

# BUDGET IN BRIEF

FISCAL YEAR  
2024-25



LAS VIRGENES MUNICIPAL  
WATER DISTRICT



**OUR VISION**  
Valuing Every Drop -  
Bringing Water  
Full Circle




**OUR MISSION**  
Dedicated to Providing  
High Quality Water  
Service in a Cost-  
Effective and  
Environmentally  
Sensitive Manner.



**OUR VALUES**  
Integrity  
Respect  
Commitment  
Responsibility  
Collaboration  
Leadership



**OUR COMMITMENTS**



High level of Customer Satisfaction



Transparency and Community Engagement



Highly Effective Workforce



Maximum Reuse and Resource Recovery



Sound financial Management



Reliable Water Supply and Service



Sound planning and appropriate investment



Innovative and Efficient Operations



Protection of Public Health and the Environment



Safe, High Quality Water



**Las Virgenes Municipal Water District  
Fiscal Year 2024-25 / 2025-26  
Board of Directors**



Jay Lewitt  
President  
Director,  
Division 5



Leonard E. Polan  
Vice President  
Director,  
Division 4



Andy Coradeschi  
Treasurer  
Director,  
Division 2



Gary Burns  
Secretary  
Director  
Division 3



Charles Caspary  
Director,  
Division 1

**Executive Team**

David Pedersen, P.E. - General Manager  
W. Keith Lemieux - Counsel  
Joe McDermott, P.E. - Assistant General Manager  
Eric Schlageter, P.E. - Interim Director, Facilities and Operations  
Donald Patterson, CPFO CCMT - Director, Finance and Administration

**Management Team**

**Engineering and External Affairs**

Ursula Bosson, Customer Service Manager  
Mike McNutt, Public Affairs & Communications Manager  
Craig Jones, Resource Conservation Manager

**Facilities and Operations**

Veronica Hurtado, Water Reclamation Manager  
Darrell Johnson, Water Systems Manager  
Jim Korkosz, Facilities Operations Manager

**Finance and Administration**

Sophia Crocker, Human Resource Manager  
Ivo Nkwenji, Information Systems Manager  
Brian Richie, Finance Manager

**Customer Service - 818.251.2200**  
**After hours emergency - 818.251.2100**  
**Construction & Drought Hotline - 818.251.2180**

**Rancho Las Virgenes Composting Facility**  
**Free Compost & Recycled Water Pickup**  
**Saturdays 8 a.m. to 1 p.m.**

Board meetings are scheduled at  
9 a.m. on the first and third Tuesday  
of each month.

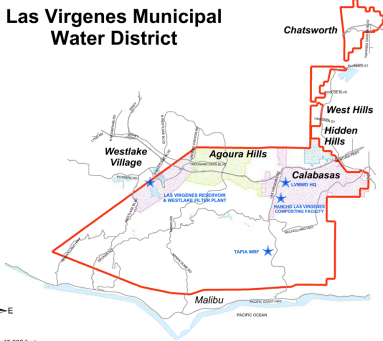
Las Virgenes - Triunfo JPA meets  
first Monday of the month at 5 p.m.

Check the website for meeting and  
agenda information.

You may direct  
communications to LVMWD  
Board members  
by sending an e-mail to:  
board@LVMWD.com

## Who Are We?

Las Virgenes Municipal Water District (LVMWD) is a California Special District formed by local residents in 1958 to secure a reliable source of high-quality water for the portion of Los Angeles County located between the City of Los Angeles boundary at the west end of the San Fernando Valley, to the Ventura County line to the west and north, and south to the Malibu city limit. The District was created during a drought that saw local wells run dry. LVMWD rose from a grassroots effort to find a water supply without annexing to the City of Los Angeles. Upon its creation by voters, the District sought, and ultimately achieved annexation to the Metropolitan Water District of Southern California, which is currently the only source of potable water to LVMWD’s 122 square-mile service area.

