

RIO LINDA / ELVERTA COMMUNITY WATER DISTRICT REGULAR MEETING OF THE BOARD OF DIRECTORS

July 27, 2026 (6:30 p.m.)

Visitor's / Depot Center
6730 Front Street
Rio Linda, CA 95673

Our Mission is to provide a safe and reliable water supply in a cost-effective manner.

AGENDA

The Board may discuss and take action on any item listed on this agenda, including items listed as information items. The Board may also listen to the other items that do not appear on this agenda, but the Board will not discuss or take action on those items, except for items determined by the Board pursuant to state law to be of an emergency or urgent nature requiring immediate action. The Board may address any item(s) in any order as approved by the Board.

The public will be given the opportunity to directly address the Board on each listed item during the Board's consideration of that item. Public comment on items within the jurisdiction of the Board is welcomed, subject to reasonable time limitations for each speaker. Public documents relating to any open session item listed on this agenda that are distributed to all or any majority of the members of the Board of Directors less than 72 hours before the meeting are available for public inspection at the District office at 730 L Street, Rio Linda, CA 95673. In compliance with the Americans with Disabilities Act, if you have a disability and need a disability-related modification or accommodation to participate in this meeting, please contact the District office at (916) 991-1000. Requests must be made as early as possible, and at least one full business day before the start of the meeting.

1. CALL TO ORDER, ROLL CALL, & PLEDGE OF ALLEGIANCE

2. PUBLIC COMMENT

2.1. *Members of the public are invited to speak to the Board regarding items within the subject matter jurisdiction of the District that are not on the agenda or items on the consent agenda. Each speaker may address the Board once under Public Comment for a limit of 2 minutes. (Policy Manual § 2.01.160).*

3. CONSENT CALENDAR *Action items: Approve Consent Calendar Items*

3.1. Minutes

The Board is being asked to approve the Minutes from June 22, 2026 Regular Board Meeting.

3.2. Expenditures

The Interim General Manager recommends the Board approve the May 2026 Expenditures.

3.3. Financial Reports

The Interim General Manager recommends the Board approve the May 2026 Financial Reports.

4. REGULAR CALENDAR

ITEMS FOR DISCUSSION AND ACTION

4.1. Interim GM Report.

4.1.1. *The Interim General Manager will provide his monthly report to the Board of Directors*

4.2. District Engineer's Report.

4.2.1. *The Contract District Engineer will provide his monthly report to the Board of Directors*

4.3. Authorizing an Extension to the Professional Services Agreement with Rawles Engineering for Water Meter Replacements

4.4. Consider Adoption of Resolution 2026-04, Authorizing Annual Direct Levy

- 4.5. **Consider Authorizing Agreement with Adept Solutions**
- 4.6. **Consider Digital Method for Meeting Agendas and Packets**
- 4.7. **Consider Membership with Regional Water Authority**
- 4.8. **Authorize any New Board Member Assignments (committees and other) Proposed by the Chair Pursuant to District Policy 2.01.065.**

5. INFORMATION ITEMS

5.1. District Activities Reports

- 5.1.1. Water Operations Report
- 5.1.2. Leak Repair Report
- 5.1.3. Conservation Report

5.2. Board Member Reports

- 5.2.1. Report any ad hoc committees dissolved by requirements in Policy 2.01.065
- 5.2.2. Sacramento Groundwater Authority – Liverett
- 5.2.3. Executive Committee – Young, Liverett
- 5.2.4. ACWA/JPIA – Cline
- 5.2.5. Capacity Fee Study Ad Hoc Liverett/Cline
- 5.2.6. MOU Negotiations Ad Hoc – Gifford, Green
- 5.2.7. GM Recruitment Ad Hoc – Gifford, Young

6. PUBLIC COMMENT PRIOR TO CLOSED SESSION

7. CLOSED SESSION - THE BOARD OF DIRECTORS WILL MEET IN CLOSED SESSION TO DISCUSS THE FOLLOWING ITEM:

- 7.1 CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
(GOVT CODE 54956.9(d)(1)
Two items: Public Employees Relations Board Charges SA-CE-1293-M and SA-CE-1299-M

8. RETURN TO OPEN SESSION, REPORTABLE ACTIONS FROM CLOSED SESSION

9. DIRECTORS' AND GENERAL MANAGER COMMENTS

10. ADJOURNMENT –

Upcoming meetings:

Executive Committee

August 12, 2026, Wednesday, 6:00 pm. Visitors / Depot Center, 6730 Front St. Rio Linda, CA

Board Meeting

August 24 2026, Monday, 6:30 pm. Visitors / Depot Center, 6730 Front St. Rio Linda, CA



Consent Calendar Agenda Item: 3.1

Date: July 27, 2026

Subject: Minutes

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

N/A -Minutes of Board meetings are not reviewed by committees.

Current Background and Justification:

These minutes are to be reviewed and approved by the Board of Directors.

Conclusion:

I recommend the Board review and approve (as appropriate) the minutes of meetings provided with your Board packets.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____

(A) Yea (N) Nay (Ab) Abstain (Abs) Absent

MINUTES OF THE JUNE 22, 2026 REGULAR MEETING OF THE RIO LINDA/ELVERTA COMMUNITY WATER DISTRICT BOARD OF DIRECTORS

The Link below provides access the video of this meeting.

<https://vimeo.com/1204017821>

1. CALL TO ORDER, ROLL CALL & PLEDGE OF ALLEGIANCE

The June 22, 2026, meeting of the Board of Directors of the Rio Linda/Elverta Community Water District called to order at 6:30 p.m. Visitors/Depot Center 6730 Front St., Rio Linda, CA 95673. This meeting was physically open to the public.

Interim General Manager Felix M. Felix took roll call of the Board of Directors. Director Jason Green, Director Chris Gifford, Director Vicky Young, Director Maria Liverett, Director Anthony Cline, Interim General Manager Felix M. Felix, Mike Vasquez, District Contract Engineer, and legal counsel were present. Director Cline led with the pledge of allegiance.

2. PUBLIC COMMENT- Public commented on a posted time not on the website for the Board Meetings. Public member commented on receiving copies of the PERB Charges that had been filed and District correspondences from a Public Records request.

3. CONSENT CALENDAR Action items: Approve Consent Calendar Items (4:25)

3.1 May 18, 2026 Minutes

3.2 April 2026 Expenditures

3.3 April 2026 Financial Reports.

Comments/Questions – No Director’s comments.

Comments/Questions – Public member commented on multiple purchases on the Expenditures report for Walmart.

(4:45) It was moved by Director Green seconded by Director Cline to approve the consent calendar. Directors Cline, Green, Young, Liverett, and Gifford voted yes. The motion carried by a roll call vote of 5-0-0.

4. REGULAR CALENDAR

4.1 GM Report (7:12)

Felix M. Felix, Interim GM provided a written report to the Board along with a synopsis of the report.

Comments/Questions – The Directors questioned the cost for being a member of Regional Water Authority (RWA) in the past. No public comment.

The Board took no action on this item.

4.2 District Engineer’s Report (14:15)

Mike Vasquez, Contract District Engineer, reported on the Water Meter Replacements, Water Valve Replacement Project, Well 15 Hexavalent Chromium Treatment project, 2025 Urban Water Management Plan, Hexavalent Chromium Compliance Plan, Development Review, and General Contract District Engineer Administrative Tasks.

Comments/Questions – General discussion and questions by the Board members. Director Liverett inquired if we could come up with an alternative to notifying the public when water is shutoff, because she had several customers contact her about water being off all day that they stated they had not received notification of the shutoff.

Comments/Questions – Public member commented on the time frame when the new construction at Century Palms would break ground.

4.3 Consider Engaging a Consultant to Prepare Cr6 Treatment Design at Wells 2A and 10 (21:40)

Comments/Questions – General discussion and questions by the Board with regards to using Affinity Engineering to draft the plans, and timeline to complete by October 2027.

(28:50) It was moved by Director Liverett seconded by Director Cline to engage with Affinity Engineering to prepare Cr6 Treatment Design for Well 2A and 10. Directors Cline, Green, Gifford, Young and Liverett voted yes. The motion carried by a roll call vote of 5-0-0.

4.4 Consider Preliminary Budgets Fiscal Year 2026/27 (29:36)

Comments/Questions – Public member questioned the purchase of another truck and maintenance costs.

(35:00) It was moved by Director Gifford seconded by Director Green to adopt the Preliminary Budgets FY 2026-27 and scheduling the public hearing for August. Directors Cline, Green, Gifford, Young and Liverett voted yes. The motion carried by a roll call vote of 5-0-0.

4.5. Consider Resolution No. 2026-01 for Dismissal of Tim Shaw as GM of RLECWD without Cause (38:10)

Comments/Questions – Public member questioned why a Resolution was given to the past GM.

(38:57) It was moved by Director Young seconded by Director Cline to adopt Resolution No. 2026-01 for Dismissal of Tim Shaw as GM of RLECWD without Cause. Directors Cline, Green, Gifford, and Liverett voted yes. Director Young abstained. The motion carried by a roll call vote of 4-0-1.

4.6. Consider Resolution No. 2026-02 authorizing a change in authorized signers on the LAIF account (41:30)

Comments/Questions – No comments.

(42:08) It was moved by Director Gifford seconded by Director Green to adopt Resolution No. 2026-02 authorizing a change in authorized signers on the LAIF account. Directors Liverett, Green, Gifford, Young, voted yes. Director Cline abstained. The motion carried by a roll call vote of 4-0-1.

4.7 Consider CPS HR Consulting Services Agreement Revisions or an Alternative Option (42:52)

The Executive committee recommends using the Interim GM to use his experience in recruiting and advertising for a new GM to save the cost of \$30k.

Comments/Questions – Director Young recommended to table the item for now.

Comments/Questions – Public member questioned the 90 days to hire a GM.

(53:25) It was moved by Director Young and seconded by Director Gifford to table using CPS HR Consulting Services and authorize the Interim GM to advertise for the recruitment of the GM position. Directors Cline, Green, Young, Gifford and Green voted yes. The motion carried by a roll call vote of 5-0-0.

4.8 Consider Resolution No. 2026-03 Calling General Election for 2026 (55:07)

Comments/Questions – Public member commented on past election postings.

(55:24) It was moved by Director Young and seconded by Director Cline to adopt Resolution No. 2026-03 Calling the General Election. Directors Cline, Green, Young, Gifford and Green voted yes. The motion carried by a roll call vote of 5-0-0.

4.9 Consider membership with Regional Water Authority (RWA) (56:42)

Comments/Questions –General Discussion and questions by the Board members.

(59:30) It was moved by Director Liverett and seconded by Director Gifford to request Interim GM to provide actual cost from RWA be provided to all the Directors prior to rejoining RWA. Directors Cline, Green, Young, Gifford and Green voted yes. The motion carried by a roll call vote of 5-0-0.

4.10. Authorize any New Board Member Assignments (committees and other) Proposed by the Chair (1:01:25)

President Cline assigned Director Young and Director Gifford to the GM Recruitment Ad Hoc Committee to work with the Interim GM to find a qualified candidate.

INFORMATION ITEMS

5.1. District Activities Reports (1:05:10)

5.1.1. Water Operations Report – Report provided.

5.1.2. Conservation Report – Report provided.

5.1.3. Leak Repair Report – Report provided.

5.2. Board Member Reports (1:09:05)

5.2.1. Report any ad hoc committees dissolved by requirements in Policy 2.01.065.

5.2.2. Sacramento Groundwater Authority– Liverett– No meeting.

5.2.3. Executive Committee –Young/Liverett– Report provided.

5.2.3. ACWA/JPIA – Cline No report.

5.2.4. Capacity Fee Study Ad Hoc – Liverett/Cline – No report, will be provided at next meeting.

5.2.5. MOU Negotiations Ad Hoc – Gifford/Green – On going.

6. PUBLIC COMMENT PRIOR TO CLOSED SESSION – (1:11:36) – Public member commented on the Districts investigations.

7. CLOSED SESSION - THE BOARD OF DIRECTORS WILL MEET IN CLOSED SESSION TO DISCUSS THE FOLLOWING ITEMS:

7.1. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION (GOVT CODE 54956.9(d)(1))

Two items: Public Employees Relations Board Charges SA-CE-1293-M and SA-CE-1299-M

8. RETURN TO OPEN SESSION, REPORTABLE ACTIONS FROM CLOSED SESSION

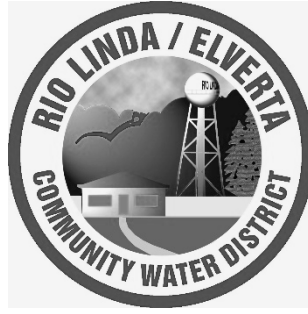
President Cline reported no reportable action was taken.

ADJOURNMENT - The meeting was adjourned at 7:45p.m.

Respectfully submitted,

Felix M. Felix, Interim GM

Anthony Cline, President of the Board



Consent Calendar Agenda Item: 3.2

Date: July 27, 2026

Subject: Expenditures

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Interim General Manager recommends Board approval of the May 2026 Expenditures report.

Current Background and Justification:

These expenditures have been completed since the last regular meeting of the Board of Directors.

Conclusion:

Board approval of the Consent Agenda incorporates approval of the May 2026 Expenditures report.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____

(A) Yea (N) Nay (Ab) Abstain (Abs) Absent

Cash Basis

**Rio Linda Elverta Community Water District
Expenditure Report
May 2026**

EFT's and Checks

Date	Num	Name	Memo	Amount
05/13/2026	EFT	QuickBooks Payroll Service	For PP Ending 05/09/26 Pay date 05/14/26	19,859.56
05/14/2026	EFT	CalPERS	For PP Ending 05/09/26 Pay date 05/14/26	3,591.87
05/14/2026	EFT	CalPERS	For PP Ending 05/09/26 Pay date 05/14/26	557.75
05/14/2026	EFT	Internal Revenue Service	Employment Taxes	7,255.48
05/14/2026	EFT	Employment Development	Employment Taxes	1,495.88
05/14/2026	EFT	Empower	Deferred Compensation Plan: Employer & Employee Share	2,112.08
05/14/2026	EFT	ABS Direct	Printing/Postage	301.68
05/14/2026	EFT	ACWA/JPIA Powers Insurance Authority	EAP	17.36
05/14/2026	EFT	BSK Associates	Lab Fees	5,853.18
05/14/2026	EFT	Cater, Doug	Backflow Certified Testing	3,700.00
05/14/2026	EFT	Columbia Bank Credit Card	April 2026	7,403.25
05/14/2026	EFT	Comcast	Telephone-Landline	132.71
05/14/2026	EFT	CoreLogic Solutions	Subscription	109.27
05/14/2026	EFT	Direct Hit Pest Control	Building Maintenance	95.00
05/14/2026	EFT	Employee Relations, Inc.	Employee Background	69.65
05/14/2026	EFT	Felix and Associates LLC	Interim General Manager Contract	3,076.92
05/14/2026	EFT	GW Demolition	Contract Repairs	3,000.00
05/14/2026	EFT	ICONIX Waterworks	Distribution Supplies	3,155.46
05/14/2026	EFT	Kaiser	Health Insurance	2,832.00
05/14/2026	EFT	Pacific Shredding	Office Expense	77.28
05/14/2026	EFT	PG&E	Utilities	30.53
05/14/2026	EFT	Ramos Oil Inc.	Transportation Fuel	598.09
05/14/2026	EFT	Rawles Engineering	New 1 " Service Connection Contractor	13,500.00
05/14/2026	EFT	Republic Services	Utilities	221.13
05/14/2026	EFT	Rio Linda Hardware & Building Supply	Shop Supplies	569.12
05/14/2026	EFT	RW Trucking	Distribution Supplies	810.99
05/14/2026	EFT	Sacramento Metro Air Quality Management	Permit	1,975.09
05/14/2026	EFT	Sierra Chemical Company	Treatment	1,533.84
05/14/2026	EFT	SMUD	Utilities	17,914.22
05/14/2026	EFT	Streamline	Website	105.00
05/14/2026	EFT	Two Brothers Cathodic Services	Tank Maintenance/Annual Inspection	1,000.00
05/14/2026	EFT	UniFirst Corporation	Uniforms	683.75
05/14/2026	EFT	Van Dermyden Makus Law Corp	Legal -April 2026	560.50
05/14/2026	EFT	Vanguard Cleaning Systems	Janitorial	195.00
05/14/2026	EFT	Vasquez Engineering	Engineering	6,260.00
05/14/2026	EFT	Verizon Connect	Field IT	63.80
05/14/2026	EFT	Verizon Business	Internet	45.02
05/14/2026	EFT	Verizon Wireless	Field Communication	546.42
05/14/2026	EFT	Western Health	Health Insurance	12,159.00
05/14/2026	EFT	Customer	Hydrant Meter Deposit & payment overage refund	1,229.38
05/14/2026	EFT	Customer	New Service Connection Overage Refund	1,500.00

