

AGENDA STAFF REPORT



MEETING NAME: REGULAR BOARD MEETING
MEETING DATE(S): APRIL 16 & 20, 2026
FROM: BRIAN MACY – GENERAL MANAGER
FOR: ACTION X DIRECTION _____ INFORMATION _____

RESOLUTION 2026-03 AUTHORIZING THE GENERAL MANAGER TO SIGN AND EXECUTE AGREEMENTS AND NECESSARY SUPPORTING DOCUMENTS WITH THE STATE WATER RESOURCES CONTROL BOARD FOR THE CONSOLIDATION OF THE CVWD ID-8 DOMESTIC WATER SYSTEM

STAFF RECOMMENDATION

It is recommended to adopt Resolution No. 2026-03 and authorize the General Manager to sign and execute agreements and necessary supporting documents with the State Water Resources Control Board for the consolidation of the CVWD ID-8 Domestic Water System.

SUMMARY

CVWD’s ID-8 domestic water system operates independently from CVWD’s main domestic water system, and all four wells exceed the State of California’s standard for hexavalent chromium (Cr-6). Treatment and/or consolidation into CVWD’s main domestic water system would be extremely cost intensive resulting in a significant financial impact on the ID-8 ratepayers. As an alternative, CVWD has suggested a connection to MSWD’s main domestic water system which could potentially provide water without exceeding the Cr-6 standard; however, treatment facilities would still need to be constructed for the four ID-8 wells in addition to capital improvements for some of the older assets in the ID-8 system. MSWD has received a Letter of Intent from CVWD providing their support and cooperation for the consolidation project and the grant application process. Consolidation of CVWD’s ID-8 system into MSWD’s main system is contingent on award of the subject grant funding from the State Water Resources Control Board, LAFCO’s approval of CVWD’s Divestiture Application, and approval of Annexation by MSWD Board of Directors.

ANALYSIS

The four wells serving CVWD’s ID-8 domestic water system have Cr-6 contaminant levels between 10.4 and 12.5 micrograms per liter (ug/L) which exceeds the State of California maximum contaminant level standard of 10.0 ug/L. Achieving compliance with state standards is estimated to cost CVWD \$25 million. Impacts could reach up to \$85 per month for each customer. At CVWD’s suggestion, MSWD intends to apply for grant funding from the State Water Resources Control Board in the amount of \$25 million for the planning, design, and construction of Cr-6 well treatment facilities, and an additional \$25 million for the capital improvements for the ID-8 system, for a total grant request of \$50 million.

FINANCIAL DATA		
Cost Associated with this action:	\$0	
Current FY cost:	N/A	
Future FY cost:	N/A	
Is it covered in current year budget:	YES <input checked="" type="checkbox"/>	NO <input type="checkbox"/>
Budget adjustment needed:	YES <input type="checkbox"/>	NO <input checked="" type="checkbox"/>
If yes, year needed:	N/A	
All previous contracts including dates, amounts and board approvals are attached or have been made available.		
FUNDING SOURCES		
Source of funds:	General Fund	
BID/Job#	11878	
Current BID/Job balance	N/A	
Balance remaining if approved:	N/A	

FISCAL IMPACT & STRATEGIC PLAN IMPLEMENTATION

This action is consistent with Strategic Plan SMART Goal 2 related to Water Supply, Sub-Goal 2.1 ensure excellence in regulatory compliance.

ATTACHMENTS

- Attachment 1. CVWD Letter of Intent
- Attachment 2. Resolution No. 2026-XX