



COUNTY OF SONOMA

575 ADMINISTRATION
DRIVE, ROOM 102A
SANTA ROSA, CA 95403

SUMMARY REPORT

Agenda Date: 6/3/2025

To: Board of Directors, Sonoma County Water Agency
Department or Agency Name(s): Sonoma County Water Agency
Staff Name and Phone Number: George Lincoln, (707) 521-1808
Vote Requirement: 4/5th
Supervisory District(s): Fourth

Title:
Sonoma County Water Agency - Capital Projects Financing and Accounting Approvals

Recommended Action:
Approve capital asset impairment for FY 2024-25.

Executive Summary:
The Sonoma County Water Agency (Sonoma Water), in conjunction with the Auditor-Controller Treasurer-Tax Collector (ACTTC), is requesting approval of the Sonoma Water capital asset impairment for FY 2024-25 per ACTTC Financial Policy FA-1: Accounting for Capital Assets.

Discussion:
Per the requirements of Policy FA-1: Accounting for Capital Assets set forth in the Auditor-Controller-Treasurer-Tax Collector’s Fiscal Policy Manual, each County Department is required to inform the Board of Directors of any losses incurred related to the impairment of a capital asset over \$100,000. Sonoma Water is requesting approval to impair the following capital improvement project initiated in FY 2018/19 due to the decommissioning of the Pall System in the Airport-Larkfield-Wikiup Sanitation Zone. As of June 2024, the Town of Windsor is responsible for collecting and treating this wastewater on a contractual basis, and the Pall System no longer needs to be operated.

Description	Value	Disposition
Airport/Larkfield/Wikiup Treatment Plant PALL System	\$763,289.50	Impaired

County of Sonoma Strategic Plan:
N/A

Sonoma Water Strategic Plan Alignment

This item directly supports Sonoma Water’s Strategic Plan and is aligned with the following goal, strategy, and action item.

Goal: 2. Planning and Infrastructure - Implement comprehensive, integrated, and innovative infrastructure

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planning to strengthen existing services, minimize life cycle costs, and prepare for the future.

Strategy: 2.3 Fund and implement the planned capital and maintenance projects on schedule to ensure reliable services.

Action Item: 2.1.3 Continue to engage in planning efforts to support reliable wastewater and flood management services.

Item supports strengthening existing services by reducing operational and long-term needed investments through coordinated efforts with Town of Windsor for contracting of wastewater treatment.

Racial Equity:

Was this item identified as an opportunity to apply the Racial Equity Toolkit?

No

Prior Board Actions:

November 19, 2019 - Airport Treatment Plant Control System Improvements, North Point Technology, LLC.

FISCAL SUMMARY

Expenditures	FY24-25 Adopted	FY25-26 Projected	FY26-27 Projected
Budgeted Expenses			
Additional Appropriation Requested			
Total Expenditures			
Funding Sources			
General Fund/WA GF			
State/Federal			
Fees/Other			
Use of Fund Balance			
General Fund Contingencies			
Total Sources			

Narrative Explanation of Fiscal Impacts:

The impairment of capital assets is a non-cash transaction and has no direct fiscal impact on the FY 2024-25 budget. If approved, cost incurred in prior years will be removed from the Capital Asset balance sheet.

Staffing Impacts:			
Position Title (Payroll Classification)	Monthly Salary Range (A-I Step)	Additions (Number)	Deletions (Number)

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Narrative Explanation of Staffing Impacts (If Required):

N/A

Attachments:

None.

Related Items “On File” with the Clerk of the Board:

None.