	1,949,905.58	(50,856.12)	(92,408.48)	2.63	4.68
HOME DEPOT INC CORP NOTES (CALLABLE) DTD 09/14/2017 2.800% 09/14/2027	437076BT8	1,390,000.00	TD	06/14/27	92.99	1,292,545.71	(18,780.29)	(25,864.68)	3.73	4.65
APPLE INC CORP NOTES CALLABLE DTD 05/10/2023 4.000% 05/10/2028	037833ET3	2,300,000.00	MORGAN_	04/10/28	98.31	2,261,235.80	(40,765.20)	(40,708.38)	4.37	4.39
Security Type Sub-Total		20,800,000.00				20,080,152.55	(726,292.30)	(558,198.11)	1.90	5.00
Managed Account Sub-Total		136,740,000.00				128,696,146.32	(3,475,856.75)	(4,696,126.24)	2.45	4.73



Managed Account Fair Market Value & Analytics

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000						
Securities Sub-Total	\$136,740,000.00	\$128,696,146.32	(\$3,475,856.75)	(\$4,696,126.24)	2.45	4.73%
Accrued Interest		\$526,867.52				
Total Investments		\$129,223,013.84				

Managed Account Security Transactions & Interest

For the Month Ending **June 30, 2023**

ZONE 7 WATER AGENCY - 99350000

Transaction Type		Security Description	CUSIP	Par	Principal Proceeds	Accrued Interest	Total	Realized G/L Cost	Realized G/L Amort Cost	Sale Method
Trade	Settle									
INTEREST										
06/01/23	06/01/23	MONEY MARKET FUND	MONEY0002	0.00	0.00	21,402.88	21,402.88			
06/01/23	06/25/23	FHMS K061 A2 DTD 01/30/2017 3.347% 11/01/2026	3137BTUM1	965,000.00	0.00	2,691.55	2,691.55			
06/15/23	06/15/23	US TREASURY N/B NOTES DTD 06/15/2021 0.250% 06/15/2024	91282CCG4	1,550,000.00	0.00	1,937.50	1,937.50			
06/26/23	06/26/23	WALMART INC CORP NOTES (CALLABLE) DTD 06/27/2018 3.550% 06/26/2025	931142ED1	1,300,000.00	0.00	23,075.00	23,075.00			
06/30/23	06/30/23	US TREASURY NOTES DTD 06/30/2020 0.500% 06/30/2027	912828ZV5	2,750,000.00	0.00	6,875.00	6,875.00			
Transaction Type Sub-Total				6,565,000.00	0.00	55,981.93	55,981.93			
Managed Account Sub-Total					0.00	55,981.93	55,981.93			
Total Security Transactions					\$0.00	\$55,981.93	\$55,981.93			



ZONE 7 WATER AGENCY

Investment Performance Review For the Quarter Ended June 30, 2023

Client Management Team

Wale Kajopaiye, Senior Managing Consultant
Joseph Creason, Portfolio Manager
Jeremy King, Key Account Manager

PFM Asset Management LLC

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San Francisco, CA 94111-5411
415-393-7270

213 Market Street
Harrisburg, PA 17101-2141
717-232-2723

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Market Update

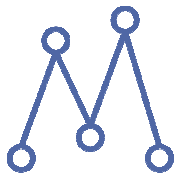
Current Market Themes



- ▶ The U.S. economy is characterized by:
 - ▶ Headline inflation numbers trending lower, but the Fed's current focus, "supercore inflation," is showing little sign of slowing
 - ▶ A labor market that has proven to be exceptionally strong
 - ▶ A more optimistic sentiment around economic growth due to resilient consumer spending



- ▶ Fed temporarily pauses rate hikes
 - ▶ The most aggressive series of interest rate hikes in recent history has come to a temporary pause in June
 - ▶ The Fed's most recent dot plot shows the potential for two additional rate hikes by the end of the year
 - ▶ Rates have moved up due to the Fed's rate trajectory shifting higher, the economy remaining stronger than expected, persistent inflation, and the market's "higher-for-longer" mindset

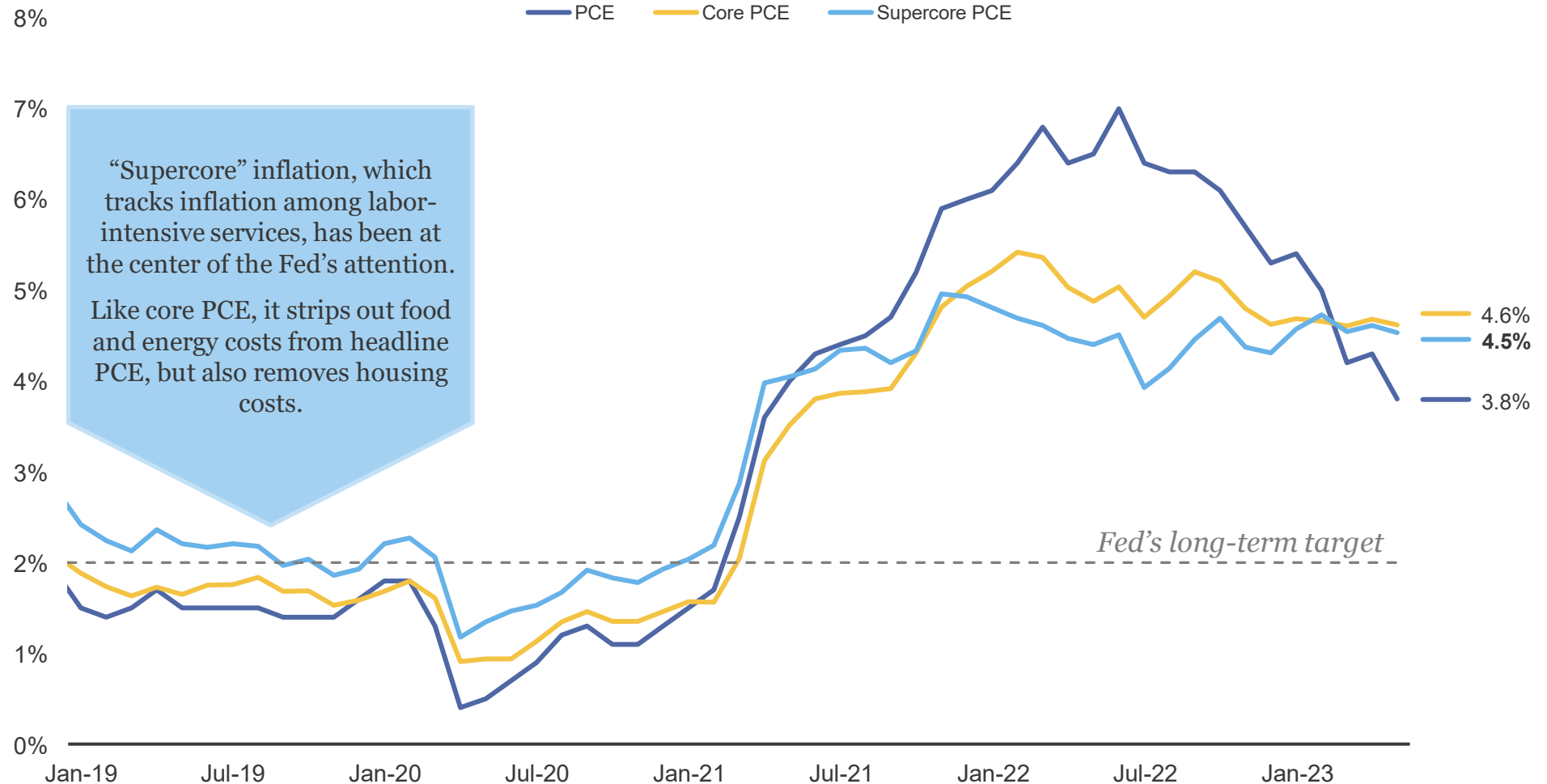


- ▶ Bond markets see continued volatility
 - ▶ The debt ceiling saga incited a separate spate of market volatility due to concern about a potential U.S. default
 - ▶ After plummeting at the end of Q1 due to volatility in the banking sector, short and medium-term yields steadily climbed throughout the quarter, with the 2-year rising over 100 basis points
 - ▶ The curve inversion fell dramatically at the start of Q2, but moved toward historic levels in June

Inflation Measures Remain Above Fed's Target

The Fed's Key Inflation Rate

Personal Consumption Expenditure Price Index, Year-over-year

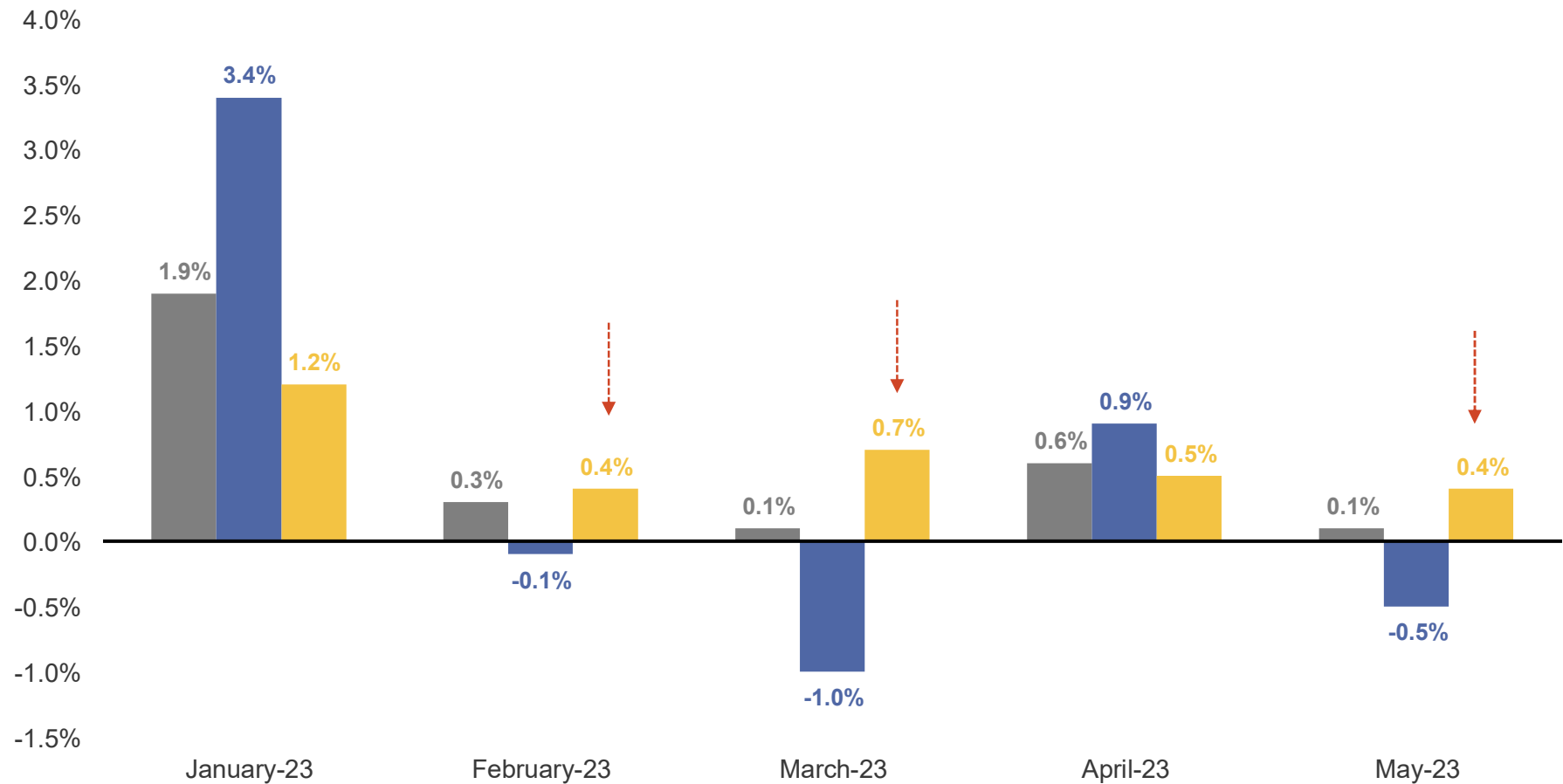


Source: Federal Reserve, Bloomberg, Bureau of Economic Analysis as of May 2023.

Consumers Have Been Spending More on Services

Change in Consumer Spending Month-over-month

■ Consumer Spending ■ Goods ■ Services



Source: Bloomberg, Bureau of Economic Analysis as of May 2023.

Treasury Issuance Expected to Surge Following Debt Ceiling Deal

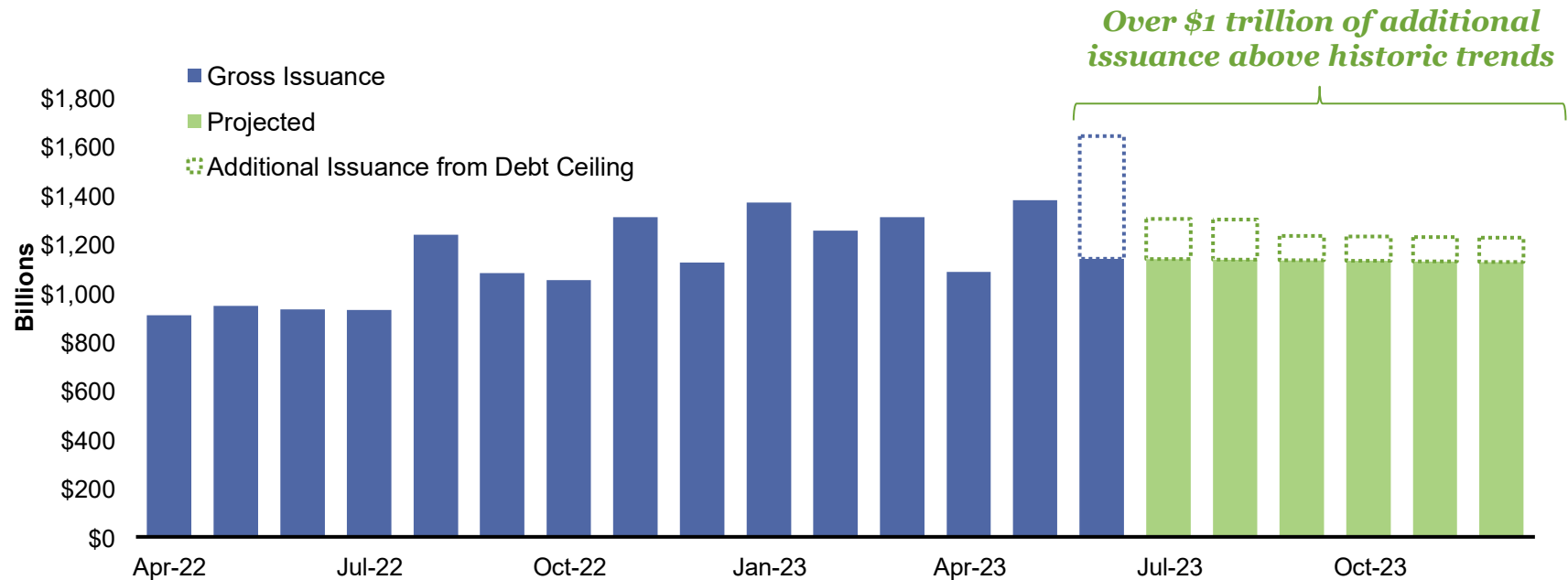
The Reason

The U.S. Treasury needs to refill its depleted general fund while also covering higher outflows and lower tax receipts

The Impact

The net new issuance is expected to pull liquidity out of other markets and place upward pressure on short-term Treasury yields and on other sectors