Cash Basis

**Rio Linda Elverta Community Water District
Expenditure Report
May 2026**

05/14/2026	EFT	Rawles Engineering	Capital Improvement - Meter Replacements	38,880.00
05/18/2026	EFT	Principal Financial	Dental/Vision Insurance	1,709.72
05/20/2026	EFT	QuickBooks Payroll Service	For PP Ending 05/10/26 Pay date 5/19/26	18,563.90
05/21/2026	EFT	Internal Revenue Service	Employment Taxes	3,275.70
05/21/2026	EFT	Employment Development	Employment Taxes	270.22
05/26/2026	EFT	Wageworks	FSA Administration Fee	86.75
05/27/2026	EFT	QuickBooks Payroll Service	For PP Ending 05/10/26 Pay date 5/23/26	46,030.50
05/28/2026	EFT	Internal Revenue Service	Employment Taxes	10,488.84
05/28/2026	EFT	Employment Development	Employment Taxes	1,446.90
05/28/2026	EFT	CalPERS	For PP Ending 05/10/26 Pay date 5/23/26	3,354.43
05/28/2026	EFT	CalPERS	For PP Ending 05/10/26 Pay date 5/23/26	557.75
05/28/2026	EFT	Empower	Deferred Compensation Plan: Employer & Employee Share	2,570.90
05/28/2026	EFT	Felix and Associates LLC	Interim General Manager Contract	9,230.76
05/28/2026	EFT	Kronick Moskovitz, Tiedermann & Girard	Legal - April 2026	7,248.75
05/28/2026	EFT	Liebert Cassidy Whitmore	Legal - April 2026	5,528.50
05/28/2026	EFT	Rio Linda Elverta Recreation & Park	Meeting Expense	100.00
05/28/2026	EFT	Sacramento County Utilities	Utilities	138.70
05/28/2026	EFT	Sierra Chemical Company	Treatment	648.86
05/28/2026	EFT	USA BlueBook	Safety & Shop Supplies	4,552.95
Total 10020 - Operating Account Budgeted Expenditures				<u>280,881.39</u>

Board Member Compensation

Date	Meeting Date	Name	Memo	Amount
05/14/2026	04/27/2026	Jason Green	RLECWD Board Meeting	100.00
05/14/2026	03/11/2026	Vicky Young	Executive Committee Meeting	100.00
05/14/2026	03/23/2026	Vicky Young	RLECWD Board Meeting	100.00
05/14/2026	04/08/2026	Vicky Young	RLECWD Special Board Meeting	100.00
05/14/2026	04/27/2026	Vicky Young	RLECWD Board Meeting	100.00
05/28/2026	05/19/2026	Jason Green	RLECWD Board Meeting	100.00
Total Credit Card Expenditures				<u>600.00</u>

Credit Card Transactions

Date	Num	Name	Memo	Amount
04/01/2026	CC	Walmart	Office Expense	210.24
04/01/2026	CC	Sacramento Business Journal	Annual Subscription	220.00
04/01/2026	CC	USPS	Postage	156.00
04/01/2026	CC	Mitch's Certified Classes	Backflow and/or Cross Connection Training	1,500.00
04/01/2026	CC	Mitch's Certified Classes	Backflow and/or Cross Connection Training	1,400.00
04/02/2026	CC	EasyID Card	Office Expense	25.00
04/02/2026	CC	Walmart	Office Expense	55.61
04/05/2026	CC	Amazon	Office Expense	1,034.32
04/06/2026	CC	USPS	Postage	10.20
04/07/2026	CC	Carbon Health	Office Expense	220.00
04/07/2026	CC	Hi-Tech Wireless	Office Expense	10.76

Cash Basis

**Rio Linda Elverta Community Water District
Expenditure Report
May 2026**

04/09/2026	CC	Walmart	Office Expense	46.28
04/14/2026	CC	Zoom Video Communications	Computer Systems - Zoom monthly subscription	16.99
04/14/2026	CC	RDO Equipment Co.	Vacuum Trailer Repair	1,063.34
04/14/2026	CC	Galco Industrial Electronics	Pumping Maintenance	329.04
04/15/2026	CC	CA-NV Section AWWA	Staff Training	385.00
04/17/2026	CC	Walmart	Office Expense	104.11
04/22/2026	CC	Intuit	Payroll Service Fee	29.50
04/22/2026	CC	Crexendo Business Solutions	Telephone	80.20
04/23/2026	CC	Walmart	Office Expense	79.06
04/23/2026	CC	Adobe Inc.	Computer Systems	114.51
04/23/2026	CC	USPS	Postage	10.20
04/27/2026	CC	Nor-Cal Logos	Uniforms/RLECWD shirts	302.89
Total Credit Card Expenditures				<u>7,403.25</u>

Employee Paid Pass-throughs

Date	Num	Name	Memo	Amount
05/14/2026	EFT	Teamsters	Union Dues	561.00
05/14/2026	EFT	California State Disbursement Unit	Employee Garnishment	332.00
05/15/2026	EFT	AFLAC	Employee Funded Premiums	401.94
05/28/2026	EFT	California State Disbursement Unit	Employee Garnishment	332.00
05/31/2026	EFT	WageWorks	FSA Expenditures - Employee Funded	2,863.24
Total 10020 · Operating Account Non-Budgeted Expenditures: Employee Paid Pass-throughs				<u>4,490.18</u>

Other Expenditures

Transfers

Date	Num	Memo	Account	Amount
05/14/2026	Transfer	Monthly Debt Service Transfer	10020 · Operating Fund	(17,000.00)
05/14/2026	Transfer	Monthly Debt Service Transfer	10350 · Umpqua Bank Debt Service	17,000.00
05/14/2026	Transfer	Monthly CIP Transfer	10020 · Operating Fund	(54,092.00)
05/14/2026	Transfer	Monthly CIP Transfer	10480 · General	54,092.00
05/14/2026	Transfer	CIP Checks Written from Operating Account	10480 · Capital Improvement: General	(38,800.00)
05/14/2026	Transfer	CIP Checks Written from Operating Account	10020 · Operating Fund	38,800.00

Loan Payments

05/01/2026	EFT	Bi-Annual Revenue Bond Loan Payment	10350 · Umpqua Bank Debt Service	(113,661.17)
05/01/2026	EFT	Bi-Annual Revenue Bond Loan Payment	69100 · Revenue Bond	113,661.17



Consent Calendar Agenda Item: 3.3

Date: July 27, 2026

Subject: Financial Reports

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Interim General Manager recommends Board approval of the May 2026 Financial Reports.

Current Background and Justification:

The financial reports are for the District's balance sheet, profit and loss, and capital improvements year to date. These financials are to be presented to the Board of Directors to inform them of the District's current financial condition.

Conclusion:

Board approval of the Consent Agenda incorporates approval of the May 2026 Financial Report.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____
 Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
 (A) Yea (N) Nay (Ab) Abstain (Abs) Absent

Rio Linda Elverta Community Water District

Balance Sheet

As of May 31, 2026

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ASSETS**Current Assets**

100 · Cash & Cash Equivalents	
10000 · Operating Account	
10020 · Operating Fund	1,196,223.96
Total 10000 · Operating Account	1,196,223.96
10475 · Capital Improvement	
10480 · General	1,042,559.43
10485 · Vehicle Replacement Reserve	47,948.49
Total 10450 · Capital Improvement	1,090,507.92

Total 100 · Non-Restricted Cash & Cash Equivalents	2,286,731.88
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102 · Restricted Assets

102.2 · Restricted for Debt Service	
10700 · ZIONS Inv/Surcharge 1 Reserve	567,484.72
10300 · Surcharge 1 Account	1,253,440.63
10350 · Revenue Bond	25,632.19
10380 · Surcharge 2 Account	790,663.68

Total 102.2 · Restricted for Debt Service	2,637,221.22
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102.4 · Restricted Other Purposes

10385 · Available Funding Cr6 Projects #1	464,131.01
10481 · Available Funding Cr6 Projects #2	439,965.75
10491 · Future Capital Imp Projects	2,321,668.11
10492 · Cr6 Settlement	4,254,766.57
10600 · LAIF Account - Capacity Fees	1,062,344.06
10650 · Operating Reserve Fund	340,055.57

Total 102.4 · Restricted Other Purposes	8,882,931.07
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Total 102 · Restricted Assets	11,520,152.29
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Accounts Receivable	662.08
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Other Current Assets

12000 · Water Utility Receivable	598,998.18
12200 · Accrued Revenue	0.00
12250 · Accrued Interest Receivable	4,616.37
16000 · Prepaid Expense	46,196.64
16075 · OPEB GASB 75	25,135.00

Total Other Current Assets	674,946.19
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Total Current Assets	14,482,492.44
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Capital Assets

17000 · General Plant Assets	670,138.83
17100 · Water System Facilities	26,493,804.48
17300 · Intangible Assets	383,083.42
17500 · Accum Depreciation & Amort	-13,245,957.33
18000 · Construction in Progress	325,195.83
18100 · Land	576,672.45

Total Capital Assets	15,202,937.68
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Other Assets

18500 · ADP CalPERS Receivable	380,000.00
19000 · Deferred Outflows	562,294.00
19900 · Suspense Account	0.00

Total Other Assets	942,294.00
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TOTAL ASSETS	30,627,724.12
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Rio Linda Elverta Community Water District

Balance Sheet

As of May 31, 2026

11

LIABILITIES & NET POSTION

Liabilities

Current Liabilities

Accounts Payable

113,418.98

Other Current Liabilities

985,457.50

Total Current Liabilities

1,098,876.48

Long Term Liabilities

23500 · Lease Buy-Back

410,267.27

25000 · Surcharge 1 Loan

1,910,290.67

25050 · Surcharge 2 Loan

1,580,040.16

26000 · Water Rev Refunding

1,017,460.00

26500 · ADP CalPERS Loan

350,000.00

29000 · Net Pension Liability

934,369.00

29500 · Deferred Inflows-Pension

106,857.00

29600 · Deferred Inflows-OPEB

28,354.00

Total Long Term Liabilities

6,337,638.10

Total Liabilities

7,436,514.58

Net Position

31500 · Invested in Capital Assets, Net

10,531,059.46

31800 · Restricted for OPEB Asset

25,135.00

32000 · Restricted for Debt Service

705,225.24

38000 · Unrestricted

11,414,085.51

Net Revenue

515,704.33

Total Net Position

23,191,209.54

TOTAL LIABILITIES & NET POSTION

30,627,724.12

Accrual Basis

Rio Linda Elverta Community Water District
Operating Profit & Loss Budget Performance
May 2026

	<u>Annual Budget</u>	<u>May 26</u>	<u>Jul 25 - May 26 YTD</u>	<u>% of Annual Budget</u>	<u>YTD Annual Budget Balance</u>
Ordinary Income/Expense					
Revenue					
Total 40000 · Operating Revenue	3,407,931.00	323,222.41	2,816,418.81	82.64%	591,512.19
41000 · Nonoperating Revenue					
41110 · Investment Revenue					
41112 · Interest Revenue	35.00	3.04	37.88	108.23%	-2.88
Total 41110 · Investment Revenue	35.00	3.04	37.88	108.23%	-2.88
41120 · Property Tax	137,000.00	56,170.27	141,486.27	103.28%	-4,486.27
Total 41000 · Nonoperating Revenue	137,035.00	56,173.31	141,524.15	103.28%	-4,489.15
Total Operating & Non-Operating Revenue	3,544,966.00	379,395.72	2,957,942.96	83.44%	587,023.04
Expense					
60000 · Operating Expenses					
60010 · Professional Fees	503,200.00	60,295.93	407,575.47	81.00%	95,624.53
60100 · Personnel Services					
60110 · Salaries & Wages	934,612.00	108,443.62	861,350.13	92.16%	73,261.87
60150 · Employee Benefits & Expense	564,386.00	30,343.49	466,099.39	82.59%	98,286.61
Total 60100 · Personnel Services	1,498,998.00	138,787.11	1,327,449.52	88.56%	171,548.48
60200 · Administration	288,590.00	15,524.02	259,224.14	89.82%	29,365.86
64000 · Conservation	500.00	0.00	0.00	0.00%	500.00
65000 · Field Operations	810,400.00	90,988.33	613,438.21	75.70%	196,961.79
Total 60000 · Operating Expenses	3,101,688.00	305,595.39	2,607,687.34	84.07%	494,000.66
69000 · Non-Operating Expenses					
69010 · Debt Service					
69100 · Revenue Bond					
69105 · Principle	169,641.00	97,000.00	169,641.00	100.00%	0.00
69110 · Interest	34,408.00	16,661.17	34,408.33	100.00%	-0.33
Total 69100 · Revenue Bond	204,049.00	113,661.17	204,049.33	100.00%	-0.33
69200 · PERS ADP Loan					
69205 · Principle	30,000.00	0.00	0.00	0.00%	30,000.00
69210 · Interest	1,406.00	0.00	0.00	0.00%	1,406.00
Total 69100 · PERS ADP Loan	31,406.00	0.00	0.00	0.00%	31,406.00
Total 69010 · Debt Service	235,455.00	113,661.17	204,049.33	86.66%	31,405.67
69400 · Other Non-Operating Expense	2,300.00	0.00	0.00	0.00%	2,300.00
Capital A Total 69000 · Non-Operating Expenses	237,755.00	113,661.17	204,049.33	85.82%	33,705.67
Total Operating & Non-Operating Expense	3,339,443.00	419,256.56	2,811,736.67	84.20%	527,706.33
Net Revenue	205,523.00	-39,860.84	146,206.29		

RIO LINDA ELVERTA COMMUNITY WATER DISTRICT
CAPITAL BUDGET 2025-2026
May 2026

Description	Annual Budget	May 26	YTD Jul 25- May 26	% of Annual Budget	YTD Budget Balance
Raising/Lowering Valve Covers	60,000.00	0.00	57,900.00	96.50%	2,100.00
Well 15 Cr6 Treatment Design and CEQA	140,070.00	0.00	49,630.75	35.43%	90,439.25
Vacuum Trailer	90,000.00	0.00	0.00	0.00%	90,000.00
Total Continued Ongoing Projects	290,070.00	0.00	107,530.75	37.07%	182,539.25
Annual Miscellaneous Pump Replacements	30,000.00	0.00	17,978.34	59.93%	12,021.66
Annual Small Meter Replacements	150,000.00	64,800.00	131,777.40	87.85%	18,222.60
Annual Large Meter Replacements	5,000.00	0.00	0.00	0.00%	5,000.00
Annual Pipeline Replacement	245,000.00	0.00	0.00	0.00%	245,000.00
Total New Annual Projects	430,000.00	64,800.00	149,755.74	34.83%	280,244.26
Well 15 Cr6 Treatment Bidding and Construction	1,100,000.00	0.00	0.00	0.00%	1,100,000.00
2025 Urban Water Management Plan	85,000.00	0.00	0.00	0.00%	85,000.00
District Office Roof	40,000.00	0.00	0.00	0.00%	40,000.00
Total New Projects	1,225,000.00	0.00	0.00	0.00%	1,225,000.00
Total	\$1,945,070.00	\$64,800.00	\$257,286.49	13.23%	\$1,687,783.51

Accrual Basis

Rio Linda Elverta Community Water District
Cr6 Settlement Profit & Loss Budget Performance
May 2026

	<u>Annual Budget</u>	<u>May 26</u>	<u>Jul 25 - May 26 YTD</u>	<u>% of Annual Budget</u>	<u>YTD Annual Budget Balance</u>
Income					
41000 · Non-Operating Revenue					
41110 · Investment Revenue					
41112 · Interest Revenue	120,000.00	9,347.79	116,026.22	96.69%	3,973.78
	<u>120,000.00</u>	<u>9,347.79</u>	<u>116,026.22</u>	<u>96.69%</u>	<u>3,973.78</u>
44110 · Other Non-Operating Revenue	0.00	0.00	0.00	0.0%	0.00
Total Income	<u>120,000.00</u>	<u>9,347.79</u>	<u>116,026.22</u>	<u>96.69%</u>	<u>3,973.78</u>
Gross Income	<u>120,000.00</u>	<u>9,347.79</u>	<u>116,026.22</u>	96.69%	3,973.78
Net Income	<u><u>120,000.00</u></u>	<u><u>9,347.79</u></u>	<u><u>116,026.22</u></u>		

NOTE:

	Date	Amount
Beginning Balance	4/30/2026	4,245,418.78
Interest	5/31/2026	9,347.79
GL 10492 Cr6 Settlement	5/31/2026	<u>4,254,766.57</u>



Items for Discussion and Action

Agenda Item: 4.1

Date: July 27, 2026

Subject: Interim General Manager's Report

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

N/A this item is not reviewed by committee.

