Providing low sewer and water rates to IEUA’s service area is a primary mission of the Inland Empire Utilities Agency, which serves 850,000 residents in western San Bernardino County,” stated IEUA Board President Terry Catlin.
Recycled water is a safe, reliable, and cost-effective approach to managing our limited water resources. “By reducing our demand on expensive imported water, IEUA and its local water agencies are not only saving money, but helping to drought-proof the region,” stated IEUA Vice President Michael Camacho, who represents IEUA on the Metropolitan Water District’s Board of Directors. Over the past few years, IEUA and its local water providers have invested in an aggressive program to expand delivery of high quality recycled water to its service area. In January 2011, IEUA connected Temple Inland Paper Mill to recycled water. “To date, IEUA has more than 500 customers connected to recycled water throughout its service area,” declared Camacho.

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IEUA has developed a strategic Energy Management Plan with a specific focus on energy independence from the grid, during the peak energy usage hours, by the year 2020,” stated IEUA Secretary/Treasurer Steven J. Elie. “This will be accomplished through energy efficiency improvements and increased on-site renewable energy generation (solar, wind, fuel cells),” added Elie. The Energy Management Plan will reduce the demand on an already taxed California power grid system while enhancing IEUA’s energy reliability and rate stability in an environmentally prudent manner.

“IEUA is currently self-generating approximately 35% of its energy demand during the peak hours between noon and 6:00 p.m.,” added Elie.

“The Energy Management Plan will reduce the demand on an already taxed California power grid system while enhancing IEUA’s energy reliability and rate stability in an environmentally prudent manner.

These projects are part of IEUA’s Go Gridless by 2020 plan:

• The 3.5 megawatts of solar power at IEUA’s water recycling facilities and the composting facility will save IEUA hundreds of thousands of dollars each year.

• IEUA expects to install 1 megawatt of wind generation at its water recycling facility located in Rancho Cucamonga by late summer. However, this project has experienced a short delay as a result of the earthquake and tsunami that occurred in Japan this past March.

• IEUA will also be adding fuel cells to its renewable energy portfolio. Last October, IEUA entered into a 20-year Power Purchase Agreement with a private company, UTC, to install, operate and maintain a 2.8 megawatt fuel cell, fueled primarily with renewable biogas. Under the terms and conditions of the PPA, the capital outlay to build and operate the plant will be assumed by the private contractor and IEUA will purchase the renewable energy generated at an agreed upon price. The project is scheduled to be operational in early 2012 and is expected to supply approximately 50% of the electrical demand for IEUA’s treatment facility located in the city of Ontario, as well as a substantial amount of heat.

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Managing the Chino Groundwater Basin

Chino Basin residents depend on the Chino Groundwater Basin for about 65% of their drinking water needs. "IEUA, Chino Basin Water Conservation District, Chino Basin Watermaster, and the San Bernardino County Flood Control District have been working together to enhance our local water supplies by improving the percolation and recharge into our aquifers, ensuring there is emergency storage, by increasing our ability to recharge local recycled water, imported water, and storm water into the Chino Groundwater Basin," stated IEUA Director Angel Santiago.

The storms of 2011 provided the region with an abundance of rain. “Over the past year, IEUA was able to capture and recharge approximately 20,000 acres feet into the groundwater basins,” added Santiago. An acre-foot of water is enough for two average families and around the home for one year.

Another innovative project, The Chino Basin Desalination Program provides 25 million gallons per day of high quality drinking water,” added Santiago.

Outreach

“The Chino Creek Wetlands and Educational Park is open to the public and provides a hands-on opportunity for the community to experience the importance of constructed wetlands in the protection of our watershed,” stated IEUA Director Gene Koopman. The Park improves water quality, flood control, habitat restoration, recreation, water conservation and public education. The Santa Ana Watersheds Association (SAWA) is the Agency’s partner for park tours and education programs. “This past Earth Day, over 1,200 visitors enjoyed the many exhibits stationed throughout the park,” added Koopman.