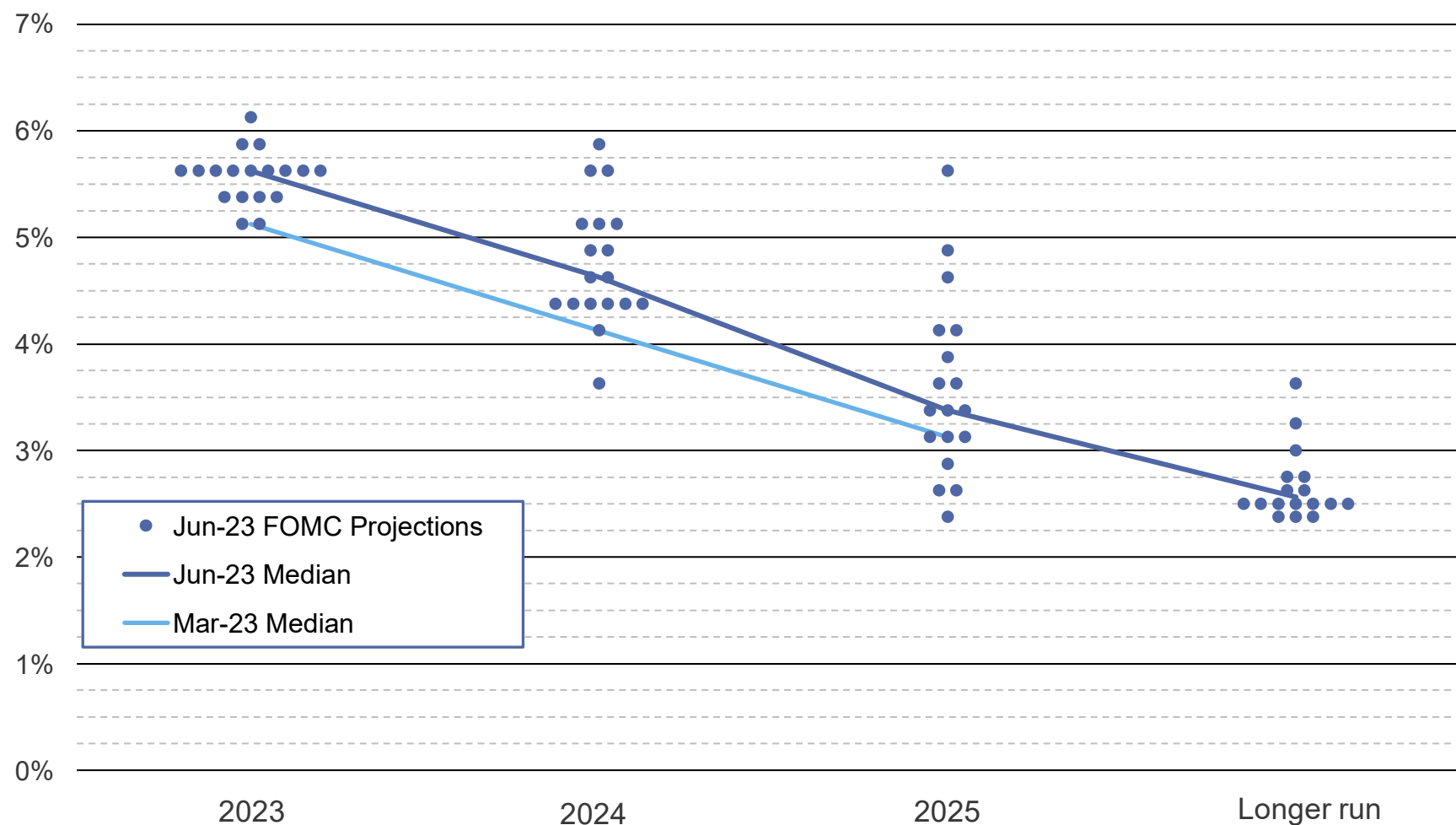
U.S. Treasury Bills Issuance



Source: Bloomberg, SIFMA, U.S. Treasury, Bank of America Global Strategy for U.S. Treasury issuance projections as of June 2023.

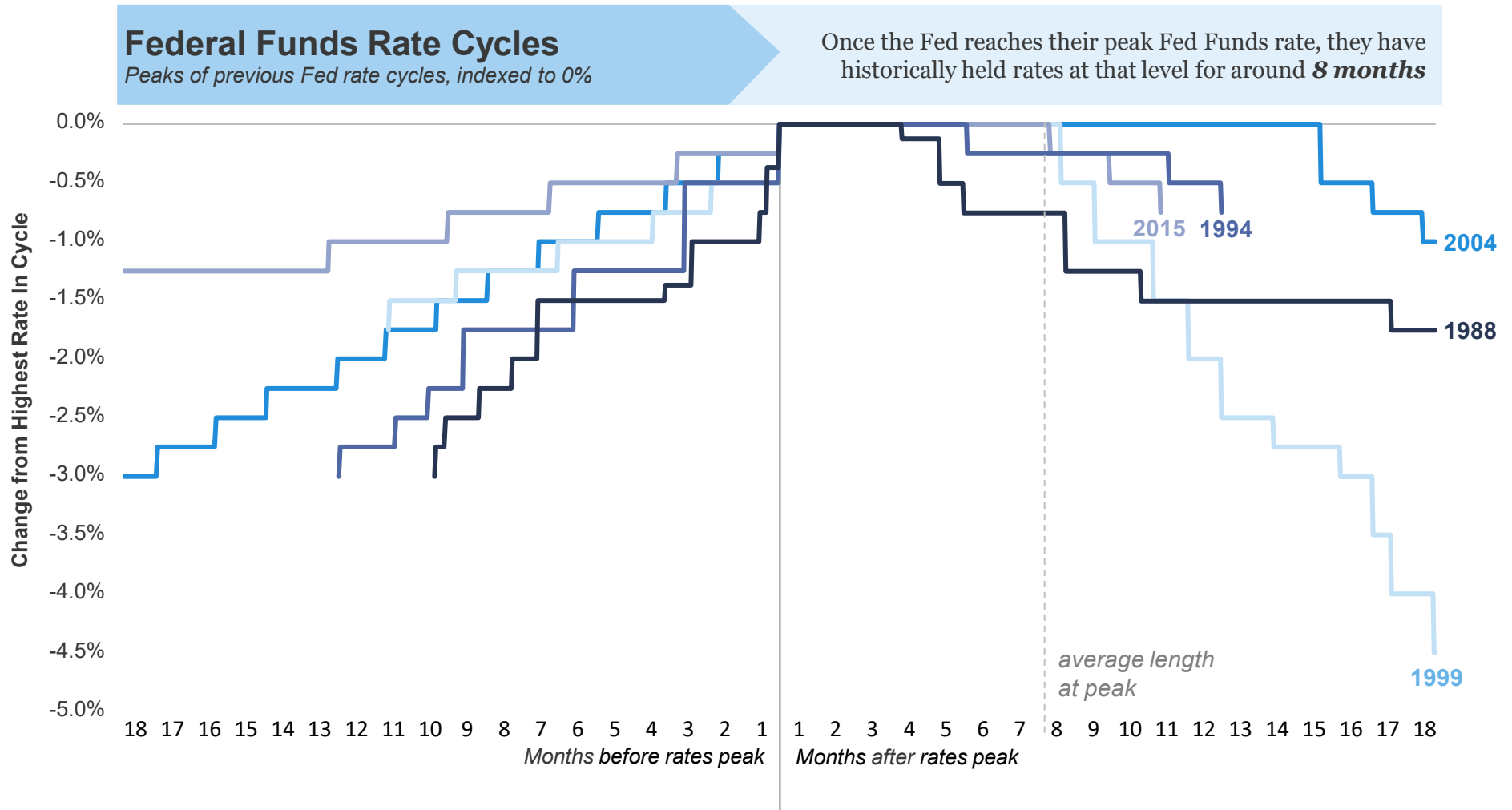
Fed's "Dot Plot" Shows We Are Nearing Sufficiently Restrictive Territory

Fed Participants' Assessments of 'Appropriate' Monetary Policy



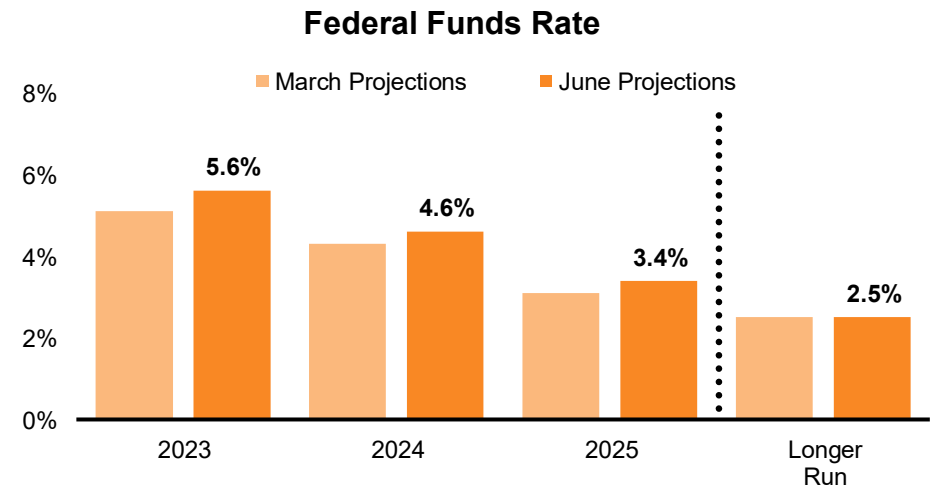
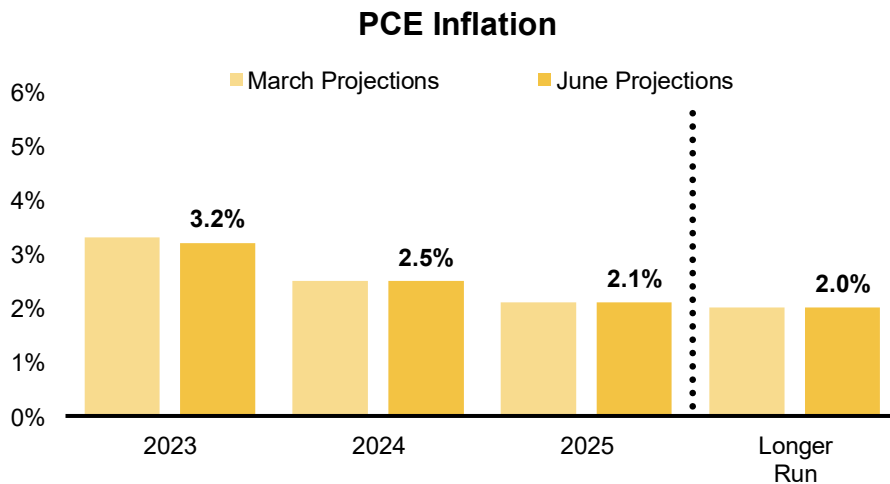
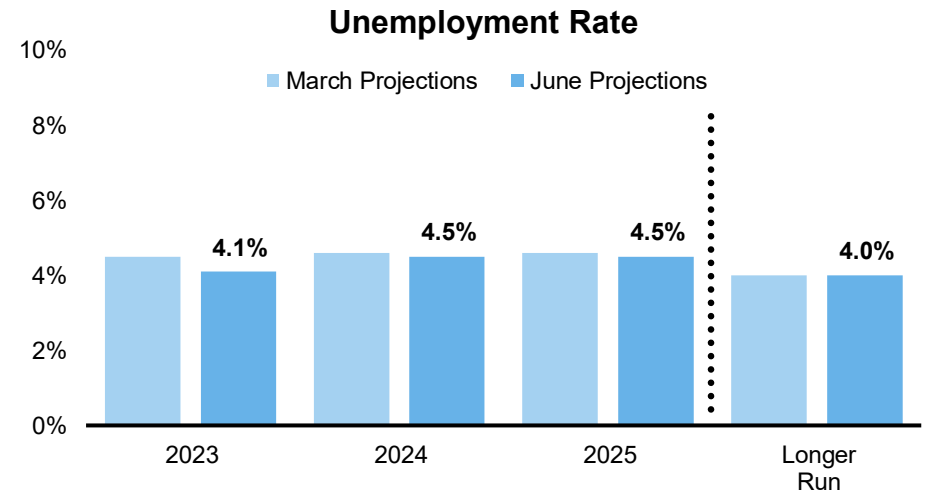
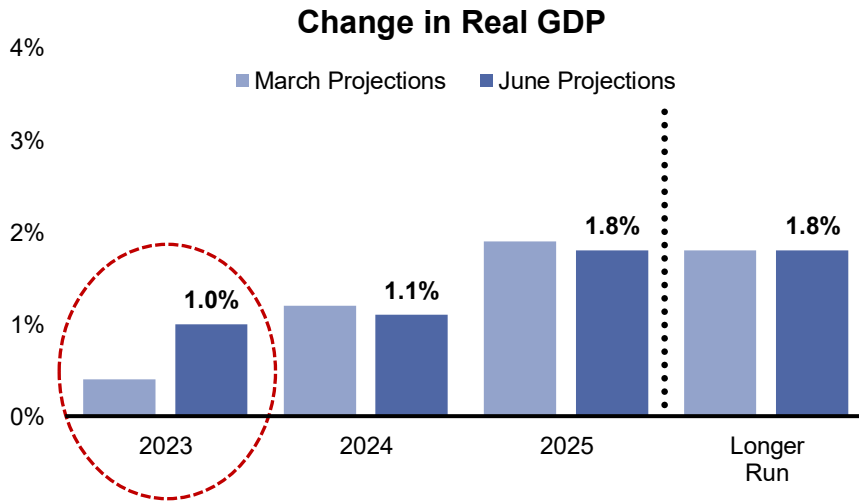
Source: Federal Reserve and Bloomberg. Individual dots represent each Fed members' judgement of the midpoint of the appropriate target range for the federal funds rate at each year-end.

How Long Have Rates Stayed at the Peak?



Source: Federal Reserve, Bloomberg.

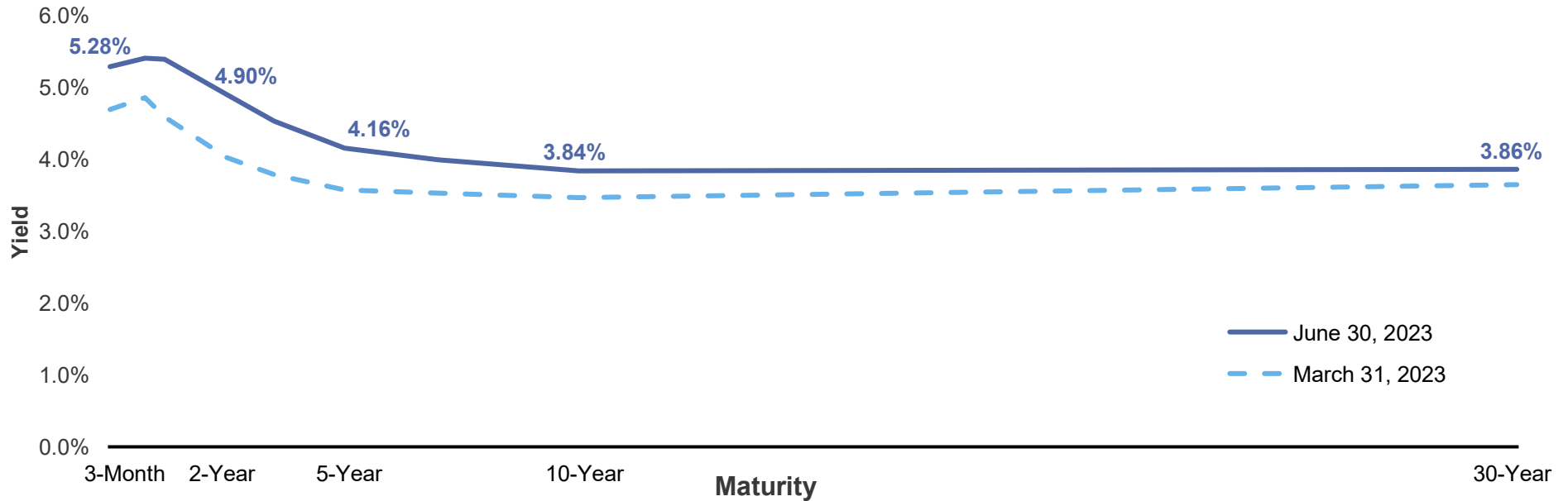
Fed's Updated June Projections Reflect Stronger Economic Expectations for 2023



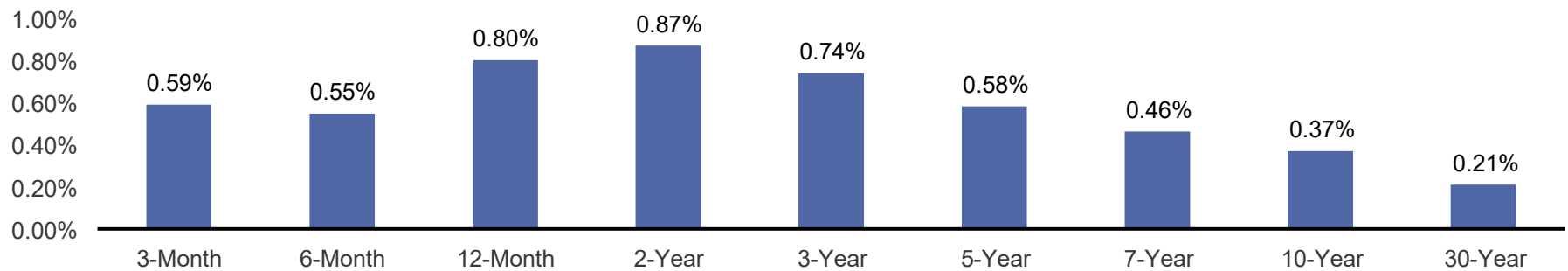
Source: Federal Reserve, latest economic projections as of June 2023.

