

V. A.

DEL PUERTO WATER DISTRICT 2022 - 2023 BUDGET EXECUTIVE COMPENSATION REPORT

Description		2022-23 Total
Gross Pay		
General Manager		\$248,686
Medicare	1.45%	\$3,573
SUI (\$7000/max wages)	1.50%	\$105
ETT (\$7000/max wages)	0.10%	\$7
Worker's Compensation		\$1,632
Medical		\$27,905
Dental - Actives		\$1,786
Vision - Actives		\$207
EAP - Actives		\$29
CalPERS Cont. Classic	10.880%	\$26,793
CERBT Expense		\$6,105
Total Taxes & Benefits		\$68,141
Vehicle		\$6,000
Cell Phone		\$1,104
Total Other Benefits		\$7,104
Total Payroll Expense		\$323,931

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**DEL PUERTO WATER DISTRICT
2022 - 2023 BUDGET
EXECUTIVE COMPENSATION REPORT**

Description	2022-23 Total	
Gross Pay		
Deputy General Manager - Water Operations		\$153,360
Medicare	1.45%	\$2,201
SUI (\$7000/max wages)	1.50%	\$105
ETT (\$7000/max wages)	0.10%	\$7
Worker's Compensation		\$7,011
Medical		\$27,905
Dental - Actives		\$1,786
Vision - Actives		\$207
EAP - Actives		\$29
CalPERS Cont. PEPRA	7.590%	\$11,399
CERBT Expense		\$6,105
Total Taxes & Benefits		\$56,754
Vehicle		\$6,000
Cell Phone		\$1,104
Total Other Benefits		\$7,104
Total Payroll Expense		\$217,218

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**DEL PUERTO WATER DISTRICT
2022 - 2023 BUDGET
EXECUTIVE COMPENSATION REPORT**

Description	2022-23 Total	
Gross Pay		
Deputy General Manager - Water Resources		\$130,435
Medicare	1.45%	\$1,874
SUI (\$7000/max wages)	1.50%	\$105
ETT (\$7000/max wages)	0.10%	\$7
Worker's Compensation		\$5,963
Medical		\$0
Dental - Actives		\$1,054
Vision - Actives		\$207
EAP - Actives		\$29
CalPERS Cont. PEPRA	7.590%	\$9,707
CERBT Expense		\$6,105
Total Taxes & Benefits		\$25,050
Vehicle		\$6,000
Cell Phone		\$1,104
Total Other Benefits		\$7,104
Total Payroll Expense		\$162,589

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V.B.

RESOLUTION AUTHORIZING AN APPLICATION TO THE BUREAU OF RECLAMATION'S WATERSMART GRANT: SMALL-SCALE WATER EFFICIENCY PROJECTS FOR FY 2022

WHEREAS, the District desires to implement a real-time flow monitoring system to allow customers and the District to track groundwater use throughout its service area to accomplish the monitoring goals of its Water Management Plan and Groundwater Sustainability Plan, as well as, minimize impacts of ongoing and future droughts to water users in the District service area. The District desires to obtain a grant from the Bureau of Reclamation's WaterSMART Grants Program for such purposes.

NOW, THEREFORE, BE IT RESOLVED, as follows:

1. That, after review, the Board approves of the technical proposal titled "Del Puerto Water District Groundwater Well Remote Telemetry Program".
2. That the District submit an application to the Bureau of Reclamation for a grant to be funded from the WaterSMART Grant: Small-Scale Water Efficiency Projects for FY 2022, for the aforementioned proposal.
3. That the District provide the additional funding specified in the funding plan of the proposal.
4. That the District will work with Reclamation to meet the established deadlines for entering into a cooperative agreement.
5. That Adam Scheuber, Deputy General Manager – Water Resources for the District, is hereby authorized and directed to sign and file such application with the Bureau of Reclamation.

BE IT FURTHER RESOLVED:

That Anthea G. Hansen, General Manager of the District, is hereby authorized to execute the resultant grant funding agreement, and any amendments thereof, for the purpose of securing grant funds.