Current Background and Justification:

The Interim General Manager will provide a written report of District activities over the period since the last regular Board meeting. The Board may ask for clarifications and may also provide direction in consideration of the reported activities.

Conclusion:

No Board action is anticipated for this item.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
(A) Yea (N) Nay (Ab) Abstain (Abs) Absent



Date: July 27, 2026

Subject: Interim General Manager Report

Staff Contact: Felix M. Felix, Interim General Manager

1. Regional Water Authority, June 30, 2026: At the request of the Board, I contacted Regional Water Authority, Jim Peifer to reach out to all of our Board members individually to give them the opportunity to talk about possible interest in the District becoming a member again. Previously, Mr. Peifer was asked to provide the District with a Value Fact Sheet for benefits on rejoining. To recap, the Regional Water Authority (RWA) works with 20 water suppliers, from small community districts to some of the region's largest agencies to pursue funding, shape policy, share expertise, and address challenges.

For Rio Linda/Elverta Community Water District (RLECWD), membership offers access to funding, potentially for Prop 4. Proposition authorizes \$10 billion in funding for various environmental projects, including safe drinking water, wildfire prevention, and climate resilience initiatives. The funding is being allocated over several years, with significant amounts available for projects aimed at enhancing water infrastructure and addressing climate-related challenges. By rejoining it can give us a stronger voice in regional and statewide discussions, specialized technical expertise, and participation in regional efforts to strengthen long-term water reliability, support planned growth, and keep costs affordable for customers.

2. Comcast meeting, June 30, 2026: Interim GM participated in a meeting with Comcast Real Estate Manager, James Holston to discuss the property that they want to lease at the District. The current facility in question resides behind the District office adjacent to the park with a separate gated entrance. This facility has existed since 1986. The facility houses some of their engineering infrastructure occupying approximately 600 Sq Ft. The equipment is antiquated and needs to be upgraded to newer technology to

better serve their customers allowing for a stronger network connection. With the upgrades, they anticipate covering approximately 800 Sq Ft. These improvements would also include a new generator and HVAC. Mr. Holston was informed to provide new design plans and renderings as to how that would look for the facility and how much real estate it would occupy/encompass as there are concerns between our Water System Manager Frank and I regarding how much space the equipment will actually take up. Mr. Holston plans to provide the renderings /design plans at a later time when they are completed.

3. Recruitment for GM, July 15, 2026: A job announcement for the Recruitment of a GM has been produced and posted on ACWA, B&C Water News and the RLECWD's website. The deadline to apply has been set for October 15, 2026 following the recommended 90 day recruitment process. During the interim, we will monitor the number of applicants and if necessary make adjustments/revisions to the advertisement to entice more to apply. At the conclusion of the 90 day trial, we can re-assess and strategize a course of direction to take if there is very little response in applicants.
4. Water Rate Study, July 20, 2026: The District has been reaching out to several consultants including previous ones that the District has worked with to submit an RFP. We are also looking into advertising through ACWA for more solicitations. We are being proactive to include ADU rates and source for an Actuarial Analysis. We want to cast a wide net to ensure we get a good pool of consultants to choose from like Lechowicz & Tseng Municipal Consultants, RDN, FCS, Crowe, Raftelis, and HF&H. More to come.
5. Well 10 Cr6 Treatment Design plans, July 20, 2026: The District is looking into the previous Well 10 design plans from Affinity Engineering and the amount of money paid to them for engineering services for that project. From what we gather thus far, from 2015 to 2018 approximately \$178,762 has been spent. According to the latest agreement, Well 10 fees total \$220,000, which includes a Pilot Test and Study at \$70,000 and design work at \$150,00. It would be proactive to see how much savings can be negotiated from the previous work completed. If only minor revisions are needed for the new design plans, we should consider asking Affinity Engineering to reduce its costs for the new plans for well 10. To be determined.
6. Filing Date for Declaration of Board Member Candidacy, August 7, 2026. Just a reminder that we have two Board seats up for election. The deadline for filing for Declaration of Candidacy is set for August 7, 2026 by 5:00

p.m. A candidate may prepare a Candidate Statement on the appropriate form provided by the elections official. The statement may include the name and occupation of the candidate, and a brief description of the candidate's education and qualifications expressed by the candidate. The statement shall be submitted with the Voter Registration and Elections office at the time the candidate's nomination paperwork is filed. For more information <https://elections.saccounty.gov/#gsc.tab=0>.

As your Interim GM, I want to thank you for giving me the opportunity to be of service. I continue to look forward to collaborating with you to accomplish great things.

In Service,

Felix M. Felix

Felix M. Felix

Interim GM

RLECWD



Items for Discussion and Action

Agenda Item: 4.2

Date: June 22, 2026

Subject: Public Works Project Report

Contact: Mike Vasquez, PE, PLS, Contract District Engineer

Recommended Committee Action:

N/A this item is not reviewed by committee.

Current Background and Justification:

Contract District Engineer, Mike Vasquez will provide a report of District activities over the period since the last regular Board meeting. The Board may ask for clarifications and may also provide direction in consideration of the reported activities.

Conclusion:

No Board action is anticipated for this item.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
 (A) Yea (N) Nay (Ab) Abstain (Abs) Absent



**Vasquez
Engineering**

22 July 2026

CONTRACT DISTRICT ENGINEER'S REPORT

To: Felix M. Felix, Interim General Manager, Rio Linda Elverta Community Water District

From: Mike Vasquez, PE, PLS, Principal (VE), Contract District Engineer (RLECWD)

Subject: Contract District Engineer's Report for the 27 July 2026 Board of Directors Meeting

The Contract District Engineer is pleased to submit this brief update of duties and tasks performed for the period of 18 June 2026 to 22 July 2026:

1. **Water Meter Replacements:** For the 2025/2026 District fiscal year, construction contractor Rawles Engineering replaced 245 meters and averaged 11.7 meter installations per day. Budget expended for this work by Rawles was \$90,720.00. Staff has been very satisfied with the work performed by Rawles. A separate agenda item at the 7/27/2026 Board meeting will discuss extending the agreement with Rawles for the District's 2026/2027 fiscal year to install more meters.
2. **Water Valve Replacement Project (Capital Improvement Program):** Construction contractor Rawles Engineering has completed removal and replacement of 5 valve cross locations as part of the District's 2025/2026 Capital Improvement Program. Completed sites are:
 - Site 1 (U St/Milldale Cir)
 - Site 2 (U St/10th St)
 - Site 5 (M St/6th St)
 - Site 6 (L St/4th Ave)
 - Site 11 (M St/4th Ave)

Site 4 in the agreement was replaced with Site 5, due to newly assessed priority by the Water System Manager. Three sites remain to be completed and are:

- Site 3 (W 2nd St east of Chisum Ave)
- Site 7 (N St/9th St)
- Site 8 (O St/8th St)

The contract amount for this work was revised from \$234,500.00 to \$234,850.00. Upon successful completion of the remaining 3 sites, it is anticipated to ask for Board approval to complete 8 additional sites as part of the 2026/2027 Capital Improvement Program budget item. See construction photos below.

3. **2025 Urban Water Management Plan (UWMP):** The Contract District Engineer and District Staff continue to package data requests for the consultant to review and prepare the UWMP. The consultant estimates completion and submittal of the UWMP to DWR by December 2026. DWR has been notified of the anticipated submittal date.

Felix M. Felix, Interim General Manager, RLECWD
 Contract District Engineer's Report
 22 July 2026
 Page 2 of 3

4. **Hexavalent Chromium Compliance Plan:** The Contract District Engineer revised and resubmitted the District's Cr6 Compliance Plan to the State Water Board on 7/10/2026, in response to the Water Board's comments on the initial submittal. Wells 2A and 10 were included in the plan to meet capacity compliance requirements. SBA-IX treatment designs with roll-up regeneration are in progress for Wells 2A, 10, and 15.
5. **2026 Annual Water Supply and Demand Assessment (AWSDA):** In accordance with California Water Code §10632.1 and the requirements of Assembly Bill (AB) 1668 and Senate Bill (SB) 606, urban water suppliers must submit an Annual Water Supply and Demand Assessment (AWSDA) to the California Department of Water Resources (DWR) by July 1 of each year to evaluate water supply reliability under drought conditions and identify any necessary shortage response actions. The Contract District Engineer prepared the AWSDA and submitted it to DWR on 6/22/2026.
6. **2026 Consumer Confidence Report (CCR):** The Contract District Engineer is assisting the Water Systems Manager with analyzing water quality data and preparing the 2026 CCR that will be sent to rate payers.
7. **Development Review:**
 - A. **Century Palms Estates (120-Lot Residential Subdivision, Southwest Corner of M Street and Rio Linda Boulevard Intersection):** The developer has agreed to fund preparation of a hydraulic model for the District's water system, with future capacity fee credit reimbursement for the cost. The Contract District Engineer developed a work scope and budget with a consultant familiar with the District's previous model (the previous model is unusable due to outdated software). The Contract District Engineer and developer's engineer are coordinating an agreement that is anticipated to be brought to the Board for approval at the 8/22/2026 Board Meeting.
8. **General Contract District Engineer Administrative Tasks:**
 - A. Prepared staff reports and attended the District's Board Meeting on 6/22/2026.
 - B. Prepared staff reports and attended the District's Executive Committee Meeting on 7/8/2026.
 - C. Meetings with Director Liverett to discuss Cr6 treatment alternatives.
 - D. Over 20 meetings with District Office Staff and Water System Operations Staff to assist with budgeting, water system operations and maintenance, State regulatory requirements and submittals.

Please contact me at 530-682-9597, or email at gmvasquez@vasquez-engineering.com with any questions or require additional information.

Respectfully,

Mike Vasquez, PE, PLS
 Principal (VE)
 Contract District Engineer (RL/ECWD)

Felix M. Felix, Interim General Manager, RLECWD
Contract District Engineer's Report
22 July 2026
Page 3 of 3





Items for Discussion and Action

Agenda Item: 4.3

Date: July 27, 2026

Subject: Consider Authorizing an Extension to the Professional Services Agreement with Rawles Engineering for Water Meter Replacements

Staff Contact: Mike Vasquez, PE, PLS, Contract District Engineer

Recommended Committee Action:

The Executive Meeting discussed this item at the 7/8/2026 Committee Meeting and forwarded this item to the 7/27/2026 Board Meeting for Board Consideration

Current Background and Justification:

The existing Professional Services Agreement (PSA) with Rawles Engineering (Rawles) to replace water meters was executed between the District and Rawles on 3/17/2026. Rawles replaced 245 meters under that agreement, while averaging 11.7 meter replacements per day. This work was performed under the 2025/2026 fiscal year budget.

Extending the agreement under Addendum 1 with Rawles Engineering for water meter replacements is prudent because of the efficient agreement extension methodology stipulated in the PSA, and the efficiency, timeliness, and cost effectiveness in which Rawles Engineering has met expectations while performing the construction work previously completed under the PSA.

The work described in Addendum 1 would be part of the 2026/2027 fiscal year budget. The budget for meter replacement work is \$190,000.00, of which \$86,400.00 would be allocated for construction by Rawles Engineering, and \$103,600.00 would be allocated for the District to purchase the meters. It is anticipated that all work will be completed by June 30, 2027.

Addendum 1 is included in your agenda packet.

Conclusion:

It is recommended that the Board authorize the Interim General Manager to execute an extension of the PSA with Rawles Engineering to perform water meter replacements as described in Addendum 1.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
(A) Yea (N) Nay (Ab) Abstain (Abs) Absent



RIO LINDA ELVERTA COMMUNITY WATER DISTRICT

P.O. BOX 400, 730 L STREET
RIO LINDA, CALIFORNIA 95673
Phone: 916-991-1000

ADDENDUM 001

27 July 2026

To: Rawles Engineering, Inc.
109 Natoma Street
Folsom, CA 95630

PROJECT: WATER METER REPLACEMENTS

This Addendum #1 shall serve as an extension to the existing Professional Services Agreement (Agreement) entered by and between the Rio Linda Elverta Community Water District and Rawles Engineering, Inc. on 4 March 2026 (executed 17 March 2026) pursuant to "Section 2. Term" of the Agreement. The promises and covenants (Sections 1-18), and Bonds, Claims, and Labor Compliance sections of the Agreement shall apply to this Addendum #1, or as modified below. The effective date of this Addendum #1 shall be 27 July 2026.

ADDENDUM WORK SCOPE:

Water meter replacements shall be performed pursuant to and shall conform to the latest edition of the Rio Linda Elverta Community Water District Standard Construction Specifications and to the latest edition of the County of Sacramento Standard Construction Specifications and all of its drawings. All work shall conform to the applicable local, state, and federal codes and specifications including OSHA. The Contractor shall be responsible for job safety and traffic control at all times.

The District will provide water meters at its own cost. Contractor shall provide all labor, equipment, and incidental materials to remove and replace existing meters. Contractor and District Staff shall notify property owners 24-hours in advance of meter replacement work.

The District will provide Contractor a sorted list of locations of meters to be replaced.

Project location is throughout the District water system boundary.

ADDENDUM AMOUNT:

The total budget for water meter replacements is a not to exceed total of \$86,400.00. This is based on a time and materials basis as noted on the estimate dated January 8, 2026 received from Contractor (attached). The budget may not be increased without written approval from the District, and any required Board approval.

ADDENDUM SCHEDULE:

All work included in this Addendum shall be completed in full by 30 June 2027.

ACKNOWLEDGEMENT:

We, the undersigned contractor, have given careful consideration to the Addendum proposed and hereby agree. If this Addendum is approved, we will provide all equipment, furnish all materials, except as may otherwise be noted above, and perform all services necessary for the work above specified, and will accept as full payment therefor the prices shown above.

CONTRACTOR ACKNOWLEDGEMENT:

Accepted by: _____
Carrie Rawles, Chief Executive Officer
Rawles Engineering, Inc. _____
Date

OWNER ACKNOWLEDGEMENT:

Approved by: _____
Felix M. Felix, Interim General Manager
Rio Linda / Elverta Community Water District _____
Date

END OF DOCUMENT

Rawles Engineering
"H2O Is Our Thing"
Since 1978
Folsom CA



January 8, 2026

Invoice: NA

Rio Linda Elverta Community Water District
 Attn: Mike Vasquez
 RE: Water Meter Retrofit 2026.

Dear Mr. Vasquez,

Rawles Engineering Inc. submits the following price **Proposal** for the following work described below:

1. Mobilize to each location provided, clean out existing meter box via vacuum excavation, remove old water meter, install new Owner provided water meter, provide meter information (existing read of old meter) on sheet of paper, or form provided. Dump Site and any and all materials provided by RLECWD.

Time and Material Prevailing Wage Rates applied to associated project:
Based on 8 hour Work Days

-(2) laborers/pipefitters: Regular Hours	95.00 per hr	(8Hrs)=	1,520.00
Overtime:	142.50 per hr		
Double Time:	190.00 per hr		
-(1) Service Truck=	95.00 per hr	(8Hrs)=	760.00
-(1) Air Compressor=	50.00 per hr	TBD	
-F450/550 Dump truck:	95.00 per hr	(8Hrs)=	760.00
-(1)Vacuum Excavator: Regular Hours	160.00 per hr	(8Hrs)=	1,280.00
Overtime:	240.00 per hr		
Double Time:	320.00 per hr		

Assumed Per Day Total: 4,320.00

2026 Time and Material Prevailing Wage Rates (Subject to increase based on DIR guidelines)

-(1)Foreman= Regular Hours	120.00 per hr
Overtime:	180.00 per hr
Double Time:	240.00 per hr
-(1) laborers/pipefitters: Regular Hours	95.00 per hr
Overtime:	142.50 per hr

Double Time:	190.00 per hr
-(1) Service Truck=	95.00 per hr
-(1) Air Compressor=	50.00 per hr
-F450/550 Dump truck:	90.00 per hr
-(1)Backhoe/Excavator/Bobcat :	100.00 per hr
-(1)Backhoe/Excavator Operator: Regular Hours	130.000 per hr
-Overtime:	195.00 per hr
Double Time:	260.00 per hr
-Super10 Wheel Truck with Driver: Regular Hours	180.00 per hr
Overtime:	270.00 per hr
Double Time:	360.00 per hr
-(1)Vacuum Excavator: Regular Hours	160.00 per hr
Overtime:	240.00 per hr
Double Time:	320.00 per hr
-Asphalt Pave trailer and Roller	100.00 per hrs
-Certified prevailing wage payroll reporting:	400.00 per week
-Hot Tap: 1-8", and 1-6" 1,200.00 each	2,400.00
-Materials	TBD
-Sand and AB:	TBD
-Delivery/Pick Up/Plates with non skid:	TBD
-Shoring Rental	TBD

-Rawles Engineering Can provide 24 hour notifications if needed, or Rio Linda Water Company can provide notifications prior, or Rawles Engineering Inc knocking on customer door the day of work and explaining water outage of 20-25 minutes.

