

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

June 22, 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 May 18, 2026 Regular Board Meeting.

3.2. Expenditures

The General Manager recommends the Board approve the April 2026 Expenditures.

3.3. Financial Reports

The General Manager recommends the Board approve the April 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. Consider Engaging a Consultant to Prepare Cr6 Treatment Design at Wells 2A and 10

4.4. Consider Preliminary Budgets Fiscal Year 2026/27

4.5. Consider Resolution No. 2026-01 for Dismissal of Tim Shaw as GM of RLECWD without Cause

4.6. **Consider Resolution No. 2026-02 authorizing a change in authorized signers on the LAIF account**

4.7. **Consider CPS HR Consulting Services Agreement Revisions or an Alternative Option**

4.8. **Consider Resolution No. 2026-03 Calling General Election for 2026**

4.9. **Consider membership with Regional Water Authority (RWA)**

4.10. **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

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

July 08, 2026, Wednesday, 6:00 pm. Visitors / Depot Center, 6730 Front St. Rio Linda, CA

Board Meeting

July 27 2026, Monday, 6:30 pm. Visitors / Depot Center, 6730 Front St. Rio Linda, CA



Consent Calendar Agenda Item: 3.1

Date: June 22, 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 MAY 18, 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/1194606267>

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

The May 18, 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- No Public member.

3. CONSENT CALENDAR Action items: Approve Consent Calendar Items (1:20)

3.1 April 27, 2026 Minutes

3.2 March 2026 Expenditures

3.3 March 2026 Financial Reports.

Comments/Questions –Director Liverett commented on an email she received from one of the presenters at the last meeting about a correction to the minutes.

Comments/Questions –Public member commented two purchases on credit card purchases listed on the expense report.

(1:24) It was moved by Director Green seconded by Director Gifford 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 (3:50)

Comments/Questions –No Directors or public comment.

The Board took no action on this item.

4.2 District Engineer’s Report (4:24)

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, and General Contract District Engineer Administrative Tasks.

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

Comments/Questions – No Public comment.

4.3 Consider Authorizing Engagement with a Professional Services Provider for Preparation of the 2025 Urban Water Management Plan (7:10)

Comments/Questions – General discussion and questions by the Board. Director Liverett asked for milestones to be added to update the Board.

(14:01) It was moved by Director Liverett seconded by Director Cline to authorize the interim GM to execute the Professional Services Provider for Preparation of the 2025 UWMP with milestones included. Directors Cline, Green, Gifford, Young and Liverett voted yes. The motion carried by a roll call vote of 5-0-0.

4.4 Consider Authorizing an Extension to the Professional Services Agreement with Rawles Engineering for the Valve Replacement Project. (14:51)

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

(17:50) It was moved by Director Liverett seconded by Director Gifford to authorize the interim GM to execute the extension of the PSA with Rawles Engineering to perform the work. Directors Cline, Green, Gifford, Young and Liverett voted yes. The motion carried by a roll call vote of 5-0-0

4.5. Consider Annual Declaration of Doubtful Recovery Debt. (18:36)

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

Comments/Questions – Public members questioned the District's write off policy.

(23:04) It was moved by Director Young seconded by Director Liverett to approve the current doubtful recovery debt with an addendum to update the board with a semiannual report. Directors Cline, Green, Gifford, Young and Liverett voted yes. The motion carried by a roll call vote of 5-0-0

4.6. Consider Engagement of Actuarial Analysis Consultant. (30:48)

Comments/Questions – Director Liverett asked if this item was tied to negotiations.

Comments/Questions – Public member asked if this would require a 218 process and if this was tied to employee negotiations.

(42:40) It was moved by Director Gifford seconded by Director Green to authorize the interim GM to engage with Actuarial Analysis Consultant. Directors Cline, Green, Gifford voted yes. Director Young voted no. Director Liverett abstained. The motion carried by a roll call vote of 3-1-1.

4.7 Discuss Required Revisions to the Hexavalent Chromium Compliance Plan. (43:18)

Comments/Questions – General Discussion and questions by the Board with the District Engineer on this item.

Comments/Questions – Public member asked about the ion exchange plan.

(53:55) It was moved by Director Liverett and seconded by Director Young to revise the Cr+6 Compliance Plan to include Well 10 and resubmit to the State Water Resources Control Board for compliance. Directors Cline, Green, Young, Gifford and Green voted yes. The motion carried by a roll call vote of 5-0-0.

4.8. Authorize any New Board Member Assignments (committees and other) Proposed by the Chair (57:06)

No positions were assigned.

INFORMATION ITEMS

5.1. District Activities Reports (57:24)

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 (59:40)

- 5.2.1. Report any ad hoc committees dissolved by requirements in Policy 2.01.065
- 5.2.2. Sacramento Groundwater Authority – No meeting.
- 5.2.3. ACWA/JPIA – Cline – Gave a verbal report.
- 5.2.4. Capacity Fee Study Ad Hoc Liverett/Cline – Liverett – No report.
- 5.2.5 MOU Negotiations Ad Hoc – Gifford, Green – No meeting.

6. PUBLIC COMMENT PRIOR TO CLOSED SESSION – (1:04:07)**7. CLOSED SESSION - THE BOARD OF DIRECTORS WILL MEET IN CLOSED SESSION TO DISCUSS THE FOLLOWING ITEMS:**

7.1. PUBLIC EMPLOYEE DISCIPLINE/ DISMISSAL/RELEASE (Gov. C. §54954.5(e)) – General Manager

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

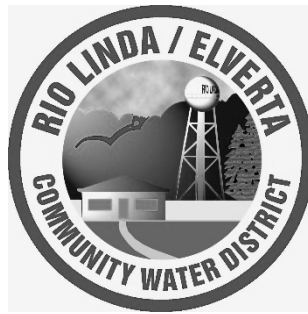
Legal Counsel reported that the Board voted unanimously in closed session to terminate General Manager Tim Shaw without cause. President Cline added that the Board thanked him for his service.

ADJOURNMENT - The meeting was adjourned at 7:50p.m.

Respectfully submitted,

Felix M. Felix, Interim GM

Anthony Cline, President of the Board



**Consent Calendar
Agenda Item: 3.2**

Date: June 22, 2026

Subject: Expenditures

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The General Manager recommends Board approval of the April 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 April 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
April 2026**

EFT's and Checks

| Date | Num | Name | Memo | Amount |
|-------------|------------|--------------------------------------|--|---------------|
| 04/01/2026 | EFT | QuickBooks Payroll Service | For PP Ending 03/28/26 Pay date 04/02/26 | 16,259.08 |
| 04/02/2026 | EFT | CalPERS | For PP Ending 03/28/26 Pay date 04/02/26 | 3,539.47 |
| 04/02/2026 | EFT | CalPERS | For PP Ending 03/28/26 Pay date 04/02/26 | 557.75 |
| 04/02/2026 | EFT | Internal Revenue Service | Employment Taxes | 6,074.66 |
| 04/02/2026 | EFT | Employment Development | Employment Taxes | 1,228.19 |
| 04/02/2026 | EFT | Empower | Deferred Compensation Plan: Employer & Employee Share | 2,108.28 |
| 04/02/2026 | EFT | ABS Direct | Printing/Postage | 132.02 |
| 04/02/2026 | EFT | ACWA/JPIA Powers Insurance Authority | EAP | 19.84 |
| 04/02/2026 | EFT | Adept Solutions | Monthly Computer Maintenance & Repair | 1,605.40 |
| 04/02/2026 | EFT | Affordable Heating & Air | Pumping Maintenance | 219.00 |
| 04/02/2026 | EFT | BSK Associates | Lab Fees | 1,905.74 |
| 04/02/2026 | EFT | Buckmaster Office Solutions | Printing | 82.81 |
| 04/02/2026 | EFT | Comcast | Telephone-Landline | 132.82 |
| 04/02/2026 | EFT | Frelin, Janice | Retiree Insurance -Quarterly | 1,575.00 |
| 04/02/2026 | EFT | ICONIX Waterworks | Distribution Supplies | 5,019.48 |
| 04/02/2026 | EFT | Liebert Cassidy Whitmore | Legal -February 2026 | 11,826.00 |
| 04/02/2026 | EFT | Ramos Oil Inc. | Transportation Fuel | 602.11 |
| 04/02/2026 | EFT | Republic Services | Utilities | 306.00 |
| 04/02/2026 | EFT | Rio Linda Hardware & Building Supply | Shop Supplies | 415.01 |
| 04/02/2026 | EFT | Sacramento County Utilities | Utilities | 138.70 |
| 04/02/2026 | EFT | SMUD | Utilities | 14,745.36 |
| 04/02/2026 | EFT | Streamline | Website | 105.00 |
| 04/02/2026 | EFT | UniFirst Corporation | Uniforms | 539.60 |
| 04/02/2026 | EFT | Vanguard Cleaning Systems | Janitorial | 390.00 |
| 04/02/2026 | EFT | Vasquez Engineering | Engineering | 5,718.75 |
| 04/02/2026 | EFT | Verizon Business | Internet | 45.02 |
| 04/15/2026 | EFT | QuickBooks Payroll Service | For PP Ending 04/11/26 Pay date 4/16/26 | 17,395.03 |
| 04/16/2026 | EFT | CalPERS | For PP Ending 04/11/26 Pay date 4/16/26 | 3,539.47 |
| 04/16/2026 | EFT | CalPERS | For PP Ending 04/11/26 Pay date 4/16/26 | 557.75 |
| 04/16/2026 | EFT | Internal Revenue Service | Employment Taxes | 6,333.26 |
| 04/16/2026 | EFT | Employment Development | Employment Taxes | 1,263.40 |
| 04/16/2026 | EFT | Empower | Deferred Compensation Plan: Employer & Employee Share | 2,083.28 |
| 04/20/2026 | EFT | Employment Development | Employment Taxes | 1,190.00 |
| 04/22/2026 | EFT | Customer | Final Bill Refund | 105.31 |
| 04/22/2026 | EFT | Customer | Final Bill Refund | 83.77 |
| 04/22/2026 | EFT | ABS Direct, Inc. | Printing & Postage | 1,493.94 |
| 04/22/2026 | EFT | ACWA JPIA Insurance | Property Insurance 4/1/26-3/31/27 and Workers Compensation 3rd Qtr | 23,330.44 |
| 04/22/2026 | EFT | Adept Solutions | Monthly Computer Maintenance & Repair | 1,605.40 |
| 04/22/2026 | EFT | Cater, Doug | Backflow Testing | 1,700.00 |
| 04/22/2026 | EFT | Columbia Bank Credit Card | March 2026 | 4,054.69 |
| 04/22/2026 | EFT | CoreLogic Solutions | Subscription | 109.27 |

Cash Basis

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

| | | | | |
|--|-----|--|---|--------------------------|
| 04/22/2026 | EFT | Dynasty Pumps Inc | Pumping Maintenance | 546.23 |
| 04/22/2026 | EFT | Elk Grove Security Systems | Security | 117.00 |
| 04/22/2026 | EFT | ICONIX Waterworks | Distribution Expense | 168.09 |
| 04/22/2026 | EFT | Johnson Control Fire Protection | Safety | 285.41 |
| 04/22/2026 | EFT | Kaiser Permanente | Health Insurance | 2,832.00 |
| 04/22/2026 | EFT | Kronick Moskovitz, Tiedermann & Girard | Legal - March 2026 | 2,327.00 |
| 04/22/2026 | EFT | Liebert Cassidy Whitmore | Legal - March 2026 | 6,079.00 |
| 04/22/2026 | EFT | PG&E | Utilities | 58.79 |
| 04/22/2026 | EFT | Principal | Dental & Vision Insurance | 1,709.72 |
| 04/22/2026 | EFT | Ramos Oil Inc. | Transportation Fuel | 948.84 |
| 04/22/2026 | EFT | Rawles Engineering | Contract Repairs | 25,156.30 |
| 04/22/2026 | EFT | RDO Equipment Co | Construction Equipment Repairs | 1,063.34 |
| 04/22/2026 | EFT | Rio Linda Elverta Recreation & Park | Meeting Expense | 100.00 |
| 04/22/2026 | EFT | Van Dermyden Makus Law Corp | Legal - March 2026 | 26,140.00 |
| 04/22/2026 | EFT | Verizon Connect | Field IT | 63.80 |
| 04/22/2026 | EFT | Verizon Wireless | Field Communication | 562.63 |
| 04/22/2026 | EFT | Western Health | Health Insurance | 12,159.00 |
| 04/22/2026 | EFT | Wageworks | FSA Administration Fee | 86.75 |
| 04/22/2026 | EFT | Provost & Pritchard Consulting Group | Capital Improvement: Cr6 Schematic Design | 1,146.50 |
| 04/24/2026 | EFT | Ferguson Waterworks | Capital Improvement: Small Meter Replacements | 66,977.40 |
| 04/29/2026 | EFT | QuickBooks Payroll Service | For PP Ending 04/25/26 Pay date 4/30/26 | 18,694.02 |
| 04/30/2026 | EFT | CalPERS | For PP Ending 04/25/26 Pay date 4/30/26 | 3,591.87 |
| 04/30/2026 | EFT | CalPERS | For PP Ending 04/25/26 Pay date 4/30/26 | 557.75 |
| 04/30/2026 | EFT | Internal Revenue Service | Employment Taxes | 6,921.14 |
| 04/30/2026 | EFT | Employment Development | Employment Taxes | 1,411.25 |
| 04/30/2026 | EFT | Empower | Deferred Compensation Plan: Employer & Employee Share | 2,154.25 |
| Total 10020 · Operating Account Budgeted Expenditures | | | | <u>321,994.18</u> |

Board Member Compensation

| Date | Meeting Date | Name | Memo | Amount |
|---------------------------------------|--------------|-------------|----------------------|----------------------|
| 04/16/2026 | 04/08/2026 | Jason Green | RLECWD Board Meeting | 100.00 |
| Total Credit Card Expenditures | | | | <u>100.00</u> |

Credit Card Transactions

| Date | Num | Name | Memo | Amount |
|------------|-----|-------------------------|--------------------------------|----------|
| 03/01/2026 | CC | Walmart | Office Expense | 37.23 |
| 03/01/2026 | CC | Walmart | Office Expense | 118.20 |
| 03/01/2026 | CC | Pape Machinery Exchange | Construction Equipment Repairs | 117.64 |
| 03/01/2026 | CC | Pape Machinery Exchange | Construction Equipment Repairs | 155.32 |
| 03/02/2026 | CC | Amazon | Office Expense | 164.25 |
| 03/03/2026 | CC | Walmart | Office Expense | 94.76 |
| 03/04/2026 | CC | Future Ford | Transportation Maintenance | 2,210.30 |
| 03/04/2026 | CC | Americas Tire | Transportation Maintenance | 784.60 |
| 03/05/2026 | CC | USPS | Postage | 10.20 |
| 03/05/2026 | CC | Pape Machinery Exchange | Construction Equipment Repairs | 224.78 |

Cash Basis

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

| | | | | |
|---------------------------------------|----|-----------------------------|--|-----------------|
| 03/06/2026 | CC | Walmart | Office Expense | 28.21 |
| 03/06/2026 | CC | Walmart | Office Expense | 14.00 |
| 03/06/2026 | CC | Walmart | Office Expense | 49.83 |
| 03/07/2026 | CC | Amazon | Office Expense | -164.25 |
| 03/10/2026 | CC | Future Ford | Transportation Maintenance | 224.99 |
| 03/10/2026 | CC | Pape Machinery Exchange | Construction Equipment Repairs - Credit | -117.64 |
| 03/10/2026 | CC | Pape Machinery Exchange | Construction Equipment Repairs - Credit | -155.32 |
| 03/11/2026 | CC | Walmart | Office Expense | -25.85 |
| 03/11/2026 | CC | Walmart | Office Expense | -86.19 |
| 03/14/2026 | CC | Zoom Video Communications | Computer Systems - Zoom monthly subscription | 16.99 |
| 03/17/2026 | CC | Rio Linda Gas & Mart | Distribution Supplies | 6.45 |
| 03/22/2026 | CC | Crexendo Business Solutions | Telephone | 80.27 |
| 03/22/2026 | CC | Amazon | Office Expense | 228.92 |
| 03/23/2026 | CC | Intuit | Payroll Service Fee | 37.00 |
| Total Credit Card Expenditures | | | | 4,054.69 |

Employee Paid Pass-throughs

| Date | Num | Name | Memo | Amount |
|---|-----|------------------------------------|------------------------------------|-----------------|
| 04/02/2026 | EFT | Teamsters | Union Dues | 561.00 |
| 04/02/2026 | EFT | California State Disbursement Unit | Employee Garnishment | 332.00 |
| 04/15/2026 | EFT | AFLAC | Employee Funded Premiums | 732.96 |
| 04/16/2026 | EFT | California State Disbursement Unit | Employee Garnishment | 332.00 |
| 04/30/2026 | EFT | California State Disbursement Unit | Employee Garnishment | 332.00 |
| 04/30/2026 | EFT | WageWorks | FSA Expenditures - Employee Funded | 1,114.10 |
| Total 10020 · Operating Account Non-Budgeted Expenditures: Employee Paid Pass-throughs | | | | 3,404.06 |

Other Expenditures

Transfers

| Date | Num | Memo | Account | Amount |
|------------|----------|---|--------------------------------------|--------------|
| 04/02/2026 | Transfer | Monthly Debt Service Transfer | 10020 · Operating Fund | (17,000.00) |
| 04/02/2026 | Transfer | Monthly Debt Service Transfer | 10350 · Umpqua Bank Debt Service | 17,000.00 |
| 04/02/2026 | Transfer | Monthly CIP Transfer | 10020 · Operating Fund | (54,092.00) |
| 04/02/2026 | Transfer | Monthly CIP Transfer | 10480 · General | 54,092.00 |
| 04/22/2026 | Transfer | Surcharge 1 Bi-Monthly Transfer | 10020 · Operating Fund | (88,648.29) |
| 04/22/2026 | Transfer | Surcharge 1 Bi-Monthly Transfer | 10300 · Surcharge 1 Account | 88,648.29 |
| 04/22/2026 | Transfer | Surcharge 2 Bi-Monthly Transfer | 10020 · Operating Fund | (147,476.14) |
| 04/22/2026 | Transfer | Surcharge 2 Bi-Monthly Transfer | 10380 · Surcharge 2 Account | 147,476.14 |
| 04/22/2026 | Transfer | Cr6 Schematic Design | 10481 · Cr6 Mitigation | (1,146.50) |
| 04/22/2026 | Transfer | Cr6 Schematic Design | 10020 · Operating Fund | 1,146.50 |
| 04/22/2026 | Transfer | CIP Checks Written from Operating Account | 10480 · Capital Improvement: General | (66,977.40) |
| 04/22/2026 | Transfer | CIP Checks Written from Operating Account | 10020 · Operating Fund | 66,977.40 |