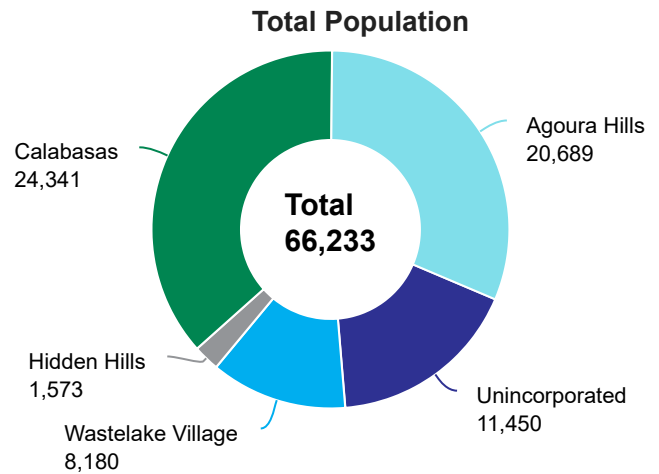


## DEMOGRAPHICS



Median Age

**45.6**



## EDUCATION



High School Graduates

**95.9%**



College Degrees

**67.8%**



## EMPLOYMENT & ECONOMY



Total Personal Income (in thousands)

**\$4,510,983**



Per Capita Income

**\$99,733**



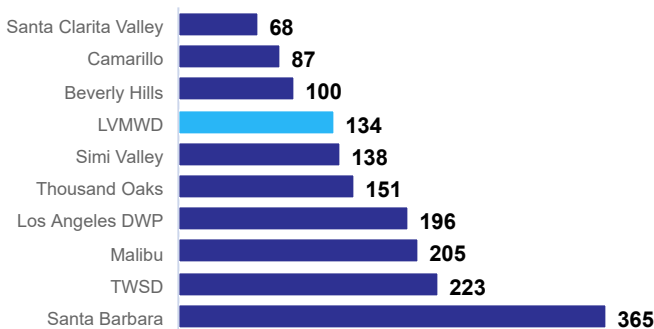
Unemployed

**5.4%**

## HOW DO WE COMPARE?

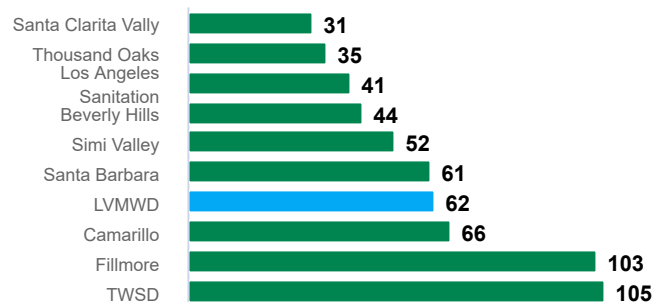
### Water Rates Comparison with Neighboring Communities

(Monthly bills based on LVMWD average water consumption = 26 hcf/month)



### Sanitation Rates Comparison with Neighboring Communities

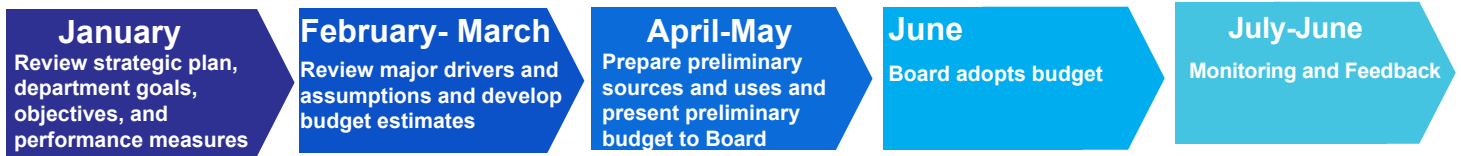
(Monthly bill based on LVMWD average of 3 residents/household and similar indoor water consumption estimates)



## What is the Agency's Budget?

LVMWD's budget sets forth a strategic resource allocation plan to fund services and infrastructure. The budget is comprised of an operating budget, which forecasts the Agency's expenditures and revenues for the upcoming year, and a capital improvement plan, which shows the financial plans for long-term capital improvements, facilities, and equipment. The fiscal year of LVMWD begins on July 1st of each year and ends on June 30th of the following year.

## What is the Annual Budget Timeline?



## Las Virgenes Municipal Water District Strategic Plan

Developed in 2016, the Strategic Plan describes LVMWD's strategy to address the opportunities, challenges and needed investments likely to arise in the next 20 years. The plan provides the basis for making decisions and allocating resources to ensure consistent direction moving forward. The Strategic Plan is intended to be a high level document containing broad goals.

