

RESOLUTION NO. 2025-02

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CHINO BASIN
WATER CONSERVATION DISTRICT AUTHORIZING THE TRANSFER OF
FUNDS BETWEEN FISCAL YEAR 2024-2025 BUDGET
APPROPRIATIONS AND RESERVE FUNDS**

WHEREAS, the Chino Basin Water Conservation District (“the District”) is a water conservation district located organized and operating pursuant to California Water Code Section 74000 et seq.;

WHEREAS, Article XIII B, Section 5, of the California Constitution states that each entity of government can establish contingency, emergency, reserve, or similar funds as it deems reasonable and proper;

WHEREAS, it is fiscally responsible to set aside cash reserves to prepare for planned and unexpected expenses in the future.

NOW THEREFORE, THE BOARD OF DIRECTORS OF THE CHINO BASIN WATER CONSERVATION DISTRICT HEREBY DECLARES AS FOLLOW:

Section 1. Created

The reserve funds set forth in Section 3 are hereby created. The General Manager shall establish and maintain the reserve funds in accordance with the District’s Reserve Policy. All dollar amounts indicated are 2025 dollars.

Section 2. Utilization.

The reserve funds created will be utilized for the specific purposes set forth in this Resolution. With this Resolution, the Board of Directors is directing \$768,100 in FY 2024 – 2025 unspent budget appropriations to be reallocated to the reserve funds set in Section 3.

Section 3. Funds.

- A. 30027 District Facilities. Reserves will be used for making improvements and major repairs to the District’s Waterwise Community Center campus at 4594 San Bernardino Street, Montclair, CA. This reserve fund may also be drawn down for planned building and facilities expenditures are made.
- B. 30012 Major Structural Failures/Emergency. Reserves will be used to provide for recovery from natural disasters, such as earthquakes, floods, fire and other catastrophic events. It would also allow the District to fund emergency repairs

caused by structural failures or any other unexpected damage to District infrastructure.

- C. 30022 Recharge/Basin Improvements. Reserves will be used for the replacement of a major component of groundwater recharge infrastructure (e.g. basin rehabilitation), for changes in the infrastructure required to meet new regulatory mandates, or for the planned replacement of assets where the cost of the replacement is greater than the current revenue available.
- D. 30020 Pension Liability. Reserves will be used to ensure the District can meet its long-term retirement benefit commitments to employees, even in times of economic uncertainty or budget constraints.
- E. 30025 Compensated Absences. Reserves will be used to cover the financial obligations associated with accrued employee leave, such as vacation and sick time. The reserve fund ensures the District has sufficient resources to pay out earned but unused leave when employees take time off or separate from employment.
- F. 30026 Operating Reserves. The operating reserve serves as dynamic role and will be reviewed and adjusted in response to internal and external changes to ensure financial solvency of the District.

\$768,100 UNASSIGNED RESERVE FUND REALLOCATION			
	Current Balance	Allocation Amount	New Balance
30027 District Facilities Reserve	\$300,000	\$768,100	\$1,068,100
30012 Major Structural Failures/Emergency	\$2,350,000	0	\$2,350,000
30022 Recharge/Basin Improvements	\$2,650,000	0	\$2,650,000
30020 Pension Liability	\$777,962	0	\$777,962
30025 Compensated Absences	\$80,551	0	\$80,551
30026 Operating Reserves	\$2,202,000	(3,000)	\$2,199,000
31000 Unassigned	\$5,962,790	0	\$5,962,790
TOTAL	\$14,323,303	\$765,100	\$15,088,403

This Resolution supersedes previous Resolutions and shall take effect immediately upon its adoption.

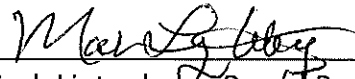
PASSED, APPROVED, AND ADOPTED this 14th day of April 2025.

AYES: President Ligtenberg, Treasurer Aldaco, Directors Layton, Coker, Gulmahamad and Sonnenberg

NOES:

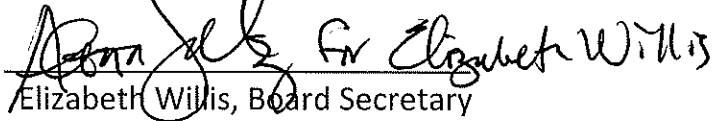
ABSTAIN:

ABSENT: Vice President Parker



Mark Ligtenberg, Board President

ATTEST:



Elizabeth Willis, Board Secretary