Consent Calendar Agenda Item: 3.3

Date: June 22, 2026

Subject: Financial Reports

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The General Manager recommends Board approval of the April 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 April 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

Balance Sheet
As of April 30, 2026

ASSETS**Current Assets**

| | |
|--|---------------------|
| 100 · Cash & Cash Equivalents | |
| 10000 · Operating Account | |
| 10020 · Operating Fund | 1,367,837.35 |
| Total 10000 · Operating Account | 1,367,837.35 |
| 10475 · Capital Improvement | |
| 10480 · General | 1,027,254.48 |
| 10485 · Vehicle Replacement Reserve | 47,948.49 |
| Total 10450 · Capital Improvement | 1,075,202.97 |
| Total 100 · Non-Restricted Cash & Cash Equivalents | 2,443,040.32 |

102 · Restricted Assets

| | |
|---|----------------------|
| 102.2 · Restricted for Debt Service | |
| 10700 · ZIONS Inv/Surcharge 1 Reserve | 567,484.72 |
| 10300 · Surcharge 1 Account | 1,252,743.71 |
| 10350 · Revenue Bond | 122,293.21 |
| 10380 · Surcharge 2 Account | 790,656.96 |
| Total 102.2 · Restricted for Debt Service | 2,733,178.60 |
| 102.4 · Restricted Other Purposes | |
| 10385 · Available Funding Cr6 Projects #1 | 464,127.07 |
| 10481 · Available Funding Cr6 Projects #2 | 439,965.75 |
| 10491 · Future Capital Imp Projects | 2,315,691.66 |
| 10492 · Cr6 Settlement | 4,245,418.78 |
| 10600 · LAIF Account - Capacity Fees | 1,062,344.06 |
| 10650 · Operating Reserve Fund | 340,052.68 |
| Total 102.4 · Restricted Other Purposes | 8,867,600.00 |
| Total 102 · Restricted Assets | 11,600,778.60 |

| | |
|---------------------|---------|
| Accounts Receivable | -715.44 |
|---------------------|---------|

Other Current Assets

| | |
|-------------------------------------|------------|
| 12000 · Water Utility Receivable | 52,908.30 |
| 12200 · Accrued Revenue | 150,000.00 |
| 12250 · Accrued Interest Receivable | 4,616.37 |
| 16000 · Prepaid Expense | 63,424.41 |
| 16075 · OPEB GASB 75 | 25,135.00 |

Total Other Current Assets

| | |
|--|------------|
| | 296,084.08 |
|--|------------|

Total Current Assets

| | |
|--|---------------|
| | 14,339,187.56 |
|--|---------------|

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 |
|--|---------------|

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 |
|--|------------|

TOTAL ASSETS

| | |
|--|----------------------|
| | 30,484,419.24 |
|--|----------------------|

Rio Linda Elverta Community Water District

Balance Sheet
As of April 30, 2026

LIABILITIES & NET POSTION**Liabilities****Current Liabilities**

Accounts Payable 39,963.97

Other Current Liabilities 997,175.96

| | |
|----------------------------------|---------------------|
| Total Current Liabilities | 1,037,139.93 |
|----------------------------------|---------------------|

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 | 7,374,778.03 |
|--------------------------|---------------------|

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 434,136.00

| | |
|---------------------------|----------------------|
| Total Net Position | 23,109,641.21 |
|---------------------------|----------------------|

| | |
|--|----------------------|
| TOTAL LIABILITIES & NET POSTION | 30,484,419.24 |
|--|----------------------|

Accrual Basis

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

| | <u>Annual Budget</u> | <u>Apr 26</u> | <u>Jul 25 - Apr 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 | 171,841.91 | 2,493,196.40 | 73.16% | 914,734.60 |
| 41000 · Nonoperating Revenue | | | | | |
| 41110 · Investment Revenue | | | | | |
| 41112 · Interest Revenue | 35.00 | 3.79 | 34.84 | 99.54% | 0.16 |
| Total 41110 · Investment Revenue | 35.00 | 3.79 | 34.84 | 99.54% | 0.16 |
| 41120 · Property Tax | 137,000.00 | 0.00 | 85,316.00 | 62.27% | 51,684.00 |
| Total 41000 · Nonoperating Revenue | 137,035.00 | 3.79 | 85,350.84 | 62.28% | 51,684.16 |
| Total Operating & Non-Operating Revenue | 3,544,966.00 | 171,845.70 | 2,578,547.24 | 72.74% | 966,418.76 |
| Expense | | | | | |
| 60000 · Operating Expenses | | | | | |
| 60010 · Professional Fees | 303,200.00 | 34,185.75 | 347,279.54 | 114.54% | -44,079.54 |
| 60100 · Personnel Services | | | | | |
| 60110 · Salaries & Wages | 934,612.00 | 83,333.84 | 752,906.51 | 80.56% | 181,705.49 |
| 60150 · Employee Benefits & Expense | 564,386.00 | 52,765.71 | 435,756.00 | 77.21% | 128,630.00 |
| Total 60100 · Personnel Services | 1,498,998.00 | 136,099.55 | 1,188,662.51 | 79.30% | 310,335.49 |
| 60200 · Administration | 287,589.00 | 16,766.28 | 243,700.12 | 84.74% | 43,888.88 |
| 64000 · Conservation | 500.00 | 0.00 | 0.00 | 0.00% | 500.00 |
| 65000 · Field Operations | 780,400.00 | 64,522.71 | 522,449.88 | 66.95% | 257,950.12 |
| Total 60000 · Operating Expenses | 2,870,687.00 | 251,574.29 | 2,302,092.05 | 80.19% | 568,594.95 |
| 69000 · Non-Operating Expenses | | | | | |
| 69010 · Debt Service | | | | | |
| 69100 · Revenue Bond | | | | | |
| 69105 · Principle | 169,641.00 | 0.00 | 72,641.00 | 42.82% | 97,000.00 |
| 69110 · Interest | 34,408.00 | 0.00 | 17,747.16 | 51.58% | 16,660.84 |
| Total 69100 · Revenue Bond | 204,049.00 | 0.00 | 90,388.16 | 44.30% | 113,660.84 |
| 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 | 0.00 | 90,388.16 | 38.39% | 145,066.84 |
| 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 | 0.00 | 90,388.16 | 38.02% | 147,366.84 |
| Total Operating & Non-Operating Expense | 3,108,442.00 | 251,574.29 | 2,392,480.21 | 76.97% | 715,961.79 |
| Net Revenue | 436,524.00 | -79,728.59 | 186,067.03 | | |

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

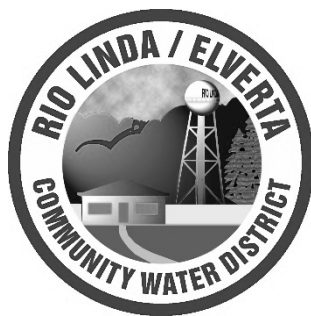
| Description | Annual Budget | Apr 26 | YTD Jul 25- Apr 26 | % of Annual Budget | YTD Budget Balance |
|--|-----------------------|--------------------|-----------------------|-----------------------|-----------------------|
| Raising/Lowering Valve Covers | 60,000.00 | 0.00 | 57,900.00 | 96.50% | 2,100.00 |
| Well 15 Cr6 Treatment Design and CEQA | 140,070.00 | 1,146.50 | 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 | 1,146.50 | 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 | 66,977.40 | 66,977.40 | 44.65% | 83,022.60 |
| 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 | 66,977.40 | 84,955.74 | 19.76% | 345,044.26 |
| 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 | \$68,123.90 | \$192,486.49 | 9.90% | \$1,752,583.51 |

Accrual Basis

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

| | <u>Annual Budget</u> | <u>Apr 26</u> | <u>Jul 25 - Apr 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 | 9,617.71 | 106,678.43 | 88.9% | 13,321.57 |
| | <u>120,000.00</u> | <u>9,617.71</u> | <u>106,678.43</u> | <u>88.9%</u> | <u>13,321.57</u> |
| 44110 · Other Non-Operating Revenue | 0.00 | 0.00 | 0.00 | 0.0% | 0.00 |
| Total Income | <u>120,000.00</u> | <u>9,617.71</u> | <u>106,678.43</u> | <u>88.9%</u> | <u>13,321.57</u> |
| Gross Income | <u>120,000.00</u> | <u>9,617.71</u> | <u>106,678.43</u> | 88.9% | 13,321.57 |
| Net Income | <u>120,000.00</u> | <u>9,617.71</u> | <u>106,678.43</u> | | |

| NOTE: | Date | Amount |
|--------------------------------|-------------|---------------------|
| Beginning Balance | 3/31/2026 | 4,235,801.07 |
| Interest | 4/30/2026 | <u>9,617.71</u> |
| GL 10492 Cr6 Settlement | 4/30/2026 | <u>4,245,418.78</u> |



**Items for Discussion and Action
Agenda Item: 4.1**

Date: June 22, 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 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: June 22, 2026

Subject: Interim General Manager Report

Staff Contact: Felix M. Felix, Interim General Manager

1. Regional Water Authority, May 21, 2026: At the request of Executive Committee Director Maria Liverette, I reached out to Regional Water Authority, Jim Peifer to talk about possible interest in the District becoming a member again. Asked Mr. Peifer to provide the District with a Value Fact Sheet for benefits on rejoining. 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 that no single agency can solve alone.

For Rio Linda/Elverta Community Water District (RLECWD), membership offers access to funding, potentially for Prop 4. Prop 4, 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. See attached Value Fact Sheet for more information.

2. Water Forum Plenary meeting, May 21, 2026: Interim GM participated in the Water Forum Plenary Meeting, where an update was provided regarding the Regional Groundwater Annual Subbasin. It included special guest representatives from each of the three regional subbasins with an overview of regional subbasins with an update on findings from 2025 Annual Reports (storage and trends) along with expectations for Periodic Evaluations. Other topics discussed included an update on 2026 Water Year Conditions and

Expectations with a recap of rainy season storms and resulting conditions along with expectations for summer and fall conditions. In addition, there was discussion on Reclamation forecasts and further Water Forum engagement. Please see attached Water Forum Run-Off-Report for May 2026 for more information.

3. Rawles Engineering, Addendum 003, CIP Pipeline Replacement Project- Valve Replacement, 6-1-2026: The Addendum 003 was signed on 6-1-2026 by both parties and serves as an extension to the existing Professional Services Agreement between RLECWD and Rawles Engineering to provide labor, equipment and materials to complete the scope of work as described in the Addendum to include the replacement of valves.
4. Urban Water Management Plan 2025, 6-1-2026: Water Works Engineers was selected to update the District's Urban Water Management Plan. Water Works Engineers has professional engineers with extensive prior experience in Urban Water Management Planning. Such experience includes preparing and executing the 2020 and 2021 Urban Water Management Plan for the City of Roseville and the 2020 WMP for Paradise Irrigation District. Their comprehensive and high quality approach will afford the District with the provision of key deliverables necessary for each phase of the project. The kick-off meeting was held on 6-17-2026 as District Engineer Mike Vasquez and I attended a Teams Meeting along with Water Works Engineer staff Colleen Boak. Items discussed included project goals, background and project understanding, scheduling of events for project and action items.
5. Recruitment for Water System Foremen and Water System Operator, June 18, 2026: A job announcement for the Recruitment of Water System Foremen and Water System Operator has been completed and will be posted shortly to advertise for the open positions soon.

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

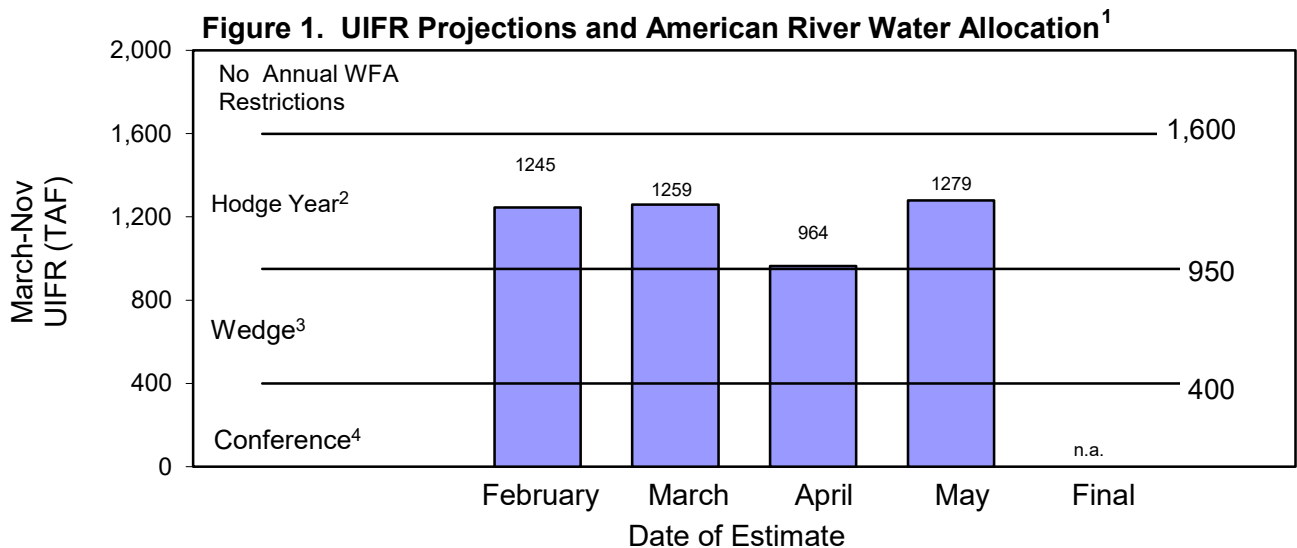
Felix M. Felix
Interim GM

Monthly Runoff and Allocation Report -May 2026-



Purpose: This monthly report is issued for each of four months (i.e., February, March, April, and May) every year by the Water Forum Successor Effort to provide the status of the March through November Unimpaired Inflow into Folsom Reservoir (March-Nov UIFR). Per the Water Forum Agreement of 2000, this hydrologic index is used to determine the type of water year and may be used by American River water purveyors and water right holders to determine the extent of their dry-year procedures. For more information on these topics, visit <http://www.WaterForum.org/Dry Year Procedures>.

Projected Mar-Nov UIFR for May 2026 is 1279 TAF. This year type has Hodge Year restrictions.



¹Several factors can affect the allocation of water supply from the American River. When Mar-Nov UIFR is greater than 1.6 MAF then no annual WF restrictions are applied. However, other restrictions could be in effect such as the CVP shortage criteria.

²A "Hodge Year" occurs when the Mar-Nov UIFR is less than 1,600 TAF. This affects the allocation of American River water for Sacramento Suburban WD (after 2010) and South County Agriculture (see footnote #9 on page 11 of the 2000 Water Forum Agreement). This is different than the instantaneous "Hodge Flow trigger" which affects diversions at the Fairbairn treatment plant when the LAR flow is less than 3,000 cfs during Mar-Jun; 2) Less than 1,750 cfs from July-Oct15; and 3) Less than 2,000 cfs from October 16-Feb.

³A "Wedge" occurs when the Mar-Nov UIFR is less than 950 TAF. This may affect the allocation of American River water for the City of Folsom, Placer County Water Agency, City of Roseville, San Juan Water District, Sacramento Suburban WD (prior to 2010) and SMUD (see footnote #3 on page 11 of the 2000 Water Forum Agreement).

⁴"Conference" years occur when Mar-Nov UIFR is less than 400 TAF. In those years diverters and others are required to meet and confer on how best to meet demands and protect the American River (footnote #2 on page 11 of the 2000 Water Forum Agreement).

Monthly Runoff and Allocation Report (continued)

-2026 -

Table 1. Monthly Runoff Values

| Month | UIFR Monthly and Total Volumes in TAF | | | | |
|------------------------|---------------------------------------|----------------------|----------------------|--------------------|--------------|
| | February Publication | March Publication | April Publication | May Publication | Final Values |
| March ¹ | 363 | 450 | 391 | 391 | n.a. |
| April ¹ | 350 | 315 | 290 | 470 | n.a. |
| May ¹ | 325 | 295 | 160 | 255 | n.a. |
| June ¹ | 115 | 110 | 45 | 80 | n.a. |
| July ¹ | 20 | 20 | 15 | 15 | n.a. |
| August ¹ | 6 | 5 | 2 | 4 | n.a. |
| September ¹ | 6 | 4 | 1 | 4 | n.a. |
| October ² | 30 | 30 | 30 | 30 | n.a. |
| November ² | 30 | 30 | 30 | 30 | n.a. |
| Total | 1245 | 1259 | 964 | 1279 | n.a. |

¹ Values are from *Bulletin 120 (50% Exceedance), Water Conditions in California*, California Department of Water Resources (DWR) for the given publication month (<https://cdec.water.ca.gov/reportapp/javareports?name=B120DIST>). DWR publishes Bulletin 120 four times a year (February through May), providing forecasts of unimpaired flow for several watersheds in California for the given water year.

² Values are from *Technical Memorandum No. 1, Computing March through November Unimpaired Inflow into Folsom Reservoir*, Water Forum, May 2007.

USBR American River CVP Municipal and Industrial Contractor Allocation

The CVP announced that Municipal and Industrial (M&I) water service contractors North-of-Delta who are serviced by Folsom Reservoir on the American River are allocated 100 percent of their contract total for 2026. <https://www.usbr.gov/newsroom/news-release/5289>

Please note that the CVP allocations are administered by the USBR and are not part of the Water Forum Agreement. The CVP information is provided for informational purposes only

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:

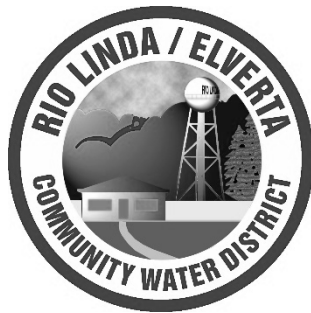
- Groundwater management and SGMA
- Grant development and funding opportunities
- Legislative and regulatory affairs
- Water efficiency requirements
- Water supply planning and resilience
- Regional water policy

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: 4.2

Date: June 22, 2026

Subject: Public Works Project Report

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

Recommended Committee Action:

This item was reviewed by committee and recommended be brought to the full Board.