Interest Rates Rise as “Higher-for-Longer” Mantra Sets In

U.S. Treasury Yield Curve



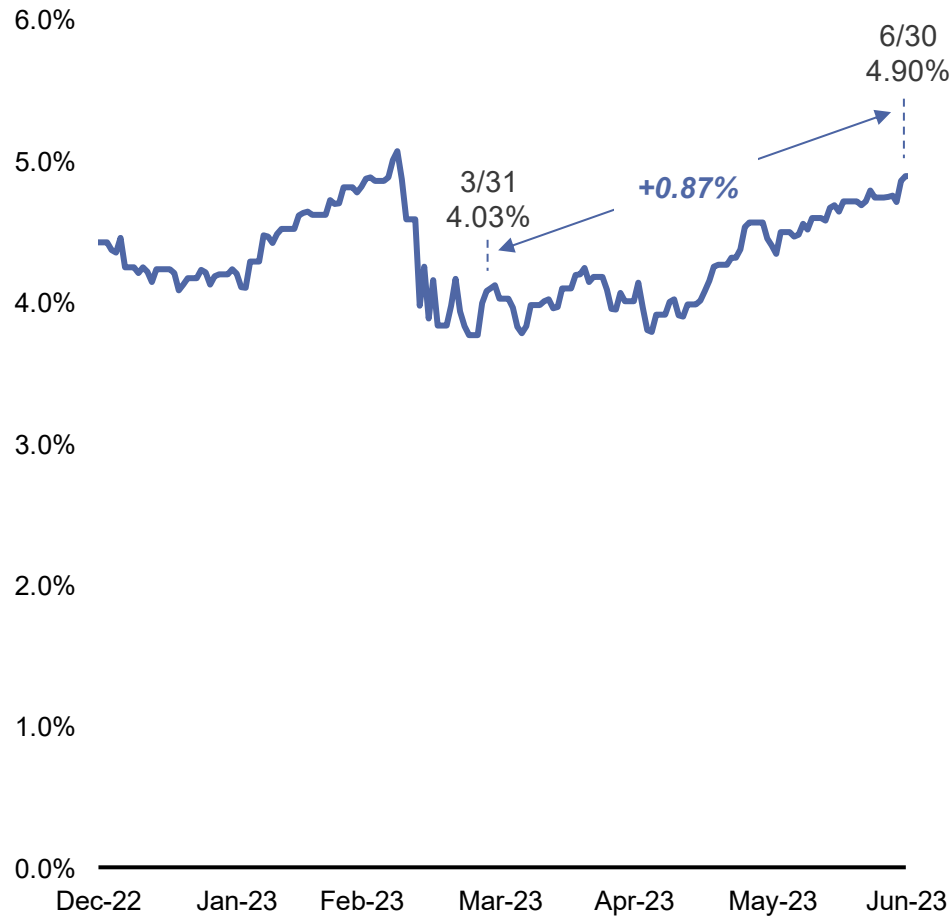
Yield Changes by Maturity from March 31 – June 30, 2023



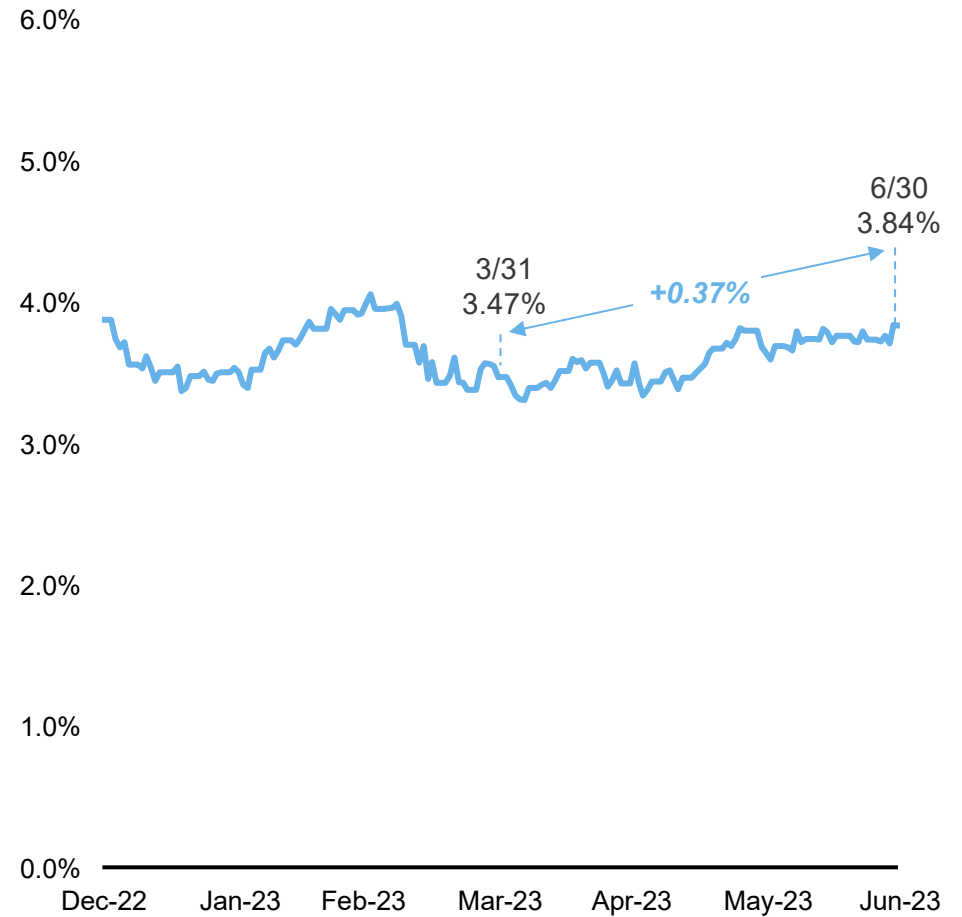
Source: Bloomberg, as of 06/30/2023.

Treasury Yields Move Upward on Expectation for Future Rate Increases

2-Year Treasury Yield



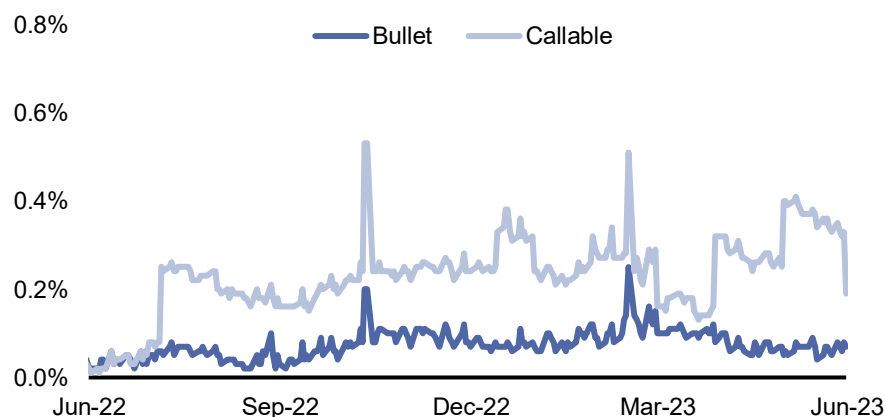
10-Year Treasury Yield



Source: Bloomberg, as of 06/30/2023.

Sector Yield Spreads

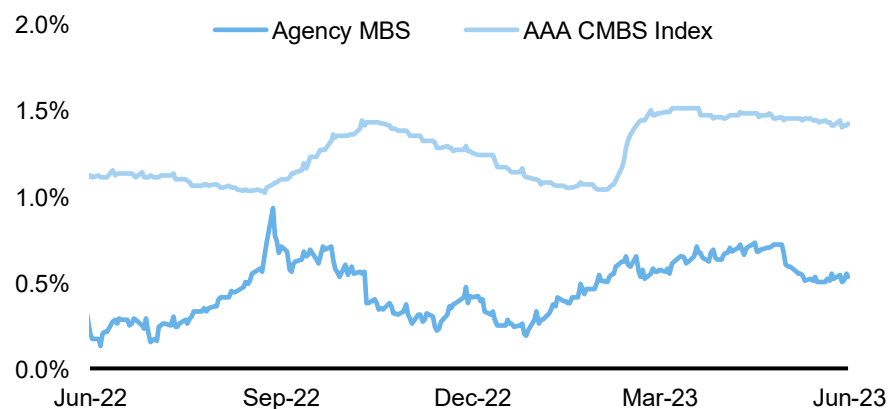
Federal Agency Yield Spreads



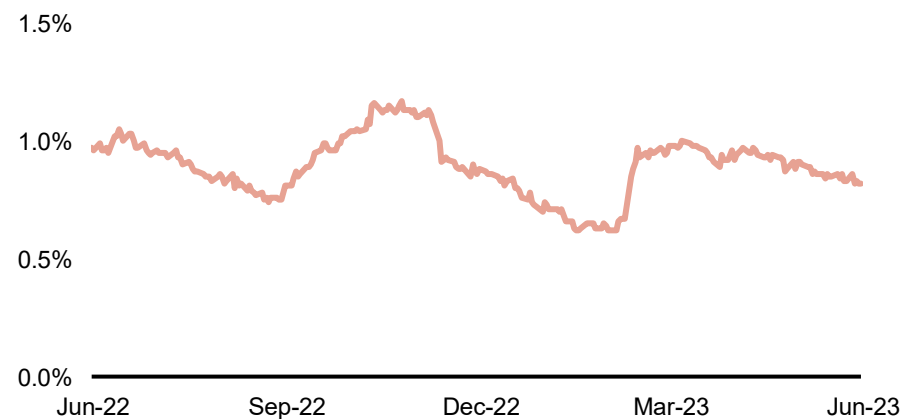
Corporate Notes A-AAA Yield Spreads



Mortgage-Backed Securities Yield Spreads



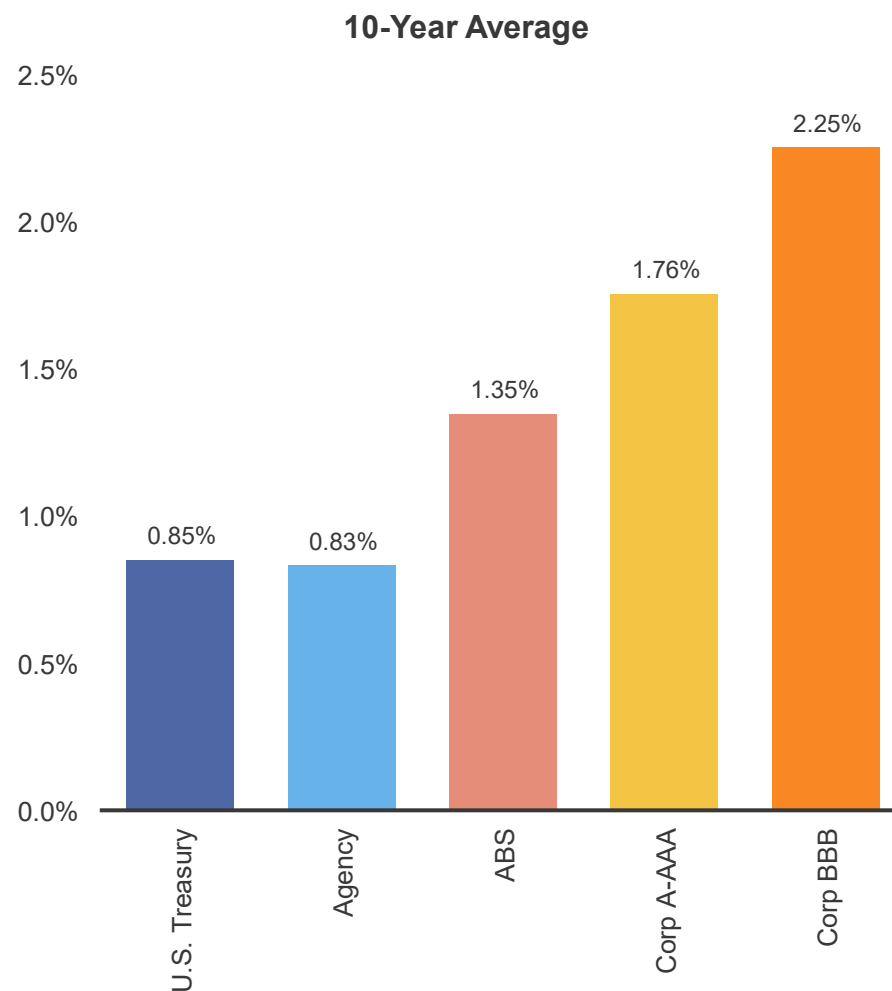
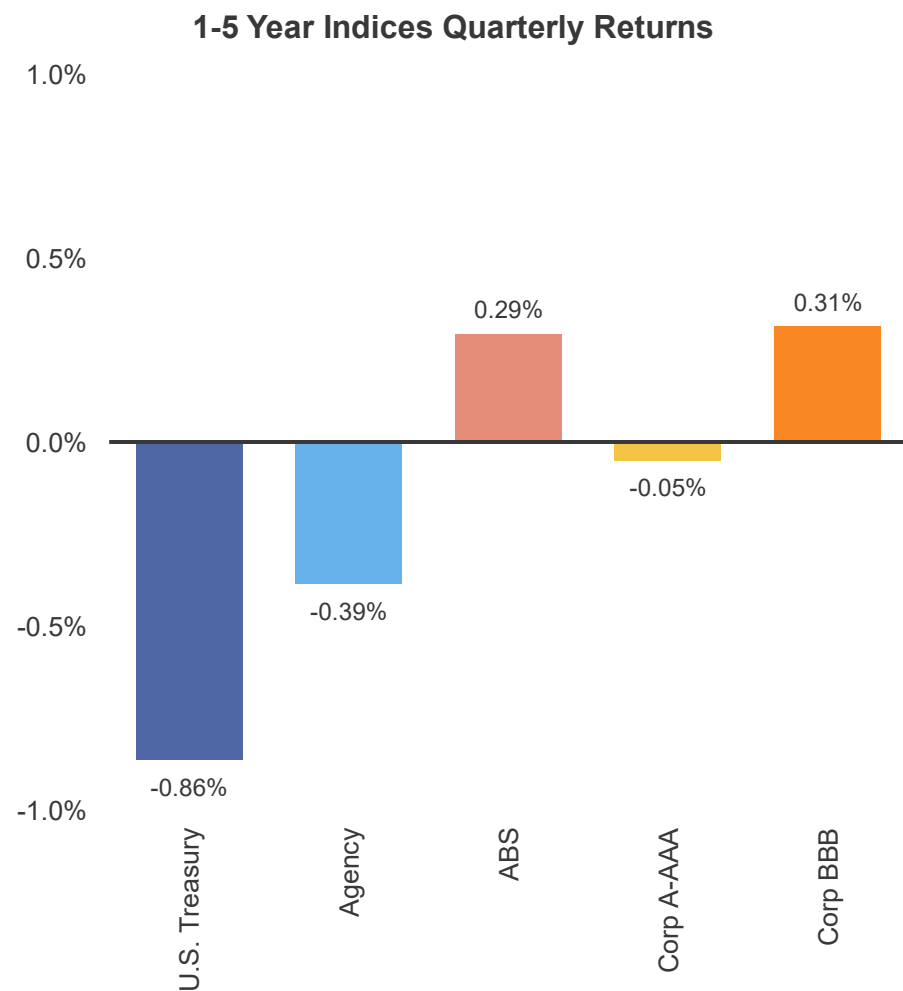
Asset-Backed Securities AAA Yield Spreads



Source: ICE BofAML 1-5 year Indices via Bloomberg, MarketAxess and PFMAM as of 06/30/2023. Spreads on ABS and MBS are option-adjusted spreads of 0-5 year indices based on weighted average life; spreads on agencies are relative to comparable maturity Treasuries. CMBS is Commercial Mortgage-Backed Securities.

Fixed-Income Markets in Q2 2023

1-5 Year Indices















Source: ICE BofAML Indices. ABS indices are 0-5 year, based on weighted average life. As of 6/30/2023.

Fixed-Income Sector Commentary – 2Q 2023

- ▶ **U.S. Treasuries:** After plummeting at the end of Q1 due to volatility in the banking sector, short and medium-term yields steadily climbed throughout the quarter, with the 2-year rising over 100 basis points.
- ▶ **Federal agency** yield spreads tightened during the quarter. Agency discount notes were favored over U.S. Treasury bills during the debt ceiling impasse; however, during Q1 value waned and callable spreads moved to the tighter end of their historical range.
- ▶ **Supranational** issuance was heavier than usual in the first couple months of the year which allowed spreads to widen and sporadic buying opportunities to arise. As supply dried up, spreads narrowed and traded in a tight range for the balance of the quarter.
- ▶ **Investment-Grade Corporate** spreads continued to retrace from their Q1 wides but remained above longer-term averages. Following the “risk-on” theme in the latter part of Q2, the IG curve flattened, resulting in longer durations and lower quality (BBB) performing best. Although the spread between financials and industrials remained well above typical levels, financials outperformed in Q2 as retracement from the exceptionally wide spreads in Q1 was significant.
- ▶ **Asset-Backed Security** spreads also retraced from mid-March wides, but not nearly to the extent as in corporates. Auto ABS issuance increased during Q2, which was a function of pent-up consumer demand.
- ▶ **Mortgage-Backed Securities** whipsawed in Q2 as a steep tightening of spreads through the second half of the quarter more than offset the steady and consistent widening through April. As a result, the sector generated attractive excess returns for the quarter. Strong returns were driven largely by the risk-on sentiment through much of the quarter and a modest decline in supply due to a drop in existing home sales and refinancings.
- ▶ **Taxable Municipals** issuance remained heavily oversubscribed due to a lack of new issuance. The secondary market had sporadic but limited opportunities that offered an attractive pickup versus industrial corporates.
- ▶ **Short-term credit** (commercial paper and CDs) yields increased during Q2 as the market repriced to actual Fed rate increases and reduced expectations for Fed rate cuts in late 2023. Spreads in short credit remained elevated and attractive for most of Q2 and added notable incremental income to shorter-term portfolios and liability-matching strategies inside of 12-month maturities.