Since 2005, IEUA has reached over 20,000 students with its award winning Garden in Every School® program. The purpose of the Garden in Every School® program is to educate the school family and community about wise-water usage through a garden landscape, featuring drought-tolerant plants and efficient irrigation methods. IEUA continues to be a leader in water supply salt management, for the purpose of protecting the regions vital groundwater supplies. As part of the Salinity Management Demonstration Plan, IEUA is addressing the home use of self-generating water softeners that are contributing to controllable salt in our recycled water.

“IEUA continues to educate the school family and community about wise-water usage through a garden landscape, featuring drought-tolerant plants and efficient irrigation methods. IEUA continues to be a leader in water supply salt management, for the purpose of protecting the regions vital groundwater supplies. As part of the Salinity Management Demonstration Plan, IEUA is addressing the home use of self-generating water softeners that are contributing to controllable salt in our recycled water.

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IEUA Board President Terry Catlin.

With IEUA's continuing emphasis on cost containment, and with the dedication and effort of staff, IEUA will continue to provide reliable and cost-effective services to the communities it serves,” stated IEUA Board President Terry Catlin.
### Combined Revenues by Category - All Funds

*For the Fiscal Year Ended June 30, 2010
(With Comparative Totals for the Fiscal Year Ended June 30, 2009)*

<table>
<thead>
<tr>
<th>Revenue Category</th>
<th>2009/10 AMOUNT</th>
<th>% OF TOTAL</th>
<th>2008/09 AMOUNT</th>
<th>2009/10 AMOUNT</th>
<th>% OF TOTAL</th>
<th>Increase/Decrease from 2009/10</th>
</tr>
</thead>
<tbody>
<tr>
<td>Service Charges</td>
<td>44,544,852</td>
<td>40.0%</td>
<td>43,831,918</td>
<td>44,544,852</td>
<td>40.0%</td>
<td>$712,934</td>
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<tr>
<td>Recycled Water Sales</td>
<td>4,162,140</td>
<td>4.0%</td>
<td>2,796,097</td>
<td>4,162,140</td>
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<td>$1,366,043</td>
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<tr>
<td>Interest Income</td>
<td>7,753,057</td>
<td>7.0%</td>
<td>5,753,403</td>
<td>7,753,057</td>
<td>7.0%</td>
<td>$1,999,654</td>
</tr>
<tr>
<td>Other Nonoperating Revenues</td>
<td>10,386,878</td>
<td>9.0%</td>
<td>13,923,822</td>
<td>10,386,878</td>
<td>9.0%</td>
<td>($3,536,944)</td>
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<tr>
<td>Property Tax Revenue</td>
<td>34,355,385</td>
<td>31.0%</td>
<td>36,324,998</td>
<td>34,355,385</td>
<td>31.0%</td>
<td>($1,969,613)</td>
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<tr>
<td>Wastewater Connection Fees</td>
<td>7,637,808</td>
<td>7.0%</td>
<td>5,753,403</td>
<td>7,637,808</td>
<td>7.0%</td>
<td>($1,080,823)</td>
</tr>
<tr>
<td>Capital Grants</td>
<td>18,606,678</td>
<td>16.5%</td>
<td>13,923,822</td>
<td>18,606,678</td>
<td>16.5%</td>
<td>$4,682,856</td>
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<tr>
<td>Total Revenues</td>
<td>$110,555,394</td>
<td>100.0%</td>
<td>$108,888,953</td>
<td>$110,555,394</td>
<td>100.0%</td>
<td>$1,666,441</td>
</tr>
</tbody>
</table>

*Inland Empire Utilities Agency 61 Years
of Excellence in Water Resources
and Quality Management.*

Terry Catlin  
President  
Upland and Montclair

Michael Camacho  
Vice President  
Rancho Cucamonga

Steven J. Elie  
Secretary/Treasurer  
Chino and Chino Hills

Angel Santiago  
Director  
Fontana, portions of Rialto and Bloomington

Gene Koopman  
Director  
Ontario

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