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**

17 June 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 22 June 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 13 May 2026 to 17 June 2026:

1. **Water Meter Replacements:** To date, Rawles Engineering has replaced 167 meters and is averaging 11 meter installations per day. Rawles's budget for this work is \$86,000, of which \$64,800 has been spent. It is anticipated that Rawles will install approximately 55 more meters as part of this contract. The District's 2025/2026 FY budget for this work is \$150,000, of which \$64,000 is being used by the District to purchase 200 meters.
2. **Water Valve Replacement Project (Capital Improvement Program):** As directed by the Board at the May Board Meeting, Staff executed an agreement addendum with construction contractor Rawles Engineering for the removal and replacement of 8 valve cross locations as part of the District's 2025/2026 Capital Improvement. The contract value is \$234,500. The contractor began work on June 17th.
3. **2025 Urban Water Management Plan (UWMP):** As directed by the Board at the May Board Meeting, Staff executed an agreement with consultant Water Works Engineers to prepare the District's 2025 UWMP. Staff conducted a kickoff meeting with the consultant on June 17th. The consultant estimates completion and submittal of the UWMP to DWR by December 2026.
4. **Well 15 Hexavalent Chromium Treatment Project:** As design consultant Provost and Pritchard nears completion of final design submittal, Staff met with them to discuss modifying the treatment design to potentially reduce capital costs by utilizing roll up filter media regeneration. The design consultant is currently vetting that alternative. The design consultant's contract budget to design the treatment plant is \$116,500.00, of which \$75,336.25 has been spent.
5. **Hexavalent Chromium Compliance Plan:** Staff received comments from the State Water Board for the District's Cr6 Compliance Plan on 27 April 2026. The plan was submitted to the Water Board in June 2025. This will be discussed under a separate agenda item at the June Board Meeting. Treatment at Wells 2A and 10 will become necessary to meet compliance requirements.
6. **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

Felix M. Felix, Interim General Manager, RLECWD
Contract District Engineer's Report
17 June 2026
Page 2 of 2

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. Staff is currently working on this task with an anticipated submittal date of 7/1/2026.

7. Development Review:

A. Century Palms Estates (120-Lot Residential Subdivision, Southwest Corner of M Street and Rio Linda Boulevard Intersection): The Contract District Engineer coordinated with the Sacramento County Planning Department and the developer's engineer to provide water facility connection requirements. 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. Staff is working with a consultant familiar with the District's previous model (the previous model is unusable due to outdated software) to develop a work scope and budget to prepare the new model.

8. General Contract District Engineer Administrative Tasks:

- A. Prepared staff reports and attended the District's Board Meeting on 5/18/2026.
- B. Prepared staff reports and attended the District's Executive Committee Meeting on 5/13/2026 and on 6/10/2026.
- C. Meetings with Director Cline and 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 gmmasquez@vasquez-engineering.com with any questions or require additional information.

Respectfully,

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



Items for Discussion and Action Agenda Item: 4.3

Date: June 22, 2026

Subject: Consider Engaging a Consultant to Prepare Cr6 Treatment Design at Wells 2A and 10

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

Recommended Committee Action:

The Executive Committee discussed this item at the June meeting and forwarded it to the June Board Meeting.

Current Background and Justification:

The District received comments from the State Water Board for the District’s Cr6 Compliance Plan on 27 April 2026. The plan was submitted to the Water Board in June 2025 as discussed at the District’s May 18, 2026 Board Meeting. The Water Board is requiring the District to implement projects to increase capacity as part of Cr6 regulatory requirements. Implementing Cr6 treatment projects at Wells 2A and 10 would meet those requirements.

Staff has been in discussions with Affinity Engineering, the designer of the previous Cr6 treatment plant at Well 10, to re-engage Cr6 treatment design at Well 10 and also initiate Cr6 treatment design at Well 2A. Affinity has provided work scopes and budgets to perform pilot testing and treatment designs for SBA-IX Cr6 treatment systems utilizing regenerable media. Proposed pilot testing and design budgets are as follows:

Well 2A: Pilot Testing and Study, \$70,000. Design, \$150,000

Well 10: Pilot Testing and Study, \$70,000. Design, \$150,000

These are Time and Materials, Not to Exceed budgets.

A draft agreement is included in your agenda packet.

Conclusion:

It is recommended that the Board discuss this item and authorize the Interim General Manager to execute an agreement with the Consultant to prepare Cr6 Treatment Designs at Wells 2A and 10.

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
PROJECT: Cr6 Treatment Design and Pilot Testing at Wells 2A and 10
PROJECT NO. _____ - _____

AGREEMENT FOR CONSULTING SERVICES

THIS CONSULTING SERVICES AGREEMENT ("Agreement") is made and entered into this 22nd day of June, 2026, by and between the Rio Linda Elverta Community Water District, a county water district of the State of California ("District") and Affinity Engineering, ("Consultant") (each individually a "Party" and collectively the "Parties"). There are no other parties to this Agreement.

RECITALS

- A.** Consultant represents to District that it is a duly qualified and licensed firm experienced in providing professional engineering consulting services in support of hexavalent chromium (Cr6) treatment design and pilot testing at Wells 2A and 10 (the "Project").
- B.** In the judgment of the Board of Directors of District, it is necessary and desirable to employ the services of Consultant to perform consulting services on the Cr6 treatment design and pilot testing at Wells 2A and 10 project.
- C.** Consultant has been selected to provide engineering services with a description of such services attached hereto as **Exhibit A** ("Services").

NOW, THEREFORE, in consideration of the promises and covenants set forth below, the Parties agree as follows:

AGREEMENT

Section 1. Recitals. The recitals set forth above ("Recitals") are true and correct and are hereby incorporated into and made part of this Agreement by this reference. In the event of any inconsistency between the Recitals and Sections 1 through 18 of this Agreement, Sections 1 through 18 shall prevail.

Section 2. Term. This Agreement shall commence on the Effective Date and continue for three (3) years ("Term"), provided that either Party may terminate the Agreement by providing thirty (30) days written notice to the other Party.

Section 3. Effective Date. This Agreement shall only become effective once all of the Parties have executed the Agreement (the "Effective Date"). Consultant, however, shall not commence the performance of the Services until it has been given notice by District ("Notice to Proceed").

Section 4. Work.

(a) *Services.* Subject to the terms and conditions set forth in this Agreement, Consultant shall perform the Services as described in **Exhibit A** and as provided in approved Task Orders. Consultant shall not receive additional compensation for the performance of any services unless they are approved by the District in writing.

(b) *Modification of Services.* Only the District's General Manager may authorize extra or changed work. Failure of Consultant to secure such a written authorization for extra or changed work shall constitute a waiver of any and all right to adjustment in the Agreement price or Agreement time due to such unauthorized work and thereafter Consultant shall be entitled to no compensation whatsoever for the performance of such work. Consultant further waives any and all right or remedy by way of restitution or quantum meruit for any and all extra work performed without such express and prior written authorization of the General Manager.

Section 5. Time of Performance. Consultant warrants that it will commence performance of the Services within thirty (30) calendar days of the Notice to Proceed, and shall conform to the requirements of the Services provided in **Exhibit A** or as provided in an approved Task Order. The time of performance is a material term of this Agreement relied on by District in entering into this Agreement.

Section 6. Payment. The District shall pay Consultant for all Services described in **Exhibit A**, which are performed and invoiced by Consultant.

Consultant shall submit monthly invoices to District for Services performed and expenses incurred during the preceding month. District shall pay Consultant within 30 days of receipt of each invoice. Each invoice shall identify all services performed and any expenses for which reimbursement is requested. Prior to payment, District may require Consultant to furnish supporting information and documentation for all charges for which payment is sought.

Section 7. Representations of Consultant. District relies upon the following representations by Consultant in entering into this Agreement:

(a) *Standard of Care.* District has relied upon the professional ability and training of Consultant as a material inducement to enter into this Agreement. Consultant hereby warrants that it is qualified to perform the Services as provided in **Exhibit A** and that all of its services will be performed in accordance with the generally accepted consultant practices and standards, in compliance with all applicable federal, state and local laws.

(b) *Independent Consultant.* In performing the services hereinafter specified, Consultant shall act as an independent Consultant and shall have control of the work and the manner in which it is performed. Consultant is not to be considered an agent or employee of District, and is not entitled to participate in any pension plan, insurance, bonus, or similar benefits District provides its employees. In the event District exercises its right to terminate this Agreement, Consultant expressly agrees that it shall have no recourse or right of appeal under rules, regulations, ordinances, or laws applicable to employees. Nothing contained herein shall be construed as creating an employment, agency or partnership relationship between District and Consultant.

(c) *Authority.* Consultant represents that it possesses the necessary licenses, permits and approvals required to perform the Services or will obtain such licenses, permits or approvals prior to the time such licenses, permits or approvals are required. Consultant shall also ensure that all sub-consultants are similarly licensed and qualified. Consultant represents and warrants to District that Consultant shall, at Consultant's sole cost and expense, keep in effect or obtain at all times during the Term of this Agreement, any licenses, permits, and approvals which are legally required for Consultant to practice Consultant's profession at the time the Services are rendered including registration for public works projects with the Department of Industrial Relations.

(d) *No Conflict of Interest.* Consultant represents that no conflict of interest will be created under state or federal law by entering into or in carrying out this Agreement. Consultant further promises that in the performance of this Agreement, no person having such interest will be knowingly employed. If requested to do so by District, Consultant shall complete and file, and shall cause any person doing work under this Agreement to complete and file, a "Statement of Economic Interest" with the Sacramento County Clerk disclosing their financial interests.

(e) *Prevailing Wage.* Consultant agrees to pay all craftsmen and laborers required as part of the consulting services at least the minimum prevailing wage required by the Department of Industrial Relations of the State of California. Consultant understands and agrees that it is Consultant's responsibility to determine the minimum prevailing wage and to report compliance as required under California law.

Section 8. Conformity with Law and Safety. Consultant shall observe and comply with all applicable laws, ordinances, codes and regulations of governmental agencies, including federal, state, municipal and local governing bodies having jurisdiction over any or all of the scope of Services, including all provisions of the Occupational Safety and Health Act of 1979 as amended, all California Occupational Safety and Health Regulations, the California Building Code, the American with Disabilities Act, and all other applicable federal, state, municipal and local safety regulations, appropriate trade association safety standards, and appropriate equipment manufacturer instructions. Consultant's failure to comply with any laws, ordinances, codes or regulations applicable to the performance of the Services hereunder shall constitute a breach of contract. In cases where standards conflict, the standard providing the highest degree of protection shall prevail.

If a death, serious personal injury or substantial property damage occurs in connection with the performance of this Agreement, Consultant shall immediately notify the District's risk manager by telephone. If any accident occurs in connection with this Agreement, Consultant shall promptly submit a written report to District, in such form as the District may require. This report shall include the following information: (a) name and address of the injured or deceased persons; (b) name and address of Consultant's sub-consultant, if any; (c) name and address of Consultant's liability insurance carrier; and (d) a detailed description of the accident, including whether any of District's equipment, tools or materials were involved.

If a release of a hazardous material, substance, or waste occurs in connection with the performance of this Agreement, Consultant shall immediately notify District. Consultant shall not store hazardous materials or hazardous waste within the District limits without a proper permit from District.

Section 9. Excusable Delays. Consultant shall not be in breach of this Agreement in the event that performance of Services is temporarily interrupted or discontinued due to a "Force Majeure" event which is defined as: riots, wars, sabotage, civil disturbances, insurrections, explosion, natural disasters such as floods, earthquakes, landslides, fires, strikes, lockouts and other labor disturbances or other catastrophic events, which are beyond the reasonable control of Consultant. Force Majeure does not include: (a) Consultant's financial inability to perform; (b) Consultant's failure to obtain any necessary permits or licenses from other governmental agencies; or (c) Consultant's failure to obtain the right to use the facilities of any public utility where such failure is due solely to the acts or omissions of the Consultant.

Section 10. Assignment Prohibited. No Party to this Agreement may assign any right or obligation pursuant to this Agreement. Any attempt or purported assignment of any right or obligation pursuant to this Agreement shall be void and of no effect.

Section 11. Ownership and Disclosure of Work Product. District shall be the owner of and shall be entitled to immediate possession of accurate reproducible copies of any design computations, plans, specifications, surveys, copies of correspondence, maps, or other pertinent data and information gathered or computed by Consultant ("Work Product") in the performance of and prior to termination of this Agreement by District or upon completion of the work pursuant to this Agreement. Consultant may retain copies of the above-described documents but agrees not to disclose or discuss any information gathered, discovered, or generated in any way through this Agreement without the express written permission of District, during the term of this Agreement and for a period of one hundred eighty (180) days following expiration of the term of the Agreement.

When this Agreement is terminated, Consultant agrees to return to District all documents, drawings, photographs and other written or graphic material, however produced, that it received from District, its Consultants or agents, in connection with the performance of its Services under this Agreement. All materials shall be returned in the same condition as received.

Section 12. Termination by Default. If a Party should fail to perform any of its obligations hereunder, within the time and in the manner herein provided, or otherwise violates any of the terms of this Agreement (the "Defaulting Party"), the other Party shall give notice to the Defaulting Party and allow such Party ten (10) days to correct such deficiency. If the Defaulting Party does not correct such deficiency, the other Party may immediately terminate this Agreement by giving written notice of such termination, stating the reason for such termination. In such event, Consultant shall be entitled to receive payment for all services satisfactorily rendered, provided, however, there shall be deducted from such amount the amount of damage, if any, sustained by virtue of any breach of this Agreement by Consultant. If payment under this Agreement is based upon a lump sum in total or by individual task, payment for services satisfactorily rendered shall be an amount which bears the same ratio to the total fees specified in the Agreement as the services satisfactorily rendered hereunder by Consultant bear to the total services otherwise required to be performed for such total fee, provided, however, that there shall be deducted from such amount the amount of damage, if any sustained by District by virtue of any breach of this Agreement by Consultant.

(a) Consultant shall deliver copies of all Work Product prepared by it pursuant to this Agreement.

(b) If District terminates this Agreement before District issues the Notice to Proceed to Consultant or before Consultant commences any Services hereunder, whichever last occurs, District shall not be obligated to make any payment to Consultant. If District terminates this Agreement after District has issued the Notice to Proceed to Consultant and after Consultant has commenced performance under this Agreement, District shall pay Consultant the reasonable value of the Services rendered by Consultant pursuant to this Agreement prior to termination of this Agreement. District shall not in any manner be liable for Consultant's actual or projected lost profits had Consultant completed the Services. Consultant shall furnish to District such financial information, as in the judgment of the District Manager, is necessary to determine the reasonable value of the Services rendered by Consultant prior to termination.

(c) Except as provided in this Agreement, in no event shall District be liable for costs incurred by or on behalf of Consultant after the date of the notice of termination.

Section 13. Liability for Breach. Neither Party waives the right to recover damages against the other for breach of this Agreement including any amount necessary to compensate District for all detriment proximately caused by Consultant's failure to perform its obligations hereunder or which in the ordinary course of things would be likely to result therefrom. District reserves the right to offset such damages against any payments owed to Consultant. District shall not in any manner be liable for Consultant's actual or projected lost profits had Consultant completed the Services required by this Agreement. In the event of Termination by either Party, copies of all finished or unfinished Work Product shall become the property of District. Notwithstanding the above, in no event shall District be liable, regardless of whether any claim is based on contract or tort, for any special, consequential, indirect or incidental damages, including, but not limited to, lost profits or revenue, arising out of or in connection with this Agreement or the Services performed in connection with this Agreement.

Section 14. Insurance Coverage. During the Term, the Consultant shall maintain in full force and effect policies of insurance set forth herein, which shall be placed with insurers with a current A. M. Best's rating of no less than A VII, and will provide the District with written proof of said insurance. Consultant shall maintain coverage as follows:

(a) *Professional Liability:* professional liability insurance for damages incurred by reason of any actual or alleged negligent act, error or omission by sub-consultant in the amount of One Million Dollars (\$1,000,000.00) combined single limit each occurrence and annual aggregate. If the Consultants prime agreement requires the sub-consultant to carry additional Professional Liability insurance the sub-consultant shall increase their Professional Liability insurance to meet the prime agreement's requirements for the duration of the Project.

(b) *General Liability.* Consultant shall carry commercial general liability insurance in an amount no less than Two Million Dollars (\$2,000,000.00) combined single limit for each occurrence, covering bodily injury and property damage. If commercial general liability insurance or another form with a general aggregate limit is used, either the general aggregate limit shall apply separately to each Project or the general aggregate shall be no less than Two Million Dollars (\$2,000,000.00).

(c) *Worker's Compensation Insurance and Employer's Liability.* Consultant shall carry workers' compensation insurance as required by the State of California under the Labor Code.

(d) *Automobile Liability Insurance.* Consultant shall carry Automobile liability insurance covering bodily injury and property damage in an amount no less than One Million Dollars (\$1,000,000) combined single limit for each occurrence. Said insurance shall include coverage for owned, hired, and non-owned vehicles.

(e) *Policy Obligations.* Consultant's indemnity and other obligations shall not be limited by the foregoing insurance requirements.

(f) *Material Breach.* If Consultant, for any reason, fails to maintain insurance coverage that is required pursuant to this Agreement, such failure shall be deemed a material breach of this Agreement. District, at its sole option, may terminate this Agreement and obtain damages from Consultant resulting from said breach. Alternatively, District may purchase such required

insurance coverage, and without further notice to Consultant, District may deduct from sums due to Consultant any premium costs advanced by District for such insurance. These remedies shall be in addition to any other remedies available to District.

Section 15. Indemnification. To the fullest extent permitted by law (including, without limitation, California Civil Code Sections 2782 and 2782.8), Consultant shall defend, indemnify hold harmless and release District, and District's elected and appointed councils, commissions, directors, officers, employees, agents, and representatives ("District's Agents") from and against any and all actions, claims, loss, cost, damage, injury (including, without limitation, disability, injury or death of an employee of Consultant or its sub-consultants), expense and liability of every kind, nature and description that arise out of, pertain to or relate to acts or omissions of Consultant, or any direct or indirect sub-consultant, employee, Consultant, representative or agent of Consultant, or anyone that Consultant controls (collectively "Liabilities"). Such obligations to defend, hold harmless and indemnify District and District's Agents shall not apply to the extent that such Liabilities are caused in whole by the sole negligence, active negligence, or willful misconduct of District or District's Agents, but shall apply to all other Liabilities. With respect to third party claims against the Consultant, the Consultant waives any and all rights of any type of express or implied indemnity against District and District's Agents. This indemnification obligation is not limited in any way by any limitation on the amount or type of damages or compensation payable to or for Consultant or its agents under Workers' Compensation acts, disability benefits acts or other employee benefit acts.