Fixed-Income Sector Outlook – 3Q 2023

Sector	Our Investment Preferences
COMMERCIAL PAPER / CD	
TREASURIES	
T-Bill	
T-Note	
FEDERAL AGENCIES	
Bullets	
Callables	
SUPRANATIONALS	
CORPORATES	
Financials	
Industrials	
SECURITIZED	
Asset-Backed	
Agency Mortgage-Backed	
Agency CMBS	
MUNICIPALS	

● Current outlook

○ Outlook one quarter ago

Negative

Slightly
Negative

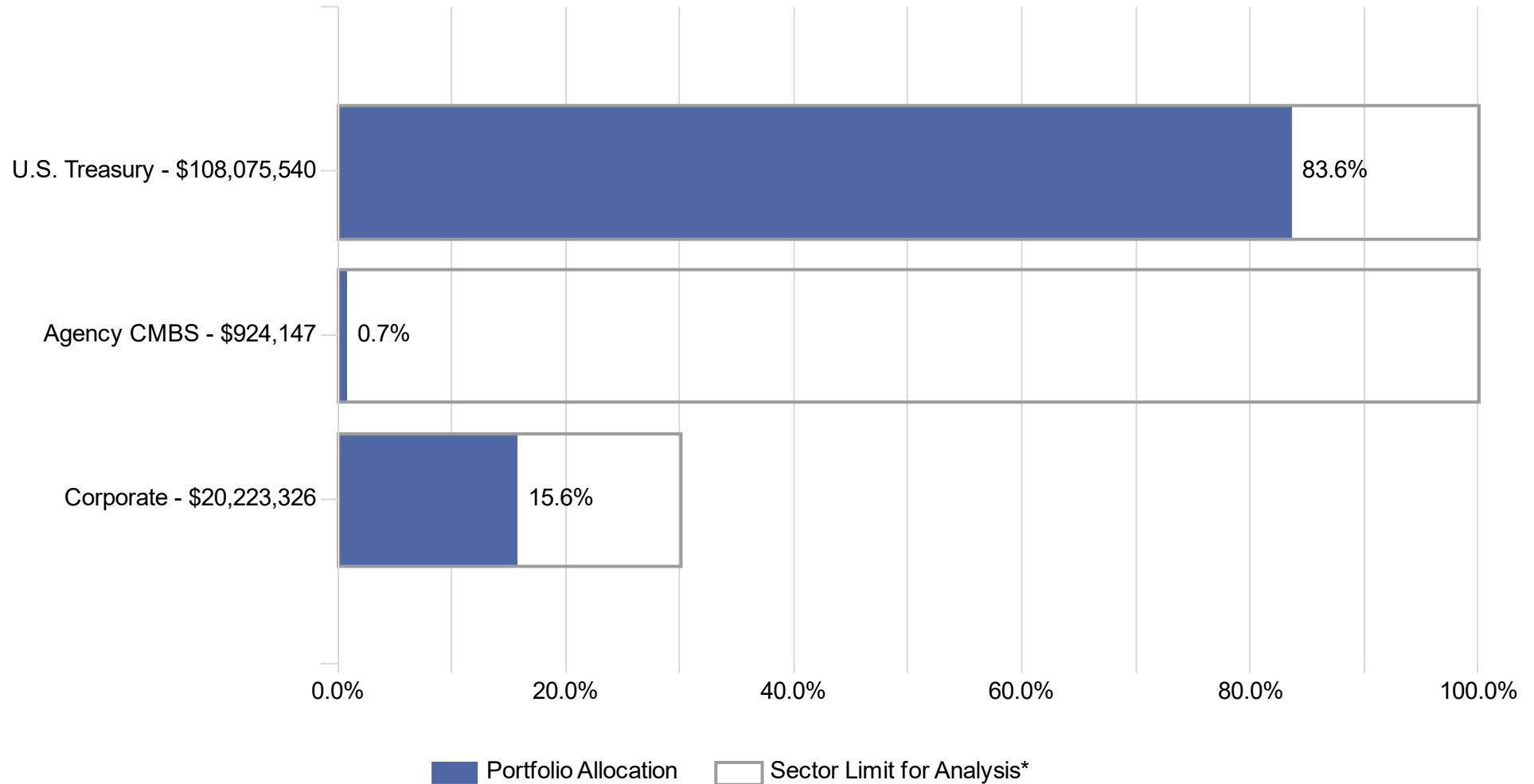
Neutral

Slightly
Positive

Positive

Account Summary

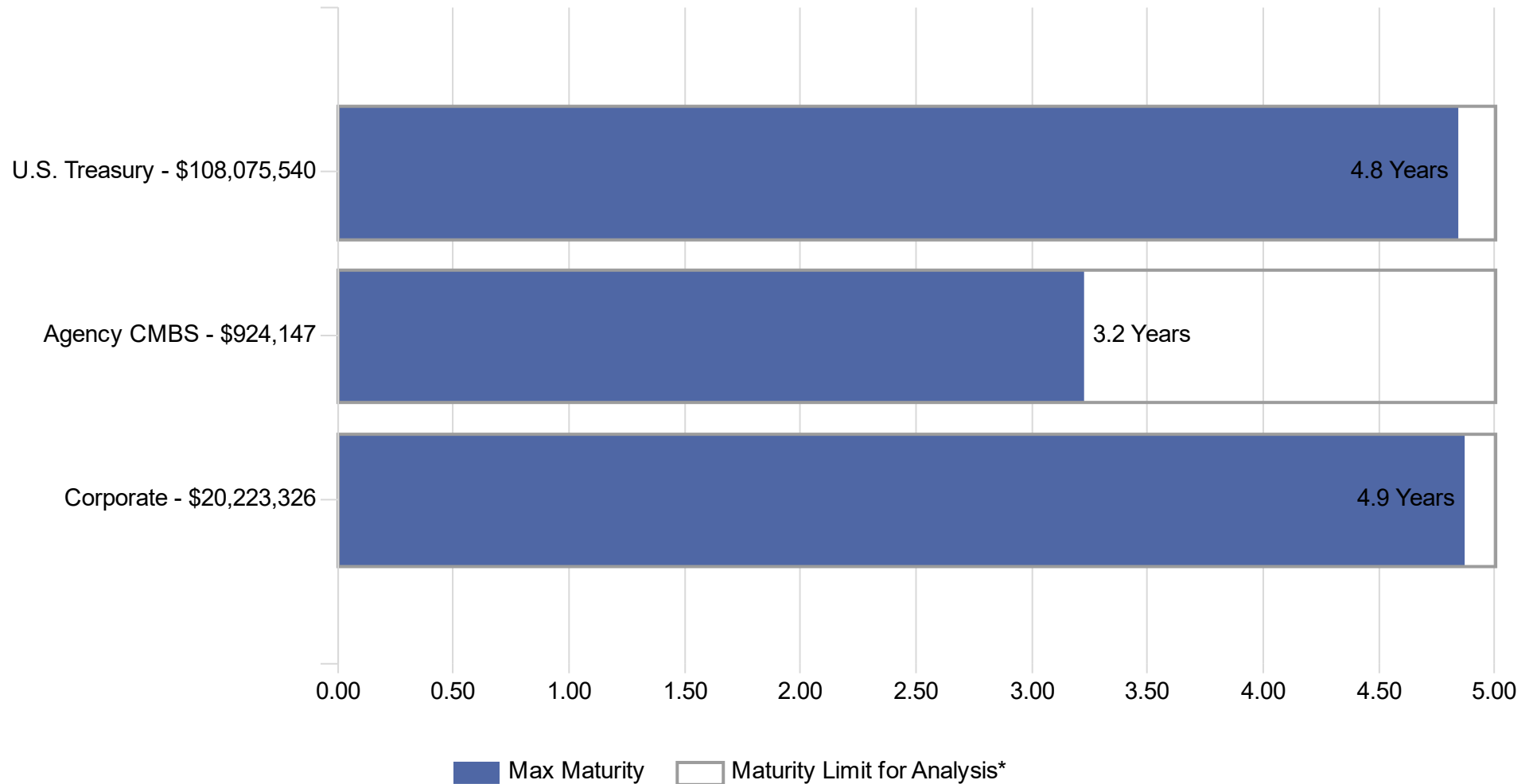
Sector Allocation Analytics



For informational/analytical purposes only and is not provided for compliance assurance. Includes accrued interest.

**Sector Limit for Analysis is as derived from our interpretation of your most recent Investment Policy as provided.*

Max Maturity Analytics



For informational/analytical purposes only and is not provided for compliance assurance. Includes accrued interest and excludes balances invested in overnight funds.

*Maturity Limit for Analysis is derived from our interpretation of your most recent Investment Policy as provided.

Mortgage-backed securities and asset-backed securities, if any, limit is based on weighted average life, if applicable. Callable securities, if any, limit is based on maturity date.

Certificate of Compliance

During the reporting period for the quarter ended June 30, 2023, the account(s) managed by PFM Asset Management ("PFMAM") were in compliance with the applicable investment policy and guidelines as furnished to PFMAM.

Acknowledged : *PFM Asset Management LLC*

Note: Pre- and post-trade compliance for the account(s) managed by PFM Asset Management is provided via Bloomberg Asset and Investment Management ("AIM").

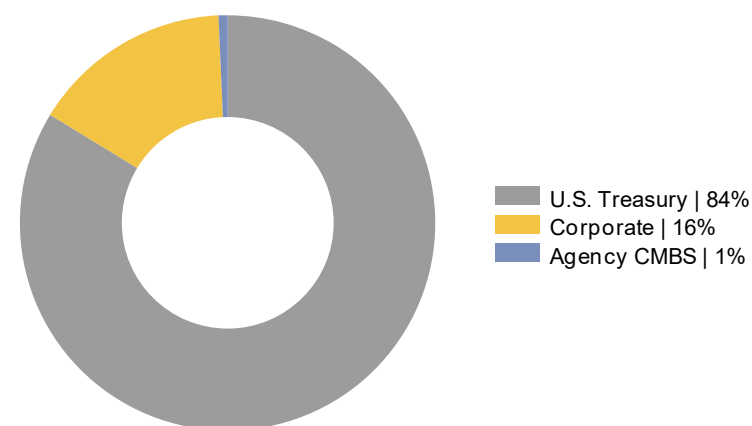
Portfolio Review: ZONE 7 WATER AGENCY

Portfolio Snapshot - ZONE 7 WATER AGENCY¹

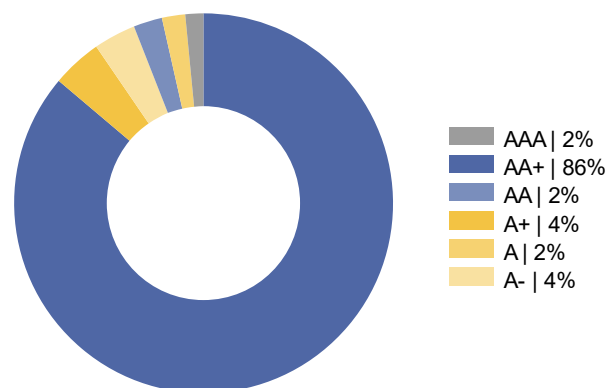
Portfolio Statistics

Total Market Value	\$134,276,380.10
Securities Sub-Total	\$128,696,146.32
Accrued Interest	\$526,867.52
Cash	\$5,053,366.26
Portfolio Effective Duration	2.45 years
Benchmark Effective Duration	2.50 years
Yield At Cost	2.67%
Yield At Market	4.73%
Portfolio Credit Quality	AA

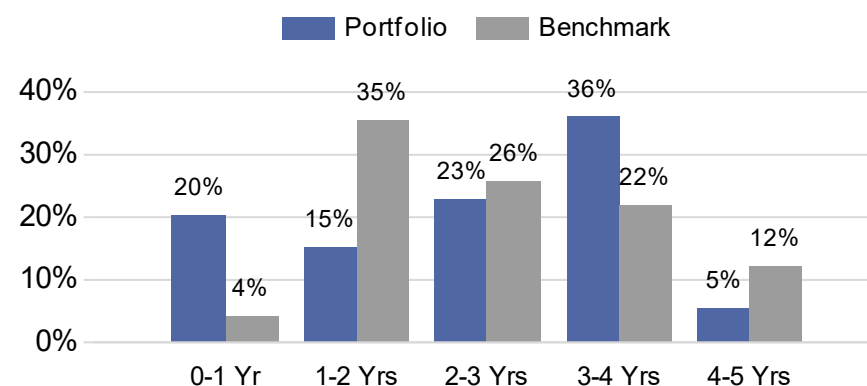
Sector Allocation



Credit Quality - S&P



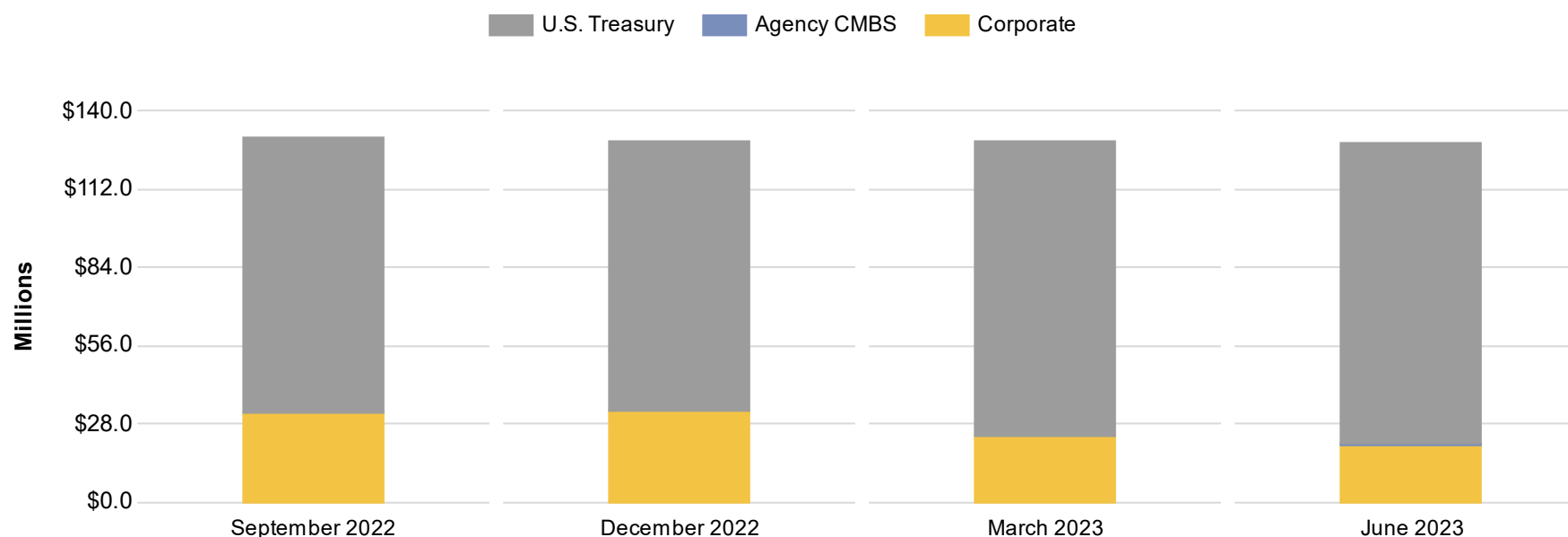
Duration Distribution



1. Yield and duration calculations exclude cash and cash equivalents. Sector allocation includes market values and accrued interest. The portfolio's benchmark is the ICE BofA 1-5 Year U.S. Treasury Index. Source: Bloomberg. An average of each security's credit rating was assigned a numeric value and adjusted for its relative weighting in the portfolio.