Specifically, the Strategic Plan is designed to meet the following objectives:

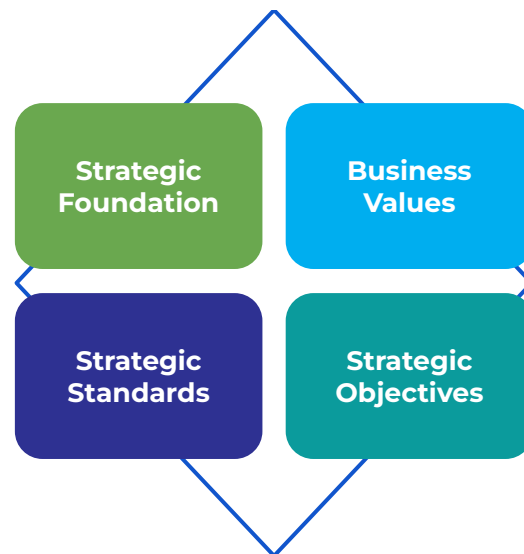
- ▶ Set a clear path forward for LVMWD, building on its mission and vision.
- ▶ Identify and address the opportunities, challenges and needed investments likely to arise during the next 20 years.
- ▶ Provide a high-level framework for making decisions on the allocation of resources.
- ▶ Prepare LVMWD for the future.
- ▶ Establish service commitments for LVMWD's customers.
- ▶ Implement a standards-based approach to meet service commitments.
- ▶ Establish values for conducting LVMWD's business and interacting with others.
- ▶ Identify strategic objectives for action.
- ▶ Describe a process for reviewing and updating

**Strategic Foundation** – The strategic foundation consists of LVMWD's mission, vision and behavioral values. The mission describes our purpose or what we do. The vision describes what we want to be, or be known for, in the future. The behavioral values describe how we conduct our business and interact with others. Together, the mission, vision and behavioral values provide the foundation for all of LVMWD's activities, both now and well into the future.

**Business Values** – The business values describe the commitments LVMWD makes to its customers. Examples include transparency and community engagement, reliable water supplies and service, and sound financial management. Business values provide fundamental focus areas for the organization.

**Strategic Objectives** – The strategic objectives describe the major undertakings planned to address the significant opportunities, challenges or needed investments likely to arise in the next 20 years. Strategic objectives are not intended to address tasks that are part of normal utility operations.

**Strategic Standards** – Standards are simply rules or service levels that put the business values in operational terms.



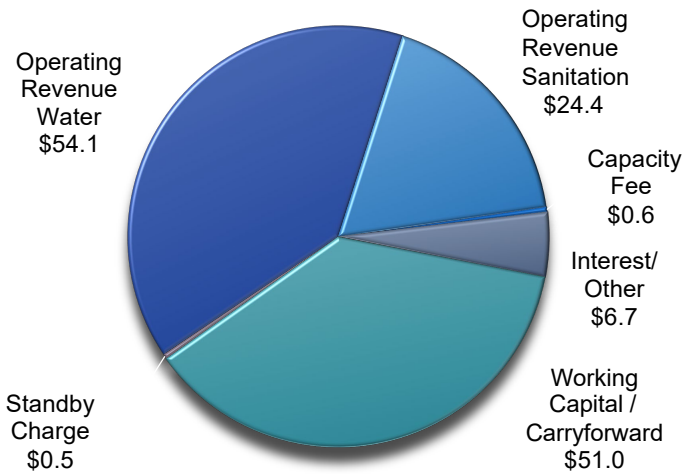
## Budget Overview

Las Virgenes Municipal Water District is fiscally strong and positioned to cope well with fluctuations in the economy and to provide greater flexibility on budgetary issues. The District resolves to be ready to balance revenues and expenses and continue to maintain the high level of service expected by the citizens it serves. The Fiscal Year (FY) 2024-2025 budget presents a responsible financial strategy. The priority for this fiscal years budget is to maintain quality service while observing prudent spending practices.

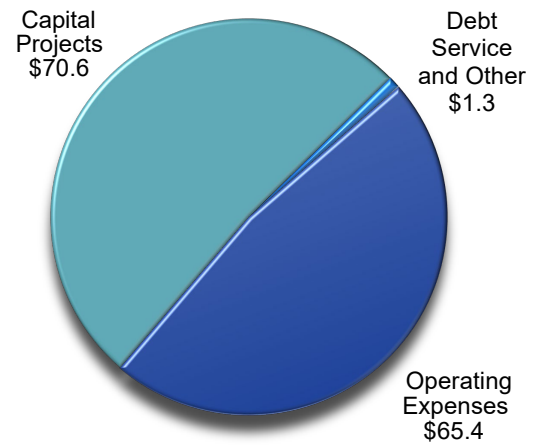
The adopted budget includes \$137.3 million for Fiscal Year (FY) 2024-25, an increase of \$41.4 million or 43.2% over FY 2023-24 budget of \$95.9 million.