-Price includes Current Prevailing Wages

Price is Valid for 30 days

Standard Exclusions: All staking, construction water, bypass pumping, permits, fees, bonds, inspections, testing, engineering of any kind, traffic control plans, as built drawings, soils testing, electrical, tamper switch installation, sprinkler install or testing, export of any rock or debris, winterization, erosion control, staking, landscaping repair including lawn, decorative rock, bark or topsoil, concrete R&R, Paving and seal R&R, weather delays, tree removal, boring under trees or water meters, night or weekend work, SWPPP plans or implementation, any damage done to unmarked existing utilities, if an item is not specifically included, it is considered excluded. **Excludes rock excavation. Assumed to ground to be suitable for excavation with a Case 580 backhoe, or Takeuchi 280.**

Sincerely,

Ryan Rawles
Rawles Engineering Inc.



Items for Discussion and Action

Agenda Item: 4.4

Date: July 27, 2026

Subject: Adoption of Resolution 2026-04, Authorizing Annual Direct Levy

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee recommendation was to forward to the July 27th Board Meeting for approval.

Current Background and Justification:

Annual direct levy is one of the means the District has for collecting the cost of providing services. Direct levy places the unpaid balance onto the property tax bill for the property owner with unpaid water bills meeting specified criteria.

The direct levy process entails coordinating with Sacramento County and requires the District to adopt a resolution including specified language and details about the unpaid water bills.

Conclusion:

The Board should adopt Resolution 2026-04, authorizing a direct levy on specified accounts.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
 (A) Yea (N) Nay (Ab) Abstain (Abs) Absent

RESOLUTION NO. 2026-04

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE RIO LINDA ELVERTA COMMUNITY WATER DISTRICT ADOPTING A REPORT OF DELINQUENT UTILITY CHARGES AND AUTHORIZING COLLECTION ON COUNTY TAX ROLL

WHEREAS, the Rio Linda Elverta Community Water District (“District”) levies and collects water service charges from District utility customers to pay for the operation, maintenance and related costs of District water system and services; and

WHEREAS, District water service charges are calculated and levied based on the rate schedules adopted by the District Board and they are not levied based on the value of the customer’s real property; and

WHEREAS, District water service charges have been adopted in compliance with applicable laws, including California Constitution article XIII D, section 6 and California Water Code Sections 31007, 31025 and 31101; and

WHEREAS, some District customers from time to time become delinquent in their payment of water service charges; and

WHEREAS, the Interim General Manager has prepared the attached Written Report for Delinquent Water Service Charges for Fiscal Year 2025/2026 (the “Report”); and

WHEREAS, the District has decided that said delinquent and unpaid charges are to be included in the annual taxes next levied upon the property and shall constitute a lien on the property, pursuant to Water Code Sections 31701(e) and 31701.5; and

WHEREAS, in accordance with Water Code Section 31701.6, the District is required to notify the holder of title to the property whenever delinquent and unpaid charges for water and other services or either which could become a lien on such property pursuant to Water Code Section 31701.5 remain delinquent and unpaid for 60 days, as specified in the Report; and

WHEREAS, the District Board of Directors has conducted a duly noticed public meeting concerning the Report and considered any comments or protests received at the public meeting.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Rio Linda Elverta Community Water District as follows:

1. The Board hereby approves and adopts the Report attached hereto as **Exhibit A**. The Board hereby authorizes and directs that the delinquent utility charges listed in the Report be collected on the County of Sacramento property tax roll. The Board hereby requests the Auditor-Controller of the County of Sacramento to enter the delinquent charge amounts against the respective parcels of land as they appear on the property tax roll and collect the delinquent amounts at the same time and in the same manner as general property taxes, pursuant to Water Code Section 31701.5.

2. The Board hereby directs the Interim General Manager or his or her designee to provide the required notice to customers that delinquent utility charges will be collected on the County of Sacramento property tax roll, to submit all necessary documentation as required by the Auditor-Controller of the County of Sacramento, and to undertake all actions necessary and incidental in accordance with the California Water Code to collect the delinquent utility charges (as specified in **Exhibit A**) on the County of Sacramento property tax roll.

APPROVED AND ADOPTED by the Board of Directors of the Rio Linda / Elverta Community Water District on this 27th day of July 2026. By the following vote:

AYES:

NAYS:

ABSENT:

ABSTAIN:

ATTEST:

Anthony Cline
President, Board of Directors

Felix M. Felix
Secretary of the Board of Directors

EXHIBIT A

WRITTEN REPORT FOR DELINQUENT WATER SERVICE CHARGES FOR FISCAL YEAR 2025-2026

Rio Linda Elverta Community Water District, Sacramento County, California presents herewith its written report on delinquent water service charges to be collected on the County Tax Roll of Sacramento County, California, for the fiscal year 2025-2026.

Said charges were imposed and collected pursuant to and at the rates established therefore in ordinances and resolutions which were heretofore duly passed and adopted by the Board of Directors of the District. These charges were levied without regard to property valuation.

This report contains a description of each parcel of real property receiving such services and facilities with respect to which charges are delinquent and the amount of the delinquent charges for each parcel, computed in conformity with the charges prescribed by said ordinances and resolutions.

NOTICES OF THE HEARING on this report has been duly given in the manner provided by law, and after having made such revision, changes, reductions or modifications of any charge or charges deemed necessary or proper, the Board of Directors has made its determination on each charge as now described herein and has finally adopted this report.

The names and addresses of the owners of said properties and the description of said properties as shown on the last equalized assessment roll of the County of Sacramento, State of California, together with the amount of delinquent water charges set opposite each, are as hereafter set forth to with:

APN#	Account No.	Balance
214 0063 013 0000	2006001	\$1,199.34
214 0300 061 0000	3076203	\$915.52
206 0324 021 0000	4442000	\$666.31
206 0352 006 0000	5090002	\$888.68
214 0112 009 0000	6107502	\$657.43
206 0222 006 0000	9102007	\$221.35
206 0251 012 0000	9157000	\$439.14
206 0151 030 0000	11015202	\$662.35
206 0183 003 0000	11165003	\$244.37
202 0121 044 0000	13000600	\$271.92
202 0310 036 0000	13211002	\$875.72
206 0344 011 0000	15208009	\$762.30
207 0022 009 0000	19153100	\$1,373.26
207 0012 005 0000	19165003	\$881.26
207 0274 041 0000	21012005	\$143.57
215 0220 030 0000	22234000	\$1,303.45
215 0010 031 0000	24042300	\$891.98
215 0010 011 0000	24078001	\$378.57
215 0130 035 0000	24122004	\$657.42
215 0140 020 0000	24154506	\$1,124.49
207 0240 012 0000	25018003	\$368.10
215 0020 009 0000	25068402	\$585.19
215 0162 002 0000	25136001	\$657.43
215 0101 001 0000	25336103	\$344.30
207 0211 023 0000	25544103	\$657.43
207 0250 006 0000	25622000	\$1,307.92
207 0240 002 0000	26322001	\$2,050.89
208 0041 012 0000	26473001	\$1,454.96



Items for Discussion and Action

Agenda Item: 4.5

Date: July 27, 2026

Subject: Consider Authorizing Service Agreement with Adept Solutions

Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee discussed this item at the July meeting and recommended forwarding it to the July Board Meeting.

Current Background and Justification:

In 2025, Adept Solutions endured a change in management, wherein three of their most experienced information technology personnel left the company. Shortly thereafter, RLECWD was introduced to the newly assigned primary representative at Adept Solutions, Jesse Quintero. Jesse Quintero has provided a new Master Services Agreement, Revised Contract Proposal with a monthly total of \$1672.05, and an email to include optional services for Managed Compliance Services of \$1750 per month and an Advanced Email Security Protection package for an additional \$150 per month for Committee review. For comparison, recent invoices for services currently provided have been included.

Conclusion:

The fee increase for the agreement proposal of \$1672.05 is nominal. It is recommended that the Board approve the Revised Contract Proposal. The optional fees are discretionary.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
 (A) Yea (N) Nay (Ab) Abstain (Abs) Absent

2217 - Updated Managed Service Agreement

From Jesse Quintero <noreply@zomentummail.com>

Date Mon 6/29/2026 10:02 AM

To Felix M. Felix <GM@rlecwd.com>

 1 attachment (272 KB)

2217 - Updated Managed Service Agreement.pdf;



Felix,

I hope you're doing well. Attached is your agreement renewal for review. The "Schedule of Services" hyperlink at the bottom of the proposal reflects what is included in our Managed IT Services. Please take a look and let us know if you have any questions.

Additionally, I wanted to highlight the two service enhancements we discussed during our meeting yesterday:

Managed Compliance Services (PCI) – \$1,750/month

- Ongoing PCI compliance management and guidance
- Assistance with documentation, assessments, and reporting requirements
- Proactive monitoring to help maintain compliance readiness

Note: The monthly cost for Managed Compliance Services is based on your PCI compliance classification level. Organizations that qualify for a lower PCI classification generally require less oversight and reporting, which would result in a lower monthly service cost.

Advanced Email Security Protection – \$150/month (\$15 per license/10 license minimum)

- Enhanced protection against phishing and business email compromise attacks
- Advanced threat detection powered by AI-driven analysis
- Additional safeguards beyond traditional spam filtering

Some of the key benefits of the advanced email security platform include:

- o Real-time phishing detection and warning banners
- o Protection against impersonation and spoofed sender attacks
- o Automated analysis of suspicious links and attachments
- o User-friendly reporting and remediation tools
- o Behavioral threat detection to identify sophisticated email attacks
- o Reduced risk of credential theft and account compromise
- o Improved visibility into email security threats across the organization

Feel free to let us know if you would like us to include either or both additional services. Thank you for your continued partnership.

Respectfully,
Jesse

The document will expire on: 07/31/2026

[View Document](#)

Button isn't working? Copy-paste this URL in your browser's address bar:

https://adeptsolutions.zomentum.com/documents/view/522856bc909842c694663806e17d783a?client_user_id=ed24d78728164ce8a26f41766ec89789



Effective August 15, 2025. This Master Services Agreement supersedes and replaces all prior versions.

Master Services Agreement

This Master Services Agreement (the “MSA”) is between Provider and the Client found on the applicable quotation, estimate, statement of work, proposal, or order, (the “Order”) and, together with the Order, the terms and conditions, and relevant Service Attachments forms the Agreement between the parties (the “Terms”). Client accepts these Terms by signing an Order, using the services, or continuing to use the services after being notified of a change to these Terms. If there is a conflict between the Order, this Master Services Agreement, any Service Attachment, or Exhibit, the Order will control.

The parties agree as follows:

STATEMENT OF SERVICES

Service Attachments

The services to be delivered by Provider (the “Services”) and the fees for those Services, and the specific terms applicable to those Services are described in the Order or in one or more Service Attachments referencing this Agreement.

Provider may decline to perform any services requested by Client that are in violation of any applicable law or that are not typically associated with the Services provided by Provider.

FEES FOR SERVICES | PAYMENT TERMS

Service Fees

Fees for Services are set forth in an Order. Unless otherwise indicated in writing, all Services will be performed on a time-and-materials basis at Provider’s then-current rates.

Adjustments to Service Fees

Except as may be specified in an Order, Provider may adjust the Service Fees charged under this Agreement as follows:

- **Increased or Revised Usage or Services.** Provider may increase the fees based on revised or increased Usage or Services as described in the Order or applicable Service Attachments.
- **Surcharges.** At any time after the parties sign an Order, Provider may adjust its rates and charges or impose additional rates and charges to recover tariffs or amounts required or permitted by governmental or quasi-governmental authorities to collect from others or pay to others in support of statutory or regulatory funds or programs. Client shall pay all Service Fees owed as they become due following any such adjustment.

- **Service Fee Rate Increases.** At any time after the parties sign an Order, Provider may elect to raise the fees that it charges under that Order. If the increase is greater than 10% annually, Provider shall give Client no less than thirty (30) days' notice of any such increase in fees to be charged. Within 30 days following Client's receipt of such notice, Client may terminate the Order without incurring any additional charges or penalties, if any, that Client ordinarily would incur for such termination.
- **Third-Party Services.** Client understands and agrees that Provider uses third-party solutions and service providers to perform some or all of the managed services offered to Client ("Third-Party Service Providers"). **PROVIDER IS NOT RESPONSIBLE FOR THE ACTS OR OMISSIONS OF THIRD-PARTY SERVICE PROVIDERS. CLIENT'S RIGHTS REGARDING CLAIMS AGAINST THIRD-PARTY SERVICE PROVIDERS SHALL BE GOVERNED BY SUCH SERVICE PROVIDER'S END USER LICENSE AGREEMENT OR TERMS AND CONDITIONS.** Provider's current Third-Party Service providers and the governing terms and conditions related to those services are listed on the Schedule of Third-Party Services which may be updated by Provider without further notice to Client and is incorporated by reference as if fully set forth in this Agreement.
- **Off-Boarding.** Client's cancellation, termination, or transition of the Services to Client's control or to another service provider ("Off-Boarding") may trigger a billable project. Any Off-Boarding projects will be subject to a separate Order, which will be billed at Provider's then-prevailing rates.
- **Client Delay.** If Provider is unable to commence delivery of the Services on the service start date because of any failure on Client's part including but not limited to the failure to provide access to Client's resources in a timely manner, Client nonetheless will begin to incur Service Fees, which Client shall pay in accordance with the Order, the Service Attachment and the Master Services Agreement.

Reimbursable Expenses

Client shall pay Provider's reasonable out-of-pocket expenses, including incremental third-party service fees, travel expenses, lodging, meals, or other similar expenses, which may be incurred by Provider in performing Services.

Payment Terms

Client shall pay the full amount reflected on any invoice as owed to Provider on or before the due date identified in the invoice (the "Payment Deadline"). Client shall pay a late charge of one-and-one-half percent (1.5%) per month or the maximum lawful rate, whichever is less, for all invoiced amounts not paid by the Payment Deadline.

If Client disputes in good faith all or any portion of the amount owed to us, or if Client otherwise requests any adjustment to an invoiced amount, Client must notify Provider in writing, prior to the Payment Deadline, of the nature and basis of the dispute and/or adjustment. If Provider is unable to resolve the dispute prior to the Payment Deadline, Client nevertheless shall pay the entire invoiced amount by the Payment Deadline. If Provider ultimately determines that such amount should not have been paid, Provider shall apply a credit equal to such amount against any Service Fees owed for the following month.

Special rates may apply for services requested outside of normal business hours or on holidays. Special rates are one-and-one-half (1.5) times normal hourly rates, with a one-hour minimum.

Holiday hour rates are two (2) times normal hourly rates, with a one-hour minimum.

Suspension of Service

If Client fails to pay all amounts owed under this Agreement when due, then upon at least ten (10) business days' prior written notice, and in addition to any other remedies available to Provider, Provider may suspend Services and withhold Confidential Information (defined below) under this Agreement until full payment is made. Following any suspension of service under this provision, and after Client makes full payment to Provider, Provider may restore the Services after validating that all components to be monitored and/or managed under any applicable Order or Service Attachment comply with Provider's level of security, updates, and best practices. Client shall pay a "Reactivation Fee" for such restoration equal to one month of the Service Fees. Provider's right to suspend Services under this section is in addition to Provider's right to terminate this Agreement.

Taxes

Unless otherwise indicated on an invoice, all charges and fees owed under this Agreement are exclusive of any applicable sales, use, excise, or services taxes that may be assessed on the provision of the Services. In the event that any taxes are assessed on the provision of any of the Services, Client shall pay the taxes directly to the taxing authority or shall reimburse Provider for their payment.

TERM AND TERMINATION

Term

This Agreement commences on the Order Effective Date, and it will remain in effect until either party terminates it as permitted below.

Termination

Either party may terminate this MSA for any reason or no reason upon at least thirty (30) days advance, written notice given to the other party. However, termination of this MSA will not, by itself, result in the termination of any Order or Service Attachments, and this MSA will remain in effect notwithstanding any notice of termination unless and until all Orders and/or Service Attachments are terminated or expire according to their terms.

INDEPENDENT CONTRACTOR

Unless otherwise agreed, Provider will perform all Services solely as an independent contractor and not as an employee, agent, or representative of Client.