Sector Allocation Review - ZONE 7 WATER AGENCY

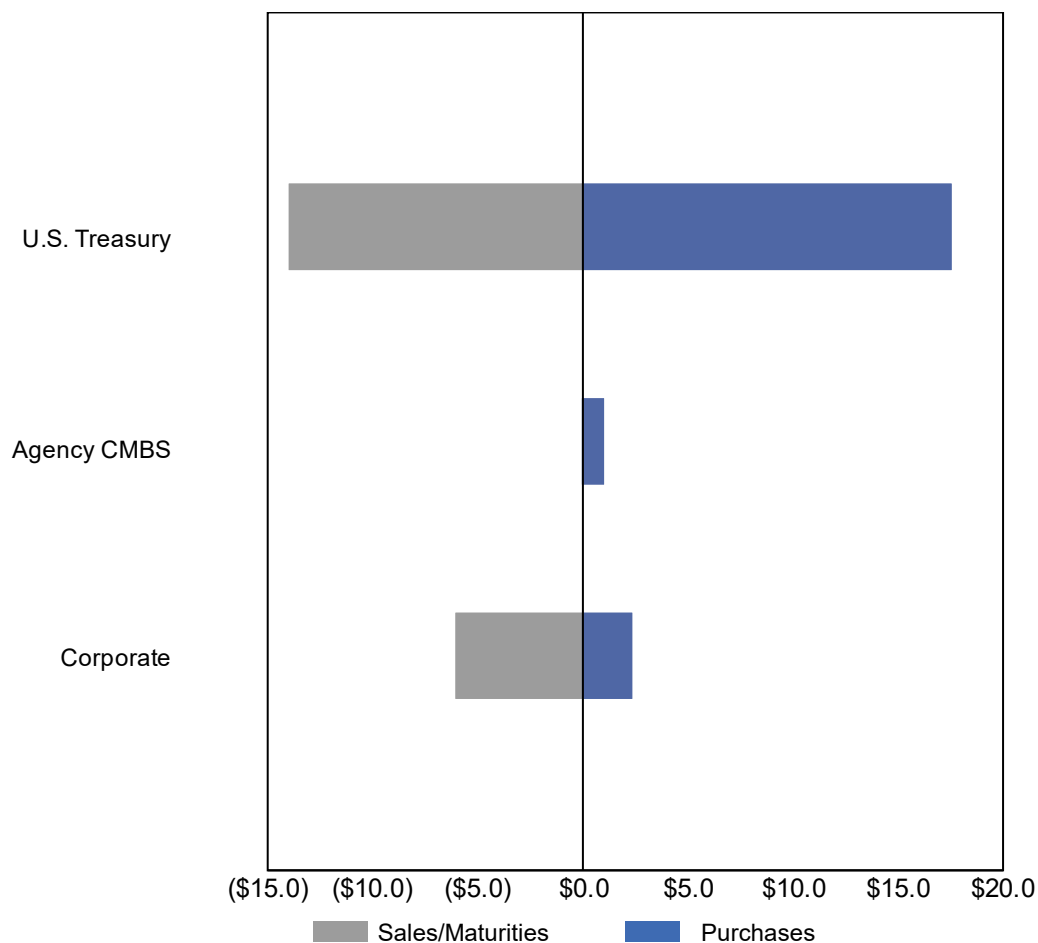
Security Type	Sep-22	% of Total	Dec-22	% of Total	Mar-23	% of Total	Jun-23	% of Total
U.S. Treasury	\$98.2	75.3%	\$97.0	75.0%	\$105.4	81.6%	\$107.7	83.7%
Agency CMBS	\$0.0	0.0%	\$0.0	0.0%	\$0.0	0.0%	\$0.9	0.7%
Corporate	\$32.2	24.7%	\$32.4	25.0%	\$23.8	18.4%	\$20.1	15.6%
Total	\$130.5	100.0%	\$129.3	100.0%	\$129.3	100.0%	\$128.7	100.0%



Market values, excluding accrued interest. Only includes fixed-income securities held within the separately managed account(s) and LGIPs managed by PFMAM. Detail may not add to total due to rounding.

Portfolio Activity - ZONE 7 WATER AGENCY

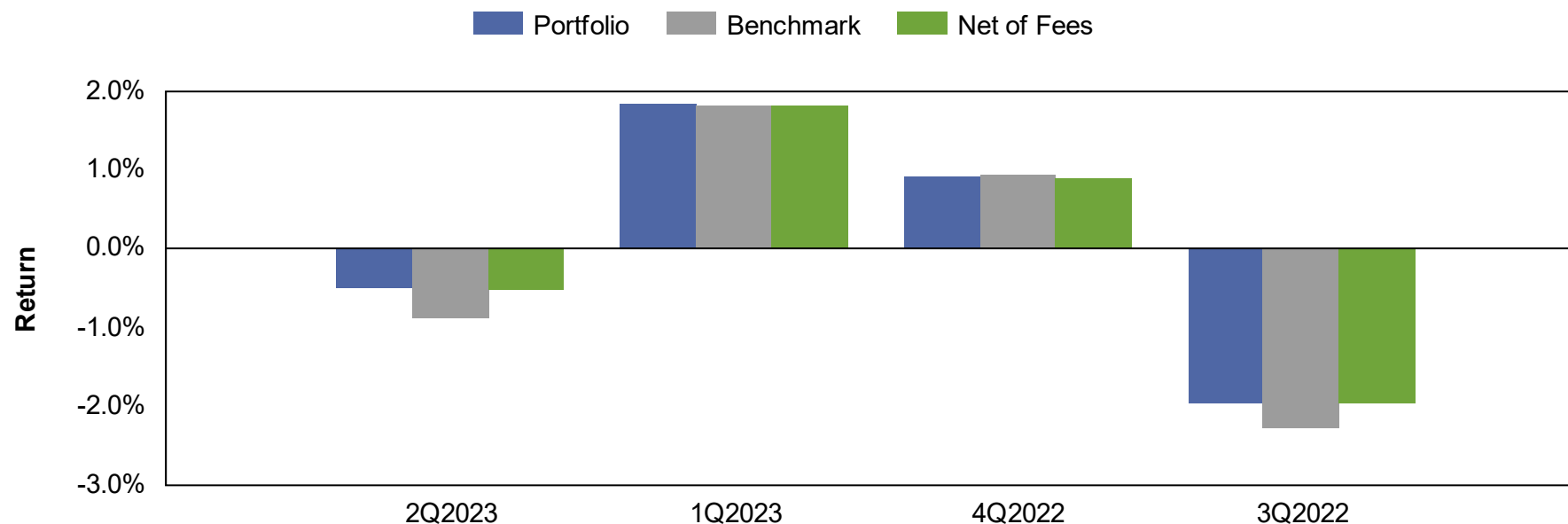
Net Activity by Sector
(\$ millions)



Sector	Net Activity
U.S. Treasury	\$3,462,075
Agency CMBS	\$937,360
Corporate	(\$3,720,243)
Total Net Activity	\$679,191

Based on total proceeds (principal and accrued interest) of buys, sells, maturities, and principal paydowns. Detail may not add to total due to rounding.

Portfolio Performance



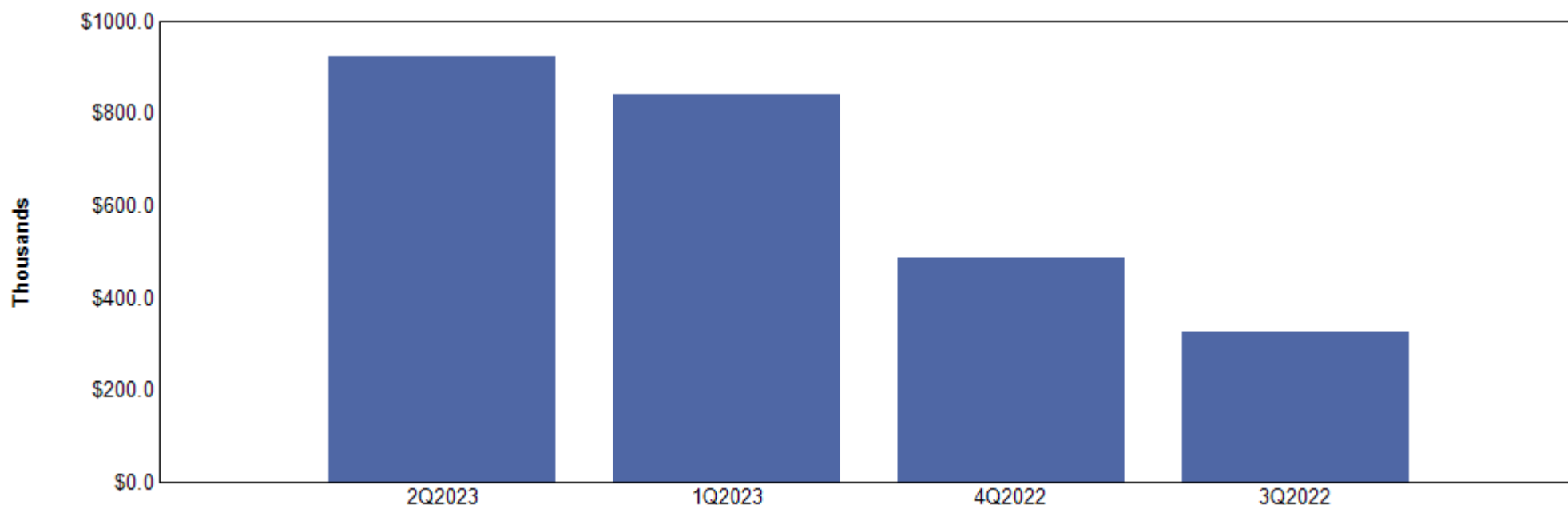
Market Value Basis Earnings	2Q2023	1Q2023	4Q2022	3Q2022
Interest Earned ¹	\$599,139	\$558,797	\$503,317	\$438,910
Change in Market Value	(\$1,256,358)	\$1,882,121	\$747,222	(\$3,047,237)
Total Dollar Return	(\$657,219)	\$2,440,918	\$1,250,539	(\$2,608,327)
Total Return²				
Portfolio	-0.49%	1.84%	0.91%	-1.95%
Benchmark ³	-0.86%	1.82%	0.95%	-2.28%
Basis Point Fee	0.02%	0.02%	0.02%	0.02%
Net of Fee Return	-0.50%	1.83%	0.89%	-1.97%

1. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.

2. Returns are presented on a periodic basis.

3. The portfolio's benchmark is the ICE BofA 1-5 Year U.S. Treasury Index. Source: Bloomberg.

Accrual Basis Earnings - ZONE 7 WATER AGENCY



Accrual Basis Earnings	2Q2023	1Q2023	4Q2022	3Q2022
Interest Earned ¹	\$599,139	\$558,797	\$503,317	\$438,910
Realized Gains / (Losses) ²	\$344	\$4,031	(\$223,010)	(\$289,978)
Change in Amortized Cost	\$324,706	\$278,167	\$206,846	\$178,675
Total Earnings	\$924,189	\$840,995	\$487,153	\$327,607

1. Interest earned calculated as the ending accrued interest less beginning accrued interest, plus net interest activity.

2. Realized gains / (losses) are shown on an amortized cost basis.

Portfolio Holdings and Transactions

Issuer Diversification

Security Type / Issuer	Market Value (%)	S&P / Moody's / Fitch
U.S. Treasury	83.6%	
UNITED STATES TREASURY	83.6%	AA / Aaa / AAA
Agency CMBS	0.7%	
FREDDIE MAC	0.7%	AA / Aaa / AAA
Corporate	15.6%	
AMAZON.COM INC	1.5%	AA / A / AA
APPLE INC	1.8%	AA / Aaa / NR
BANK OF AMERICA CO	1.5%	A / A / AA
HOME DEPOT INC	1.0%	A / A / A
JP MORGAN CHASE & CO	2.1%	A / A / AA
MICROSOFT CORP	1.6%	AAA / Aaa / NR
TARGET CORP	1.0%	A / A / A
TOYOTA MOTOR CORP	4.2%	A / A / A
WAL-MART STORES INC	1.0%	AA / Aa / AA
Total	100.0%	

Ratings shown are calculated by assigning a numeral value to each security rating, then calculating a weighted average rating for each security type / issuer category using all available security ratings, excluding Not-Rated (NR) ratings. For security type / issuer categories where a rating from the applicable NRSRO is not available, a rating of NR is assigned. Includes accrued interest and excludes balances invested in overnight funds.

**Issuer Distribution
As of June 30, 2023**

Issuer	Market Value (\$)	% of Portfolio
UNITED STATES TREASURY	107,694,538	83.67%
TOYOTA MOTOR CORP	5,467,545	4.25%
JP MORGAN CHASE & CO	2,671,742	2.08%
APPLE INC	2,261,236	1.76%
MICROSOFT CORP	1,995,694	1.55%
BANK OF AMERICA CO	1,949,906	1.52%
AMAZON.COM INC	1,918,259	1.49%
HOME DEPOT INC	1,292,546	1.00%
WAL-MART STORES INC	1,265,066	0.98%
TARGET CORP	1,258,161	0.98%
FREDDIE MAC	921,456	0.72%
Grand Total	128,696,146	100.00%

Managed Account Detail of Securities Held

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury											
US TREASURY NOTES DTD 07/15/2020 0.125% 07/15/2023	912828ZY9	3,755,000.00	AA+	Aaa	5/11/2023	5/11/2023	3,719,796.88	5.39	2,165.35	3,747,417.79	3,747,372.84
US TREASURY N/B NOTES DTD 08/31/2021 0.125% 08/31/2023	91282CCU3	7,000,000.00	AA+	Aaa	8/31/2021	9/1/2021	6,988,789.06	0.21	2,924.59	6,999,061.91	6,940,937.50
US TREASURY N/B NOTES DTD 01/31/2022 0.875% 01/31/2024	91282CDV0	3,025,000.00	AA+	Aaa	2/7/2022	2/8/2022	2,999,831.05	1.30	11,040.83	3,017,539.95	2,947,011.87
US TREASURY N/B NOTES DTD 03/31/2022 2.250% 03/31/2024	91282CEG2	3,000,000.00	AA+	Aaa	4/1/2022	4/4/2022	2,989,101.56	2.44	16,967.21	2,995,892.47	2,929,218.60
US TREASURY N/B NOTES DTD 06/15/2021 0.250% 06/15/2024	91282CCG4	1,550,000.00	AA+	Aaa	4/13/2022	4/18/2022	1,479,947.27	2.41	169.40	1,518,924.64	1,475,648.36
US TREASURY N/B NOTES DTD 07/15/2021 0.375% 07/15/2024	91282CCL3	3,075,000.00	AA+	Aaa	2/7/2022	2/8/2022	2,997,884.77	1.43	5,319.67	3,042,000.24	2,920,289.06
US TREASURY N/B NOTES DTD 01/15/2022 1.125% 01/15/2025	91282CDS7	3,030,000.00	AA+	Aaa	2/7/2022	2/8/2022	2,994,492.19	1.54	15,725.45	3,011,318.65	2,849,146.88
US TREASURY N/B NOTES DTD 02/15/2022 1.500% 02/15/2025	91282CDZ1	5,100,000.00	AA+	Aaa	5/4/2022	5/5/2022	4,896,398.44	3.01	28,740.33	4,980,882.08	4,813,921.62
US TREASURY NOTES DTD 03/31/2020 0.500% 03/31/2025	912828ZF0	3,200,000.00	AA+	Aaa	4/1/2022	4/4/2022	3,005,750.00	2.62	4,021.86	3,086,331.73	2,960,000.00
US TREASURY NOTES DTD 04/30/2018 2.875% 04/30/2025	9128284M9	3,125,000.00	AA+	Aaa	5/3/2022	5/4/2022	3,120,361.33	2.93	15,136.72	3,122,158.18	3,008,789.06
US TREASURY NOTES DTD 07/31/2020 0.250% 07/31/2025	91282CAB7	3,145,000.00	AA+	Aaa	2/7/2022	2/8/2022	2,998,560.94	1.63	3,279.66	3,057,182.72	2,860,967.19
US TREASURY NOTES DTD 08/31/2020 0.250% 08/31/2025	91282CAJ0	1,075,000.00	AA+	Aaa	7/6/2022	7/7/2022	990,175.78	2.89	898.27	1,016,632.68	975,226.56
US TREASURY NOTES DTD 08/31/2020 0.250% 08/31/2025	91282CAJ0	1,685,000.00	AA+	Aaa	3/8/2022	3/9/2022	1,596,603.32	1.81	1,407.98	1,629,917.25	1,528,610.94
US TREASURY NOTES DTD 09/30/2020 0.250% 09/30/2025	91282CAM3	3,425,000.00	AA+	Aaa	5/3/2022	5/4/2022	3,125,580.08	2.97	2,152.32	3,227,310.70	3,101,765.63
US TREASURY NOTES DTD 11/30/2020 0.375% 11/30/2025	91282CAZ4	1,600,000.00	AA+	Aaa	4/13/2022	4/18/2022	1,477,187.50	2.61	508.20	1,517,970.17	1,444,000.00