PASSED AND ADOPTED this 20th day of April, 2022 at a special meeting of the Board of Directors.

William Koster, President

Attest:

Anthea G. Hansen, Secretary

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I HEREBY CERTIFY that the foregoing is the resolution of said District as duly passed and adopted by said Board of Directors at a meeting thereof duly called and held on this 20th day of April, 2022.

Anthea G. Hansen, Secretary



V.C.

California Public Employees' Retirement System
P.O. Box 942715 | Sacramento, CA 94229-2715
888 CalPERS (or 888-225-7377) | TTY: (877) 249-7442
www.calpers.ca.gov

Financial

Circular Letter

March 30, 2022

Circular Letter: 200-027-22

Distribution: VI

To: All Contracting Public Agencies
Subject: Save 3.5% Interest Through a UAL Lump-Sum Prepayment

Purpose

The purpose of this Circular Letter is to inform you about the option of prepaying your annual unfunded actuarial liability (UAL) to save 3.5% interest.

Save 3.5% Interest by Prepaying Annual UAL in July

Springtime is the budget planning season for many public agencies, and we want to make sure you are aware of this cost-saving option available to all California Public Employees' Retirement System (CalPERS) contracting agencies. If you make a lump-sum prepayment of your annual UAL in July, we will credit your plan with a 3.5% interest savings. When your contributions are invested early in the fiscal year it gives a better chance of maximizing potential investment returns throughout the remainder of the year. Last year, nearly 70% of our contracting agencies took advantage of this incentive and saved money. We want to make sure you are aware of this option while planning your budget. **This incentive is exclusive to the month of July.**

Find Your Prepayment Amount

There are two ways to find your lump-sum prepayment amount. You can view your agency's most recent actuarial valuation report on the CalPERS website. The annual UAL prepayment amount is found on page 4 under required contributions. Or you can contact your assigned actuary.

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Payment Method	Payment Instructions	Due Date
Wire Transfer	<p>Bank Name: Bank of America Sacramento Main</p> <p>Address: 555 Capitol Mall, Suite 765, Sacramento, Ca 95814</p> <p>ABA/Routing Number: 0260-0959-3</p> <p>Account Number: 01482-80005</p> <p>Information Text: For credit to: State of CA, CalPERS</p> <p>Identify your:</p> <ul style="list-style-type: none"> • Agency name • myCalPERS ID • Rate Plan ID • Receivable ID • Reason for payment (UAL) 	<p>Wires must settle no later than Friday, July 29, 2022.</p> <p>To ensure timely crediting to your account, any individual wire totaling more than \$5,000,000 will require a 72-hour notice by emailing both <u>FCSD Public Agency Wires</u> and your assigned actuary. Attach your UAL invoice to the email.</p>

Additional Resources

For additional information on EFT/ACH payment options, refer to the [myCalPERS Electronic Funds Transfer Student Guide \(PDF\)](#) located on the CalPERS website.

Questions

If you have any questions, call the CalPERS Customer Contact Center at **888 CalPERS** (or **888-225-7377**).

Michele Nix, Controller
 Financial Reporting & Accounting Services Division



DEL PUERTO WATER DISTRICT

STAFF REPORT/ACTION ITEM REQUEST

BOD Meeting Date: May 18, 2022

Title: 2022 CalPERS Annual Unfunded Actuarial Liability Prepayment Option

Background Information: Annual CalPERS contributions are made up of two components: Normal Cost and the Unfunded Actuarial Liability (UAL). The Normal Cost represents the actuarial present value of benefits that are attributed to the current year, and is collected as a percentage of payroll. UAL represents the actuarial present value of benefits that CalPERS will fund that are attributed to prior years. Beginning with FY 2020, CalPERS collects this component as set dollar amount. The District can only prepay the UAL portion of the CalPERS payments, and cannot prepay Normal Cost contributions.