Section 16. Notices. Any notice or communication required hereunder between District and Consultant must be in writing, and may be given either personally, by registered or certified mail (return receipt requested), or by Federal Express, UPS or other similar couriers providing overnight delivery. If personally delivered, a notice or communication shall be deemed to have been given when delivered to the Party to whom it is addressed. If given by registered or certified mail, such notice or communication shall be deemed to have been given and received on the first to occur of (a) actual receipt by any of the addressees designated below as the party to whom notices are to be sent, or (b) five (5) days after a registered or certified letter containing such notice, properly addressed, with postage prepaid, is deposited in the United States mail. If given by Federal Express or similar courier, a notice or communication shall be deemed to have been given and received on the date delivered as shown on a receipt issued by the courier. Any Party hereto may at any time, by giving ten (10) days written notice to the other Party hereto, designate any other address in substitution of the address to which such notice or communication shall be given. Such notices or communications shall be given to the Parties at their addresses set forth below:

If to District:

Rio Linda/Elverta Community Water District
730 L Street
Rio Linda, California 95673
Attention: Felix M. Felix, Interim General Manager
Tel: (916) 991-8891

With courtesy copy to:

Kronick Moskovitz Tiedemann & Girard
1331 Garden Highway, 2nd Floor
Sacramento, California, 95833
Attention: Jeffrey A. Mitchell
Tel: (916) 321-4500

(h) *Time is of the Essence*. Time is of the essence in this Agreement for each covenant and term of a condition herein.

IN WITNESS WHEREOF, this Agreement has been entered into by and between District and Consultant as of the Effective Date.

DISTRICT:

Rio Linda Elverta Community Water District, a county water district of the State of California

By: _____
Felix M. Felix, Interim General Manager

Date: _____

CONSULTANT:

Consultant Name

By: _____

Print: _____

Title: _____

Date: _____

EXHIBIT A: SERVICES

Work Scope: Consultant shall perform the following scope of services each at Well 2A and Well 10:

The District plans to add ion exchange treatment with roll up regeneration for Cr6 treatment to Wells 2A and 10. The treatment systems will require new piping, well pump, motor, electrical panel, and chlorine room. Modifications to the site will allow a tanker truck to provide roll up regeneration when the ion exchange media requires regeneration. Approval from California State Water Resources Control Board's Division of Drinking Water (DDW) is required prior to operating the system.

Design: Consultant will develop civil, mechanical, and electrical stamped plans and specifications as follows:

- Civil/Mechanical – onsite piping, pump and motor, site drainage, offsite drainage ditch improvements, fencing and automatic gate, landscaping, sound wall, and paving.
- Electrical – electric service, power distribution, site lighting, conduit, and wire.
- Process and Controls – operational requirements and control narrative for integrator (under construction contract) to provide interfacing with District's SCADA, PLC programming, operator interface terminal (OIT) configuration and programming.
- Submittals –

Submittals: At each design level, the District will be able to provide comments in the design of the facilities.

- 60 Percent Design Plans and Specifications, Opinion of Probable Construction Cost
- 90 Percent Design Plans and Specifications, Opinion of Probable Construction Cost
- 100 Percent Bid Set, Opinion of Probable Construction Cost
- Conformed Set

Pilot Testing and Study: Consultant shall perform a pilot study at the site to confirm filter loading.

Schedule: The following is the project schedule:

Pilot Testing: Based on the initial pilot study that was performed in 2016 at Well 10, this pilot testing is expected to take 4 months from notice to proceed.

Design – The facility design will be done concurrently with the pilot testing and is expected to be completed as follows:

- 60 percent design will be completed three months from notice to proceed.
- 90 percent design will be completed one month after receiving 60 percent design comments from the District.
- Bid Plans and Specifications will be completed one month after receiving 90 percent comments from the District.

Engineering Design will be completed and ready to bid as early as 5 months from notice to proceed provided District reviews of design submittals are provided within 1 week.

Budget: The total budget for consultant pilot testing and design services at both Well 2A

and Well 10 is \$440,000.00. This is a time and materials, not to exceed contract. Itemized invoices shall be submitted with specific tasks completed monthly. The budget may not be increased without written approval from the District. Invoices shall be submitted separately, one each for Well 2A and Well 10.

Well 2A:

Pilot Testing and Study - \$70,000
Design - \$150,000

Total: \$220,000.00

Well 10:

Pilot Testing and Study - \$70,000
Design - \$150,000

Total: \$220,000.00



Items for Discussion and Action Agenda Item: 4.4

Date: June 22, 2026

Subject: Consider Preliminary Budgets for Fiscal Year 2026/2027

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee recommends the full Board review at the June 22nd Board meeting.

Current Background and Justification:

District policy prescribes a preliminary budget adoption prior to the beginning of each fiscal year. The essence of this practice is to allow for Board authorized spending after July 1st (beginning of the next fiscal year), and before the prior fiscal year end balances are available due to invoices and revenues received at or near June 30th.

The Board also customarily schedules the public hearing for consideration of adopting the final Budget at the August regular meeting.

Conclusion:

It is recommended that the Board adopt the Fiscal Year 2026/2027 Preliminary Budget and further move to schedule a public hearing on August 24, 2026 to consider adoption of the final budget.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

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



Preliminary Operating and Capital Budget

2026-2027

Budget prepared by
Felix M. Felix, Interim General Manager, District Staff, and District Engineer

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Introduction

On an annual basis, the District's Board of Directors adopts a preliminary budget in June for the following fiscal year. The District must have a preliminary budget in place July 1st of each year. The budget is an instrument used by management to present the proposed plan of financial operations of the District to the Board of Directors. The budget incorporates Operating, Capital, and includes all supporting statements, details, summaries, and other information deemed appropriate by the General Manager.

Fund Structure

The District's resources are allocated to and accounted for in basic financial statements as an enterprise fund type of the proprietary fund group.

The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other policies.

Net position for the enterprise fund represents the amount available for future operations.

Budgetary Control and Process

Budgetary Control

The District prepares budgets as a matter of policy and financial control. The budget is a financial plan detailing operating expenses, capital infrastructure investments, debt obligations, and designation of reserves. The following items are reviewed as part of preparing the budget:

- Assess current conditions and needs, including system quality and safety.
- Develop goals, objectives, policies, and plans based upon the assessment.
- Prioritize projects and develop work programs, based upon short-term and long-term cost effectiveness.
- Implement plans, policies, and assess shortcomings.

Budget Process

The District follows an incremental budgetary process (see glossary), which is prepared on an accrual basis and is used as a management tool for projecting and measuring revenues and expenses. To commence the process, the Finance committee provides an extensive review of the proposed budget. After review, the District invites customers to a public hearing so that the District

can provide budget information and receive feedback. Public hearings are designed to educate and inform customers about the District's financial operations and requirements. It is during this forum that the budget is adopted by the Board of Directors.

Budget Policy

The District's guideline for its policy, procedures, and timeline involved in creating and approving the annual budget is outlined below.

Presentation and Review

In June of each year, the General Manager shall present the draft budget documents to the Board of Directors, including the "Preliminary Budget, for the following fiscal year. The Board may adopt the Preliminary Budget and schedule a Public Hearing for consideration of the Final Budget (typically August regular Board of Directors meeting).

Public Hearing

On or before the regular Board meeting in August, the Board of Directors shall hold a public hearing to adopt the Final Budget. Copies of the Budget document shall be available to the public.

Adoption

During or before the regular Board meeting in August, the Board of Directors shall make any changes it deems desirable to the Preliminary Budget and shall adopt by resolution the Budget as finally determined. The resolution shall include all adopted revenue and expenditure figures.

Revisions

Occasionally, it is necessary and appropriate for the Board of Directors to revise the budget. Examples of necessary budget revisions include but are not limited to unforeseen regulatory requirements and expenses, operational costs beyond those originally budgeted, and catastrophic equipment/facilities failures. As required, the General Manager will present budget revisions to the Board and the Board will consider these revisions at regular meetings of the Board of Directors.

Minor Allocations and Revisions Between Line Items

When the budget revisions are minor in scope and/or consist merely of reallocating a surplus from one line item to cover reasonably anticipated shortfalls in another line item, the General Manager is authorized to make such minor budget revisions and report the revision, including submitting the revised budget to the Board to review at the subsequent Board of Directors meeting. General Manager authorized minor budget revisions are limited in that the total budgeted expenses must remain unchanged.

Preliminary Operating Budget Overview

Revenue

Water Service Rates

Remains unchanged at \$3.308 million. The District's last water rate study was adopted in October 2020 for a total of five fiscal years ending fiscal year 25-26. The District is currently in process of sending on RFPs for a new water rate consultant.

Without new water rates the District will be unable to meet its future financial obligations.

Water Service Fees and Other Water Service Fees

Remains unchanged and is based on the prior fiscal year.

Non-Operating Revenue

Property Tax revenue has been estimated to increase by \$10,000 based on the current Fiscal Year's total revenue.

Total Operating Revenue

Total Operating Revenue is estimated at \$3.555 million with an increase of 0.28% from Property Tax Revenues. Once the District completes a water rate study, the District will be able to increase revenue to meet its future financial obligations to serve the rate payers.

| | | 2025-2026 ACTUAL JULY 25-MAR 26 | 2025-2026 BUDGET | 2026-2027 BUDGET | DIFFERENCE |
|---------------------------------------|---------------------------------------|--|-----------------------------|-----------------------------|-------------------|
| REVENUE | | | | | |
| 40000 OPERATING REVENUE | | | | | |
| 40100 Water Service Rates | | | | | |
| 40101 | Basic Service Charge | 906,722.00 | 1,248,294.00 | 1,248,294.00 | 0.00 |
| 40102 | Usage Charge | 1,295,075.00 | 2,001,237.00 | 2,001,237.00 | 0.00 |
| 40105 | Backflow Charge | 23,775.00 | 32,300.00 | 32,300.00 | 0.00 |
| 40106 | Fire Prevention | 22,105.00 | 26,600.00 | 26,600.00 | 0.00 |
| | Total Water Service Rates | <u>2,247,677.00</u> | <u>3,308,431.00</u> | <u>3,308,431.00</u> | <u>0.00</u> |
| 40200 Water Service Fees | | | | | |
| 40201 | Application Fees | 2,912.00 | 6,500.00 | 6,500.00 | 0.00 |
| 40202 | Delinquency | 49,820.00 | 70,000.00 | 70,000.00 | 0.00 |
| 40209 | Misc. Charges | 6,774.00 | 7,000.00 | 7,000.00 | 0.00 |
| | Total Water Services | <u>59,506.00</u> | <u>83,500.00</u> | <u>83,500.00</u> | <u>0.00</u> |
| 40300 Other Water Service Fees | | | | | |
| 40301 | New Construction QC | 2,800.00 | 5,000.00 | 5,000.00 | 0.00 |
| 40302 | Service Connection Fees | 9,100.00 | 5,000.00 | 5,000.00 | 0.00 |
| 40304 | Other Operating Revenue | 2,272.00 | 6,000.00 | 6,000.00 | 0.00 |
| | Total Other Water Service Fees | <u>14,172.00</u> | <u>16,000.00</u> | <u>16,000.00</u> | <u>0.00</u> |
| | TOTAL OPERATING REVENUE | <u>2,321,355.00</u> | <u>3,407,931.00</u> | <u>3,407,931.00</u> | <u>0.00</u> |
| 41000 NON-OPERATING REVENUES | | | | | |
| 41110 | Investment Revenue | 31.00 | 35.00 | 35.00 | 0.00 |
| 41120 | Property Taxes & Assessments | 85,316.00 | 137,000.00 | 147,000.00 | 10,000.00 |
| | TOTAL NON-OPERATING REVENUE | <u>85,347.00</u> | <u>137,035.00</u> | <u>147,035.00</u> | <u>10,000.00</u> |
| | TOTAL REVENUE | <u>\$2,406,702.00</u> | <u>\$3,544,966.00</u> | <u>\$3,554,966.00</u> | <u>10,000.00</u> |

Operating Expense

Professional Fees

The category includes general counsel/legal, auditor, engineering, and other professional fees.

General Counsel fees – Legal

The District anticipates legal fees will remain at \$350,000 due to ongoing litigation.

Auditor Fees

Increased by \$3,300 to adjust for the financial auditor and GASB 75 valuation.

Engineering

The budget remains \$80,000, that includes \$60,000 for the Engineering contract and \$20,000 for the Urban Water Use Objective (UWUO) and Water Loss Audit annual reports.

Other Professional Fees

The District is budgeting a total of \$220,000 that includes an Interim GM contract at \$160,000 and \$60,000 for the Rate Consultant.

Personnel Services

The District is projecting \$186,000 less than the prior year, resulting from not having a permanent General Manager. The money has been allocated to Other Professional Fees for the Interim General Manager contract.

Administration

The District anticipates an increase exceeding \$35,000 due to rising costs and \$18,000 projected for an Election year.

Field Operations

The District anticipates an additional \$116,000 more in expenditures to keep up with rising costs and maintaining aging infrastructure and assets.

Total Operating Expense

Total operating expenses are projected at \$3.482 million with an increase of \$143,000 from 2025-26 budget year.

Net Income

The District estimates net income to be \$72,548, a decrease of \$132,975 from the previous year due to no rate increases to offset inflation and rising costs to operate the District.

| | | 2025-2026 ACTUAL JULY 25-MAR 26 | 2025-2026 BUDGET | 2026-2027 BUDGET | DIFFERENCE |
|---|-----------------------------|---------------------------------------|---------------------|---------------------|----------------|
| OPERATING EXPENSE | | | | | |
| 60010 PROFESSIONAL FEES | | | | | |
| 60011 | General Counsel fees-Legal | \$231,914.00 | \$350,000.00 | \$350,000.00 | \$0.00 |
| 60012 | Auditor Fees | 23,300.00 | 23,300.00 | 26,600.00 | 3,300.00 |
| 60013 | Engineering Services | 57,880.00 | 79,900.00 | 80,000.00 | 100.00 |
| 60015 | Other Professional Fees | 0.00 | 50,000.00 | 220,000.00 | 170,000.00 |
| TOTAL PROFESSIONAL FEES | | 313,094.00 | 503,200.00 | 676,600.00 | 173,400.00 |
| 60100 PERSONNEL SERVICES | | | | | |
| 60110 Salaries & Wages | | | | | |
| 60111 | Salary - General Manager | 100,347.00 | 136,250.00 | 0.00 | (136,250.00) |
| 60112 | Staff Regular Wages | 548,514.00 | 765,562.00 | 743,600.00 | (21,962.00) |
| 60114 | Staff Standby Pay | 15,200.00 | 20,800.00 | 20,800.00 | 0.00 |
| 60115 | Staff Overtime Pay | 5,512.00 | 12,000.00 | 12,000.00 | 0.00 |
| Total Salaries & Wages | | 669,573.00 | 934,612.00 | 776,400.00 | (158,212.00) |
| 60150 Employee Benefits and Expenses | | | | | |
| 60151 | PERS Retirement | 125,521.00 | 175,946.00 | 167,020.00 | (8,926.00) |
| 60152 | Workers Compensation | 9,006.00 | 14,000.00 | 14,000.00 | 0.00 |
| 60153 | Medical & Benefit Insurance | 167,871.00 | 249,240.00 | 255,776.00 | 6,536.00 |
| 60154 | Retirees Insurance | 5,280.00 | 16,200.00 | 6,300.00 | (9,900.00) |
| 60155 | Staff Training | 270.00 | 5,000.00 | 5,000.00 | 0.00 |
| 60157 | Uniforms | 6,540.00 | 10,000.00 | 10,000.00 | 0.00 |
| 60158 | Payroll Taxes | 52,683.00 | 72,215.00 | 60,040.00 | (12,175.00) |
| 60159 | Payroll Services | 469.00 | 660.00 | 1,200.00 | 540.00 |
| 60160 | 457 Employer Contribution | 15,350.00 | 21,125.00 | 17,225.00 | (3,900.00) |
| Total Employee Benefits and Expenses | | 382,990.00 | 564,386.00 | 536,561.00 | (27,825.00) |
| TOTAL PERSONNEL SERVICES | | \$1,052,563.00 | \$1,498,998.00 | \$1,312,961.00 | (\$186,037.00) |

| | | 2025-2026 ACTUAL JULY 25-MAR 26 | 2025-2026 BUDGET | 2026-2027 BUDGET | DIFFERENCE |
|-----------------------------|--|---------------------------------------|---------------------|---------------------|-------------|
| 60200 ADMINISTRATION | | | | | |
| 60205 | Bank and Merchant Fees | \$1,034.00 | 1,850.00 | \$1,850.00 | \$0.00 |
| 60207 | Board Member/Meeting Expense | 6,570.00 | 9,113.00 | 13,900.00 | 4,787.00 |
| 60210 | Building Expenses | | | | |
| 60211 | Office Utilities | 5,609.00 | 7,500.00 | 7,500.00 | 0.00 |
| 60212 | Janitorial | 1,755.00 | 2,340.00 | 2,340.00 | 0.00 |
| 60213 | Maintenance | 648.00 | 2,500.00 | 2,500.00 | 0.00 |
| 60214 | Security | 351.00 | 500.00 | 500.00 | 0.00 |
| | Total Building Expenses | 8,363.00 | 12,840.00 | 12,840.00 | 0.00 |
| 60220 | Computer & Equipment Maint. | | | | |
| 60221 | Computer Systems | 24,140.00 | 39,555.00 | 40,000.00 | 445.00 |
| 60222 | Office Equipment | 1,006.00 | 1,345.00 | 1,345.00 | 0.00 |
| | Total Computer & Equipment Maint. | 25,146.00 | 40,900.00 | 41,345.00 | 445.00 |
| 60230 | Office Expense | 6,704.00 | 8,000.00 | 10,500.00 | 2,500.00 |
| 60240 | Postage and Delivery | 22,571.00 | 28,500.00 | 28,500.00 | 0.00 |
| 60250 | Printing | 9,761.00 | 11,500.00 | 12,300.00 | 800.00 |
| 60255 | Meetings & Conferences | 385.00 | 1,000.00 | 1,000.00 | 0.00 |
| 60260 | Publishing | 344.00 | 350.00 | 1,000.00 | 650.00 |
| 60270 | Telephone & Internet | 2,277.00 | 3,500.00 | 3,500.00 | 0.00 |
| 60430 | Insurance | | | | |
| 60431 | General Liability | 28,157.00 | 37,837.00 | 43,500.00 | 5,663.00 |
| 60432 | Property | 14,347.00 | 19,450.00 | 22,000.00 | 2,550.00 |
| | Total Insurance | 42,504.00 | 57,287.00 | 65,500.00 | 8,213.00 |
| 60500 | Water Memberships | | | | |
| 60503 | SGA | 35,503.00 | 35,503.00 | 37,278.00 | 1,775.00 |
| 60504 | ACWA | 13,465.00 | 13,465.00 | 14,138.00 | 673.00 |
| 60507 | CRWA | 1,662.00 | 1,662.00 | 1,745.00 | 83.00 |
| | Total Water Memberships | 50,630.00 | 50,630.00 | 53,161.00 | 2,531.00 |
| 60550 | Permits & Fees | 49,623.00 | 55,000.00 | 55,000.00 | 0.00 |
| 60555 | Subscriptions & Licensing | 1,022.00 | 2,120.00 | 2,120.00 | 0.00 |
| 60560 | Elections | 0.00 | 0.00 | 18,000.00 | 18,000.00 |
| 60565 | Uncollectable Accounts | 0.00 | 5,500.00 | 3,000.00 | (2,500.00) |
| 60570 | Other Operating Expenditures | 0.00 | 500.00 | 500.00 | 0.00 |
| TOTAL ADMINISTRATION | | \$226,934.00 | \$288,590.00 | \$324,016.00 | \$35,426.00 |
| 64000 CONSERVATION | | | | | |
| 64001 | Community Outreach | 0.00 | 500.00 | 500.00 | 0.00 |
| TOTAL CONSERVATION | | 0.00 | 500.00 | 500.00 | 0.00 |