INTELLECTUAL PROPERTY RIGHTS

Provider Works

Unless specifically identified in a separate Statement of Work, any writing or work of authorship, regardless of medium, created or developed by Provider for Client in the course of performance under this Agreement and related to existing works owned by Provider is a "Provider Work," is not to be deemed a "work made for hire," and is and will remain the sole, exclusive property of Provider. To the extent any Provider Work for any reason is determined not to be owned by Provider, Client hereby irrevocably assigns and conveys to Provider all of its copyright in such Provider Work. Client further hereby irrevocably assigns to Provider all of its patent, copyright, trade secret, know-how, and other proprietary and associated rights in any Provider Work.

License to Provider Works

If any Provider Work is located on hardware or equipment owned by Client, Provider hereby grants Client a perpetual, non-exclusive, revocable, royalty-free license to use any Provider Work during the term of this Agreement ("Limited License"). The Limited License will be immediately and automatically revoked without the need for notice in the event that either party terminates the Services or this Agreement.

Ownership of Deliverables

To the fullest extent permitted by law, Client retains ownership in all deliverables, including but not limited to video footage, music, images, and other components for its future use, upon full payment for the Services. Client shall retain sole ownership of all original material it provides to Company for use within the Deliverables. After this MSA and all Service Attachments and Orders are terminated, and upon full payment for any works in process, in no event will Company be liable for any claims related to or arising from Client's improper use of the Deliverables, works in process, or the music, images, and other components that comprise the Deliverables or works in process.

License Restrictions

Client shall not:

- Modify, copy, or create derivative works based on the Services or on the Provider Technology;
- Build a product or service using similar ideas, features, functions, or graphics of the Service, or
- Copy any ideas, features, functions, or graphics of the Service.

Additional license restrictions may be set forth in the Service Attachments.

Improvements to Services

Client hereby assigns to Provider any and all suggestions, ideas, enhancement requests, feedback, recommendations, or other information provided by Client or Client's users relating to any proposed improvements of or modifications to the Services.

NON-DISCLOSURE AND CONFIDENTIALITY

Confidential Information

During the course of performance under this Agreement, either party may be exposed to or may acquire the other's proprietary or confidential information. Each party shall hold all such "Confidential Information" in strict confidence and shall not disclose any such information to any third party.

Confidential Information includes but is not limited to: (a) with respect to Provider, Provider's unpublished prices for Services, audit and security reports, server/network configuration designs, firewall and other hardware configurations, passwords, all business plans, technical information or data, product ideas, methodologies, calculation algorithms and analytical routines, and other proprietary technology, (b) with respect to Client, content transmitted to or from, or stored by Client on, Provider's servers, and (c) with respect to both parties, other information that is conspicuously marked as "confidential" or if disclosed in non-tangible form, is verbally designated as "confidential" at the time of disclosure.

Non-Confidential Information

Notwithstanding the preceding provision, Confidential Information does not include:

- Information that at the time of disclosure is, without fault of the recipient, available to the public by publication or otherwise;
- Information that either party can show was in its possession at the time of disclosure and was not acquired, directly or indirectly, from the other;
- Information received from a third party with the right to transmit same without violation of any secrecy agreement with the other party; and
- Information that must be disclosed pursuant to court order or permitted by law.

Agreement Confidentiality

No copy of the Order, this MSA, any Service Attachment or Schedule of Services, discussions, negotiations, terms or conditions relating to the Order, the MSA, Service Attachment, or any other information relating to the Order, this MSA, or any Service Attachment may be disclosed to any third party, except by reason of legal, accounting or regulatory requirements, without the prior written consent of the parties hereto.

Information Releases

Notwithstanding the preceding provisions, Provider may publicly refer to Client, orally and in writing, as a Client of Provider. Any other reference to Client by Provider may be made only pursuant to a written agreement between the parties.

PROVIDER-SUPPLIED EQUIPMENT

“Equipment” means any computer, networking or telephony equipment, racking, or associated hardware, or other equipment (if any) that Provider installs on Client’s premises or that Provider ships to Client’s location to facilitate the delivery of Services. Equipment does not include any hardware or devices that Provider may sell to Client or that Provider procures on Client’s behalf.

Provider is and will remain the sole owner of any Equipment, which is provided on a rental or temporary basis only. This agreement transfers to Client no Equipment ownership rights of any kind.

Provider retains sole discretion to determine the appropriate Equipment and associated software and/or technology, if any, to be used at Client’s location, provided that Provider’s determination does not materially impair the availability or delivery of services under this Agreement. Provider also retains sole discretion to determine the necessity of maintenance, repairs, and/or improvement of the Equipment.

Except as otherwise may be specified in an applicable Service Attachment, Provider makes no independent representations or warranties with respect to the Equipment. Any third-party warranties are Client’s exclusive remedies with respect to such Equipment. In the event of an Equipment malfunction, Provider will take commercially reasonable steps to ensure that Client receives the benefit of any manufacturer warranties applicable to the Equipment in use at Client’s location.

Client shall take reasonable care of the Equipment and shall not damage it, tamper with it, move or remove it, attempt to repair it, or attempt to install any software on it. Client is financially responsible, up to the full replacement value of all Equipment, for all damage to or loss of the

Equipment used at Client's location, other than loss or damage caused by Provider. In addition, Client shall obtain and maintain insurance with a reputable insurer for the full replacement value of the Equipment. Such policy or policies of insurance must cover the Equipment against loss or damage (including, without limitation, accidental loss or damage) and must name Provider as an insured beneficiary with respect to the Equipment. Upon demand, Client must produce evidence that such insurance is being maintained and is valid.

Client is responsible for providing the necessary power, network connection, and appropriate environment to support the Equipment.

Client shall not remove any sign, label, or other marking on the Equipment identifying Provider as the owner of the Equipment. Client does not acquire and will not acquire any rights of ownership in the Equipment by virtue of this Agreement, and Client does not have and will not have, by operation of law or otherwise, any lien or other similar right over or in relation to the Equipment.

On termination of any Agreement pursuant to which Client obtained any Provider-owned Equipment, Client shall allow Provider and its employees and contractors reasonable access to its premises to remove the Equipment. Alternatively, upon Provider's request, Client shall return the Equipment to Provider via the carrier of Provider's choice, for which Provider will pay all applicable shipping charges. Upon termination, Client is responsible for removing all Client Data from the equipment. Upon pickup or return of equipment to Provider, Provider will not be responsible for lost Client Data.

PROVIDER-SUPPLIED SOFTWARE

"Software" means all and any software installed on the Equipment or provided by Provider for installation on Client's computer equipment to facilitate the delivery of the Services.

This Agreement does not transfer any right, title, or interest in the Software to Client. Client's use of the Software is subject to all applicable terms of any end-user license agreement pertaining to the Software, a copy of which will be made available to Client, upon request.

Client shall not, and shall not permit any third party, to:

- distribute or allow others to distribute copies of the Software or any part thereof to any third party,
- tamper with, remove, reproduce, modify, or copy the Software or any part thereof,
- provide, rent, sell, lease, or otherwise transfer the Software or any copy or part thereof or use it for the benefit of a third party, or
- reverse assemble, reverse compile or reverse engineer the Software or any part thereof, or otherwise attempt to discover any Software source code or underlying proprietary information except as may be permitted by law.

CLIENT COVENANTS AND OBLIGATIONS

Assistance

Client shall provide in a timely and professional manner, and at no cost to Provider, assistance, cooperation, complete and accurate information and data, equipment, access to applicable computer and telecommunications facilities, networks, firewalls, servers, programs, files, documentation, passwords, a suitable work environment, and other resources requested by

Provider to enable it to perform the Services (collectively, "Assistance"). Provider shall not be liable for any deficiency in performing the Services if such deficiency results from Client's failure to provide full Assistance as required hereunder. Assistance includes, but is not limited to, designating a project manager or contact person to interface with Provider during the course of Services.

Software Licensing

Unless specifically otherwise agreed to in an applicable Order, Client represents and warrants that Client has title to or has a license or the right to use or modify the Software and has a license or right to permit Provider to use, access, or modify any software that Client has requested Provider to use, access, or modify as part of the Services.

It is the Client's responsibility to independently ensure that **ALL** software in use by Client is properly licensed, and Client agrees to maintain records of applicable licenses. Provider will not promote the use of, or knowingly support software which is not properly licensed by Client. Assistance with software audits or licensing compliance matters are billable at Provider's then-prevailing hourly rates.

Unsupported Software

Provider shall not be responsible or liable to Client for any consequences from the use of software no longer under manufacturer product support or no longer supported by the software publisher ("Unsupported Software"). **THEREFORE, CLIENT AGREES TO HOLD PROVIDER HARMLESS FROM ANY LOSS, INJURY, OR DAMAGE TO CLIENT OR ANY HARDWARE, SOFTWARE, AND/OR COMPUTER DATA OF CLIENT CAUSED BY ANY USE OF UNSUPPORTED SOFTWARE.**

Provider Access

Client shall supply Provider necessary access to its personnel, appropriate documentation and records, and facilities in order for Provider to timely perform the Services.

Broadband Internet access must be provided. Provider must be provided with remote access (via VPN or other reasonable remote access) to covered equipment. Appropriate cabling to all covered computers and devices must be provided. Appropriate air conditioning and ventilation for all covered computers and devices must be provided, in order to maintain temperature and air quality as specified by the applicable hardware manufacturers. Power surge protection must be provided for all covered computers and devices. Provider must be allowed convenient and timely access to the Equipment covered under this Agreement, adequate working space and facilities within a reasonable distance of the equipment, and access to and use of all information, internal resources, and facilities determined necessary to service the equipment. Client may be required to conduct preliminary diagnostic steps or provide additional information related to a support request, prior to a technician being dispatched to Client's facility. Client must agree to assign one employee to be liaison or contact person to Provider in order to make communications between both parties effective.

Remote Access

Client grants to Provider the explicit right to remotely access Client's network systems without the need to obtain expressed permission or consent each time remote access is established.

Third-Party Service Provider Fees

Unless expressly undertaken by Provider in writing, Client is responsible for any Third-Party Service Provider service fees, charges and to arrange for disconnection or termination and

payment of charges related to the disconnection or termination of any related services with Client's current carrier(s) or service provider(s).

Network Security and Malicious Events

Unless specifically otherwise agreed to in an applicable Order, it is Client's sole responsibility to determine whatever actions deemed necessary to make Client's data and voice networks and circuits secure from unauthorized access. Hardware firewall must be in place. Wireless data traffic in the environment must be securely encrypted. Provider is not responsible for the security of Client's network and circuits from third parties, or for any damages that may result from any unauthorized access to Client's network.

Client has an affirmative obligation to protect Client's network environment, and to train its employees for spam, malware, phishing, virus protection, and prevention from criminal acts of third parties. **Provider is not responsible for criminal acts of third parties, including but not limited to hackers, phishers, crypto-locker, and any network environment subject to ransom.**

If a security system for Client's network is included within the Services to be provided by Provider, Provider agrees to use commercially reasonable efforts to protect Client's network from malicious attacks by computer viruses, computer worms, and/or computer hackers (collectively, "malicious activities"). However, Client understands that no security system can guarantee complete protection against malicious activities as such attacks often involve the intentional action by third parties to invade and injure computer systems. **UNLESS CAUSED BY PROVIDER'S NEGLIGENCE OR WILLFUL MISCONDUCT, CLIENT AGREES TO HOLD PROVIDER HARMLESS FROM ANY LOSS, INJURY, OR DAMAGE TO CLIENT OR ANY HARDWARE, SOFTWARE, AND/OR COMPUTER DATA OF CLIENT CAUSED BY SUCH MALICIOUS ACTIVITIES.**

Third-Party Criminal Activity

Provider is not responsible for criminal acts of third parties, including but not limited to intrusions or unauthorized access of any kind, hackers, phishers, crypto-locker, and any network environment subject to ransom. **CLIENT AGREES TO HOLD PROVIDER HARMLESS FOR ANY ACTIVITY AFFECTING NETWORK SECURITY ON CLIENT'S ENVIRONMENT RELATED TO THIRD-PARTY CRIMINAL ACTIVITY, NETWORK SECURITY, OR PRIVACY.** Any costs or fees to rebuild or service machines will be billed at Provider's then-prevailing hourly rates.

Theft of Service

Client shall notify Provider immediately, in writing, by electronic mail or by calling the Provider customer support line, if Client becomes aware at any time that the Services are being stolen or used fraudulently. Failure to do so in a timely manner may result in the immediate termination of the Services and additional charges billed to Client. Client will be liable for all use of the Service using Equipment stolen from Client and any and all stolen Service or fraudulent use of the Services. Credits will not be issued for charges resulting from fraud that arises out of third parties hacking into any Equipment. This includes, but is not limited to, modem hijacking, wireless hijacking, or other fraud arising out of a failure of Client's internal/corporate procedures. Provider will not issue credit for invoiced charges for fraudulent use resulting from Client's negligent or willful acts or those of an authorized user of Client's service. **THEREFORE, CLIENT AGREES TO HOLD PROVIDER HARMLESS FROM ANY LOSS, INJURY OR DAMAGE TO CLIENT, OR ANY THEFT OF SERVICE CAUSED BY SUCH THEFT OF SERVICE.**

Hardware Equipment

Client equipment must be in working order and maintained under a manufacturer's warranty or maintenance contract. Provider is not responsible for Client equipment that is not maintained under manufacturer's warranty or maintenance contract or that is otherwise out of order. All Service Fees assume equipment is under manufacturer's warranty or maintenance contract or is in working order.

Provider in its reasonable opinion and supported by manufacturer information, may designate certain equipment as obsolete or defective, and therefore exclude it from coverage under this Agreement.

Physical Security

Client is responsible for the physical security of its on-premises hardware and software systems.

Independent Backup

Unless specifically otherwise agreed to in an applicable Order or Service Attachment, Client must maintain an independent backup of all files that are sent to either the cloud or a data backup service. A backup solution must be in place, with backup copies stored off-site. It is the Client's responsibility to verify that backups are made regularly, as well as the integrity of the backups. Provider shall not be held liable in the event of data loss, backup software failure, backup selection, backup hardware failure, backup media failure, or backup system failure even in the event that Provider was tasked to perform the backups. Client will be solely responsible for all lost data.

Malware

An anti-malware solution must be in place, and updated with valid update subscription. Provider is not responsible for any harm that may be caused by Client's access to third-party application programming interfaces or the execution or transmission of malicious code or similar occurrences, including without limitation, disabling devices, drop dead devices, time bombs, trap doors, Trojan horses, worms, viruses, and similar mechanisms. Any costs or fees to rebuild or service machines are provided and sold separately by Provider.

Hardware and Software Configurations

All Hardware and Software Configurations implemented by Provider shall belong to Provider, and shall constitute Provider's Confidential Information.

Client Data Security & Privacy

In addition to its other confidentiality obligations under an applicable Service Attachment, Provider shall not use, edit, or disclose to any party other than Client any Client Data (defined below), except as otherwise requested by Client, or required by court order or applicable law. For purposes of this provision, all data stored on the virtualized machines assigned to Client, including locally stored personal data of individual employees, will be considered Client Data by Provider.

As between Provider and Client, all Client Data is owned exclusively by Client. Client Data constitutes Confidential Information subject to the Terms. Provider may access Client's User accounts, including Client Data, solely to respond to service or technical problems or otherwise at Client's request.

Security and Regulatory Recommendations

Although it is under no obligation to do so, from time to time, Provider may make

recommendations regarding regulatory compliance, safety, and security related to Client's network and practices (e.g., multi-factored authentication). If Client fails to adopt or implement the recommended protocols, Client is responsible for any and all damages related to regulatory, security, privacy, or data protection, including but not limited to fines, data breach notification, malware or ransomware costs, restoration, forensic investigation, restoring backups, or any other costs or damages related to Client's refusal to implement the recommended protocols.

Artificial Intelligence

Client uses artificial intelligence ("AI") services or tools at its own risk. Provider is not responsible for any Client use of AI.

Password-Management Services

If Provider provides password management services to Client, Client shall be responsible and liable for any unauthorized use of passwords. **THEREFORE, CLIENT AGREES TO HOLD PROVIDER HARMLESS FROM ANY LOSS, INJURY, OR DAMAGE TO CLIENT OR ANY THEFT OF PASSWORDS CAUSED BY SUCH USE OF THE PASSWORD SERVICES BY CLIENT.**

PROVIDER REPRESENTATIONS AND WARRANTY

Internal Network Security Compromise Policy

Provider monitors the availability and performance of its internal firewall and network security. This process involves monitoring for intrusion attempts and potential security breaches. In order to minimize a possible compromise of security, all services and applications exposed to the Internet on Provider's servers are updated with all commonly available security hotfixes and best practices. As appropriate, Provider proactively evaluates, investigates, and reports security-related incidents to the appropriate authorities. Provider also monitors and proactively manages the anti-virus protection of its servers and applications using industry-recognized anti-virus software systems.