Issues for Consideration/Discussion: The following payment options for the UAL are available: pay the UAL on a monthly basis or pay a discounted annual UAL amount at the beginning of the fiscal year. The monthly UAL payment option for FY 2022 will total \$71,166. The prepayment option would require a \$68,799 payment at the beginning of the fiscal year, resulting in a \$2,367 (3.4%) reduction in FY 2022 UAL payment amounts.

The UAL annual prepayment is simply an alternative to twelve monthly payments, which provides a discount of one-half year of interest at the assumed rate of return (currently 6.80%).

Staff Recommendation: Authorize General Manager to prepay California Public Employees Retirement System Annual Unfunded Actuarial Liability contributions for Fiscal Year 2022-23.

Budget Action Requirement (if applicable): The District would attain a cost savings of \$2,367, which equates to a 3.4% rate of return unattainable through our investments.

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Required Employer Contributions

	Fiscal Year
Required Employer Contributions	2022-23
Employer Normal Cost Rate	10.87%
<i>Plus</i>	
Required Payment on Amortization Bases ¹	\$68,496
<i>Paid either as</i>	
1) Monthly Payment	\$5,708.00
<i>Or</i>	
2) Annual Prepayment Option*	\$66,218
<p><i>The total minimum required employer contribution is the sum of the Plan's Employer Normal Cost Rate (expressed as a percentage of payroll and paid as payroll is reported) plus the Employer Unfunded Accrued Liability (UAL) Contribution Amount (billed monthly (1) or prepaid annually (2) in dollars).</i></p> <p><i>* Only the UAL portion of the employer contribution can be prepaid (which must be received in full no later than July 31).</i></p>	

	Fiscal Year	Fiscal Year
	2021-22	2022-23
Development of Normal Cost as a Percentage of Payroll		
Base Total Normal Cost for Formula	17.25%	17.24%
Surcharge for Class 1 Benefits ²		
a) FAC 1	0.54%	0.55%
Phase out of Normal Cost Difference ³	0.00%	0.00%
Plan's Total Normal Cost	17.79%	17.79%
Formula's Expected Employee Contribution Rate	6.91%	6.92%
Employer Normal Cost Rate	10.88%	10.87%

¹ The required payment on amortization bases does not take into account any additional discretionary payment made after April 30, 2021.

² Section 2 of this report contains a list of Class 1 benefits and corresponding surcharges for each benefit.

³ The normal cost change is phased out over a five-year period in accordance with the CalPERS contribution allocation policy.

Required Employer Contributions

	Fiscal Year
Required Employer Contributions	2022-23
Employer Normal Cost Rate	7.47%
<i>Plus</i>	
Required Payment on Amortization Bases¹	\$2,670
<i>Paid either as</i>	
1) Monthly Payment	\$222.50
<i>Or</i>	
2) Annual Prepayment Option*	\$2,581
<p><i>The total minimum required employer contribution is the sum of the Plan's Employer Normal Cost Rate (expressed as a percentage of payroll and paid as payroll is reported) plus the Employer Unfunded Accrued Liability (UAL) Contribution Amount (billed monthly (1) or prepaid annually (2) in dollars).</i></p> <p><i>* Only the UAL portion of the employer contribution can be prepaid (which must be received in full no later than July 31).</i></p>	

	Fiscal Year	Fiscal Year
	2021-22	2022-23
Development of Normal Cost as a Percentage of Payroll		
Base Total Normal Cost for Formula	14.34%	14.22%
Surcharge for Class 1 Benefits ²		
None	0.00%	0.00%
Phase out of Normal Cost Difference ³	0.00%	0.00%
Plan's Total Normal Cost	14.34%	14.22%
Plan's Employee Contribution Rate ⁴	6.75%	6.75%
Employer Normal Cost Rate	7.59%	7.47%

¹ The required payment on amortization bases does not take into account any additional discretionary payment made after April 30, 2021.

² Section 2 of this report contains a list of Class 1 benefits and corresponding surcharges for each benefit.