| | 2025-2026 ACTUAL JULY 25-MAR 26 | 2025-2026 BUDGET | 2026-2027 BUDGET | DIFFERENCE | |
|--|--|-----------------------------|-----------------------------|-----------------------|---------------------|
| 65000 FIELD OPERATIONS | | | | | |
| 65100 Other Field Operations | | | | | |
| 65110 | Backflow Testing | \$1,751.00 | 31,600.00 | \$35,000.00 | \$3,400.00 |
| 65120 | Construction Equipment Maintenance | 7,644.00 | 12,000.00 | 15,000.00 | 3,000.00 |
| 65130 | Field Communication | 2,836.00 | 3,400.00 | 3,800.00 | 400.00 |
| 65140 | Field IT | 23,111.00 | 35,000.00 | 35,000.00 | 0.00 |
| 65150 | Laboratory Services | 19,684.00 | 66,000.00 | 40,000.00 | (26,000.00) |
| 65160 | Safety Equipment | 344.00 | 6,000.00 | 8,000.00 | 2,000.00 |
| 65170 | Shop Supplies | 1,066.00 | 8,000.00 | 10,000.00 | 2,000.00 |
| | Total Other Field Operations | 56,436.00 | 162,000.00 | 146,800.00 | (15,200.00) |
| 65200 | Treatment | 22,165.00 | 38,000.00 | 38,000.00 | 0.00 |
| 65300 Pumping | | | | | |
| 65310 | Maintenance | 17,131.00 | 35,000.00 | 35,000.00 | 0.00 |
| 65320 | Electricity and Fuel | 198,553.00 | 260,000.00 | 270,000.00 | 10,000.00 |
| | Total Pumping | 215,684.00 | 295,000.00 | 305,000.00 | 10,000.00 |
| 65400 Transmission & Distribution | | | | | |
| 65410 | Distribution Supplies | 48,374.00 | 71,000.00 | 75,000.00 | 4,000.00 |
| 65430 | Tank Maintenance | 0.00 | 2,000.00 | 2,000.00 | 0.00 |
| 65440 | Contract Repairs | 89,329.00 | 165,000.00 | 150,000.00 | (15,000.00) |
| 65450 | Valve Replacements | 0.00 | 0.00 | 60,000.00 | 60,000.00 |
| 65460 | Paving Repairs | 9,501.00 | 56,400.00 | 120,000.00 | 63,600.00 |
| | Total Transmission & Distribution | 147,204.00 | 294,400.00 | 407,000.00 | 112,600.00 |
| 65500 Transportation | | | | | |
| 65510 | Fuel | 8,496.00 | 12,000.00 | 20,000.00 | 8,000.00 |
| 65520 | Maintenance | 7,942.00 | 9,000.00 | 10,000.00 | 1,000.00 |
| | Total Transportation | 16,438.00 | 21,000.00 | 30,000.00 | 9,000.00 |
| TOTAL FIELD OPERATIONS | | \$457,927.00 | \$810,400.00 | \$926,800.00 | \$116,400.00 |
| TOTAL OPERATING EXPENSES | | \$2,050,518.00 | \$3,101,688.00 | \$3,240,877.00 | \$139,189.00 |

| | 2025-2026 ACTUAL JULY 25-MAR 26 | 2025-2026 BUDGET | 2026-2027 BUDGET | DIFFERENCE | |
|-------------------------------|--|-----------------------|-----------------------|-----------------------|-----------------------|
| NON-OPERATING EXPENSES | | | | | |
| 69010 Debt Service | | | | | |
| 69100 | Revenue Bond 2015 | | | | |
| 69105 | Revenue Bond 2015-Principle | 72,641.00 | 169,641.00 | 173,609.00 | 3,968.00 |
| 69120 | Interest | 17,747.00 | 34,408.00 | 29,337.00 | (5,071.00) |
| | Total Revenue Bond 2015 | 90,388.00 | 204,049.00 | 202,946.00 | (1,103.00) |
| 69200 | PERS ADP Loan | | | | |
| 69205 | Principle | 0.00 | 30,000.00 | 35,000.00 | 5,000.00 |
| 69210 | Interest | 0.00 | 1,406.00 | 1,295.00 | (111.00) |
| | Total PERS ADP Loan | 0.00 | 31,406.00 | 36,295.00 | 4,889.00 |
| | 69400 Other Non-Operating Expense | 0.00 | 2,300.00 | 2,300.00 | 0.00 |
| | TOTAL NON-OPERATING EXPENSES | \$90,388.00 | \$237,755.00 | \$241,541.00 | \$3,786.00 |
| | TOTAL EXPENSE | \$2,140,906.00 | \$3,339,443.00 | \$3,482,418.00 | \$142,975.00 |
| | NET INCOME (Income-Expense) | \$265,796.00 | \$205,523.00 | \$72,548.00 | (\$132,975.00) |

Preliminary Capital Improvement Budget Overview

The following preliminary capital improvement budgets are as follows:

Continued Ongoing Projects

Well 15 Cr6 Treatment Design and CEQA

This item includes budget for preparation of design documents and California Environmental Quality Act compliance for a new SBA-IX Cr6 treatment facility at Well 15.

District Office Roof

To replace the District office roof. The office roof leaks, especially during heavy storms. For the past several years, in-house staff have temporarily repaired the leaks and damages.

The District did not replace the roof in the prior fiscal year and anticipates a minimum of \$40,000 to replace the office roof. We will be sending out for roofing contractor estimates. Upon receipt of estimates, we may need to adjust the current budget.

Vacuum Trailer

District heavy duty equipment replacement due to age and declining condition to meet the District's needs.

The District did not replace the Vacuum Trailer in the prior fiscal year because the cost far exceeded the estimated budget of \$90,000. The new vacuum trailer is estimated to be \$140,000 with an additional \$50,000 budgeted for this fiscal year.

New Annual Projects

Annual Hydrant Replacement Program

The District has created a new hydrant replacement program to replace non-working hydrants that cannot be repaired due to unavailable parts. The budget will replace approximately five-to six hydrants per year at \$150,000.

Annual Miscellaneous Pump Replacements

For the replacement or repair of any well pump and/or motor that fails in the budgeted year. Estimated budget is \$30,000.

Annual Meter Replacements

To replace water meters due to age and non-operable condition. Estimated budget is \$160,000.

Annual Pipeline Replacement

For the annual pipeline replacement project for the current fiscal year. Estimated budget is \$369,786.

New Projects

Maintenance Equipment & Tools

Several aging equipment and tools need to be replaced due to non-working and irreparable condition totaling \$33,500.

Transportation Equipment: Truck

Replacement is estimated at \$50,000. The estimate may or may not need to be adjusted.

Water Treatment Projects

Well 15 Cr6 Treatment – Budget \$3,000,000. This item includes budget for construction of a new SBA-IX Cr6 treatment facility at Well 15. Also includes budget for bidding, construction management, permitting, and inspection.

Well 10 Cr6 Treatment – Budget \$2,250,000. This item includes budget for preparation of design documents and California Environmental Quality Act compliance for a new SBA-IX Cr6 treatment facility at Well 10. Also includes budget for bidding, construction, construction management, permitting, and inspection.

Well 2A Cr6 Treatment – Budget \$2,250,000. This item includes budget for preparation of design documents and California Environmental Quality Act compliance for a new SBA-IX Cr6 treatment facility at Well 2A. Also includes budget for bidding, construction, construction management, permitting, and inspection.

Total FY 2026-27 Preliminary Capital Budget Expenditures

The total capital expenditures is \$8,563,706.

| Description | Carry-over from 2025-26 | Budget 2026-27 | Total Budget 2026-27 |
|--|----------------------------|------------------------|-------------------------|
| Well 15 Cr6 Treatment Design and CEQA | \$ 90,420.00 | \$ - | \$ 90,420.00 |
| District Office Roof | \$ 40,000.00 | \$ - | \$ 40,000.00 |
| Vacuum Trailer Replacement | \$ 90,000.00 | \$ 50,000.00 | \$ 140,000.00 |
| Total Continued Ongoing Projects | \$ 220,420.00 | \$ 50,000.00 | \$ 270,420.00 |
| Annual Hydrant Replacement Program | \$ - | \$ 150,000.00 | \$ 150,000.00 |
| Annual Miscellaneous Pump Replacements | \$ - | \$ 30,000.00 | \$ 30,000.00 |
| Annual Meter Replacements | \$ - | \$ 160,000.00 | \$ 160,000.00 |
| Annual Pipeline Replacement | \$ - | \$ 369,786.00 | \$ 369,786.00 |
| Total New Annual Projects | \$ - | \$ 709,786.00 | \$ 709,786.00 |
| Maintenance Equipment & Tools: Diaphragm Pumps | \$ - | \$ 7,000.00 | \$ 7,000.00 |
| Maintenance Equipment & Tools: Diffusers | \$ - | \$ 10,000.00 | \$ 10,000.00 |
| Maintenance Equipment & Tools: Flow Tester/Diffusers | \$ - | \$ 10,500.00 | \$ 10,500.00 |
| Maintenance Equipment & Tools: Light Trailer | \$ - | \$ 6,000.00 | \$ 6,000.00 |
| Transportation Equipment: Truck | \$ - | \$ 50,000.00 | \$ 50,000.00 |
| Water Treatment: Well 15 Cr6 Treatment | \$ - | \$ 3,000,000.00 | \$ 3,000,000.00 |
| Water Treatment: Well 10 Cr6 Treatment | \$ - | \$ 2,250,000.00 | \$ 2,250,000.00 |
| Water Treatment: Well 2A Cr6 Treatment | \$ - | \$ 2,250,000.00 | \$ 2,250,000.00 |
| Total New Projects | \$ - | \$ 7,583,500.00 | \$ 7,583,500.00 |
| Total FY 2026-27 | \$ 220,420.00 | \$ 8,343,286.00 | \$ 8,563,706.00 |

Glossary

ACCRUAL BASIS The method of accounting whereby income and expense items are recognized as they are earned or incurred, even though they may not have been received or actually paid in cash.

ACWA Association of California Water Agencies

ASSET A probable future economic benefit obtained or controlled by a particular entity because of past transactions or events (i.e., cash receivables, equipment, etc.)

BUDGET A financial plan showing authorized planned expenditures and their funding sources.

BUDGET PROCESS The schedule of key dates or milestones, which the District follows in the development, preparation, adoption, and administration of the budget.

CAPITAL ASSETS Long-lived tangible and intangible assets obtained or controlled because of past transactions, events or circumstances. It is the District's policy to capitalize all capital assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year.

CAPITAL IMPROVEMENT PROGRAM (CIP) Authorized expenditures for tangible and long-term physical improvements or additions of a fixed or permanent nature.

CRWA California Rural Water Association

FISCAL YEAR (FY) A 12-month period to which the annual budget applies and at the end of which a government determines its financial position and the results of its operations. For RLECWD the fiscal year is July through June 30.

FUND Fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, that are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

HEXAVALENT CHROMIUM (Cr6) Refers to chemical compounds that contain the element chromium in the +6-oxidation state.

INCREMENTAL BUDGETING METHOD An incremental budget is a budget prepared using a previous period's budget or actual performance as a basis with incremental amounts added for the new budget period. The allocation of resources is based upon allocations from the previous period. Moreover, it encourages "spending up to the budget" to ensure a reasonable allocation in the next period.

OPERATING BUDGET An operating budget is a combination of known expenses, expected future costs, and forecasted income over the course of a year. Operating budgets are completed in advance of the accounting period, which is why they require estimated expenses and revenues.

OPERATING REVENUES AND EXPENSES Cost of goods sold and services provided to ratepayers and the revenue thus generated.

PERS Public Employees Retirement System

PROPOSITION 218 Prop 218 amended the California Constitution to protect taxpayers by limiting the methods by which local governments can create or increase taxes, fees, and charges without taxpayer consent. Prop 218 requires voter approval prior to imposition or increase of general taxes, assessments, and certain user fees.

SGA Sacramento Ground Water Authority



Items for Discussion and Action Agenda Item: 4.5

Date: June 22, 2026

Subject: Consider Resolution No. 2026-01 for Dismissal of Tim Shaw as GM of RLECWD without Cause

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee recommends the Board approve Resolution No. 2026-01 at the June 22nd meeting.

Current Background and Justification:

Tim Shaw announced his leaving the District as GM with an effective date of May 19, 2026. The Board requested staff to draft a Resolution for his dismissal without cause.

Conclusion:

It is recommended that the Board approve Resolution No. 2026-01.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

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

RESOLUTION NO. 2026-01
A RESOLUTION ACKNOWLEDGING
TIMOTHY R. SHAW
UPON HIS DISMISSAL WITHOUT CAUSE AS GENERAL MANAGER
OF THE RIO LINDA/ELVERTA COMMUNITY WATER DISTRICT

WHEREAS, Timothy R. Shaw has provided eight years of service to the Rio Linda / Elverta Community Water District and the residents and businesses it serves; and

WHEREAS, during his tenure as General Manager, Timothy R. Shaw was responsible for water management, operational service, fiscal responsibility, employee development, and public service; and

WHEREAS, the Board of Directors recognizes that Timothy R. Shaw's contributions have satisfactorily impacted the District, its employees, customers, and the broader community; and

WHEREAS, Timothy R. Shaw has announced his leaving the District effective May 19, 2026, marking the conclusion of a career in public service.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Rio Linda /Elverta Water District hereby:

1. Formally recognizes Timothy R. Shaw for his years of service;
2. Extends gratitude and appreciation for his public service of the District;
3. Accepts and approves Timothy R. Shaw leaving the District without cause effective May 19, 2026; and
4. Wishes Timothy R. Shaw continued success, health, and happiness.

PASSED AND ADOPTED this 22nd day of June 2026.

BOARD OF DIRECTORS

RIO LINDA/ELVERTA WATER DISTRICT

President, Board of Directors

Vice President / Director

Director

Director

Director

ATTEST:

Secretary of the Board of Directors



Items for Discussion and Action
Agenda Item: 4.6

Date: June 22, 2026

Subject: Consider Resolution No. 2026-02 authorizing a change in authorized signers on the LAIF account.

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

This item was not reviewed by committee.

Current Background and Justification:

As a result of a change in leadership with Mr. Felix becoming the new Interim GM, it is necessary that a change in authorized signers on the LAIF account be updated.

Conclusion:

It is recommended that the Board Adopt Resolution No. 2026-02.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

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



**California State Treasurer's Office
Local Agency Investment Fund (LAIF)
Authorization for Transfer of Funds**

Effective Date _____

Agency Name _____

LAIF Account # _____

Agency's LAIF Resolution # _____ or Resolution Date _____

ONLY the following individuals whose names appear in the table below are hereby authorized to order the deposit or withdrawal of funds in LAIF. ***This authorization REPLACES AND SUPERSEDES all prior authorizations on file with LAIF for the transfer of funds.***

| Name | Title |
|------|-------|
| | |
| | |
| | |
| | |
| | |
| | |
| | |

Two authorized signatures required. Each of the undersigned certifies that he/she is authorized to execute this form under the agency's resolution, and that the information contained herein is true and correct.

Signature

Print Name

Title

Phone Number

Signature

Print Name

Title

Phone Number

Please provide email address to receive LAIF notifications.

| Name | Email |
|------|-------|
| | |
| | |

Please email the completed form for review to laif@treasurer.ca.gov and allow 2 days for a response. **DO NOT** mail the original form until you receive approval.

Mail the approved form to: CA State Treasurer's Office
Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001

Authorization Change Form Instructions:

Step 1: Fill out your agency information in the top section.

| | | |
|----------------------------|-------------|--------------------|
| Effective Date | Agency Name | LAIF Account # |
| | | |
| Agency's LAIF Resolution # | | or Resolution Date |
| | | |

Step 2: List all new and existing authorized individuals. Any current authorized people not listed will be removed.

| Name | Title |
|------|-------|
| | |
| | |
| | |
| | |
| | |
| | |
| | |

Step 3: Have the form signed by two individuals authorized per your LAIF resolution. The two signers will have to be included on the list of new and existing authorized individuals, unless they are signing themselves off the LAIF account.

If the signers are new to the account, they will need to include proof of title. LAIF will accept any one of the following as proof of title:

1. Original Business card
2. Approved/signed board minutes
3. Name and title posted on your agency website (Provide a direct website link)
4. Personnel employment papers (Certified oath of office or certified appointment papers)
5. Agency's certified resolution copy showing name and title.

Step 4: Fill out the bottom section if anyone from your agency would like to receive email notifications from LAIF.

Please provide email address to receive LAIF email notifications.

| Name | Email |
|------|-------|
| | |
| | |

Step 5: Email a copy of the Authorization Change form and the required proof of title if needed to laif@treasurer.ca.gov for review. Once you receive approval from LAIF staff, please mail the original Authorization Change form with wet signatures and the proof of title listed in Step 3.

**RESOLUTION NO. 2026-02 AUTHORIZING INVESTMENT OF MONIES IN THE
LOCAL AGENCY INVESTMENT FUND**

WHEREAS, The Local Agency Investment Fund is established in the State Treasury under Government Code section 16429.1 et. seq. for the deposit of money of a local agency for purposes of investment by the State Treasurer; and

WHEREAS, the Board of Directors hereby finds that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with Government Code section 16429.1 et. Seq. for the purpose of investment as provided therein is in the best interest of the Rio Linda/Elverta Community Water District.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Rio Linda /Elverta Water District hereby authorize the deposit and withdrawal of Rio Linda/Elverta Community Water District monies in the Local Agency Investment Fund in the State Treasury in accordance with Government Code section 16429.1 et. Seq. for the purpose of investment as provided therein.

BE IT FURTHER RESOLVED, as follows:

SECTION 1. The following Rio Linda/Elverta Community Water District Board of Directors holding the title(s) specified hereinbelow or their successors in office are each hereby authorized to order the deposit or withdrawal of monies in the Local Agency Investment Fund and may execute and deliver any and all documents necessary or advisable in order to effectuate the purposes of this resolution and the transactions contemplated hereby:

Felix M. Felix
Interim General Manager

Anthony Cline
Board President

SECTION 2. This resolution shall remain in full force and effect until rescinded by the Rio Linda/Elverta Community Water District Board of Directors by resolution and a copy of the resolution rescinding this resolution is filed with the State Treasurer’s Office.