Service Warranty

We warrant that the Services will be performed in a professional and workmanlike manner and as described in an applicable Service Attachment or Schedule of Services. All Services will be deemed to be accepted unless Client notifies Provider in writing within ten (10) working days after performance that the Services did not conform to this warranty. Provider promptly will correct any non-conformities and will notify Client in writing that the non-conformities have been corrected.

DISCLAIMER OF WARRANTY

PROVIDER DOES NOT WARRANT THAT THE SERVICES WILL BE PERFORMED ERROR-FREE OR UNINTERRUPTED, THAT PROVIDER WILL CORRECT ALL SERVICES ERRORS, OR THAT THE SERVICES WILL MEET CLIENT'S REQUIREMENTS OR EXPECTATIONS, OR THAT THE SERVICE WILL BE COMPLETELY SECURE. THERE ARE RISKS INHERENT IN INTERNET CONNECTIVITY THAT COULD RESULT IN THE TEMPORARY LOSS OF SERVICE AVAILABILITY. PROVIDER IS NOT RESPONSIBLE FOR ANY ISSUES RELATED TO THE PERFORMANCE, OPERATION, OR SECURITY OF THE SERVICES THAT ARISE FROM CLIENT'S CONTENT OR THIRD-PARTY CONTENT, OR SERVICES PROVIDED BY THIRD PARTIES. PROVIDER SHALL HAVE NO OBLIGATION WITH RESPECT TO A WARRANTY CLAIM (i) IF NOTIFIED OF SUCH A CLAIM AFTER THE WARRANTY PERIOD

OR (ii) IF THE CLAIM IS THE RESULT OF THIRD-PARTY HARDWARE OR SOFTWARE FAILURES, OR THE ACTIONS OF CLIENT OR A THIRD PARTY.

FOR ANY BREACH OF THE SERVICES WARRANTY, CLIENT'S EXCLUSIVE REMEDY AND PROVIDER'S ENTIRE LIABILITY SHALL BE THE CORRECTION OF THE DEFICIENT SERVICES THAT CAUSED THE BREACH OF WARRANTY, OR, IF PROVIDER CANNOT SUBSTANTIALLY CORRECT THE DEFICIENCY IN A COMMERCIALY REASONABLE MANNER, CLIENT MAY END THE DEFICIENT SERVICES AND PROVIDER WILL REFUND TO CLIENT THE FEES FOR THE TERMINATED SERVICES THAT CLIENT PRE-PAID TO PROVIDER FOR THE PERIOD FOLLOWING THE EFFECTIVE DATE OF TERMINATION.

TO THE EXTENT NOT PROHIBITED BY LAW, CLIENT ACKNOWLEDGES THESE WARRANTIES ARE EXCLUSIVE AND THERE ARE NO OTHER EXPRESS OR IMPLIED WARRANTIES OR CONDITIONS BY THE PROVIDER OR ANY THIRD-PARTY VENDORS INCLUDING FOR SOFTWARE, HARDWARE, SYSTEMS, NETWORKS OR ENVIRONMENTS, OR FOR MERCHANTABILITY, SATISFACTORY QUALITY, AND FITNESS FOR A PARTICULAR PURPOSE, AND THAT THOSE THIRD-PARTY VENDORS DISCLAIM ANY AND ALL LIABILITY, WHETHER DIRECT, INDIRECT, OR CONSEQUENTIAL, ARISING FROM THE SERVICES.

PROVIDER MAY LINK TO OR OFFER THIRD-PARTY SERVICES FOR RESALE. ANY PURCHASE, ENABLING, OR ENGAGEMENT OF THIRD-PARTY SERVICES, INCLUDING BUT NOT LIMITED TO IMPLEMENTATION, CUSTOMIZATION, CONSULTING SERVICES, E-MAIL, WEB HOSTING, SERVER HOSTING, PHONE SERVICE, AND ANY EXCHANGE OF DATA BETWEEN CLIENT AND ANY THIRD-PARTY SERVICE, IS SOLELY BETWEEN CLIENT AND THE APPLICABLE THIRD-PARTY SERVICE PROVIDER AND IS SUBJECT TO THE TERMS AND CONDITIONS OF SUCH THIRD-PARTY PROVIDER. PROVIDER DOES NOT WARRANT THIRD-PARTY SERVICES AND IS NOT RESPONSIBLE OR LIABLE FOR SUCH SERVICES OR ANY LOSSES OR ISSUES THAT RESULT FROM CLIENT'S USE OF SUCH SERVICES. IF CLIENT PURCHASES, ENABLES, OR ENGAGES ANY THIRD-PARTY SERVICE FOR USE IN CONNECTION WITH THE SERVICES, CLIENT ACKNOWLEDGES THAT PROVIDER MAY ALLOW THIRD-PARTY SERVICES PROVIDERS TO ACCESS CLIENT DATA USED IN CONNECTION WITH THE SERVICES AS REQUIRED FOR THE INTEROPERATION OF SUCH THIRD-PARTY SERVICES WITH THE SERVICES. CLIENT REPRESENTS AND WARRANTS THAT CLIENT'S USE OF ANY THIRD-PARTY SERVICE SIGNIFIES CLIENT'S INDEPENDENT CONSENT TO THE ACCESS AND USE OF CLIENT'S DATA BY THE THIRD-PARTY SERVICE PROVIDER, AND THAT SUCH CONSENT, USE, AND ACCESS IS OUTSIDE OF PROVIDERS'S CONTROL. PROVIDER WILL NOT BE RESPONSIBLE OR LIABLE FOR ANY DISCLOSURE, MODIFICATION, OR DELETION OF DATA RESULTING FROM ANY SUCH ACCESS BY THIRD-PARTY SERVICE PROVIDERS.

COMPLIANCE WITH LAWS

Provider shall comply with all laws applicable to Provider in its role as a Managed IT Provider. For the avoidance of doubt, unless otherwise provided in an Order, Provider is not responsible for complying with the laws applicable to Client or Client's industry. Client shall comply with all laws applicable to Client or in Client's industry.

Although it is under no obligation to do so, from time to time, Provider may make recommendations regarding legal requirements and regulatory compliance protocols related to Client's network and practices. If Client fails to adopt or implement the recommended legal requirements or regulatory compliance protocols, Client is responsible for any and all damages related to legal and regulatory compliance. Even if Client does take Provider's advice regarding legal requirements and regulatory compliance protocols, Provider does not take responsibility for any legal requirements and regulatory compliance protocols or audits.

NO HIRING

Neither party shall solicit, recruit, hire, or otherwise pay any employee or contractor of the other party during the Term of this Agreement and for twelve (12) months following termination of this Agreement.

Each party acknowledges that injury resulting from any breach of this provision would be significant and irreparable and that it would be extremely difficult to ascertain the actual amount of damages resulting from such breach. Therefore, in the event of a violation of this provision, in addition to any other right the non-hiring party may have at law or in equity, the hiring party shall make a one-time payment to the non-hiring party in the amount of one hundred percent (100%) of the affected employee's or contractor's payments from the non-hiring party for the preceding one year, which accurately reflects the reasonable value of the employee's time and costs. The parties agree that such amount is not intended as a penalty and is reasonably calculated based upon the projected costs the injured party would incur to identify, recruit, hire, and train suitable replacements for such personnel.

DISPUTE RESOLUTION

Arbitration Procedures

Each party shall attempt to settle amicably by mutual discussions any disputes, differences, or claims related to this Agreement within sixty (60) days of the date any such dispute arises. Failing such amicable settlement, any such dispute, including claim related to the existence, validity, interpretation, performance, termination, or breach of this Agreement, is to be settled by arbitration in accordance with the Arbitration Rules of the American Arbitration Association ("AAA"). The arbitration will be conducted in English and will have one (1) arbitrator. The Arbitrator will not have the authority to award punitive damages to either party. Each party will bear its own expenses but shall share equally the expenses of the Arbitration Tribunal and the AAA. Any arbitration award will be final, and judgment thereon may be entered in any court of competent jurisdiction. The arbitration will be held in Yuba City, California, or at another location upon which the parties may agree. Notwithstanding the foregoing, Provider may make claims for injunctive relief and for Client's failure to pay for Services in a state or federal court in the United States with jurisdiction over the subject matter and parties.

Period for Bringing Claim

No claims may be made more than six (6) months after the date by which the fault or failure should reasonably have been discovered; failure to make such a claim within the six (6) month period shall forever bar the claim.

Continued Service

Unless Provider is bringing an action for Client's failure to make payments for Services not

otherwise in dispute, Provider will continue to provide Services under this Agreement, and Client shall continue to make payments to us, in accordance with this Agreement, during the period in which the parties seek resolution of the dispute.

Attorneys' Fees

In the event that there is any dispute, difference, or claim related to this Agreement that is resolved either through arbitration or through litigation, the prevailing party will be entitled to an award of reasonable attorneys' fees incurred while defending or prosecuting such dispute, difference, or claim.

INDEMNIFICATION

By Client

Client shall defend, indemnify, and hold Provider harmless against all costs and expenses, including reasonable attorney's fees, associated with the defense or settlement of any claim that:

- Provider's use, access, or modifications of any software that Client has requested that Provider use, access, or modify as part of the Services infringes any patent, copyright, trademark, trade secret, or other intellectual property right;
- Any claim related to software licensing and software licensing compliance; or
- Any claim related to any federal, state, or international law or regulation involving data privacy, data protection, or data breach to which Client is subject.

Client shall pay any judgments or settlements based on any such claims.

By Provider

Subject to the limitation of liability set forth in the section titled LIMITATION OF LIABILITY, Provider agrees to indemnify and hold Client harmless from and against all loss, liability, and expense including reasonable attorney's fees caused by Provider's:

- negligent act, error, omission, or misrepresentation;
- breach of any contractual term implied by law;
- other act, error, or omission giving rise to civil liability arising out of business activities performed for Client.

Provider shall pay any judgments or settlements based on any such claims.

LIMITATION OF LIABILITY

EXCEPT AS MAY BE DESCRIBED IN AN APPLICABLE SCHEDULE OF SERVICES OR IN A SERVICE AGREEMENT FOR PROJECT SERVICES, PROVIDER'S LIABILITY UNDER THIS AGREEMENT IS LIMITED TO ANY ACTUAL, DIRECT DAMAGES INCURRED BY CLIENT AND WILL NOT EXCEED THE GREATER OF (1) THE PROCEEDS OF PROVIDER'S PROFESSIONAL LIABILITY INSURANCE MAINTAINED BY PROVIDER UNDER ITS APPLICABLE INSURANCE POLICIES, OR (2) THE AMOUNTS PAID BY CLIENT TO PROVIDER UNDER THIS AGREEMENT AND ALL SERVICE DESCRIPTIONS IN THE SCHEDULE OF SERVICES DURING THE SIX (6) MONTH PERIOD IMMEDIATELY PRECEDING THE ACCRUAL OF ANY SUCH CLAIM. IN THE EVENT OF AN INSURANCE

COVERAGE DISPUTE, PROVIDER IS NOT REQUIRED TO DISPUTE THE COVERAGE DETERMINATION AND IS NOT REQUIRED TO FILE A DECLARATORY JUDGMENT ACTION.

IN NO EVENT IS EITHER PARTY TO BE HELD LIABLE TO THE OTHER PARTY FOR ANY INCIDENTAL, CONSEQUENTIAL, SPECIAL, INDIRECT, OR PUNITIVE DAMAGES OR CLAIMS, INCLUDING BUT NOT LIMITED TO LOST PROFITS, LOST SAVINGS, LOST PRODUCTIVITY, LOSS OF DATA, LOSS FROM INTERRUPTION OF BUSINESS, LOSS OF PROGRAMS OR INFORMATION, AND THE LIKE THAT RESULT FROM THE USE OR INABILITY TO USE THE SERVICES OR FROM MISTAKES, THE SERVICES NOT MEETING CLIENT'S REQUIREMENTS OR EXPECTATIONS, OMISSIONS, TRANSLATIONS AND SYSTEM WORDINGS, FUNCTIONALITY OF FILTERS, MIGRATION ISSUES, INTERRUPTIONS, DELETION OF FILES OR DIRECTORIES, HARDWARE FAILURES, UNAVAILABILITY OF BACKUPS, ERRORS, DEFECTS, DELAYS IN OPERATION, TRANSMISSION, SECURITY BREACH, OR THIRD-PARTY SERVICE FAILURES, EVEN IF PREVIOUSLY ADVISED OF THEIR POSSIBILITY AND REGARDLESS OF WHETHER THE FORM OF ACTION IS IN CONTRACT, TORT, OR OTHERWISE. PROVIDER WILL NOT BE LIABLE FOR ANY KIND OF AUTHORIZED ACCESS OR ANY HARM THAT MAY BE CAUSED BY CLIENT'S ACCESS TO THIRD-PARTY APPLICATION PROGRAMMING INTERFACES OR THE EXECUTION OR TRANSMISSION OF MALICIOUS CODE OR SIMILAR OCCURRENCES, INCLUDING WITHOUT LIMITATION, DISABLING DEVICES, DROP DEAD DEVICES, TIME BOMBS, LOGIC BOMBS, TRAP DOORS, TROJAN HORSES, WORMS, VIRUSES, HACKERS, PHISHERS, CRYPTO-LOCKERS, RANSOMWARE, AND SIMILAR MECHANISMS. CLIENT AGREES THAT THE TOTAL LIABILITY OF PROVIDER AND CLIENT'S SOLE REMEDY FOR ANY CLAIMS FOR DAMAGES REGARDING THE SERVICES UNDER THIS AGREEMENT, INCLUDING ANY SCHEDULE, OR OTHERWISE IS LIMITED TO PROCEEDS OF APPLICABLE INSURANCE COVERAGE.

CLIENT ACKNOWLEDGES AND AGREES THAT PROVIDER WOULD NOT ENTER INTO THIS AGREEMENT FOR THE CONSIDERATION GIVEN BY CLIENT BUT FOR THE LIMITATIONS OF LIABILITY AND DAMAGES CONTAINED IN THIS AGREEMENT. CLIENT ACKNOWLEDGES AND AGREES THAT THE RIGHT TO RECEIVE THE SERVICES IN EXCHANGE FOR THE LIMITATIONS IN THIS AGREEMENT AND THE OTHER CONSIDERATION GIVEN BY CLIENT FOR THE SERVICES CONSTITUTES A BARGAIN THAT IS FAIR AND REASONABLE.

THE PARTIES ACKNOWLEDGE AND REPRESENT THAT THEY HAVE READ, ARE FAMILIAR WITH, AND UNDERSTAND THE RIGHTS PROVIDED BY CALIFORNIA CIVIL CODE SECTION 1542, AND SHALL BE DEEMED TO HAVE EXPRESSLY WAIVED ANY AND ALL PROVISIONS, RIGHTS, AND BENEFITS CONFERRED BY CALIFORNIA CIVIL CODE SECTION 1542 AND ANY STATUTE, RULE, AND LEGAL DOCTRINE SIMILAR, COMPARABLE, OR EQUIVALENT TO CALIFORNIA CIVIL CODE § 1542, WHICH READS AS FOLLOWS:

"A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY."

INSURANCE

Client Obligations

Client shall maintain a minimum of One Million Dollars (US \$1,000,000) in insurance coverage through its respective carriers. Such insurance must include, at a minimum, commercial general liability, workers' compensation coverage, and first-party cyber liability.

Provider Obligations

Provider agrees to maintain during the Term, professional liability insurance including errors and omissions with aggregate limits of at least One Million Dollars (US \$1,000,000). Client's insurance shall be primary over Provider's insurance. Client agrees to waive and to require its insurers to waive any rights of subrogation or recovery they may have against Provider, its agents, officers, directors, and employees.

Upon request by Client, Provider may assist Client with: 1) the preparation of applications for insurance; or 2) provide technical assistance to Client in connection with providing information for the underwriting of insurance. Client acknowledges and agrees that Client is solely responsible for reviewing the information for accuracy and Client will be solely responsible for adverse actions taken by insurance carriers in connection with underwriting or claims administration.

DATA PRIVACY & PROTECTION

Client Data

Provider agrees that any electronic data or personal information submitted by Client to Provider as a part of the Service ("Client Data") remains the property of Client and/or its end-user or other third party. Provider agrees that it will comply with all applicable United States data privacy and data security laws that the Services are subject to and as stated herein.