ZONE 7 WATER AGENCY

Portfolio Holdings

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury											
US TREASURY NOTES DTD 01/31/2021 0.375% 01/31/2026	91282CBH3	3,160,000.00	AA+	Aaa	2/7/2022	2/8/2022	2,998,420.31	1.71	4,942.96	3,054,912.04	2,836,593.59
US TREASURY N/B NOTES DTD 03/31/2021 0.750% 03/31/2026	91282CBT7	3,405,000.00	AA+	Aaa	5/3/2022	5/4/2022	3,126,614.65	2.98	6,419.26	3,209,135.32	3,077,268.75
US TREASURY N/B NOTES DTD 03/31/2021 0.750% 03/31/2026	91282CBT7	3,225,000.00	AA+	Aaa	4/1/2022	4/4/2022	2,995,848.63	2.64	6,079.92	3,067,094.73	2,914,593.75
US TREASURY N/B NOTES DTD 04/30/2021 0.750% 04/30/2026	91282CBW0	1,225,000.00	AA+	Aaa	2/17/2022	2/18/2022	1,170,162.11	1.86	1,547.89	1,187,988.00	1,103,265.63
US TREASURY N/B NOTES DTD 05/31/2021 0.750% 05/31/2026	91282CCF6	1,665,000.00	AA+	Aaa	3/8/2022	3/9/2022	1,592,546.48	1.82	1,057.69	1,615,023.96	1,495,378.13
US TREASURY N/B NOTES DTD 05/31/2021 0.750% 05/31/2026	91282CCF6	6,760,000.00	AA+	Aaa	6/6/2022	6/8/2022	6,195,434.38	2.99	4,294.26	6,346,192.44	6,071,325.00
US TREASURY N/B NOTES DTD 09/30/2021 0.875% 09/30/2026	91282CCZ2	3,420,000.00	AA+	Aaa	5/3/2022	5/4/2022	3,122,353.13	3.00	7,522.13	3,200,554.76	3,059,831.25
US TREASURY NOTES DTD 11/15/2016 2.000% 11/15/2026	912828U24	6,450,000.00	AA+	Aaa	6/6/2022	6/8/2022	6,181,669.92	3.01	16,475.54	6,245,896.98	5,966,250.00
US TREASURY NOTES DTD 02/15/2017 2.250% 02/15/2027	912828V98	5,300,000.00	AA+	Aaa	7/5/2022	7/7/2022	5,162,945.31	2.85	44,801.10	5,192,163.03	4,928,172.14
US TREASURY N/B NOTES DTD 04/30/2020 0.500% 04/30/2027	912828ZN3	5,775,000.00	AA+	Aaa	8/3/2022	8/5/2022	5,161,406.25	2.92	4,864.81	5,278,517.84	5,003,495.81
US TREASURY NOTES DTD 05/15/2017 2.375% 05/15/2027	912828X88	6,220,000.00	AA+	Aaa	6/10/2022	6/13/2022	5,966,826.56	3.28	18,867.05	6,020,786.17	5,792,375.00
US TREASURY NOTES DTD 06/30/2020 0.500% 06/30/2027	912828ZV5	2,750,000.00	AA+	Aaa	8/9/2022	8/10/2022	2,440,410.16	2.99	37.36	2,496,778.06	2,370,585.80
US TREASURY NOTES DTD 08/15/2017 2.250% 08/15/2027	9128282R0	2,570,000.00	AA+	Aaa	9/1/2022	9/6/2022	2,436,580.86	3.40	21,724.31	2,458,620.16	2,375,643.75
US TREASURY N/B NOTES DTD 09/30/2022 4.125% 09/30/2027	91282CFM8	3,920,000.00	AA+	Aaa	11/1/2022	11/3/2022	3,894,428.13	4.27	40,645.90	3,897,852.93	3,897,950.00
US TREASURY N/B NOTES DTD 10/31/2022 4.125% 10/31/2027	91282CFU0	5,890,000.00	AA+	Aaa	12/13/2022	12/14/2022	6,019,303.91	3.63	40,933.90	6,004,864.25	5,858,709.38
US TREASURY N/B DTD 11/15/1997 6.125% 11/15/2027	912810FB9	1,560,000.00	AA+	Aaa	1/26/2023	1/30/2023	1,730,685.94	3.62	12,203.40	1,715,860.65	1,673,587.50
US TREASURY N/B NOTES DTD 03/31/2023 3.625% 03/31/2028	91282CGT2	2,890,000.00	AA+	Aaa	5/31/2023	5/31/2023	2,863,696.48	3.83	26,333.74	2,864,158.21	2,823,168.75

ZONE 7 WATER AGENCY

Portfolio Holdings

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury											
US TREASURY N/B NOTES DTD 04/30/2023 3.500% 04/30/2028	91282CHA2	2,000,000.00	AA+	Aaa	5/1/2023	5/1/2023	1,990,468.75	3.61	11,793.48	1,990,787.15	1,943,437.60
Security Type Sub-Total		114,975,000.00					110,430,262.13	2.74	381,002.54	111,817,727.84	107,694,537.94
Corporate											
TOYOTA MOTOR CREDIT CORP CORPORATE NOTES DTD 08/14/2020 0.500% 08/14/2023	89236THF5	5,500,000.00	A+	A1	4/8/2021	4/12/2021	5,505,500.00	0.46	10,465.28	5,500,283.37	5,467,544.50
JPMORGAN CHASE & CO CORP NOTES DTD 01/28/2014 3.875% 02/01/2024	46625HJT8	2,700,000.00	A-	A1	5/20/2021	5/24/2021	2,944,944.00	0.47	43,593.75	2,753,573.71	2,671,741.80
AMAZON.COM INC CORPORATE NOTES DTD 04/13/2022 3.000% 04/13/2025	023135CE4	1,990,000.00	AA	A1	4/11/2022	4/13/2022	1,986,835.90	3.06	12,935.00	1,988,117.71	1,918,258.51
WALMART INC CORP NOTES (CALLABLE) DTD 06/27/2018 3.550% 06/26/2025	931142ED1	1,300,000.00	AA	Aa2	2/7/2022	2/9/2022	1,372,527.00	1.84	640.97	1,341,152.27	1,265,066.40
TARGET CORP CORP NOTES (CALLABLE) DTD 01/24/2022 1.950% 01/15/2027	87612EBM7	1,375,000.00	A	A2	2/7/2022	2/9/2022	1,366,915.00	2.08	12,363.54	1,369,191.01	1,258,160.75
MICROSOFT CORP CORP NOTES (CALLABLE) DTD 02/06/2017 3.300% 02/06/2027	594918BY9	2,075,000.00	AAA	Aaa	12/14/2022	12/16/2022	2,015,634.25	4.06	27,580.21	2,023,363.96	1,995,693.50
BANK OF AMERICA CORP CORP NOTES (CALLABL DTD 03/11/2021 1.658% 03/11/2027	06051GJQ3	2,170,000.00	A-	A1	4/13/2022	4/18/2022	2,000,761.70	3.40	10,993.46	2,042,314.06	1,949,905.58
HOME DEPOT INC CORP NOTES (CALLABLE) DTD 09/14/2017 2.800% 09/14/2027	437076BT8	1,390,000.00	A	A2	1/26/2023	1/30/2023	1,311,326.00	4.16	11,567.89	1,318,410.39	1,292,545.71
APPLE INC CORP NOTES CALLABLE DTD 05/10/2023 4.000% 05/10/2028	037833ET3	2,300,000.00	AA+	Aaa	5/10/2023	5/11/2023	2,302,001.00	3.98	13,033.33	2,301,944.18	2,261,235.80
Security Type Sub-Total		20,800,000.00					20,806,444.85	2.17	143,173.43	20,638,350.66	20,080,152.55

ZONE 7 WATER AGENCY

Portfolio Holdings

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Agency CMBS											
FHMS K061 A2 DTD 01/30/2017 3.347% 11/01/2026	3137BTUM1	965,000.00	AA+	Aaa	5/19/2023	5/24/2023	935,296.09	4.31	2,691.55	936,194.06	921,455.83
Security Type Sub-Total		965,000.00					935,296.09	4.31	2,691.55	936,194.06	921,455.83
Managed Account Sub Total		136,740,000.00					132,172,003.07	2.67	526,867.52	133,392,272.56	128,696,146.32
Securities Sub Total		\$136,740,000.00					\$132,172,003.07	2.67%	\$526,867.52	\$133,392,272.56	\$128,696,146.32
Accrued Interest											\$526,867.52
Total Investments											\$129,223,013.84

Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
BUY									
4/5/2023	4/6/2023	2,075,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	2,096,911.19	4.76%	
4/5/2023	4/6/2023	3,190,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	3,223,685.15	4.76%	
5/1/2023	5/1/2023	3,520,000.00	912828R69	US TREASURY NOTES	1.62%	5/31/2023	3,534,810.71	4.73%	
5/1/2023	5/1/2023	2,000,000.00	91282CHA2	US TREASURY N/B NOTES	3.50%	4/30/2028	1,990,658.97	3.61%	
5/10/2023	5/11/2023	2,300,000.00	037833ET3	APPLE INC CORP NOTES CALLABLE	4.00%	5/10/2028	2,302,256.56	3.98%	
5/11/2023	5/11/2023	3,755,000.00	912828ZY9	US TREASURY NOTES	0.12%	7/15/2023	3,721,300.95	5.39%	
5/19/2023	5/24/2023	965,000.00	3137BTUM1	FHMS K061 A2	3.34%	11/1/2026	937,359.61	4.31%	
5/31/2023	5/31/2023	2,890,000.00	91282CGT2	US TREASURY N/B NOTES	3.62%	3/31/2028	2,881,156.90	3.83%	
Total BUY		20,695,000.00					20,688,140.04		0.00
INTEREST									
4/3/2023	4/3/2023		MONEY0002	MONEY MARKET FUND			19,583.77		
4/13/2023	4/13/2023	1,990,000.00	023135CE4	AMAZON.COM INC CORPORATE NOTES	3.00%	4/13/2025	29,850.00		
4/30/2023	4/30/2023	3,125,000.00	9128284M9	US TREASURY NOTES	2.87%	4/30/2025	44,921.88		
4/30/2023	4/30/2023	1,225,000.00	91282CBW0	US TREASURY N/B NOTES	0.75%	4/30/2026	4,593.75		
4/30/2023	4/30/2023	5,775,000.00	912828ZN3	US TREASURY N/B NOTES	0.50%	4/30/2027	14,437.50		
4/30/2023	4/30/2023	5,890,000.00	91282CFU0	US TREASURY N/B NOTES	4.12%	10/31/2027	121,481.25		
5/1/2023	5/1/2023		MONEY0002	MONEY MARKET FUND			19,416.69		

Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
INTEREST									
5/15/2023	5/15/2023	6,450,000.00	912828U24	US TREASURY NOTES	2.00%	11/15/2026	64,500.00		
5/15/2023	5/15/2023	1,560,000.00	912810FB9	US TREASURY N/B	6.12%	11/15/2027	47,775.00		
5/15/2023	5/15/2023	6,220,000.00	912828X88	US TREASURY NOTES	2.37%	5/15/2027	73,862.50		
5/31/2023	5/31/2023	1,600,000.00	91282CAZ4	US TREASURY NOTES	0.37%	11/30/2025	3,000.00		
5/31/2023	5/31/2023	8,425,000.00	91282CCF6	US TREASURY N/B NOTES	0.75%	5/31/2026	31,593.75		
6/1/2023	6/1/2023		MONEY0002	MONEY MARKET FUND			21,402.88		
6/1/2023	6/25/2023	965,000.00	3137BTUM1	FHMS K061 A2	3.34%	11/1/2026	2,691.55		
6/15/2023	6/15/2023	1,550,000.00	91282CCG4	US TREASURY N/B NOTES	0.25%	6/15/2024	1,937.50		
6/26/2023	6/26/2023	1,300,000.00	931142ED1	WALMART INC CORP NOTES (CALLABLE)	3.55%	6/26/2025	23,075.00		
6/30/2023	6/30/2023	2,750,000.00	912828ZV5	US TREASURY NOTES	0.50%	6/30/2027	6,875.00		
Total INTEREST		48,825,000.00					530,998.02		0.00
MATURITY									
4/30/2023	4/30/2023	2,075,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	2,103,531.25		
4/30/2023	4/30/2023	3,190,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	3,233,862.50		
5/11/2023	5/11/2023	6,000,000.00	037833DV9	APPLE INC CORPORATE NOTES	0.75%	5/11/2023	6,022,500.00		
5/31/2023	5/31/2023	2,580,000.00	912828R69	US TREASURY NOTES	1.62%	5/31/2023	2,600,962.50		
Total MATURITY		13,845,000.00					13,960,856.25		0.00

Quarterly Portfolio Transactions

Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
SELL									
4/5/2023	4/6/2023	2,100,000.00	912828ZH6	US TREASURY NOTES	0.25%	4/15/2023	2,100,444.41		44.99
4/5/2023	4/6/2023	3,000,000.00	912828ZH6	US TREASURY NOTES	0.25%	4/15/2023	3,000,634.87		64.26
5/19/2023	5/24/2023	940,000.00	912828R69	US TREASURY NOTES	1.62%	5/31/2023	947,013.28		235.00
Total SELL		6,040,000.00					6,048,092.56		344.25

Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
BUY	4/5/2023	4/6/2023	2,075,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	2,096,911.19	4.76%	
BUY	4/5/2023	4/6/2023	3,190,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	3,223,685.15	4.76%	
BUY	5/1/2023	5/1/2023	3,520,000.00	912828R69	US TREASURY NOTES	1.62%	5/31/2023	3,534,810.71	4.73%	
BUY	5/1/2023	5/1/2023	2,000,000.00	91282CHA2	US TREASURY N/B NOTES	3.50%	4/30/2028	1,990,658.97	3.61%	
BUY	5/10/2023	5/11/2023	2,300,000.00	037833ET3	APPLE INC CORP NOTES CALLABLE	4.00%	5/10/2028	2,302,256.56	3.98%	
BUY	5/11/2023	5/11/2023	3,755,000.00	912828ZY9	US TREASURY NOTES	0.12%	7/15/2023	3,721,300.95	5.39%	
BUY	5/19/2023	5/24/2023	965,000.00	3137BTUM1	FHMS K061 A2	3.34%	11/1/2026	937,359.61	4.31%	
BUY	5/31/2023	5/31/2023	2,890,000.00	91282CGT2	US TREASURY N/B NOTES	3.62%	3/31/2028	2,881,156.90	3.83%	
INTEREST	4/3/2023	4/3/2023		MONEY0002	MONEY MARKET FUND			19,583.77		
INTEREST	4/13/2023	4/13/2023	1,990,000.00	023135CE4	AMAZON.COM INC CORPORATE NOTES	3.00%	4/13/2025	29,850.00		
INTEREST	4/30/2023	4/30/2023	3,125,000.00	9128284M9	US TREASURY NOTES	2.87%	4/30/2025	44,921.88		
INTEREST	4/30/2023	4/30/2023	1,225,000.00	91282CBW0	US TREASURY N/B NOTES	0.75%	4/30/2026	4,593.75		
INTEREST	4/30/2023	4/30/2023	5,775,000.00	912828ZN3	US TREASURY N/B NOTES	0.50%	4/30/2027	14,437.50		
INTEREST	4/30/2023	4/30/2023	5,890,000.00	91282CFU0	US TREASURY N/B NOTES	4.12%	10/31/2027	121,481.25		
INTEREST	5/1/2023	5/1/2023		MONEY0002	MONEY MARKET FUND			19,416.69		
INTEREST	5/15/2023	5/15/2023	6,450,000.00	912828U24	US TREASURY NOTES	2.00%	11/15/2026	64,500.00		
INTEREST	5/15/2023	5/15/2023	1,560,000.00	912810FB9	US TREASURY N/B	6.12%	11/15/2027	47,775.00		
INTEREST	5/15/2023	5/15/2023	6,220,000.00	912828X88	US TREASURY NOTES	2.37%	5/15/2027	73,862.50		

Quarterly Portfolio Transactions

Tran. Type	Trade Date	Settle Date	Par (\$)	CUSIP	Security Description	Coupon	Maturity Date	Transact Amount (\$)	Yield at Market	Realized G/L (BV)
INTEREST	5/31/2023	5/31/2023	1,600,000.00	91282CAZ4	US TREASURY NOTES	0.37%	11/30/2025	3,000.00		
INTEREST	5/31/2023	5/31/2023	8,425,000.00	91282CCF6	US TREASURY N/B NOTES	0.75%	5/31/2026	31,593.75		
INTEREST	6/1/2023	6/1/2023		MONEY0002	MONEY MARKET FUND			21,402.88		
INTEREST	6/1/2023	6/25/2023	965,000.00	3137BTUM1	FHMS K061 A2	3.34%	11/1/2026	2,691.55		
INTEREST	6/15/2023	6/15/2023	1,550,000.00	91282CCG4	US TREASURY N/B NOTES	0.25%	6/15/2024	1,937.50		
INTEREST	6/26/2023	6/26/2023	1,300,000.00	931142ED1	WALMART INC CORP NOTES	3.55%	6/26/2025	23,075.00		
INTEREST	6/30/2023	6/30/2023	2,750,000.00	912828ZV5	US TREASURY NOTES	0.50%	6/30/2027	6,875.00		
MATURITY	4/30/2023	4/30/2023	2,075,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	2,103,531.25		
MATURITY	4/30/2023	4/30/2023	3,190,000.00	9128284L1	US TREASURY NOTES	2.75%	4/30/2023	3,233,862.50		
MATURITY	5/11/2023	5/11/2023	6,000,000.00	037833DV9	APPLE INC CORPORATE NOTES	0.75%	5/11/2023	6,022,500.00		
MATURITY	5/31/2023	5/31/2023	2,580,000.00	912828R69	US TREASURY NOTES	1.62%	5/31/2023	2,600,962.50		
SELL	4/5/2023	4/6/2023	2,100,000.00	912828ZH6	US TREASURY NOTES	0.25%	4/15/2023	2,100,444.41		44.99
SELL	4/5/2023	4/6/2023	3,000,000.00	912828ZH6	US TREASURY NOTES	0.25%	4/15/2023	3,000,634.87		64.26
SELL	5/19/2023	5/24/2023	940,000.00	912828R69	US TREASURY NOTES	1.62%	5/31/2023	947,013.28		235.00
TOTALS			89,405,000.00					41,228,086.87		344.25

Important Disclosures

This material is for general information purposes only and is not intended to provide specific advice or a specific recommendation, as it was prepared without regard to any specific objectives or financial circumstances.