PASSED AND ADOPTED this 22nd day of June 2026.

- AYES :
- NAYS :
- ABSENT:
- ABSTAIN:

ATTEST

Felix M. Felix
Secretary of the Board of Directors

Anthony Cline
Board President



Items for Discussion and Action

Agenda Item: 4.7

Date: June 22, 2026

Subject: Consider CPS HR Consulting Services Agreement Revision or an Alternative Option

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

The Executive Committee recommends the Board review the CPS HR Agreement or consider an Alternative Option at the Jun 22nd meeting.

Current Background and Justification:

CPS HR Consulting was retained to assist with the recruitment of a GM. After initial review of the services agreement by CPS HR, they made some revisions to the contract to include receiving phased payments in three equal installments of \$10,000 each for a total cost of \$30,000 instead of one lump sum at the completion of the recruitment process. After review of the agreement and the Preliminary Budget, the Executive Committee felt compelled to offer an alternative option to save on costs by having the District advertise for the GM position through professional sources like B&C Water News and ACWA. The Interim GM has experience with the recruitment process and is willing to oversee the recruitment process to help keep costs down.

Conclusion:

The Interim GM recommends the Board to direct staff to either execute the agreement with CPS HR Consulting Services or consider the Alternative Option.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

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

CALIFORNIA
TEXAS
COLORADO
OHIO



PROPOSAL

Rio Linda Elverta Community Water District

Executive Recruitment Services for General Manager

March 27, 2026

Submitted by:
Melissa Asher
Chief of Client Services

CPS HR Consulting, 2450 Del Paso Road, Suite 220, Sacramento, CA 95834

P: (916) 471-3358, masher@cpsshr.us

Tax ID: 68-0067209

www.cpsshr.us

March 27, 2026

Timothy Shaw, General Manager
Rio Linda Elverta Community Water District
730 L ST
Rio Linda, CA 95673

Submitted via email to: GM@RLECWD.COM

Subject: Executive Recruitment Services for General Manager

Dear Mr. Shaw,

CPS HR Consulting (CPS HR) is pleased to have the opportunity to submit a proposal to assist the Rio Linda Elverta Community Water District (District) with the recruitment of a new General Manager. We are uniquely qualified to undertake this effort as we have vast experience in assisting public agencies with executive search, screening, and placement. We have 40 years of experience providing human resources services to state and local government agencies and non-profit organizations, and over 20 years of experience placing top executives in public agencies throughout the United States.

In the past three years, we have served more than 300 Special District clients nationally.

We understand that each agency is unique, and our extensive experience allows us to tailor our process to specifically meet your needs. Our work with local government agencies throughout the United States gives us an in-depth understanding of government operations, programs, and services.

CPS HR offers a broad spectrum of human resource services while delivering personalized, results-oriented services, utilizing best practice methods of recruitment and selection strategies from our team of recruitment experts. Each recruitment is an opportunity to shape and prepare your organization for the future. We understand how important these transitions are and are perfectly placed to assist you in these endeavors. Once a project begins, we will work with the District to tailor our process to highlight the exciting opportunity and attract the best possible candidates.

CPS HR is a Partner of the California Special Districts Association (CSDA). CSDA has teamed up with CPS HR Consulting to provide CSDA members with exclusive access to our Human Resources Service offerings. As CSDA **Partners**, we are privileged to serve CSDA member agencies, like yours, by providing access to skilled public sector HR Consultants who possess a deep bench of expertise, while providing guidance through our **Executive Search**, HR Membership, HR On-Demand, training, and classification and compensation services.

It is our commitment to work in partnership with your organization to successful results.



Thank you for the opportunity to be considered for this engagement, we look forward to continuing our relationship with the District. Should you have questions or comments about the information presented in this proposal, **please contact me at (916) 471-3358 or via email at masher@cpshr.us.**

Sincerely,

A handwritten signature in blue ink that reads "Melissa Asher".

Melissa Asher
Chief of Client Services

Scope of Work

Our proposed executive search process is designed to provide the District with the full range of services required to ensure the ultimate selection of a new General Manager uniquely suited to the District's needs.



Phase I: Our consultant will meet with the Board to ascertain the District’s needs and ideal candidate attributes, to target our search efforts, and maximize candidate fit with the District.

Phase II: The recruitment process is tailored to fit the District’s specific wants and needs, with targeted advertising, combined with contacts with qualified individuals from our extensive database and new research in the market.

Phase III: The selection process is customized for the District. CPS HR will work with the Board to determine the process best suited to the District.

Below is a breakdown of the services included in each recruitment option.

| Task | Description | Outreach | Partial | Full |
|---|---|----------|---------|------|
| Phase I - Develop Candidate Profile and Recruitment Strategy | | | | |
| 1 | Finalize Schedule | | X | X |
| 2 | Hold Key Stakeholder Meetings | X | X | X |
| 3 | Develop Candidate Profile | X | X | X |
| 4 | Develop Recruitment Brochure | X | X | X |
| Phase II – Aggressive, Proactive, and Robust Recruitment | | | | |
| 1 | Place Ads | X | X | X |
| 2 | Identify and Contact Potential Candidates | X | X | X |
| 3 | Review Application Materials | | X | X |
| 4 | Conduct Screening Interviews | | X | X |
| 5 | Submit Client Report | | X | X |
| 6 | Client Meeting to Select Semifinalists | | X | X |
| 7 | Notify Candidates | | X | X |

| Phase III – Selection | | | | |
|-----------------------|---|--|--|---|
| 1 | Prepare Assessment | | | X |
| 2 | Schedule Candidates; Coordinate Travel | | | X |
| 3 | Prepare Evaluation manuals | | | X |
| 4 | Facilitate Finalist Selection Process | | | X |
| 5 | Conduct Reference and Background Checks | | | X |
| 6 | Assist in Negotiation (if requested) | | | X |

Phase I:

- Meet with the Board and any appropriate District stakeholder(s) to gather information on the organization and to develop the specifications and ideal candidate profile for the new General Manager.
- Review of job duties and compensation for marketability.
- Coordinate with the Board on development of a recruitment brochure for the General Manager; prepare brochure design.
- Complete recruitment brochure and post brochure on CPS HR website.

Phase II:

- Conduct aggressive outreach by initiating contact with potential applicants and with referral sources (this includes e-mailing/texting appropriate government management professionals from our database, conducting extensive outreach via LinkedIn, conducting research on likely qualified candidates, and contacting candidates from prior recruitments who may be interested and a good fit for the General Manager’s position).
- Place ads in agreed upon professional and affiliate websites to attract candidates on a nationwide, regional, local or targeted basis based on the recruitment strategy.
- Distribute brochure/job announcement.
- Receive all resumes and acknowledge receipt thereof.
- Respond to inquiries from applicants and potential applicants.
- Keep client posted on recruitment progress.
- Review application materials and identify candidates for further consideration.
- Conduct preliminary screening interviews.
- Submit “Client Report” (includes resumes, summary of resumes, notes, overview).
- Meet with the Board to discuss the report and the results of the screening interviews in order for the District to identify an appropriate number to interview as finalists (or semi-finalists).
- Notify all applicants of status in the recruitment.

Phase III:

- Prepare an assessment process for finalists in coordination with the District.
- Schedule candidates for participation in the finalist assessment; send invitations to candidates and coordinate travel/accommodations.
- Prepare evaluation materials.
- Facilitate finalist assessment process in coordination with the District.
- Conduct reference and background checks on top identified candidate(s) following assessment process.
- Assist the District in negotiation of terms of employment (if desired).

Similar Recruitment Listing

| Agency | Title | Year Completed |
|--|---|----------------|
| Fair Oaks Recreation and Park District, CA | District Administrator | Current |
| Amador Water Agency, CA | General Manager | Current |
| Stege Sanitary District, CA | General Manager | Current |
| City and County of San Francisco, CA | General Manager – Recreation and Parks Department | Current |
| South Suburban Park & Recreation District, CO | Executive Director | 2025 |
| City of Golden, CO | Director of Parks and Recreation | 2025 |
| Tahoe-Truckee Sanitation Agency, CA | General Manager | 2025 |
| Town of Discovery Bay Community Services District, CA | Assistant General Manager | 2025 |
| Southwest Ohio Regional Transit Authority, OH | Chief Executive Officer / General Manager | 2025 |
| Goleta West Sanitary District, CA | General Manager | 2025 |
| My Sister’s House, CA | Chief Executive Officer | 2025 |
| El Dorado Irrigation District, CA | General Manager | 2025 |
| City of Aurora, CO | Director of Parks, Recreation & Open Space | 2024 |
| Stege Sanitary District, CA | District Manager | 2024 |
| Ojai Valley Sanitary District, CA | General Manager | 2024 |
| Santa Lucia Community Services District, CA | General Manager | 2024 |
| South Placer Municipal Utility District, CA | General Manager | 2024 |

| | | |
|---|--|------|
| Ironhouse Sanitary District, CA | General Manager | 2024 |
| City of San Jose, CA | Regional Wastewater Facility General Manager | 2024 |
| Harlingen Waterworks Systems, TX | Assistant General Manager | 2024 |
| City and County of San Francisco, CA | Assistant General Manager, Wastewater Enterprise (Outreach) | 2024 |
| Utah Transit Authority, UT | General Manager | 2024 |
| North San Joaquin Water Conservation District, CA | General Manager | 2023 |
| Coastside County Water District, CA | Assistant General Manager | 2023 |
| Sierra Lakes County Water District, CA | General Manager | 2023 |
| Central Contra Costa Sanitary District, CA | Deputy General Manager | 2023 |
| North of the River Recreation & Park District, CA | General Manager | 2023 |
| Selma-Kingsburg-Fowler County Sanitation District, CA | General Manager | 2023 |
| East Bay Regional Park District, CA | Assistant General Manager of Acquisition, Stewardship, and Development | 2023 |
| East Bay Regional Park District, CA | Assistant General Manager of Operations | 2023 |
| City of Grand Prairie, TX | Epic General Manager (Outreach) | 2022 |
| Indian Wells Valley Water District, CA | General Manager | 2022 |
| San Diego County Water Authority, CA | General Counsel | 2022 |
| Texas Recreation & Park Society, TX | Executive Director | 2022 |
| Mid-Peninsula Water District, CA | General Manager | 2022 |
| East Bay Regional Park District, CA | General Manager | 2021 |
| Metropolitan Transportation Commission, CA | General Counsel | 2020 |
| Alderwood Water and Wastewater District, WA | General Manager | 2020 |
| Elk Grove Water District, CA | Program Manager | 2020 |
| City of Ontario, CA | Assistant General Manager | 2020 |
| City of Redlands, CA | Director of Municipal Utilities and Engineering | 2020 |
| Carmichael Water District, CA | General Manager | 2020 |
| Hayward Area Recreation and Park District, CA | General Manager | 2020 |

Timeline

The project team CPS HR has selected is prepared to begin work upon receipt of a fully-executed contractual agreement. All search activities up to and including the selection of a new General Manager can be completed in 12 to 14 weeks. The precise schedule will depend on the placement of advertising on appropriate professional and affiliate websites, and the ability to schedule, as quickly as possible, the initial meeting.

Project Team

CPS HR has assembled a strong project team with each member possessing extensive recruiting experience and a direct, in-depth understanding of local government. Mr. Erich WonSavage will serve as your dedicated project manager throughout this recruitment process. Mr. WonSavage will be joined by associate executive recruiter, Ms. Fatima Nukic. The team will leverage the knowledge and experience of our entire recruitment team in order to provide you with the best possible recruitment experience. We will not utilize subcontractors for these services. No staff member will be removed or replaced without the prior written concurrence of the District. Their resumes follow.

| Role/Project Assignment | Name | Phone | Email |
|-------------------------------|-----------------|----------------|----------------------|
| Executive Recruiter | Erich WonSavage | (916) 471-3115 | ewonsavage@cpsshr.us |
| Associate Executive Recruiter | Fatima Nukic | (916) 471-3308 | fnukic@cpsshr.us |

Erich P. Won Savage, Principal Executive Recruiter, MSM, PHR, SHMR-CP

A seasoned and results-driven human resources leader, Erich brings over 20 years of public sector experience driving strategic HR initiatives that enhance organizational performance. With deep expertise across talent acquisition, workforce planning, employee relations, compensation design, and executive coaching, he has led full-cycle recruiting efforts, including executive-level searches, and executed large-scale organizational restructures. From developing leadership academies and succession planning frameworks to mediating complex employee relations issues and designing equitable compensation strategies, Erich is known for crafting sustainable solutions rooted in data, compliance, and employee engagement. His collaborative leadership style and commitment to operational excellence has made him a trusted advisor to senior leadership, guiding culture transformation, performance management, and DEI-focused strategies.

Employment History

- Principal Executive Recruiter, CPS HR Consulting 04/2025-Present
- Chief Human Resources Officer, Poudre School District 07/2022 – 08/2024
- HR Director, WellPower 06/2018 – 07/2022
- HR Director, South Suburban Parks & Recreation, 04/2017 – 06/2018
- HR Director, City of Littleton, 02/2008 -04/2017
- HR Director, South Metro Fire Rescue, 03/2006 -02/2008
- HR Manager, Mental Health Center of Denver, 06/1999 -03/2006

Education and Certifications

- Master of Science Degree in Management & Human Resources, Regis University
- Bachelor's Degree in Communications & Business, University of St. Thomas
- Professional in Human Resources (PHR), HRCI
- SHRM-CP, Society for Human Resources Management (SHRM)
- Certificate in Organizational Development, Employer's Council
- Certificate in People Analytics, HRCI
- Certified MBTI (Meyers Briggs) Facilitator, CPP, Inc.
- Radical Collaboration Trainer, The Schutz Company
- Certified Mediator, Mars Dixon & Associates
- Certified Plan Sponsor Professional (CPSP), American Retirement Association

Community Leadership & Activities

- SHRM San Diego

- San Diego HR Forum
- North County HR Community

Fatima Nukic, Associate Executive Recruiter

Profile

Fatima Nukic has over ten years of professional experience in the public sector. She has assistant on a wide range of recruitments for county, city, special district, and association executives including executive director, city attorney, police chief, human resources director, finance director, health and human services director, risk manager, environmental resources director, to name a few. Ms. Nukic is an action-oriented and results-driven leader who thrives on finding new ways to promote recruitments and finding ideal candidates. She brings an extensive background in promoting, sourcing, and social media marketing to her role as an Associate Executive Recruiter at CPS HR Consulting.

Employment History

- Associate Executive Recruiter, CPS HR Consulting
- Executive Search Technician, CPS HR Consulting
- Office Manager/HR, DMD Express
- Guest Representative, The Mirage Hotel and Casino
- Department Manager, Albertsons

Professional Experience

- Various administrative duties, such as research, scheduling appointments, handling client/candidate questions, filing, data entry, answering telephones, and operating various office equipment. Process contracts and coordinate client invoices.
- Proofread, edit, copy, assemble, and mail documents and reports. Communicate with clients and candidates - this typically involves answering questions, providing information, resolving issues, and writing letters and e-mails.
- Process, code and review expense claims, candidate fees/refunds, invoices and other payments. Enter information into applicant tracking system, and other assignments as needed.

Education

- Project Management Certificate-CSUS College of Continuing Education
- Bachelor of Science in Business Administration-University of Nevada, Las Vegas
- Bachelor of Arts, German Studies-University of Nevada, Las Vegas

Professional Fees and Guarantee

Professional Services

Our professional fixed fee covers all CPS HR services associated with the recruitment process, including the necessary field visits. Travel expenses for candidates who are invited forward in the interview process are not included in the fixed fee.

| Professional Fixed Fees* | |
|---|----------|
| Full Recruitment – Phase I, II, and III | \$30,000 |

**Professional fees would be billed and paid monthly.*

One-Year Service Guarantee

If the employment of the candidate selected and appointed by the District as a result of a **full executive recruitment (Phases I, II, and III)** comes to an end before the completion of the first year of service, CPS HR will provide the District with professional services to appoint a replacement. Professional consulting services will be provided at no cost. The District would be responsible only for expenses such as re-advertising, consultant travel, additional background checks, etc. **This guarantee does not apply to situations in which the successful candidate is promoted or re-assigned within the organization during the one-year period.** Additionally, should the initial recruitment efforts not result in a successful appointment, CPS HR will extend the aggressive recruiting efforts and screen qualified candidates until an offer is made and accepted.



We thank you for your consideration of our proposal. We are committed to providing high quality and expert solutions and look forward to partnering with the Rio Linda Elverta Community Water District in this important endeavor.

RIO LINDA/ELVERTA COMMUNITY WATER DISTRICT

PROJECT: _____

PROJECT NO. _____

PROFESSIONAL SERVICES AGREEMENT

THIS PROFESSIONAL SERVICES AGREEMENT (“Agreement”) is made and entered into this ___ day of _____ 2026, by and between the Rio Linda Elverta Community Water District, a county water district of the State of California (“District”) and Cooperative Personnel Services dba CPS HR Consulting, (“Contractor”) (each individually a “Party” and collectively the “Parties”). There are no other parties to this Agreement.

RECITALS

A. Contractor represents to District that it is a duly qualified and licensed firm experienced in providing _____ executive recruitment consulting services.

B. In the judgment of the Board of Directors of District, it is necessary and desirable to employ the services of Contractor to perform _____ recruitment services for the General Manager.

C. Contractor has been selected as sufficiently qualified to provide services to the District

D. Specific consulting services are described in Exhibit 1. All compensation shall be based the terms provided in this Agreement.

NOW, THEREFORE, in consideration of the promises and covenants set forth below, the Parties agree as follows:

AGREEMENT

Section 1. Recitals. The recitals set forth above (“Recitals”) are true and correct and are hereby incorporated into and made part of this Agreement by this reference. In the event of any inconsistency between the Recitals and Sections 1 through 18 of this Agreement, Sections 1 through 18 shall prevail.

Section 2. Term. This Agreement shall commence on the Effective Date and terminate on _____ December 31, 2026 (“Term”), unless the Parties mutually agree in writing to terminate the Agreement earlier or extend the Term pursuant to this Agreement.

Section 3. Effective Date. This Agreement shall only become effective once all of the Parties have executed the Agreement (the “Effective Date”). Contractor, however, shall not commence the performance of the Services until it has been given notice by District (“Notice to Proceed”).

Section 4. Work.

(a) *Services.* Subject to the terms and conditions set forth in this Agreement, Contractor shall perform the Services as described in Exhibit 1. services performed by the Contractor which are

beyond the scope of Exhibit 1 shall not receive additional compensation for the performance unless they are approved by the District in writing.