Compliance with Privacy and Data Security Laws

Client agrees not to provide any consumer or other third-party data subject to privacy regulation under international, federal, state, or local laws ("Regulated Data") to Provider including but not limited to HIPAA, GLBA, CMMC, GDPR, the California Consumer Privacy Act ("CCPA"), etc. without first entering into an appropriate Order with Provider that specifically references the Regulated Data and the law to which the Client Data is subject.

Data Processing Agreement

For Clients who require the processing of Regulated Data, Client must enter into an applicable Order with Provider, together with a data processing agreement (the "Data Processing Agreement" or "DPA"). Each data privacy or data protection regulation may contain its own separate addendum (or combined addendum) depending on Provider or Client's regulated activities.

GENERAL

Observed Holidays

Provider reserves the right to identify observed holidays and adjust its holiday schedules from time to time. When a holiday falls on a weekend, Provider may close on the closest business day in observance of that holiday. After-hours emergency support is still available during these times, and Client will be charged for Services at Provider's then-prevailing Holiday support rates.

Notices

Except as otherwise provided under this Agreement, all notices, demands or requests to be given by any party to the other party shall be in writing and shall be deemed to have been duly given on the date delivered in person, or sent via fax, courier service, electronic mail, or on the date of the third business day after deposit, postage prepaid, in the United States Mail via Certified Mail, return receipt requested, and addressed as set forth on the applicable Order.

The address to which such notices, demands, requests, elections or other communications are to be given by either party may be changed by written notice given by such party to the other party pursuant to this Section.

Force Majeure

Provider will not be liable for any failure of performance of the Services due to causes beyond its reasonable control, including, but not limited to, fire, flood, electric power interruptions, national or regional emergencies, epidemics, pandemics, public health emergencies, stay-at-home orders, furloughs, quarantines, or other restriction or prohibition, civil disorder, acts of terrorism, riots, strikes, Acts of God, or any law, regulation, directive, or order of the United States government, or any other governmental agency, including state and local governments having jurisdiction over Provider or the Services provided hereunder (the "Affected Performance").

Any party whose performance is so affected shall give written notice to the other party describing the Affected Performance. The parties promptly shall confer, in good faith, to agree upon equitable, reasonable action to minimize the impact on both parties of such condition. If the delay caused by the force majeure event lasts for a period of more than thirty (30) days, the parties shall attempt to negotiate an equitable modification to the Agreement pertaining to the Affected Performance. If the parties are unable to agree upon an equitable modification, then either party may serve thirty (30) days' written notice of termination on the other party with respect only to the portion of the Agreement relating to the Affected Performance. Client shall pay Provider for that portion of the Affected Performance that was completed or that was in the process of being completed through the effective termination date of the Affected Performance.

Waiver

No delay in exercising, no course of dealing with respect to, and no partial exercise of, any right or remedy hereunder will constitute a waiver of any right or remedy, or future exercise thereof.

Assignment

Neither party may assign this Agreement, in whole or in part, or any of its rights or obligations hereunder without the prior written consent of the other party. However, Provider may assign or otherwise transfer its rights, interests, and obligations under this Agreement without Client's consent in the event of a change in control of 50% or more of the equity of Provider, the sale of substantially all the assets of Provider, or the restructuring or reorganization of Provider or its affiliate entities. If Client transfers its rights, interests, and obligations under this Agreement without Provider consent, then such assignment will not be valid, and Client shall remain responsible for all Fees under this Agreement and any Attachment regardless of whether Client continues to derive any benefit from the Services. In addition, unless otherwise agreed, Provider may contract with third parties to deliver some or all of the Services, and no such third-party contract is to be interpreted as an assignment of this Agreement. However, Provider will use commercially reasonable efforts to ensure that any and all such third parties abide by all of the terms of this Agreement, and, except as otherwise agreed, Provider will remain solely responsible for the fulfillment of all of Provider's obligations under this Agreement. This

Agreement is binding upon the parties, their successors, and permitted assigns.

Marketing

Client hereby grants Provider the right to reference Client's name, industry, logo, and URLs in its marketing literature, website, and/or correspondence to potential new Clients, so as to identify Client as a customer of Provider for marketing purposes and for Provider's benefit. Such information is not considered Confidential Information subject to non-disclosure.

Notifications and Alerts

Client hereby grants Provider the right to utilize Client information to send alerts, notifications, news, and general correspondence to Client to provide the Services.

Survival

The parties' respective duties and obligations with respect to proprietary rights, intellectual property rights, and non-disclosure and confidentiality will survive and remain in effect, notwithstanding the termination or expiration of this Agreement.

Amendment

Provider may, from time to time, in its sole discretion, and for any reason, amend the Order, the Master Services Agreement and any Service Attachments, Schedules, or other terms and conditions identified on the Order.

Governing Law

This MSA is to be governed by and construed in accordance with the laws of California.

Litigation Holds, Testimony, and E-Discovery

If Client sends a clear, unambiguous litigation hold or a request for assistance with litigation matters or e-discovery, Provider will make reasonable efforts to comply with the request. There may be additional fees for assistance with litigation holds, testimony, and e-discovery requests, as none are included in the scope of Services. Provider takes no responsibility for ambiguous requests, or for compliance with litigation holds, litigation assistance, discovery requests, or court orders, which remain the sole responsibility of Client.

Severability

If any term or provision of this agreement is declared invalid by a court of competent jurisdiction, the remaining terms and provisions will remain unimpaired, and the invalid terms or provisions are to be replaced by such valid terms and provisions that most nearly fulfill the parties' intention underlying the invalid term or provision.

Third-Party Beneficiaries

This Agreement is for the sole benefit of the parties hereto and their respective successors and permitted assigns, and nothing herein is to be construed to give any person or entity, other than the parties hereto and their respective successors and permitted assigns, any legal or equitable rights hereunder.

No Disparagement

Neither Party, nor any of its respective partners, principals, shareholders, members, officers, directors, employees, affiliates, subsidiaries, agents, or representatives, shall initiate or participate in any action or conduct tending to injure, bring into disrepute, ridicule, damage, or destroy the goodwill of Provider or Client, or the others' affiliates. The foregoing shall not be construed to prevent or prohibit a Provider or Client, or any of its respective partners, principals,

shareholders, members, officers, directors, employees, affiliates, subsidiaries, agents, or representatives, from: (i) exercising its rights under this Agreement; (ii) complying with a legal obligation or a professional responsibility; or, (iii) reporting, providing, or disclosing information to federal, state, municipal, or local government agencies, authorities, or officials in the ordinary course of business or as required by law. Further, in the event Provider or Client or any of its respective partners, principals, shareholders, members, officers, directors, employees, affiliates, subsidiaries, agents, or representatives breach this Section, the non-breaching party and its respective partners, principals, shareholders, members, officers, directors, employees, affiliates, subsidiaries, agents, and representatives shall no longer be bound by the obligations set forth under this Section.

Entire Agreement

This Master Services Agreement, the Order, the Service Attachments or Descriptions, and any other attachments thereto (collectively, the "Agreement") set forth Provider's entire understanding with respect to the subject matter hereof and are binding upon both parties, their successors, and their permitted assigns, in accordance with the terms of the Agreement. There are no understandings, representations, or agreements other than those set forth herein. Each party, along with its respective legal counsel, has had the opportunity to review this agreement. Accordingly, in the event of any ambiguity, such ambiguity will not be construed in favor of, or against either party.



Adept Solutions
 990 Klamath Lane
 Suite 6
 Yuba City, CA 95993
 530-751-5100

Date
06/01/2026

Bill To
RLEC Water District 730 L St. Rio Linda, CA 95673 United States

Invoice Number: 154439

Invoice Date Range: 06/01/2026 to 06/30/2026

Payment Terms: Net 14 days

Payment Due: 06/15/2026

Type	Item Description	Quantity	Rate/Cost	Billable Amount
Service	Service: MST-NCE-121-C100-YEAR [06/01/2026 - 06/30/2026] Microsoft Azure Active Directory Premium P1 Yearly Co-Term	1.00	7.20	7.20
Service	Service: MST-NCE-102-C100 [06/01/2026 - 06/30/2026] Microsoft 365 Business Basic [Yearly]	12.00	6.30	75.60
Service	Service: MST-NCE-103-C100-YEAR [06/01/2026 - 06/30/2026] Microsoft 365 Business Premium - Yearly Commitment	6.00	23.10	138.60
Service	Service: Spanning-Active [06/01/2026 - 06/30/2026]	7.00	3.00	21.00

Total Billable Amount \$242.40

Total Taxes \$0.00

Grand Total **\$242.40**

Invoice balance reflects payments made by Check or ACH only. Credit card payments incur a non-refundable 3% processing fee.



Adept Solutions
 990 Klamath Lane
 Suite 6
 Yuba City, CA 95993
 530-751-5100

Date
07/01/2026

Bill To
RLEC Water District 730 L St. Rio Linda, CA 95673 United States

Invoice Number: 154548
Invoice Date Range: 07/01/2026 to 07/30/2026
Payment Terms: Net 14 days
Payment Due: 07/15/2026

Type	Item Description	Quantity	Rate/Cost	Billable Amount
Service	Service: Network & Backup Management [07/01/2026 - 07/31/2026]	1.00	410.00	410.00
Service	Service: MSA-WS [07/01/2026 - 07/31/2026] Adept Essential Managed Unit 119RLECPOS200 219RLECWS100 319RLECWS101 419RLECWS102 519RLECWS103 6RLECWD106 7RLECWD107 (\$70.00 USD/unit)	7.00	70.00	490.00
Service	Service: Managed Server [07/01/2026 - 07/31/2026] Managed Server 1. APPSVR01 (\$135.00 USD/unit)	1.00	135.00	135.00
Service	Service: Datto ALTO - Per Agent (1Y) [07/01/2026 - 07/31/2026]	2.00	149.00	298.00
Service	Service: Sophos Licensing [07/01/2026 - 07/31/2026]	1.00	30.00	30.00

Total Billable Amount \$1,363.00

Total Taxes \$0.00

Grand Total **\$1,363.00**

Invoice balance reflects payments made by Check or ACH only. Credit card payments incur a non-refundable 3% processing fee.

Contract for RLEC Water District



990 Klamath Lane
Yuba City CA, 95993

Prepared For

Felix Felix

RLEC Water District
730 L St.
Rio Linda CA, 95673

Phone: 9169911000

Email: ffelix@rlecwd.com

Quote Rep

Jesse Quintero

Prepared By

Jesse Quintero

Adept Solutions

Phone: 530-751-5100

Email: sales@adept-solutions.net

Quote Information

Quote#	1447
Created	08/15/2025
Expires	07/31/2026

Dear client,

Our partnership exemplifies the tremendous value of what strategic technology utilization can accomplish.

Your *Master Services Agreement* and serviceable *Managed IT* agreement has been updated. Please take the time to review all linked documents below.

Managed Services

Total: \$1,399.65

 All Mandatory

Description	Price	Qty.	Amount
Monthly Recurring			
MSA-PU	\$71.75	6	\$430.50
Managed IT Services - Per user at the time of invoice	Each		

1. Deborah Denning
2. Kimberly Bassett
3. Frank Chacon
4. Renita Lehman
5. Sara Michel
6. Felix M. Felix

Monthly Recurring

MSA-WS

\$73.50

7

\$514.50

Each

Managed Workstations

1. 19RLECWS101
2. 19RLECWS102
3. 19RLECWS103
4. RLECWD106
5. RLECWD107
6. 19RLECPOS200
7. 19RLECWS100

Monthly Recurring

Managed Server

\$141.75

1

\$141.75

Each

Managed Servers

1. APPSVR01

Monthly Recurring

Datto - Single Agent Alto

\$156.45

2

\$312.90

Each

Datto - Single Agent Alto

Licenses

Total: \$272.40

 All Mandatory

Description	Price	Qty.	Amount
-------------	-------	------	--------

Monthly Recurring

Kaseya Spanning Active Licenses

\$3.00

7

\$21.00

Each

Kaseya Spanning Active Licenses

Monthly Recurring

Microsoft 365 Business Premium

\$23.10

6

\$138.60

Commitment Term End Date: 05/15/2027

Per Month



Monthly Recurring

Microsoft 365 Business Basic

\$6.30

12

\$75.60

Commitment Term End Date: 05/15/2026

Per Month



Monthly Recurring

Microsoft Entra ID P1

\$7.20

1

\$7.20

Commitment term end date: 06/24/2026

Each

Monthly Recurring

Sophos Firewall Xstream Protection License (Subscription)

\$30.00

1

\$30.00

Sophos Firewall Xstream Protection License (Subscription)

Each

Monthly

\$1,672.05

Tax

\$0.00

Total**\$1,672.05****One-Time Total: \$0.00****Monthly Total: \$1,672.05**

Provider reserves the right to correct any errors, inaccuracies or omissions, and to change or update information or cancel orders if any information, including Services or pricing is inaccurate.

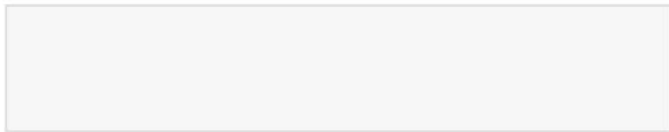
Acceptance and Incorporation by Reference

This Order together with the Master Services Agreement and Service Attachments and other terms and conditions identified on Exhibit A, all of which are incorporated herein by reference (collectively, the "Agreement") is between Adept Solutions (sometimes referred to as "we," "us," "our," or "Provider"), and the customer identified on the Order (sometimes referred to as "you," "your," or "Client"). This Agreement is effective as of the date the Client accepts the Order (the "Effective Date").

By signing or accepting this Order, Client acknowledges, represents, and warrants that it has read and agrees to the terms and conditions identified on Exhibit A to this Order which are incorporated as if fully set forth herein.

The parties hereby agree that electronic signatures to this Order shall be relied upon and will bind them to the obligations stated herein. Each party hereby warrants and represents that it has the express authority to execute this Agreement(s).

Provider may make changes to the Agreement at any time. If there are changes, Provider will revise the date at the top of the document. Provider may or may not provide Client with additional notice regarding such changes. Client should review the terms and conditions regularly. Unless otherwise noted, the amended terms and conditions will be effective immediately, and your continued use of the Services thereafter constitutes your acceptance of the changes. If you do not agree to the amended terms and conditions, you must stop using the Services immediately. Please note, you may incur a termination fee or other third-party fees, if applicable. You may access the current version of the terms and conditions at any time by visiting <https://adept-solutions.net/legal>.



(Felix Felix)

Name: Felix Felix

Date:

Exhibit A

Master Services Agreement

Service Attachment for Managed Services

Service Attachment for Compliance Services

Service Attachment for AI Services

Schedule of Services

Data Processing Agreement

Service Level Objectives

Schedule of Third-Party Services

END OF DOCUMENT



Items for Discussion and Action

Agenda Item: 4.6

Date: July 27, 2026

Subject: Consider Digital Method for Meeting Agendas and Packets

Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee discussed this item at the July meeting and recommended forwarding it to the July Board Meeting.

Current Background and Justification:

The committee previously discussed this topic at the November 13, 2024, meeting. It was recommended the District resume discussion of changes needed to reduce operating costs associated with printing and delivering meeting packets after the election of new Board officers and Committee Assignments.

Changing to digital format will reduce operating costs estimated at \$3,500.00 over a 4-year period after the purchase of tablets for each board director. A quality tablet currently costs approximately \$300.00 and has a 4 - 7 year useful life.

Conclusion:

Switching to digital meeting packets reduces paper and printing costs, staff preparation and delivery, improves accessibility, transparency, and allow board members to access packets on District provided tablets. The Executive Committee recommends the Board consider two options. One is for Board members with an interest to volunteer to participate in a pilot program to see the benefits of the tablets. Option two, consider adopting the digital format for the full board.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____
 Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
 (A) Yea (N) Nay (Ab) Abstain (Abs) Absent

[illegible]



Items for Discussion and Action

Agenda Item: 4.7

Date: July 27, 2026

Subject: Consider Membership with Regional Water Authority (RWA)

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee discussed this item at the June meeting and recommended forwarding it to the Board for approval.

Current Background and Justification:

It was requested by Director Liverett that Interim GM Felix contact RWA to determine the benefits to rejoining the organization. Interim GM Felix was able to obtain a Value Fact Sheet to share with the Board. Current RWA focus for potential grant funding opportunities include Prop 4 funding of \$10 billion in general obligation bonds to enhance California's resilience to climate change, focusing on water management related to safe drinking water, drought preparedness, water infrastructure, wildfire prevention, clean energy, coastal resilience, and extreme heat mitigation. At the last Board meeting on June 22, 2026. The Board had requested that the Interim GM have Jim Peifer from RWA email our Board members regarding the Value Fact sheet and to answer any questions they may have. The RWA Value Fact Sheet is included as a supplement for review with the provision of an R.O.I. vs. membership fees.