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It is not possible to invest directly in an index. The index returns shown throughout this material do not represent the results of actual trading of investor assets. Third-party providers maintain the indices shown and calculate the index levels and performance shown or discussed. Index returns do not reflect payment of any sales charges or fees an investor would pay to purchase the securities they represent. The imposition of these fees and charges would cause investment performance to be lower than the performance shown.

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Important Disclosures

- Market values that include accrued interest are derived from closing bid prices as of the last business day of the month as supplied by Refinitiv, Bloomberg, or Telerate. Where prices are not available from generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated market value.
- In accordance with generally accepted accounting principles, information is presented on a trade date basis; forward settling purchases are included in the monthly balances, and forward settling sales are excluded.
- Performance is presented in accordance with the CFA Institute's Global Investment Performance Standards (GIPS). Unless otherwise noted, performance is shown gross of fees. Quarterly returns are presented on an unannualized basis. Returns for periods greater than one year are presented on an annualized basis. Past performance is not indicative of future returns.
- Bank of America/Merrill Lynch Indices provided by Bloomberg Financial Markets.
- Money market fund/cash balances are included in performance and duration computations.
- Standard & Poor's is the source of the credit ratings. Distribution of credit rating is exclusive of money market fund/LGIP holdings.
- Callable securities in the portfolio are included in the maturity distribution analysis to their stated maturity date, although, they may be called prior to maturity.
- MBS maturities are represented by expected average life.

Glossary

- **Accrued Interest:** Interest that is due on a bond or other fixed income security since the last interest payment was made.
- **Agencies:** Federal agency securities and/or Government-sponsored enterprises.
- **Amortized Cost:** The original cost of the principal of the security is adjusted for the amount of the periodic reduction of any discount or premium from the purchase date until the date of the report. Discount or premium with respect to short-term securities (those with less than one year to maturity at time of issuance) is amortized on a straight line basis. Such discount or premium with respect to longer-term securities is amortized using the constant yield basis.
- **Asset-Backed Security:** A financial instrument collateralized by an underlying pool of assets – usually ones that generate a cash flow from debt, such as loans, leases, credit card balances, and receivables.
- **Bankers' Acceptance:** A draft or bill of exchange accepted by a bank or trust company. The accepting institution guarantees payment of the bill as well as the insurer.
- **Commercial Paper:** An unsecured obligation issued by a corporation or bank to finance its short-term credit needs, such as accounts receivable and inventory.
- **Contribution to Total Return:** The weight of each individual security multiplied by its return, then summed for each sector to determine how much each sector added or subtracted from the overall portfolio performance.
- **Effective Duration:** A measure of the sensitivity of a security's price to a change in interest rates, stated in years.
- **Effective Yield:** The total yield an investor receives in relation to the nominal yield or coupon of a bond. Effective yield takes into account the power of compounding on investment returns, while nominal yield does not.
- **FDIC:** Federal Deposit Insurance Corporation. A federal agency that insures bank deposits to a specified amount.
- **Interest Rate:** Interest per year divided by principal amount and expressed as a percentage.
- **Market Value:** The value that would be received or paid for an investment in an orderly transaction between market participants at the measurement date.
- **Maturity:** The date upon which the principal or stated value of an investment becomes due and payable.
- **Negotiable Certificates of Deposit:** A CD with a very large denomination, usually \$1 million or more, that can be traded in secondary markets.
- **Par Value:** The nominal dollar face amount of a security.
- **Pass-through Security:** A security representing pooled debt obligations that passes income from debtors to its shareholders. The most common type is the mortgage-backed security.

Glossary

- Repurchase Agreements: A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date.
- Settle Date: The date on which the transaction is settled and monies/securities are exchanged. If the settle date of the transaction (i.e., coupon payments and maturity proceeds) occurs on a non-business day, the funds are exchanged on the next business day.
- Supranational: A multinational union or association in which member countries cede authority and sovereignty on at least some internal matters to the group, whose decisions are binding on its members.
- Trade Date: The date on which the transaction occurred; however, the final consummation of the security transaction and payment has not yet taken place.
- Unsettled Trade: A trade which has been executed; however, the final consummation of the security transaction and payment has not yet taken place.
- U.S. Treasury: The department of the U.S. government that issues Treasury securities.
- Yield: The rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.
- YTM at Cost: The yield to maturity at cost is the expected rate of return based on the original cost, the annual interest receipts, maturity value, and the time period from purchase date to maturity, stated as a percentage on an annualized basis.
- YTM at Market: The yield to maturity at market is the rate of return based on the current market value, the annual interest receipts, maturity value, and the time period remaining until maturity, stated as a percentage on an annualized basis.

June 30, 2023

Board of Directors
Zone 7 Water Agency
100 North Canyons Parkway
Livermore, CA 94551

Subject: **Camp Parks Endowment Trust Fund Annual Report**

Dear Board Members:

Pursuant to Resolution No. 16-160, dated September 21, 2016, the Board accepted an endowment from Camp Parks developer (Dublin Crossing, LLC.) to manage mitigation portions of the project in perpetuity. Zone 7 has worked with the City of Dublin and the developer of the Dublin Crossings Project to provide Zone 7 a Detention Basin on the Camp Parks Army Installation property that is larger than required for the development, itself, providing excess capacity for regional flood protection and Zone 7 will reimburse the developer using Development Impact Fees collected through Zone 7's SMMP.

The Regulatory Agencies require the Developer to identify an acceptable Land Manager for the Project's ecological mitigation improvements and an Endowment Holder. Based on its discussions with the Regulatory Agencies and the City of Dublin, the parties determined that Zone 7 would be the most appropriate and qualified entity to accept and manage both these responsibilities. This is largely founded on the aforementioned preferences of the Regulatory Agencies, and their acknowledgement that the SMMP identifies Zone 7 as the local entity responsible for maintaining the ecological baseline on the property it owns within its jurisdictional service area, thereby having similar responsibilities as a Land Manager and related fiscal responsibilities.

The United States Army granted an easement to Zone 7 for construction, operation and ecological maintenance of the Upper Chabot Mitigation Area.

As a consideration of Zone 7 to accept the maintenance and long-term management responsibilities of Upper Chabot Mitigation Area and the Restoration and Enhancement Areas (collectively, "Zone 7 Restoration and Enhancement Areas"), Dublin Crossing, LLC., contributed ONE MILLION, THIRTY-ONE THOUSAND, NINE HUNDRED AND EIGHTY-FIVE DOLLARS (\$1,031,985) (the "Endowment").

In accordance with the agreement, Zone 7 shall employ an investment vehicle that assures the maintenance of the Fund principal. The endowment assumed an annual rate of return of 3.5% based on the 30-Year Treasury rate and the San Francisco Bay Area CPI (2.66%) for the annual maintenance cost of the project.

The Zone 7 Restoration and Enhancement Area will be maintained by the Developer ("Dublin Crossing, LLC.") for the first 10-years before Zone 7 assumes maintenance and long-term management responsibilities. There will be no expenditures until after 10-years, i.e., in the fall of 2028 and future reports will include expenditures.

As of June 30, 2023, the endowment held \$1,091,635 of which \$59,650 is investment income earned. The current rate of return of the portfolio is 2.67%. The Endowment's investment is included as part of the Agency Investment Portfolio as presented in item no. 2 of the Finance Committee agenda.

Market value amounts are from PFM Asset Management which provides investment management services for the Agency. US Bank provides the Agency custody services. Book value amounts include premiums or discounts and are adjusted at year end on the general ledger.

Sincerely,

DocuSigned by:

Osborn Solitei

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Osborn Solitei,
Treasurer

c: Valerie Pryor, General Manager



100 North Canyons Parkway
Livermore, CA 94551
(925) 454-5000

June 30, 2023

Board of Directors
Zone 7 Water Agency
100 North Canyons Parkway
Livermore, CA 94551

Subject: **Annual Pension Trust Fund Report as of June 30, 2023 (Unaudited)**

Dear Board Members:

The proposed action is in support of Strategic Plan Goal G – Fiscal Responsibility: Operate the Agency in a fiscally responsible manner and Strategic Initiative No. 24 – continue to effectively manage financial resources, which includes evaluating the Agency’s unfunded pension and other post-employment benefits (OPEB) liabilities.

Pursuant to Resolution No. 21-05 (as amended) dated February 17, 2021, the Board established an IRS Section 115 Post-Employment Benefits Trust for the purpose of pre-funding pension obligations. Public Agency Retirement Services (PARS) serves as the Trust Administrator for the Pension Trust Fund.

Below is a summary of the investments since inception:

Investments as of June 30, 2023	
Initial Contribution	\$ 1,500,000
Additional Contribution	290,103
Total Contribution	1,790,103
Disbursements:	-
Total Investment Earnings	(121,883)
Total Fees	(15,965)
Account Balance	\$ 1,652,255

As of June 30, 2023, the rate of return as reported by HighMark Capital Management is negative 4.18%.



Market value amounts are from HighMark Capital Management which provides investment management services for the Agency. U.S. Bank as Plan's Trust. Book value amounts include premiums or discounts and are adjusted at year end on the general ledger.

Sincerely,

DocuSigned by:

Osborn Solitei

30C75F5FFCB44E5

Osborn Solitei,
Treasurer

Attachment:

- PARS 115 Trust – Pension Rate Stabilization Program Plan Review

c: Valerie Pryor, General Manager

PUBLIC
AGENCY
RETIREMENT
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.



ZONE 7 WATER AGENCY

PARS 115 Trust – Pension Rate Stabilization Program Plan Review
August 15, 2023

CONTACTS



Ryan Nicasio, CEBS
Senior Vice President
(800) 540-6369 x134
rnicasio@pars.org

Michael Wiehn, CFA
Institutional Relationship Manager
(415) 705-7181
michael.wiehn@highmarkcapital.com

Alexandra Irving
Client Services Coordinator
(800) 540-6369 x1
wrogers@pars.org

Andrew Brown, CFA
Director, Senior Portfolio Manager
(415) 796-5057
andrew.brown1@usbank.com

PARS 115 TRUST TEAM

Trust Administrator & Consultant

PUBLIC
AGENCY
RETIREMENT
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.

- Serves as record-keeper, consultant, and central point of contact
- Sub-trust accounting
- Coordinates all agency services
- Monitors plan compliance (IRS/GASB/State Government Code)
- Processes contributions/disbursements
- Hands-on, dedicated support teams

39

Years of Experience
(1984-2023)

2,000+

Plans under
Administration

1,000+

Public Agency
Clients

500+

115 Trust Clients

500K+

Plan Participants

\$6.6B

Assets under
Administration

Trustee

usbank

- 5th largest commercial bank and one of the nation's largest trustees for Section 115 trusts
- Safeguard plan assets
- Oversight protection as plan fiduciary
- Custodian of assets

160

Years of Experience
(1863-2023)

\$9.0T

Assets under Trust
Custody

HIGHMARK
CAPITAL MANAGEMENT

- Investment sub-advisor to trustee U.S. Bank
- Investment policy assistance
- Uses open architecture
- Active and passive platform options
- Customized portfolios (with minimum asset level)

104

Years of Experience
(1919-2023)

\$17.7B

Assets under
Management &
Advisement

PUBLIC
AGENCY
RETIREMENT
SERVICES

PARS

TRUSTED SOLUTIONS. LASTING RESULTS.

PARS PLANS AND PROGRAMS

1 Pension Rate Stabilization Program (PRSP) - Client

A pension prefunding trust designed specifically to address GASB 68 liabilities on its financial statements and stabilize future costs.

2 OPEB Trust Program

An OPEB prefunding trust designed to address OPEB liabilities and increase investment rates of return (discount rate).

3 Alternate Retirement System (ARS)

An alternative to Social Security for part-time employees offered to provide a valuable benefit for employees and permanent payroll savings to the Agency.

4 Supplemental Defined Contribution Plan

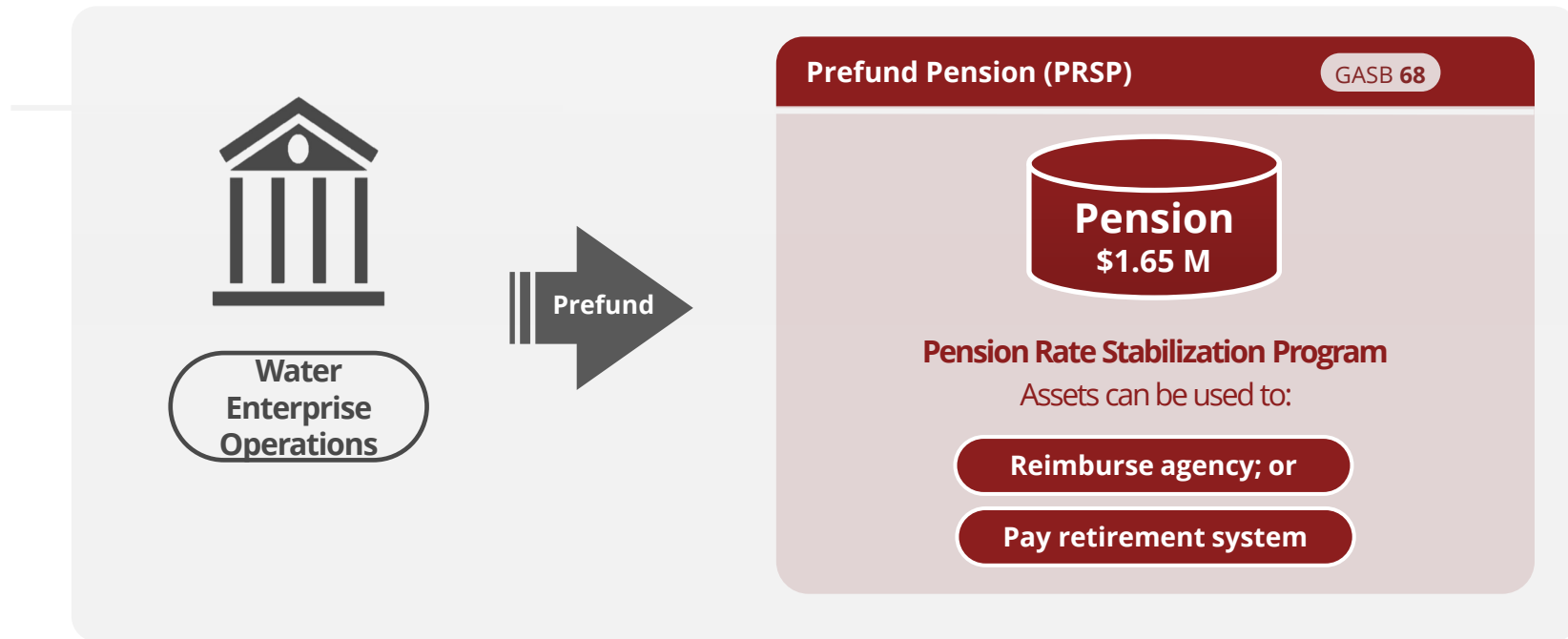
A locally designed retirement plan offered in addition to PERS or 37-Act retirement system with the goal of attracting and retaining select employees to the Agency.

5 Accumulated Leave Plan

A Defined Contribution solution that reduces leave balances on an annual basis during employment and minimizes total payout amounts.

115 Combo Trust

PARS IRS-APPROVED SECTION 115 TRUST



Subaccounts

Pension assets can be divided by dept., bargaining group, or cost center



Financial Stability

Assets in the PARS Section 115 Trust can be used to address unfunded liabilities.



Flexible Investing

Choice of 5 risk tolerance levels or custom strategy



Anytime Access

Trust funds are available anytime for Pension-related expenses



Economies-of-Scale

As assets grow, lower fee rates will be reached on tiered schedule – saving money



No Set Up Cost or Minimums

No set-up costs, no minimum annual contribution amounts, and no fees until assets are added.