(b) *Modification of Services.* Only the District's General Manager may authorize extra or changed work. Failure of Contractor to secure such a written authorization for extra or changed work shall constitute a waiver of any and all right to adjustment in the Agreement price or Agreement time due to such unauthorized work and thereafter Contractor shall be entitled to no compensation whatsoever for the performance of such work. Contractor further waives any and all right or remedy by way of restitution or quantum merit for any and all extra work performed without such express and prior written authorization of the General Manager.

Section 5. Time of Performance. Contractor warrants that it will commence performance of the Services within thirty (30) calendar days of the Notice to Proceed and shall conform to normal and customary standards for services provided. The time of performance is a material term of this Agreement relied on by District in entering into this Agreement.

Section 6. Payment. District shall pay Contractor for all Services described in Exhibit 1 and which are to be performed by Contractor.

District shall pay Contractor within thirty (30) days of ~~Project completion, acceptance of the Services by District, and/or~~ receipt of Contractor's invoice for the Services, which will be issued in equal installments upon completion of each phase of the recruitment process. All payments will be made in accordance with this Agreement.

Section 7. Representations of Contractor. District relies upon the following representations by Contractor in entering into this Agreement:

(a) *Standard of Care.* District has relied upon the professional ability and training of Contractor as a material inducement to enter into this Agreement. Contractor hereby warrants that it is qualified to perform the Services as provided in Exhibit 1 and that all of its services will be performed in accordance with the generally accepted contractor practices and standards, in compliance with all applicable federal, state and local laws.

(b) *Independent Contractor.* In performing the services hereinafter specified, Contractor shall act as an independent Contractor and shall have control of the work and the manner in which it is performed. Contractor is not to be considered an agent or employee of District, and is not entitled to participate in any pension plan, insurance, bonus, or similar benefits District provides its employees. In the event District exercises its right to terminate this Agreement, Contractor expressly agrees that it shall have no recourse or right of appeal under rules, regulations, ordinances, or laws applicable to employees. Nothing contained herein shall be construed as creating an employment, agency or partnership relationship between District and Contractor.

(c) *Authority.* Contractor represents that it possesses the necessary licenses, permits and approvals required to perform the Services or will obtain such licenses, permits or approvals prior to the time such licenses, permits or approvals are required. Contractor shall also ensure that all sub-contractors are similarly licensed and qualified. Contractor represents and warrants to District that Contractor shall, at Contractor's sole cost and expense, keep in effect or obtain at all times during the Term of this Agreement, any licenses, permits, and approvals which are legally required for Contractor to practice Contractor's profession at the time the Services are rendered including registration for public works projects with the Department of Industrial Relations.

(d) *No Conflict of Interest.* Contractor represents that no conflict of interest will be created under state or federal law by entering into or in carrying out this Agreement. Contractor

further promises that in the performance of this Agreement, no person having such interest will be knowingly employed. If requested to do so by District, Contractor shall complete and file, and shall cause any person doing work under this Agreement to complete and file, a "Statement of Economic Interest" with the Sacramento County Clerk disclosing their financial interests.

(e) *Prevailing Wage.* Contractor agrees to pay all craftsmen and laborers required as part of the consulting services at least the minimum prevailing wage required by the Department of Industrial Relations of the State of California. Contractor understands and agrees that it is Contractor's responsibility to determine the minimum prevailing wage and to report compliance as required under California law.

Section 8. Conformity with Law and Safety. Contractor shall observe and comply with all applicable laws, ordinances, codes and regulations of governmental agencies, including federal, state, municipal and local governing bodies having jurisdiction over any or all of the scope of Services, including all provisions of the Occupational Safety and Health Act of 1979 as amended, all California Occupational Safety and Health Regulations, the California Building Code, the American with Disabilities Act, and all other applicable federal, state, municipal and local safety regulations, appropriate trade association safety standards, and appropriate equipment manufacturer instructions. ~~Contractors's~~ Contractor's failure to comply with any laws, ordinances, codes or regulations applicable to the performance of the Services hereunder shall constitute a breach of contract. In cases where standards conflict, the standard providing the highest degree of protection shall prevail.

If a death, serious personal injury or substantial property damage occurs in connection with the performance of this Agreement, Contractor shall immediately notify the District's risk manager by telephone. If any accident occurs in connection with this Agreement, Contractor shall promptly submit a written report to District, in such form as the District may require. This report shall include the following information: (a) name and address of the injured or deceased persons; (b) name and address of Contractors sub-Contractor, if any; (c) name and address of Contractor's liability insurance carrier; and (d) a detailed description of the accident, including whether any of District's equipment, tools or materials were involved.

If a release of a hazardous material, substance, or waste occurs in connection with the performance of this Agreement, Contractor shall immediately notify District. Contractor shall not store hazardous materials or hazardous waste within the District limits without a proper permit from District.

Section 9. Excusable Delays. Contractor shall not be in breach of this Agreement in the event that performance of Services is temporarily interrupted or discontinued due to a "Force Majeure" event which is defined as: riots, wars, sabotage, civil disturbances, insurrections, explosion, natural disasters such as floods, earthquakes, landslides, fires, strikes, lockouts and other labor disturbances or other catastrophic events, which are beyond the reasonable control of Contractor. Force Majeure does not include: (a) Contractor's financial inability to perform; (b) Contractor's failure to obtain any necessary permits or licenses from other governmental agencies; or (c) Contractor's failure to obtain the right to use the facilities of any public utility where such failure is due solely to the acts or omissions of the Contractor.

Section 10. Assignment Prohibited. No Party to this Agreement may assign any right or obligation pursuant to this Agreement. Any attempt or purported assignment of any right or obligation pursuant to this Agreement shall be void and of no effect.

Section 11. Ownership and Disclosure of Work Product. District shall be the owner of and shall be entitled to immediate possession of accurate reproducible copies of any design computations,

plans, specifications copies of correspondence, maps, or other pertinent data and information gathered or computed by Contractor (“Work Product”) in the performance of and prior to termination of this Agreement by District or upon completion of the work pursuant to this Agreement. Contractor may retain copies of the above-described documents but agrees not to disclose or discuss any information gathered, discovered, or generated in any way through this Agreement without the express written permission of District, during the term of this Agreement and for a period of one hundred eighty (180) days following expiration of the term of the Agreement.

When this Agreement is terminated, Contractor agrees to return to District all documents, drawings, photographs and other written or graphic material, however produced, that it received from District, its Contractors or agents, in connection with the performance of its Services under this Agreement. All materials shall be returned in the same condition as received.

Section 12. Termination by Default. If a Party should fail to perform any of its obligations hereunder, within the time and in the manner herein provided, or otherwise violates any of the terms of this Agreement (the “Defaulting Party”), the other Party shall give notice to the Defaulting Party and allow such Party ten (10) days to correct such deficiency. If the Defaulting Party does not correct such deficiency, the other Party may immediately terminate this Agreement by giving written notice of such termination, stating the reason for such termination. In such event, Contractor shall be entitled to receive payment for all services satisfactorily rendered, provided, however, there shall be deducted from such amount the amount of damage, if any, sustained by virtue of any breach of this Agreement by Contractor. If payment under this Agreement is based upon a lump sum in total or by individual task, payment for services satisfactorily rendered shall be an amount which bears the same ratio to the total fees specified in the Agreement as the services satisfactorily rendered hereunder by ~~Contractor~~ Contractor bear to the total services otherwise required to be performed for such total fee, provided, however, that there shall be deducted from such amount the amount of damage, if any sustained by District by virtue of any breach of this Agreement by Contractor.

(a) Contractor shall deliver copies of all Work Product prepared by it pursuant to this Agreement.

(b) If District terminates this Agreement before District issues the Notice to Proceed to Contractor or before Contractor commences any Services hereunder, whichever last occurs, District shall not be obligated to make any payment to Contractor. If District terminates this Agreement after District has issued the Notice to Proceed to Contractor and after ~~Contractor~~ Contractor has commenced performance under this Agreement, District shall pay Contractor the reasonable value of the Services rendered by Contractor pursuant to this Agreement prior to termination of this Agreement. District shall not in any manner be liable for Contractor’s actual or projected lost profits had Contractor’s completed the Services. Contractor shall furnish to District such financial information, as in the judgment of the District Manager, is necessary to determine the reasonable value of the Services rendered by ~~Contractor~~ Contractor prior to termination.

(c) Except as provided in this Agreement, in no event shall District be liable for costs incurred by or on behalf of Contractor after the date of the notice of termination.

Section 13. Liability for Breach. Neither Party waives the right to recover damages against the other for breach of this Agreement including any amount necessary to compensate District for all detriment proximately caused by Contractor’s failure to perform its obligations hereunder or which in the ordinary course of things would be likely to result therefrom. District reserves the right to offset such damages against any payments owed to Contractor. District shall not in any manner be liable for Contractor’s actual or projected lost profits had Contractor completed the Services required by this Agreement. In the event of Termination by either Party, copies of all finished or unfinished Work Product shall become the property of District. Notwithstanding the above, in no event shall

District be liable, regardless of whether any claim is based on contract or tort, for any special, consequential, indirect or incidental damages, including, but not limited to, lost profits or revenue, arising out of or in connection with this Agreement or the Services performed in connection with this Agreement.

Section 14. Insurance Coverage. During the Term, the Contractor shall maintain in full force and effect policies of insurance set forth herein, which shall be placed with insurers with a current A M Best's rating of no less than A VII, and will provide the District with written proof of said insurance. Contractor shall maintain coverage as follows:

(a) *Professional Liability.* professional liability insurance for damages incurred by reason of any actual or alleged negligent act, error or omission by Contractor or sub-Contractor in the amount of One Million Dollars (\$1,000,000.00) combined single limit each occurrence and annual aggregate. If the Contractor's prime agreement requires the sub-Contractor to carry additional Professional Liability insurance the sub-Contractor shall increase their Professional Liability insurance to meet the prime agreement's requirements for the duration of the Project.

(b) *General Liability.* Contractor shall carry commercial general liability insurance in an amount no less than One Million Dollars (\$1,000,000.00) combined single limit for each occurrence, covering bodily injury and property damage. If commercial general liability insurance or another form with a general aggregate limit is used, either the general aggregate limit shall apply separately to this Project or the general aggregate shall be no less than One Million Dollars (\$1,000,000.00).

(c) *Worker's Compensation Insurance and Employer's Liability.* Contractor shall carry workers' compensation insurance as required by the State of California under the Labor Code.

(d) *Automobile Liability Insurance.* Contractor shall carry Automobile liability insurance covering bodily injury and property damage in an amount no less than One Million Dollars (\$1,000,000) combined single limit for each occurrence. Said insurance shall include coverage for ~~owned~~, hired, and non-owned vehicles.

(e) *Policy Obligations.* Contractor's indemnity and other obligations shall not be limited by the foregoing insurance requirements.

(f) *Material Breach.* If Contractor, for any reason, fails to maintain insurance coverage that is required pursuant to this Agreement, such failure shall be deemed a material breach of this Agreement. District, at its sole option, may terminate this Agreement and obtain damages from Contractor resulting from said breach. Alternatively, District may purchase such required insurance coverage, and without further notice to Contractor, District may deduct from sums due to Contractor any premium costs advanced by District for such insurance. These remedies shall be in addition to any other remedies available to District.

Section 15. Indemnification. To the fullest extent permitted by law (including, without limitation, California Civil Code Sections 2782 and 2782.8), Contractor shall defend, indemnify hold harmless and release District, and District's elected and appointed councils, commissions, directors, officers, employees, agents, and representatives ("District's Agents") from and against any and all actions, claims, loss, cost, damage, injury (including, without limitation, disability, injury or death of an employee of Contractor or its sub-Contractors), expense and liability of every kind, nature and description that arise out of, pertain to or relate to acts or omissions of Contractor, or any direct or indirect sub-Contractor, employee, Contractor, representative or agent of Contractor, or anyone that Contractor controls (collectively "Liabilities"). Such obligations to defend, hold harmless and indemnify District and District's Agents shall not apply to the extent that such Liabilities are caused

in whole by the sole negligence, active negligence, or willful misconduct of District or District's Agents, but shall apply to all other Liabilities. With respect to third party claims against the Contractor, the Contractor waives any and all rights of any type of express or implied indemnity against District and District's Agents. This indemnification obligation is not limited in any way by any limitation on the amount or type of damages or compensation payable to or for Contractor or its agents under Workers' Compensation acts, disability benefits acts or other employee benefit acts.

Section 16. Notices. Any notice or communication required hereunder between District and Contractor must be in writing, and may be given either personally, by registered or certified mail (return receipt requested), or by Federal Express, UPS or other similar couriers providing overnight delivery. If personally delivered, a notice or communication shall be deemed to have been given when delivered to the Party to whom it is addressed. If given by registered or certified mail, such notice or communication shall be deemed to have been given and received on the first to occur of (a) actual receipt by any of the addressees designated below as the party to whom notices are to be sent, or (b) five (5) days after a registered or certified letter containing such notice, properly addressed, with postage prepaid, is deposited in the United States mail. If given by Federal Express or similar courier, a notice or communication shall be deemed to have been given and received on the date delivered as shown on a receipt issued by the courier. Any Party hereto may at any time, by giving ten (10) days written notice to the other Party hereto, designate any other address in substitution of the address to which such notice or communication shall be given. Such notices or communications shall be given to the Parties at their addresses set forth below:

If to District: Rio Linda Elverta Community Water District
730 L Street
Rio Linda, California
95673
Attention: Interim
General Manager, Felix M. Felix
Tel: (916) 991-1000

With courtesy copy to: Jeff Michell
Kronick Moskovitz Tiedemann & Girard
1331 Garden Hwy 2nd Floor
Sacramento, California, 95833

If to Contractor: CPS HR Consulting
Attn: Melissa Asher, Chief of Client Services
2450 Del Paso Road, Suite 220
Sacramento, CA 95834

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Section 17. Exhibits. All "Exhibits" referred to below or attached to herein are by this reference incorporated into this Agreement:

| <u>Exhibit Designation</u> | <u>Exhibit Title</u> |
|----------------------------|---|
| Exhibit 1: | Description of Services and Charges. |

Section 18. General Provisions.

(a) *Modification.* No alteration, amendment, modification, or termination of this Agreement shall be valid unless made in writing and executed by all of the Parties to this Agreement.

(b) *Waiver.* No covenant, term, or condition or the breach thereof shall be deemed waived, except by written consent of the Party against whom the waiver is claimed, and any waiver of the breach of any covenant, term, or condition shall not be deemed to be a waiver of any preceding or succeeding breach of the same or any other covenant, term, or condition.

(c) *Severability.* If this Agreement in its entirety is determined by a court to be invalid or unenforceable, this Agreement shall automatically terminate as of the date of final entry of judgment. If any provision of this Agreement shall be determined by a court to be invalid and unenforceable, or if any provision of this Agreement is rendered invalid or unenforceable according to the terms of any federal or state statute, which becomes effective after the Effective Date of this Agreement, the remaining provisions shall continue in full force and effect and shall be construed to give effect to the intent of this Agreement.

(d) *Counterparts.* This Agreement may be executed simultaneously and in several counterparts, each of which shall be deemed an original, but which together shall constitute one and the same instrument.

(e) *Audit.* District shall have access at all reasonable times to all reports, contract records, contract documents, contract files, and personnel necessary to audit and verify Contractor's charges to District under this Agreement.

(f) *Entire Agreement.* This Agreement, together with its specific references, attachments and exhibits, constitutes the entire agreement of the Parties with respect to the subject matters hereof, and supersedes any and all prior negotiations, understanding and agreements with respect hereto, whether oral or written.

(g) *Attorney's Fees and Costs.* If any action at law or in equity, including action for declaratory relief, is brought to enforce or interpret provisions of this Agreement, the prevailing Party shall be entitled to reasonable attorney's fees and costs, which may be set by the court in the same action or in a separate action brought for that purpose, in addition to any other relief to which such Party may be entitled.

(h) *Time is of the Essence.* Time is of the essence in this Agreement for each covenant and term of a condition herein.

[SIGNATURES ON FOLLOWING PAGE.]

IN WITNESS WHEREOF, this Agreement has been entered into by and between District and Contractor as of the Effective Date.

DISTRICT:

Rio Linda Elverta Community Water District,
a county water district of the State of
California

By: _____
Felix M. Felix, Interim General Manager
Timothy R. Shaw, General Manager

Date: _____

CONTRACTOR:

By: _____
Title: _____
Date: _____

EXHIBIT 1: SERVICES and CHARGES

Commented [DP1]: Attach the CPS HR Proposal dated May 27, 2026.

Dated _____



**Items for Discussion and Action
Agenda Item: 4.8**

Date: June 22, 2026

Subject: Consider Resolution No. 2026-03 Calling General Election for 2026

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

This was not item was not reviewed by committee.

Current Background and Justification:

For each general election (every other November), the Sacramento County Elections Office stipulates governing bodies, who consolidate their elections with the statewide general election, adopt a resolution with specific terms included. Staff has drafted Resolution 2026-03 for this purpose.

Conclusion:

It is recommended that the Board adopt Resolution 2026-03 and direct staff to respond to Sacramento County Elections requested information.

Board Action / Motion

Motioned by: Director _____ Seconded by Director _____

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

RESOLUTION 2026-03

**A RESOLUTION OF THE BOARD OF DIRECTORS OF
THE RIO LINDA/ELVERTA COMMUNITY WATER DISTRICT
CALLING THE 2026 GENERAL DISTRICT ELECTION**

WHEREAS, an election will be held within the Rio Linda / Elverta Community Water District on November 3, 2026, for the purpose of electing two (2) directors, each for four (2) year terms; and

WHEREAS, a statewide general election will be held within the County of Sacramento on the same day; and

WHEREAS, Election Code § 10403 requires each jurisdiction to file with the Board of Supervisors of the county, and a copy with the Registrar of Voters, a resolution requesting consolidation with a statewide election.

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

1. District requests the Board of Supervisors of Sacramento County to consolidate the regularly scheduled General District Election with the statewide election to be held on November 3, 2026.
2. The Election notice shall be combined with all other Special Districts for publication purposes and the consolidated election will be held and conducted in the manner prescribed in the Election code section 10418.
3. In the event of a tie between two or more candidate seeking the same seat on the Board of Directors (ref. California Elections Code 10551(b), the Board Members not involved in the tie shall, based solely on the merits of each candidate, select which of the candidates involved in the tie will serve as the elected Board Member.
4. The candidates for Director at said election are to pay at the Voter Registrar & Elections Office for the publication of the candidate’s statement, pursuant to Election Code §13307.
5. The limitation on the number of words that a candidate may be used in his or her candidate’s statement shall be 200 words.
6. The District hereby agrees to reimburse the Registrar of Voters for actual costs accrued, such costs to be calculated by the method set forth in the County’s current Election Cost Allocation Procedures.