Conclusion:

The Board should review the RWA Value Fact Sheet and consider approval of the District to rejoin the RWA.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
(A) Yea (N) Nay (Ab) Abstain (Abs) Absent

Regional Water Authority
Value Fact Sheet for Rio Linda/Elverta CWD
June 2, 2026

WORKING TOGETHER TO CREATE A RESILIENT WATER FUTURE

The Regional Water Authority (RWA) brings together 20 water suppliers—from small community districts to some of the region's largest agencies—to pursue funding, shape policy, share expertise, and address challenges that no single agency can solve alone.

For Rio Linda/Elverta Community Water District (RLECWD), membership offers access to funding, a stronger voice in regional and statewide discussions, specialized technical expertise, and participation in regional efforts to strengthen long-term water reliability, support planned growth, and keep costs affordable for customers.

RLECWD's Historical Return on Investment (from 2001 to 2020):

- Membership dues paid: \$101,396
- Grants received while an RWA member: \$524,493
- Return on investment: More than 5-to-1

For every \$1 invested in RWA membership, RLECWD received more than \$5 in grant funding.

ATTRACTING GRANT FUNDING TO THE REGION

Since 2001, RWA has helped secure **more than \$180 million in grants and funding** for member agencies and regional projects.

RWA works to advance funding opportunities at every stage—from advocating for legislation and budget investments to helping shape grant guidelines and program implementation. RWA assists its members in securing grants from DWR. We provide technical and policy advice which allows our members to tailor their projects to increase the chances of receiving grants.

Recent examples include:

- **Urban Drought and Multibenefit Funding:** RWA successfully advocated for state budget actions that created Urban Drought and Multibenefit Grant opportunities. Several small and mid-sized water suppliers—including Orangevale Water Company, Carmichael Water District, Fair Oaks Water District, the City of Yuba City, and El Dorado Water Agency—received funding through the program. Collectively, participating agencies secured \$23.4 million for local projects.
- **Healthy Rivers and Landscapes Program:** In 2023, RWA member agencies secured \$55 million in state funding to expand groundwater recharge and conjunctive use projects. These investments increased regional recharge and recovery capacity by approximately 30,000 acre-feet.
- **Proposition 4:** RWA and its coalition partners advocated for Proposition 4, which includes \$386 million for groundwater recharge and \$152 million for watershed resilience. RWA is currently working to help shape grant guidelines and funding priorities to maximize opportunities for Sacramento-region water suppliers.

A STRONGER VOICE

RWA advocates for member interests before state and federal agencies, elected officials, and regulatory bodies. Membership provides access to legislative and regulatory advocacy, regional partnerships, and early awareness of emerging issues and opportunities.

RWA also works to shape policy outcomes by sponsoring legislation, influencing regulatory proposals, and protecting funding in the state budget process. Participation helps ensure that the interests of smaller agencies are represented alongside larger regional water suppliers.

STRENGTHENING WATER RELIABILITY

RWA helps members strengthen local water supplies through groundwater recharge, water banking, and regional planning efforts designed to improve drought preparedness and long-term water reliability.

These efforts include the Sacramento Regional Water Bank and other regional initiatives that increase groundwater storage, improve water supply flexibility, and help agencies meet the needs of existing customers while planning for future growth.

ACCESS TO EXPERTISE

Membership provides access to technical, regulatory, and policy expertise that would be difficult and costly for many agencies to maintain independently. Areas of expertise include:

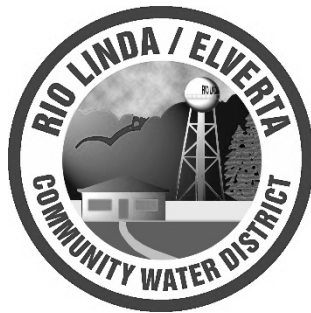
- Groundwater management and SGMA
- Grant development and funding opportunities
- Legislative and regulatory affairs
- Water efficiency requirements
- Water supply planning and resilience
- Regional water policy

Regional staff and technical experts are available to support members as challenges and opportunities arise.

WHY REJOIN NOW?

Rejoining RWA offers an opportunity for RLECWD to reconnect with regional partners and participate in initiatives that are shaping the future of water management in the Sacramento region.

For approximately \$9,670 annually, membership provides access to funding opportunities, advocacy, expertise, and regional partnerships that can help protect local groundwater resources, support planned growth, and keep costs affordable for customers.



Items for Discussion and Action

Agenda Item: 4.8

Date: July 27, 2026

Subject: Authorize any new Board Member Assignments (committees and other) announced by the Chair pursuant to District Policy 2.01.065

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

N/A, this is a standing item on all regular meeting agendas.

Current Background and Justification:

District policy and various statutes stipulate Board approval of any Board Member assignments.

Generally, this is a standing item, which occurs on every regular meeting agenda.

Conclusion:

I recommend the Board consider approving any specific nominations and assignments as may be deemed necessary and appropriate.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline _____ Gifford _____ Green _____ Liverett _____ Young _____
 (A) Yea (N) Nay (Ab) Abstain (Abs) Absent



Information Items Agenda Item: 5.1

Date: July 27, 2026

Subject: District Reports

Staff Contact: Felix M. Felix, Interim General Manager

DISTRICT ACTIVITY REPORTS

1. Operations Reports
2. Leak Report
3. Conservation Report

REPORT OF DISTRICT OPERATIONS

SOURCE WATER DATA

Water Production (Million Gallons)

January	February	March	April	May	June	Year To Date
35.2	31.6	41	45.2	80.1	107.2	
35,227,128	31,626,689	41,024,432	45,171,740	80,139,132	107,195,947	
July	August	Sept.	Oct.	Nov.	Dec.	
						340.3
			Monthly Total			
Gallons = Multiply M.G. by:			1,000,000	Gallons		
			107,195,947			
Cubic Feet = Divide gallons by:			7.48	Cubic Feet		
			14,331,009			
Hundred Cu Ft. = Divide cu. ft. by:			100	Hundred Cubic Feet		
			143,310			
Acre Ft. = Divide gallons by:			325,829	Acre Ft.		
			328.99			

DISTRIBUTION SYSTEM DATA

Water Quality Complaints

Complaints Total - (Low Psi Complaints)

January	February	March	April	May	June	Year To Date
1	0	0	0	0		
July	August	Sept.	Oct.	Nov.	Dec.	
						1

New Services

New Construction	0	0
Existing Homes	1	1
Paid prior to increase.	0	0
Total of Service Connections to Date ----->		4693

Distribution System Failures/Repairs

Deterioration April 1 thru 30	8	36
Damaged April 1 thru 30	0	0
Routine Bacteriological Samples (Distribution System)	20	104
Raw Water Bacteriological Samples (at Wells)	12	48

May 1, 2026 - May 31, 2026

8 - Distribution leaks repaired by District staff, 0 - by Contractor or with Contractor assistance.

Work Orders Issued - 119	Work Orders Completed - 51	USA's Issued - 100
Lock Service Off - 0	Lock Service Off - 0	
Repair or Replace Box - 0	Repair or Replace Box - 0	WORK ORDERS ISSUED: All work orders issued during the current 1 month reporting period. (June 2026)
Change out Meter - 78	Change Out Meter - 18	
Disconnect Service - 3	Disconnect Service - 3	
Flow Test - 1	Flow Test - 1	
Get Current Read - 1	Get Current Read - 1	
Hydrant Repair - 3	Hydrant Repair - 2	WORK ORDERS COMPLETED: All work orders completed during the 1 month reporting period. (June 2026) Includes any work orders issued in prior reporting periods that were completed in the current reporting period.
Install New Service - 1	Install New Service - 1	
Line Leak - 10	Line Leak - 8	
Pressure Complaint - 0	Pressure Complaint - 0	
Possible Leak - 11	Possible Leak - 9	
Tag Property - 1	Tag Property - 1	
Turn Off Service - 1	Turn Off Service - 1	
Turn On Service - 2	Turn On Service - 2	
Other Work - 1	Other Work - 1	
Conservation - 1	Conservation - 1	
General Complaint - 2	General Complaint - 2	
Re-install Meter - 0	Re-install Meter - 0	
Angle Valve - 3	Angle Valve - 0	

RIO LINDA/ELVERTA C.W.D.

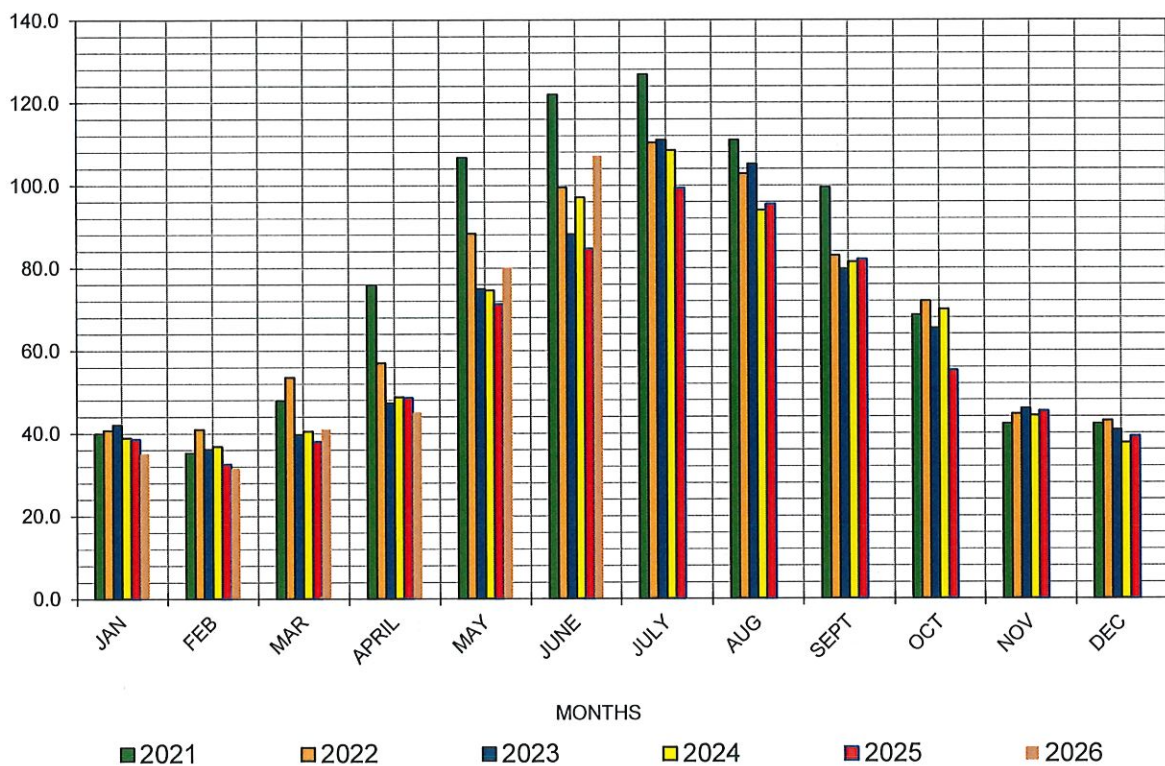
WATER PRODUCTION

2021 \ 2026

Water Production in Million Gallons

SSWD Water Purchases

Month	2021	2022	2023	2024	2025	2026	Avg.	2021	2022	2023	2024	2025	2026
JAN	39.9	40.7	42.0	38.9	38.6	35.2	39.2	0.0	0.0	0.0	0.0	0.0	0.0
FEB	35.2	40.9	36.1	36.8	32.6	31.6	36.3	0.0	0.0	0.0	0.0	0.0	0.0
MAR	47.9	53.5	39.6	40.5	38.0	41.0	43.9	0.0	0.0	0.0	0.0	0.0	0.0
APRIL	75.8	57.0	47.3	48.7	48.6	45.2	55.5	0.0	0.0	0.0	0.0	0.0	0.0
MAY	106.6	88.2	74.9	74.6	71.2	80.1	83.1	0.0	0.0	0.0	0.0	0.0	0.0
JUNE	121.9	99.4	88.1	97.0	84.6	107.2	98.2	0.0	0.0	0.0	0.0	0.0	0.0
JULY	126.8	110.3	110.9	108.4	99.3		111.1	0.0	0.0	0.0	0.0	0.0	0.0
AUG	110.9	102.7	105.1	93.9	95.4		101.6	0.0	0.0	0.0	0.0	0.0	0.0
SEPT	99.4	82.9	79.6	81.4	82.0		85.1	0.0	0.0	0.0	0.0	0.0	0.0
OCT	68.5	71.9	65.3	69.9	55.2		66.2	0.0	0.0	0.0	0.0	0.0	0.0
NOV	42.2	44.6	45.9	44.2	45.3		44.4	0.0	0.0	0.0	0.0	0.0	0.0
DEC	42.2	42.9	40.7	37.6	39.1		40.5	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	917.3	835.0	775.5	771.9	729.9	340.3	824.9	0.0	0.0	0.0	0.0	0.0	0.0



1	25734	Service	6555 W 2nd	6/25/2026	6/25/2026	1
2	25641	Service	7504 Mildiv	6/10/2026	6/10/2026	1
3	25625	Service	6927 6th St.	6/2/2026	6/16/2026	14
4	25631	Service	7816 Eloise	6/4/2026	6/9/2026	5
5	25629	Service	115 W Elver	6/4/2026	6/11/2026	7
6	25628	Service	6100 De Anz	6/3/2026	6/4/2026	1
7	25632	Service	6609 24th S	6/5/2026	7/6/2026	31
8	25647	Service	7010 20th S	6/16/2026	6/23/2026	7



Conservation Report

June 2026



Supplies (kits):	Shower heads(1) Kitchen Aerators(1) Bathroom Aerators(1) Shower Timer(1) Nozzle(1) Toilet Tabs(7) Moisture Meters(1) Retro-Fit Kits(0) Welcome Kits(0) Kids Kit(0)
Water Waste (calls, emails, letter, leaks detected, and fixed):	0 Water Waste Letter 192 contacts about possible leaks using the AMI system - 0 were called, 0 were mailed, 192 were emailed, 0 tag were hung
Water Schedule:	Given to customers with all violation letters and new applications
Surveys	1
Workshops, Webinar, Meetings:	None
Fines:	None
Other Tasks:	● Assisted with new customers ● Created/completed work orders ● Disconnect properties with no service application ● Notified and offered customers the ACH payment method ● Closed accounts and final billed customers ● Mailed out application requests to new owners ● Verbal Demands
Grant Updates:	None



Information Items

Agenda Item: 5.2

Date: July 27, 2026

Subject: Board Reports

Staff Contact: Felix M, Felix, Interim General Manager

BOARD REPORTS

1. Report any ad hoc committees dissolved by requirements in Policy 2.01.065
2. Sacramento Groundwater Authority – Liverett/Cline
3. Executive Committee – Young/Liverett
4. ACWA/JPIA – Cline
5. Capacity Fees Ad Hoc – Liverett, Cline
6. MOU Negotiations Ad Hoc – Gifford, Green
7. GM Recruitment Ad Hoc – Gifford, Young



Agenda Item: 6

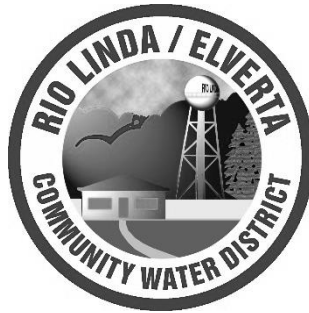
Date: July 27, 2026

Subject: Public Comment for Closed Session

Staff Contact: Felix M. Felix, Interim General Manager

6. PUBLIC COMMENT FOR CLOSED SESSION

Public comment for closed session items only. The public is invited to comment on any item listed on the closed session agenda. Each speaker is limited to 2 minutes.



**Closed Session
Agenda Item: 7**

Date: July 27, 2026

Subject: Closed Session

Staff Contact: Felix M. Felix, Interim General Manager

7- CLOSED SESSION - The Board of Directors will convene to Closed Session to discuss the following items.

7.1 CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

(GOVT CODE 54956.9(d)(1))

Two items: Public Employees Relations Board Charges SA-CE-1293-M and SA-CE-1299-M.



Reconvene Open Session Agenda Item: 8

Date: July 27, 2026

Subject: Report of Action Taken in Closed Session

Staff Contact: Felix M. Felix, Interim General Manager

8. Return to Open Session, Report of Action Taken in Closed Session.

Announce any reportable actions authorized in closed session.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

Cline:_____ Gifford:_____ Green _____Liverett_____Young_____.

(A) Yea (N) Nay (Ab) Abstain (Abs) Absent