SUMMARY OF AGENCY'S PENSION PLAN

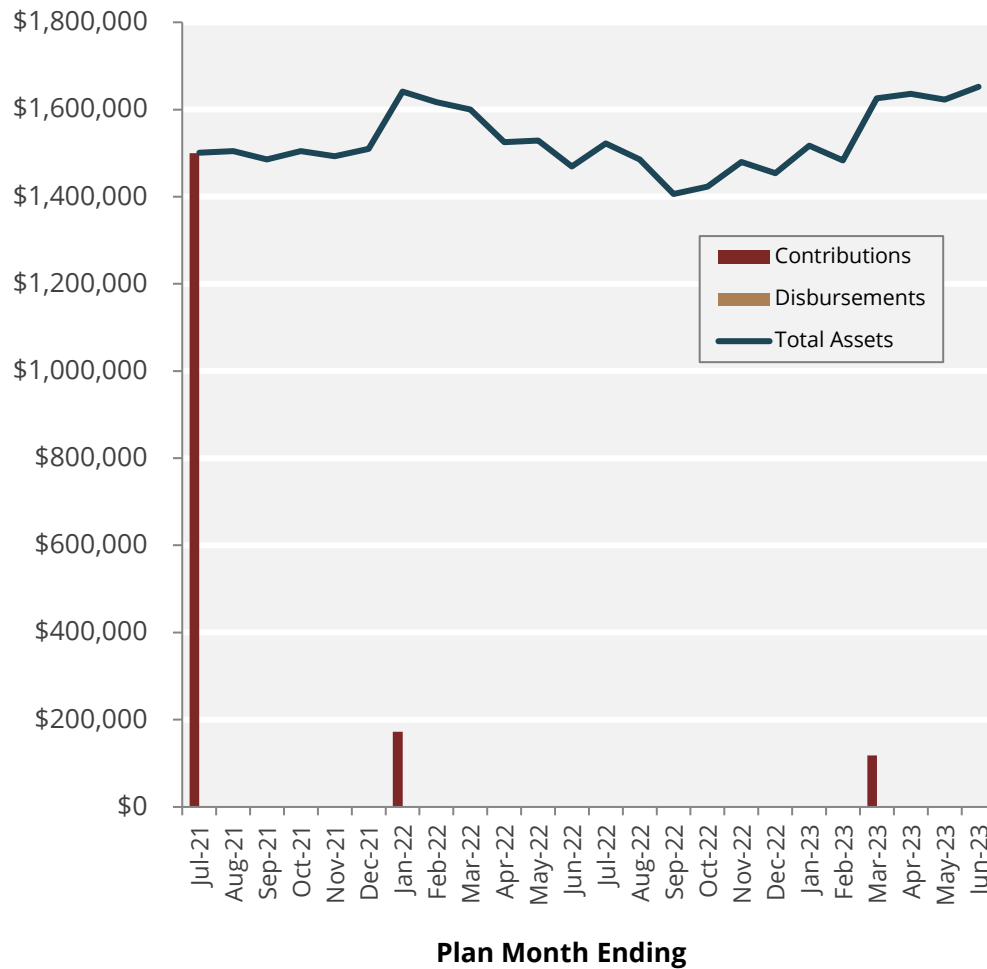
Plan Type:	IRC Section 115 Irrevocable Exclusive Benefit Trust
Trustee Approach:	Discretionary
Plan Effective Date:	February 3, 2021
Plan Administrator:	General Manager
Current Investment Strategy:	Moderately Conservative HighMark PLUS (Active) Strategy; Pooled Account

AS OF JUNE 30, 2023:

Initial Contribution:	July 2021: \$1,500,000
Additional Contributions:	\$290,103
Total Contributions:	\$1,790,103
Disbursements:	\$0
Total Investment Earnings:	(\$121,883)
Total Fees:	(\$15,965)
Account Balance:	\$1,652,255

SUMMARY OF AGENCY'S PENSION PLAN

HISTORY OF CONTRIBUTIONS, DISBURSEMENTS, AND TOTAL ASSETS AS OF JUNE 30, 2023



Month	Contributions	Disbursements	Total Assets
Jul-21	\$1,500,000	\$0	\$1,500,792
Aug-21	\$0	\$0	\$1,504,337
Sep-21	\$0	\$0	\$1,485,732
Oct-21	\$0	\$0	\$1,504,854
Nov-21	\$0	\$0	\$1,493,206
Dec-21	\$0	\$0	\$1,509,949
Jan-22	\$172,072	\$0	\$1,641,112
Feb-22	\$0	\$0	\$1,617,038
Mar-22	\$0	\$0	\$1,599,745
Apr-22	\$0	\$0	\$1,525,146
May-22	\$0	\$0	\$1,529,101
Jun-22	\$0	\$0	\$1,469,615
Jul-22	\$0	\$0	\$1,522,473
Aug-22	\$0	\$0	\$1,485,292
Sep-22	\$0	\$0	\$1,406,002
Oct-22	\$0	\$0	\$1,423,037
Nov-22	\$0	\$0	\$1,479,821
Dec-22	\$0	\$0	\$1,454,027
Jan-23	\$0	\$0	\$1,516,879
Feb-23	\$0	\$0	\$1,483,153
Mar-23	\$118,031	\$0	\$1,625,626
Apr-23	\$0	\$0	\$1,636,279
May-23	\$0	\$0	\$1,622,967
Jun-23	\$0	\$0	\$1,652,255



PENSION FUNDING STATUS

As of June 30, 2022, Zone 7 Water Agency's ACERA pension plan is funded as follows*:

Proportionate Share of Net Pension Liability (2.45%)	\$11.8 M
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Actuarially Determined Contribution (FY 21-22)	\$3.2 M
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Discount Rate	7.00%
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**Data from Agency's 2021-22 Annual Comprehensive Financial Report (ACFR)*

HIGHMARK CAPITAL MANAGEMENT INVESTMENT REVIEW

Zone 7 Water Agency

June 30, 2023

Presented by

Andrew Brown, CFA

Michael Wiehn, CFA

Economic and Market Forecast

June 2023

	2023 Assumptions
GDP	- 0.4% - +0.4%
S&P 500 Earnings	\$195 - \$205
Unemployment	4.5% - 5.2%
Core PCE Inflation	3.3% - 3.8%
Fed Funds Target	4.50% - 5.25%

Seelcted Period Performance
PARS/PRSP MODERATELY CONSERVATIVE HM
Account ***0104**
Period Ending: 6/30/2023

	3 Months	Year to Date (6 Months)	1 Year	Since Inception (23 Months)
Cash Equivalents	1.21	2.27	3.63	1.96
<i>Lipper Money Market Funds Index</i>	<i>1.21</i>	<i>2.30</i>	<i>3.70</i>	<i>1.99</i>
Total Fixed Income	-.12	2.85	.58	-5.70
<i>Bloomberg US Aggregate Bd Index</i>	<i>-.84</i>	<i>2.09</i>	<i>-.94</i>	<i>-6.52</i>
Total Equities	6.46	13.24	15.70	-2.11
Large Cap Funds	9.34	17.96	19.65	.23
<i>S&P 500 Composite Index</i>	<i>8.74</i>	<i>16.89</i>	<i>19.59</i>	<i>2.28</i>
Mid Cap Funds	4.77	9.10	15.02	-2.83
<i>Russell Midcap Index</i>	<i>4.76</i>	<i>9.01</i>	<i>14.92</i>	<i>-3.00</i>
Small Cap Funds	4.30	7.83	13.13	-4.52
<i>Russell 2000 Index</i>	<i>5.21</i>	<i>8.09</i>	<i>12.31</i>	<i>-6.92</i>
International Equities	2.35	9.31	12.02	-4.73
<i>MSCI EAFE Index</i>	<i>2.95</i>	<i>11.67</i>	<i>18.77</i>	<i>-1.61</i>
<i>MSCI EM Free Index</i>	<i>.90</i>	<i>4.89</i>	<i>1.75</i>	<i>-10.12</i>
REIT Funds	1.89	3.58	-3.47	-8.02
<i>Wilshire REIT Index</i>	<i>3.31</i>	<i>6.73</i>	<i>-.31</i>	<i>-6.18</i>
Total Managed Portfolio	1.77	5.68	4.92	-4.18

Performance Inception: 8/01/2021

Returns are gross of account level investment advisory fees and net of any fees, including fees to manage mutual fund or exchange traded fund holdings. Returns for periods over one year are annualized. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured, have no bank guarantee, and may lose value.

Asset Allocation - PARS/PRSP Moderately Conservative HM

As of June 30, 2023

Current Asset Allocation		Investment Vehicle	
Equity		Range: 20%-40%	28.70%
Large Cap Core	COFYX	Columbia Contrarian Core Inst3	2.73%
	VGIAX	Vanguard Growth & Income Adm	5.40%
Large Cap Value	DODGX	Dodge & Cox Stock	2.54%
	IVE	iShares S&P 500 Value ETF	1.16%
Large Cap Growth	HNACX	Harbor Capital Appreciation Retirement	1.59%
	IVW	iShares S&P 500 Growth ETF	1.61%
Mid Cap Core	IWR	iShares Russell Mid-Cap ETF	2.57%
Small Cap Value	UBVFX	Undiscovered Managers Behavioral Val R6	2.04%
Small Cap Growth	FGROX	Emerald Growth Institutional	2.04%
International Core	DFALX	DFA Large Cap International I	2.24%
International Value	DODFX	Dodge & Cox International Stock	0.81%
International Growth	MGRDX	MFS International Growth R6	0.80%
Emerging Markets	HHHFX	Hartford Schrodgers Emerging Mkts Eq F	2.22%
Real Estate	VNQ	Vanguard Real Estate ETF	0.94%
Fixed Income		Range: 50%-80%	66.61%
Short-Term	VFSUX	Vanguard Short-Term Investment-Grade Adm	6.38%
Intermediate-Term	DBLFX	DoubleLine Core Fixed Income I	17.36%
	DODIX	Dodge & Cox Income	17.45%
	PTRQX	PGIM Total Return Bond R6	17.44%
Government Bond Funds	GOVT	iShares US Treasury Bond ETF	3.99%
Mortgage Backed Securities	MBB	iShares MBS ETF	3.99%
Cash		Range: 0%-20%	4.69%
	FGXX	First Am Govt Ob Fd Cl X	4.69%
TOTAL			100.00%

ZONE 7 WATER AGENCY

For Period Ending June 30, 2023

LARGE CAP EQUITY FUNDS							
Fund Name	1-Month Return	3-Month Return	Year-to- Date	1-Year Return	3-Year Return	5-Year Return	10-Year Return
Columbia Contrarian Core Inst3	6.58	11.06	20.75	21.21	15.02	12.88	12.78
Vanguard Growth & Income Adm	7.16	8.50	15.52	18.31	14.72	11.92	12.74
Dodge & Cox Stock I	6.91	5.58	7.15	12.37	18.18	10.02	11.41
iShares S&P 500 Value ETF	6.86	6.60	12.06	19.78	16.58	10.39	10.33
Harbor Capital Appreciation Retirement	6.84	15.74	36.94	32.51	8.83	12.69	15.40
iShares S&P 500 Growth ETF	6.36	10.54	21.13	18.04	11.60	12.81	14.28
S&P 500 TR USD	6.61	8.74	16.89	19.59	14.60	12.31	12.86
MID CAP EQUITY FUNDS							
iShares Russell Mid-Cap ETF	8.33	4.73	8.94	14.79	12.32	8.31	10.15
SMALL CAP EQUITY FUNDS							
Undiscovered Managers Behavioral Val R6	7.38	-0.17	0.36	7.78	24.50	6.90	9.90
Emerald Growth Institutional	8.17	8.78	13.26	20.32	7.22	5.66	10.41
Russell 2000 TR USD	8.13	5.21	8.09	12.31	10.82	4.21	8.26
INTERNATIONAL EQUITY FUNDS							
Dodge & Cox International Stock I	7.02	4.31	10.72	14.70	12.78	4.88	5.33
DFA Large Cap International I	4.81	3.00	11.18	17.21	9.99	4.82	5.64
MFS International Growth R6	3.74	2.97	12.47	18.55	8.43	6.86	7.56
MSCI EAFE NR USD	4.55	2.95	11.67	18.77	8.93	4.39	5.41
Hartford Schrodgers Emerging Mkts Eq F	5.13	1.90	7.15	4.00	2.31	1.59	3.70
MSCI EM NR USD	3.80	0.90	4.89	1.75	2.32	0.93	2.95

Source: SEI Investments, Morningstar Investments

Returns less than one year are not annualized. Past performance is no indication of future results. The information presented has been obtained from sources believed to be accurate and reliable. Securities are not FDIC insured, have no bank guarantee and may lose value.

ZONE 7 WATER AGENCY

For Period Ending June 30, 2023

REAL ESTATE FUNDS							
Fund Name	1-Month Return	3-Month Return	Year-to- Date	1-Year Return	3-Year Return	5-Year Return	10-Year Return
Vanguard Real Estate ETF	5.56	1.64	3.44	-3.95	5.86	4.36	6.12
BOND FUNDS							
Dodge & Cox Income I	0.32	0.08	3.21	1.83	-1.76	2.02	2.55
DoubleLine Core Fixed Income I	-0.26	-0.59	2.95	-0.09	-2.48	0.59	1.88
PGIM Total Return Bond R6	0.14	0.00	3.17	0.71	-3.28	1.10	2.42
Vanguard Short-Term Investment-Grade Adm	-0.32	-0.12	1.76	1.58	-0.87	1.52	1.68
iShares US Treasury Bond ETF	-0.73	-1.34	1.92	-2.08	-4.85	0.35	0.87
iShares MBS ETF	-0.43	-0.69	1.92	-1.58	-3.76	-0.01	1.00
Bloomberg US Agg Bond TR USD	-0.36	-0.84	2.09	-0.94	-3.96	0.77	1.52

Source: SEI Investments, Morningstar Investments

Returns less than one year are not annualized. Past performance is no indication of future results. The information presented has been obtained from sources believed to be accurate and reliable. Securities are not FDIC insured, have no bank guarantee and may lose value.

June 30, 2023

Board of Directors
Zone 7 Water Agency
100 North Canyons Parkway
Livermore, CA 94551

Subject: **Scarlett Drive Mitigation Area Endowment Fund Annual Report**

Dear Board Members:

Pursuant to Resolution No. 21-06, dated February 3, 2021, the Board accepted an Endowment from Dublin Crossing, LLC, a Delaware Limited Liability Company ("Dublin Crossing", LLC) to manage mitigation portions of the Scarlett Drive/ Iron Horse Trail Extension Project ("Scarlett Drive Mitigation Area") project in perpetuity. This project relates to the 189-acre multi-phased Dublin Crossing (Boulevard) located in Dublin, which plans to construct approximately 2,000 residential units, 35 acres of parks, and a 12-acre elementary school. As part of the Boulevard Project, Zone 7 is reimbursing the developer for constructing the Camp Parks Regional Detention Basin and has also agreed with the developer and the City of Dublin ("Dublin"), to accept channel right-of-way within the development, the associated maintenance responsibilities, and will act as the Land Manager and Conservator for mitigated areas within the development in exchange for compensation.

Zone 7 retains the perpetual rights and obligations of management of Canal 2 as described in the Long-Term Management Plan, Dublin Crossing, dated November 4, 2020, and as established by the Covenants and Deed Restrictions for the Scarlett Drive Mitigation Area. Dublin is the sponsor of the project referred to Scarlett Drive Mitigation Area.

Dublin desires to provide mitigation for Scarlett Drive Mitigation Area project by restoration and preservation of segments of Canal 2. Dublin has requested Zone 7 serve as the Land Manager and provide mitigation. Mitigation consists of removal of concrete lining and riprap, re-contouring of the banks and substrate of the canal, and planting of native riparian vegetation for a total of 0.79 acres (691 linear feet) of Canal 2, restored to mitigate for impacted wetland canal, wetland basin, and wetland drainage ditch.

As a consideration of Zone 7 to accept the maintenance and long-term management responsibilities of Scarlett Drive Mitigation Area and the Restoration and preservation of

segments of Canal 2, Dublin Crossing, LLC., contributed THREE HUNDRED AND EIGHTY THOUSAND DOLLARS (\$380,000) (the "Endowment").

The Endowment is calculated based on estimated management and maintenance costs for 47 years and is based on 30-Year Treasury Bill Index and the San Francisco Bay Area Consumer Price Index.

Under the Endowment Agreement, Zone 7 management of the Scarlett Mitigation Area within Canal 2 begin after an initial 10-Years where the Developer ("Dublin Crossing, LLC.") will maintain the Scarlett Drive Mitigation Area and then Zone 7 assumes maintenance and long-term management responsibilities. There will be no expenditures until after 10-years.

As of June 30, 2023, the endowment held \$386,237 of which \$6,237 is investment income earned. The current rate of return of the portfolio is 2.67%. The Endowment's investment is included as part of the Agency Investment Portfolio as presented in item no. 2 of the Finance Committee agenda.

Market value amounts are from PFM Asset Management which provides investment management services for the Agency. US Bank provides the Agency custody services. Book value amounts include premiums or discounts and are adjusted at year end on the general ledger.

Sincerely,

DocuSigned by:

Osborn Solitei

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Osborn Solitei,
Treasurer

c: Valerie Pryor, General Manager