³ The normal cost change is phased out over a five-year period in accordance with the CalPERS contribution allocation policy.

⁴ For detail regarding the determination of the required PEPPRA employee contribution rate see Section on PEPPRA Member Contribution Rates.

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P. O. Box 1596 • Patterson, CA 95363

(209) 892-4470 • FAX: (209) 892-4469

GROUNDWATER EXTRACTION WELL METERING POLICY

WHEREAS, it is the District's purpose to serve and protect the agricultural water supply interests of its landowners; and

WHEREAS, the District is a member of the DM-II Groundwater Sustainability Agency (GSA), and the Sustainable Groundwater Management Act of 2014 (SGMA) requires GSAs to sustainably manage groundwater in all basins designated by the Department of Water Resources ("DWR") as a medium or high priority, including the Delta-Mendota Subbasin (designated basin number 5-22.07); and

WHEREAS, pursuant to SGMA, the DM-II GSA has developed and adopted a Groundwater Sustainability Plan (GSP) for the Subbasin, and has submitted the GSP to DWR for review; and

WHEREAS, the District undertakes necessary and proper actions using its authority under SGMA and the District's enabling statute, the California Water District Law, to ensure that its water supplies are put to reasonable and beneficial use; and

WHEREAS, the District is authorized under SGMA (including sections 10725.2, 10725.6, and 10725.8 of the California Water Code) and required under the DM-II GSA GSP, to accurately track and submit groundwater extraction data by all users within District boundaries on an annual basis.

NOW THEREFORE, the Board of Directors hereby adopts the following policy statements with regard to the collection and submittal of groundwater extraction data:

1. Registration. The owner of any Groundwater Extraction Well within the District's boundaries must register that Groundwater Extraction Well with the District.

- a. Registration will include, but may not be limited to, the location of the well, the depth of the screens, the size of the bore hole, the size of the motor, and the current metering status.
- b. Registration of an existing Groundwater Extraction Well must be completed within 270 days of adoption of this Rule on a written form provided by the District.
- c. Registration must be updated in writing within thirty (30) days of any change to an existing Groundwater Extraction Well.
- d. A new registration must be completed within thirty (30) days of construction of a new Groundwater Extraction Well.

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2. Meter Requirement The owner of every Groundwater Extraction Well within the District's boundaries must measure use of that Groundwater Extraction Well by a volumetric measuring device (Meter) satisfactory to the District.

- a. Meters must be installed on all Groundwater Extraction Wells by January 1st, 2023.
- b. Meters shall measure all flowrate in gallons per minute or cubic feet per second.
- c. Meters shall measure all total extractions in acre-feet.
- d. District may accept other devices that measure flow rate and totalized volume, on a per case basis approved in writing prior to installation by the General Manager.

3. Access. The Meter shall be installed in a manner that makes it reasonably accessible for inspection, reading, and testing. Authorized District staff shall have the right to enter upon any property at all reasonable times to make inspections and tests for the purpose of enforcement and administration of this Policy. If the property is unoccupied, a reasonable effort will be made to locate the owner or other person having charge or control of same.

4. Costs. All costs associated with the purchase, installation, and maintenance of the Meter shall be borne by the owner of each Groundwater Extraction Well. The Meters shall be installed by the owner or operator of the Groundwater Extraction Well, or at the discretion of the owner or operator, by District staff.

5. Annual Reporting. No later than [insert month and day] of each year, the owner or operator of a Groundwater Extraction Well within the District shall submit annual extraction data to the District summarizing the total extraction in acre-feet of groundwater from the Groundwater Extraction Well during the previous water year.

6. Maintenance. The owner of the Groundwater Well is responsible to maintain the Meter, which includes proper servicing and calibration, as needed, by a qualified service person.

7. Exclusion. This Rule does not apply to De Minimis Extractors, defined by SGMA as a person who extracts, for domestic purposes, two (2) acre-feet or less per year.

Adopted and Approved: May 18, 2022