The total operating budget for FY 2024-25 is \$65.4 million, an increase of \$7.03 million or 12.0% over FY 2023-24. FY 2024-25 Budgeted Capital Improvements total \$70.6 million.

**Fiscal Year 2024-25  
Sources of Funds  
\$137.3 million**



**Fiscal Year 2024-25  
Uses of Funds  
\$137.3 million**



***The Budget in Brief is meant to provide a simplified overview of LVMWD's complete budget document; it includes highlights and breakdown of revenue and expenditures.***

## Operating Budget

	FY22-23 Actual	FY23-24 Budget	FY23-24 Est Actual	FY24-25 Budget
<b>OPERATING REVENUES</b>	<b>\$ 64,685,981</b>	<b>\$ 71,491,074</b>	<b>\$ 67,327,982</b>	<b>\$ 78,585,568</b>
Source of Supply	19,428,146	25,847,612	21,236,247	25,444,586
Purchased Services	15,189,089	15,767,334	15,152,514	16,405,102
Operating Expenses	3,081,599	3,352,184	3,086,648	3,384,824
Maintenance Expenses	1,623,884	1,818,337	1,331,146	2,794,884
Specialty Expenses	409,249	591,879	433,216	509,876
Resource Conservation	620,891	1,111,000	506,234	1,164,357
Administrative Expenses	12,764,237	14,704,580	11,373,006	15,735,285
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 53,117,095</b>	<b>\$ 63,192,926</b>	<b>\$ 53,119,011</b>	<b>\$ 65,438,915</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>\$ 11,568,886</b>	<b>\$ 8,298,148</b>	<b>\$ 14,208,971</b>	<b>\$ 13,146,653</b>



## Capital Improvement Projects



**Pure Water Project Las Virgenes – Triunfo** - The Pure Water Project relies on indirect potable reuse, a water supply strategy now adopted by many cities and water agencies in California and across the United States to provide local, reliable water. The ultimate, full-scale project will minimize the discharging of usable recycled water into Malibu Creek and instead will convert this resource into a viable source for potable, locally-produced water. The full-scale project involves the construction of several pipelines and an advanced treatment plant that will convert recycled water into pure drinking water. The Pure Water Project creates an affordable and reliable local water supply that will be cost-competitive with imported water, help stabilize water rates, safeguard the local economy and significantly reduce the uncertainty of supply associated with importing water due to climate change and long-term and reoccurring drought conditions. The project will require public participation and acceptance, regional leadership, and the funding to move from concept to reality.

**Cornell Pump Station Upgrades** - Pump station improvements to provide additional reliability and redundancy at a critical facility in the District's backbone potable water system. The improvements will replace the existing natural gas engine, electric motor, two pumps and emergency generator. This project will address deteriorating equipment, install a bypass line, plus update electrical and HVAC components in the pump station. These upgrades collectively provide added security that the pump station will deliver water in both the west-east or east-west directions, during planned and unplanned water system outages.

**Tapia Flow Equalization** - This project consists of the development of a preliminary design report to evaluate the storage and conveyance of Tapia primary effluent to help store and equalize the diurnal peak flows that Tapia sees between dry and wet weather events. This maximizes effluent available for the AWT and also improves and provides consistent water quality for the feed water to the AWT.

**Jed Smith/McCoy Water Tanks** - Condition assessment, inspection, and rehabilitation of the Jed Smith and McCoy Potable Tanks. Rehabilitation work will include any upgrades needed to the steel tanks, deteriorated valves, piping, and other items associated with the tanks. The interior and exterior coating will be rehabilitated as needed.

**Lindero Canyon/Agoura Road Potable Main Relocation** Environmental investigation of extent of soil contamination within the intersection of Lindero Canyon Road & Agoura Road, and its potential effects on the District's potable main. Relocate and/or replace the potable main as needed.

**Twin Lakes Pump Station Pipeline Project** - The new pipeline is part of the District's strategy to increase water reliability by providing additional water supply to the Twin Lakes service area. The Twin Lakes Pump Station is currently supplied via the District's LV-3 interconnection with Metropolitan Water District of Southern California (MWD) West Valley Feeder No.2. Once design and easements are complete, a new 16-inch pipeline will be installed to connect to an existing 30 inch water transmission main, which is supplied by MWD's West Valley Feeder No.2 via LV-1. The pipeline will be used to provide additional capacity to the pump station.

Enterprise Fund	FY24-25 Budget
Potable Water	\$ 25,165,744
Recycled Water	\$ 2,290,944
Sanitation	\$ 43,179,147
<b>Total CIP</b>	<b>\$ 70,635,835</b>