APPROVED AND ADOPTED by the Board of Directors of the Rio Linda / Elverta Community Water District on this 22nd day of June 2026. By the following vote:

AYES
NAYS
ABSENT
ABSTAIN

ATTEST

Felix M. Felix
Secretary of the Board of Directors

Anthony Cline
President, Board of Directors



Items for Discussion and Action

Agenda Item: 4.9

Date: June 22, 2026

Subject: Consider Membership with Regional Water Authority (RWA)

Staff Contact: Felix M. Felix, Interim General Manager

Recommended Committee Action:

This item was not reviewed by committee.

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. Current RWA focus for potential grant funding opportunities include Prop 4 funding. Proposition 4 authorizes the state to issue \$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. 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: 4.10

Date: June 22, 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: June 22, 2026

Subject: District Reports

Staff Contact: Felix M. Felix, Interim General Manager

DISTRICT ACTIVITY REPORTS

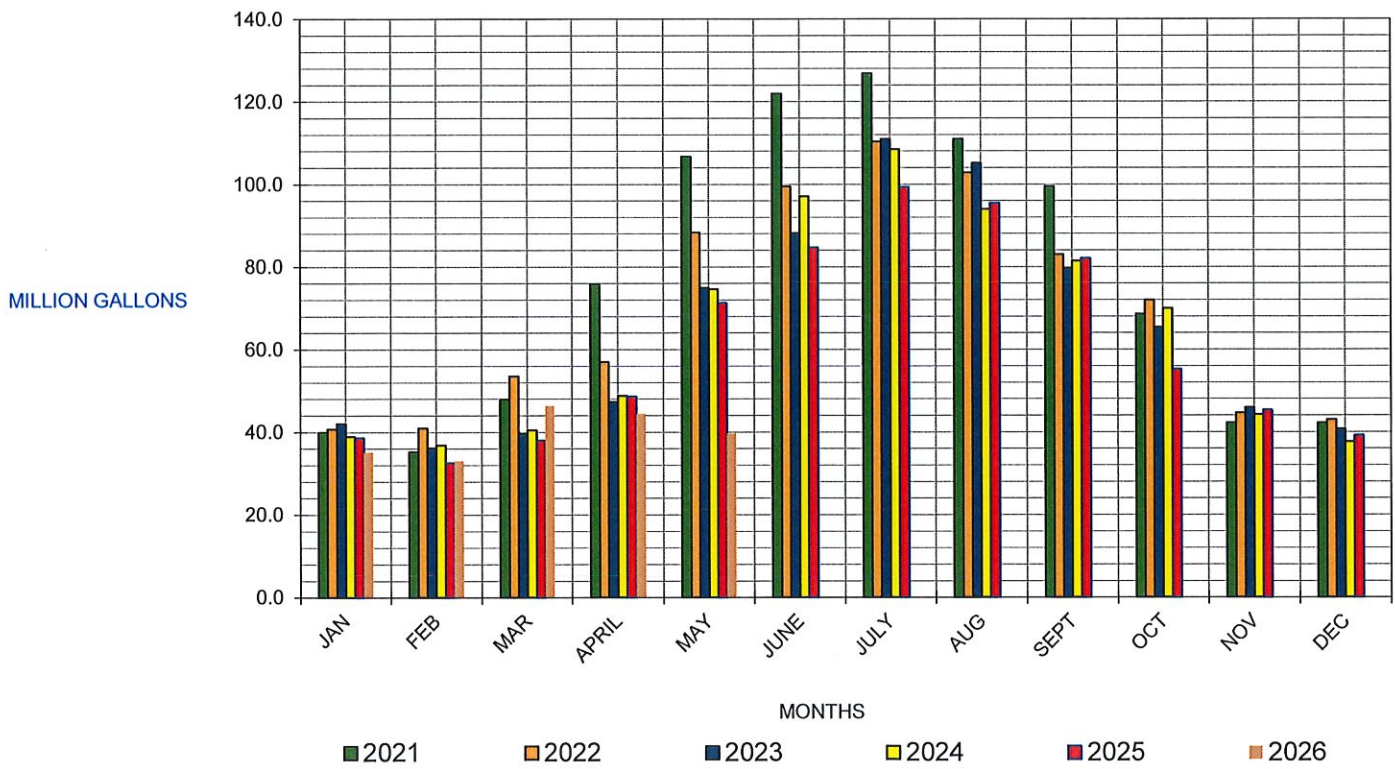
1. Operations Reports
2. Leak Report
3. Conservation Report

RIO LINDA/ELVERTA C.W.D.

WATER PRODUCTION

2021 \ 2026

| Month | Water Production in Million Gallons | | | | | | | SSWD Water Purchases | | | | | | |
|--------------|-------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|------------|------------|------------|------------|------------|--|
| | 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 | 33.1 | 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 | 46.4 | 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 | 44.5 | 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 | 39.7 | 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 | | 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 | 198.9 | 824.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | |



2026 Leak - Repair Tracking

| | Work Order | Leak Type | Street | Date Reported | Date Repaired | Days |
|----|------------|-----------|----------------------|---------------|---------------|------|
| 1 | 25332 | Service | 6715 22nd St. | 1/12/2026 | 1/22/2026 | 10 |
| 2 | 25338 | Service | 6148 24th St. | 1/20/2026 | 1/22/2026 | 2 |
| 3 | 25357 | Service | 6650 2nd St. | 2/2/2026 | 3/2/2026 | 30 |
| 4 | 25375 | Service | 7405 Rio Linda Blvd. | 2/26/2026 | 2/27/2026 | 1 |
| 5 | 25358 | Service | 6110 26th St. | 2/9/2026 | 3/3/2026 | 22 |
| 6 | 25304 | Service | 6143 Rio Linda Blvd. | 12/4/2026 | 2/9/2026 | 67 |
| 7 | 25311 | Service | 1333 Elkhorn Blvd. | 12/12/2026 | 3/2/2026 | 80 |
| 8 | 25400 | Service | 6500 Tuscany Ct. | 3/18/2026 | 3/18/2026 | 1 |
| 9 | 25397 | Service | 1624 C St. | 3/16/2026 | 3/18/2026 | 2 |
| 10 | 25410 | Service | 5917 20th St. | 3/24/2026 | 4/7/2026 | 14 |
| 11 | 25396 | Service | 2327 I St. | 3/16/2026 | 3/17/2026 | 1 |
| 12 | 25435 | Service | 6135 Rio Linda Blvd | 4/8/2026 | 4/8/2026 | 1 |
| 13 | 25436 | Service | 7346 Rio Linda Blvd. | 4/8/2026 | 4/8/2026 | 1 |
| 14 | 25420 | Service | 543 Jamie Ct. | 3/26/2026 | 4/28/2026 | 32 |
| 15 | 25205 | Service | 814 Sun Ray Ct. | 9/22/2025 | 4/21/2026 | 210 |
| 16 | 25395 | Service | 1716 I St. | 3/16/2026 | 4/8/2026 | 23 |
| 17 | 25473 | Service | 6555 W 2nd St. | 4/27/2026 | 4/30/2026 | 3 |
| 18 | 25445 | Service | 7816 Eloise Ave. | 4/29/2026 | 4/29/2026 | 1 |
| 19 | 25440 | Service | 1928 I st. | 4/9/2026 | 4/20/2026 | 11 |
| 20 | 25439 | Service | 6725 24th St. | 4/8/2026 | 4/15/2026 | 7 |
| 21 | 25610 | Service | 209 Quadra Ave | 5/26/2026 | 5/27/2026 | 1 |
| 22 | 25488 | Service | 225 Jubilee | 5/5/2026 | 5/6/2026 | 1 |
| 23 | 25492 | Service | 221 Jubilee | 5/6/2026 | 5/6/2026 | 1 |
| 24 | 25480 | Service | 6704 Birnam | 4/30/2026 | 5/1/2026 | 1 |
| 25 | 25505 | Service | 6847 5th St. | 5/14/2026 | 5/14/2026 | 1 |
| 26 | 25516 | Service | 5800 24th St. | 5/14/2026 | 5/14/2026 | 1 |
| 27 | 25583 | Service | 6300 24th St. | 5/18/2026 | 5/27/2026 | 9 |
| 28 | 25594 | Service | 2449 I St. | 5/20/2026 | 5/20/2026 | 1 |
| 29 | | | | | | |
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Conservation Report May 2026



| | |
|--|---|
| Supplies (kits): | Shower heads(4) Kitchen Aerators(1) Bathroom Aerators(1) Shower Timer(0) Nozzle(0) Toilet Tabs(5) 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 69 contacts about possible leaks using the AMI system - 2 were called, 0 was mailed, 67 was emailed, 0 tag was hung |
| Water Schedule: | given to customers with all violation letters and new applications |
| Surveys | 0 |
| Workshops, Webinar, Meetings: | None |
| Fines: | None |
| Other Tasks: | <ul style="list-style-type: none"> ● 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 ● Processed card autopays ● Processed 5/20 bill ● Created Newsletter |
| Grant Updates: | None |



Information Items Agenda Item: 5.2

Date: June 22, 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

Minutes

Rio Linda / Elverta Community Water District
Executive Committee

May 13, 2026 @ 6:00 P.M.

Visitors / Depot Center
6730 Front St.
Rio Linda, CA 95673

This meeting was attended by Director Young, Director Liverett, Interim General Manager Felix Felix, and Contract District Engineer Mike Vasquez.

Public Comment: There were two public members in attendance, but neither commented.

Call to order: 6:00 P.M.

Items for Discussion:

1. Public Works Projects Update (Contract District Engineer).

Mr. Vasquez asked the committee to defer the first item on his agenda, Well 15 Hexavalent Chromium Treatment Project and to discuss it along with the Chrome 6 Compliance Plan. Mr. Vasquez proceeded with Item number two, the CIP Valve Replacement Project. He submitted the agenda item to Interim GM Felix today, to be added to the May 18th board meeting to ask the board to authorize an agreement with Rawles Engineering to replace valves at several intersection locations throughout the District. He mentioned that we were budgeted for \$245,000, but the agreement amount is \$234,500.

Another CIP project that we will look to for next fiscal year's budget is the allocation of \$220,000 for more valve replacements. Per Mr. Vasquez's talks with Operations Manager Frank Chacon, "he mentioned that he was worried about some of the locations, where they can't shut off valves". By not being able to do that, field staff may have to shutoff over 100 customers at one time as opposed to, only a handful with functioning valves. Director Liverett asked "How competitive are they?" Per Mike Vasquez, "they are very good. Since we already have a Professional Services Agreement (PSA) with Rawles, all the work that we do with them is an addendum, but I do vet it by asking other contractors what they charge. The benefits for Rawles are that they are competitive, being 20% cheaper with no change orders, follow through with what they say, have a good relationship with county inspectors and does a good job". In the original agreement with Rawles, there is a section that allows an extension of the contract, and that's what the District utilizes in the addendum. Director Liverett asked, "when do they anticipate the schedule to be?" Mike responded that, "this is where we get a good deal, because we are allowing flexibility with their services as they can come and go". Water Operations Manager Frank Chacon would like two locations done within the next 2 to 4 weeks. These priorities are in the general vicinity of Rio Linda Boulevard, on the south of Elkhorn and east end of Rio Linda Boulevard. Director Liverett asked for confirmation that we received better pricing because we're going to let them replace these valves. Mr. Vasquez said yes. Director Liverett, mentioned to Director Young that they should make a recommendation to the Board to approve the authorization of the Interim GM to execute an extension of the PSA with Rawles Engineering to perform the valve replacement project.

Next, Mr. Vasquez briefed the Executive Committee about the RFP for the 2025 Urban Water Management Plan. After extending the advertisement of the RFP, we only received one from Water Works Engineers out of Roseville. They had questions about the contract agreement that was reviewed by General Counsel Jeff Mitchell who made some changes to make it acceptable. It will be added to the May 18, 2026 Board meeting agenda for discussion and approval. Per Vasquez, our budget for this item is \$85,000. However, their cost is closer to \$49,000. The reason for this budgeted amount was due to a previous round, as we only received a handful of proposals that were between \$72,000 and \$95,000 in 2021. That's why we decided to consider a budget of \$85,000 this year. Director Liverett mentioned that we can use the remaining balance elsewhere. Waterworks is a qualified firm with a lot of experience and who's proposed other projects for the District. That said, Mr. Vasquez will advise the Board to authorize the Interim GM to execute an agreement with Water Works Engineering to complete the 2025 UWMP.

According to Mr. Vasquez, we received our first Rawles Engineering invoice from the Water Meter Replacement project in the amount of \$38,000. They had 9 days in the field with 94 valves installed. Some days they do 8 meters, while others they 15. It all depends, but it's still below what we had anticipated, had we hired them to do a per meter charge. So far, it's going well. Operations Manager Frank is happy as the coordination is going great. Director Liverett was pleased by responding "that's good". Mr. Vasquez mentioned we have \$150,000 in the budget, of which \$64,000 was allocated to purchase meters, while \$86,000 is used for installation. So, Rawles can install another 120, plus or minus within the budgeted amount of \$86,000. Being close to the next fiscal year, might give us another opportunity to continue the agreement. We can revisit this in June.

For the next item, Mr. Vasquez had an update on the Century Palm Estates development. There has been nothing new since the last report, other than the County had a meeting with the developer to discuss the conditions of approval. We had to struggle with the developer to prepare a water model for the District, and then in return they will get some capacity fee credits. The capacity fees per home are estimated around \$15,000 and there are approximately 120 lots. There was discussion as to whether new homes within 100-200 ft of the District's main pipeline should consider connecting. Director Liverett stated, that there are rules in place for that unless one is on two acres or more with a well system. Research should be considered to define the policy for better clarity and implementation.

There was concern brought up about potential water theft from hydrants as witnessed from people opening them to get water for different reasons from construction projects to the homeless on 30th and Q St. and on Elkhorn. Interim GM mentioned that even the Fire Department should be contacting the District when they conduct training exercises by opening hydrants. All water should be accounted for including the use of rented hydrant meters.

Next item of discussion was the Required Revision to the Hexavalent Cr+6 Compliance Plan. The executive committee was furnished with a State Water Resource Control Board letter dated April 24, 2026 that denied the Compliance plan for the following reasons: The water system cannot meet the maximum day demand with the largest source out of service. The deficit is approximately 550 gpm. In addition, it's unclear if the demand can be met throughout the distribution system given the location of the wells proposed to be removed from service as part of the plan. Therefore, the State recommends that the District include treatment technique plans involving Ion Exchange for other wells such as 10 and 2A. Interim GM Felix used well 15 as an example of going through a recent Variable Frequency Drive (VFD) failure that made it inoperable. The stand alone VFD is like a transmission that controls the speed of the well's motor to produce more water. Mr. Vasquez mentioned that Operations Manager Frank Chacon informed Mr. Vasquez of the issue and they are both looking into contacting Nor-Cal Pump and Well Drilling to troubleshoot the issue. Hopefully its just a bad fan that caused the VFD to overheat, which will be a low cost item, however, if it turns out that the VFD is bad, it could be upwards of costing us \$50,000 to replace. As for the Compliance Plan, Mr. Vasquez elaborated that despite most of our wells like well 2A are under the 10 ppb mcl for the most part, it is trending upward and has exceeded a few times. Therefore, the State recommends that we consider revising the compliance plan to include BAT for wells like 2A and 10, should well 15 become inoperable in order for the District to be in compliance by the October 1, 2027 deadline.

There was discussion regarding alternative Ion Exchange technologies of Skid Mounted Vs. Roll up Regen; as well as, ASR technology with Sac Suburban/San Juan surface water conjunctive use agreement through a tie-in on 30th Street near well 15. This inner-tie is already metered, but it would need an automated 2nd valve to control usage. Mr. Vaquez mentioned that the District should be very careful in its decision on which direction to go in. He is not a hydrologist and would recommend that the District obtain one to assist in model studies to make sure that ASR technology and water banking would be feasible for the District. Further, he stated that the water coming from Sac Suburban may not always be surface water, it can be and quite more often, well water from Sac. In addition, Mr. Sanchez stated that Ion Exchange is the best treatment technique to consider following State compliance, on the same thread, we need to comply with Surcharge #2, which was implemented specifically for Ion Exchange. These are the things that the District should consider. Director Liverett said, we should consider re-joining RWA so we can take advantage of Prop 4 and other potential funding down the road. Director Liverett mentioned the membership cost for RWA was \$8,000. Interim GM Felix said he would look into it, to see if there are any benefits that outweigh the membership costs. For the Revised Hexavalent Chromium Compliance Plan, the Executive Committee would make a recommendation for staff to investigate additional projects to revise the Cr+6 Compliance Plan and resubmit to the State Water Resource Control Board for compliance.

2. Annual Declaration of Doubtful Recovery Debt.

The Annual Declaration of Doubtful Recovery Debt- (A.K.A. Write-Off), is necessary. Failure to declare doubtful recovery debt will have the potential to lead to findings in our annual, independent audit that will reflect the District's position as unfavorable and inaccurate. There was concerns expressed about the processes used to collect monies owed to the District. The Interim GM mentioned that pursuant to statutory requirements and policy, the District must make all reasonable effort to recover the cost of providing service. The means of collection can involve three forms: the discontinuation of service until the unpaid balance is paid, can be effective but SB 998 shields the debtor, the recording of a lien, but some property owners ignore it as they do not sell the property, or direct assessment to property tax bill, if the charge remains unpaid for years, the county has the authority to auction off the property. However, this approach is limited to once per year having a very short window to apply it. The Executive Committee did not like the idea of redacting the names and property addresses of the debtors. However, under State privacy laws, debtors are generally shielded. Director Young would like to know if we can show the address without the property owner's name. Director Liverett enquired why we are not successful with the Direct Assessment process. Interim GM

| |
|--|
| <p>Felix responded that the direct assessment can only be conducted once a year in a short window between June and July. Director Liverett wants to make sure that we do the direct assessments in a timely manner to ensure the District collects what's owed. Interim GM Felix would look into the redacting protocol and direct assessment process. The Executive Committee recommends approval of the Annual Declaration of Doubtful Recovery Debt.</p> |
| <p>3. March 2026 Expenditure Report.</p> |
| <p>The Interim GM presented the March 2026 Expenditure Report. There was some concern about including physical copies of invoices, credit card statements and lab reports for transparency. However, Director Liverett was able to view some of these documents through a link provided by Accounting Specialist Deborah Denning. Both Director Liverett and Young stated that this report was one of the better ones as it was more organized. There was concern about Adept Solution costs and their newly red-lined contract. Interim GM Felix heard that Adept has new people that developed a much more robust contract in their favor. Director Liverett agreed and stated the first rendition was very one-sided. Interim GM Felix was also concerned as it was difficult to get set up on the laptop and desktop. He has noticed some red flags and is monitoring the services they provide the District. Director Liverett asked about the recent Lab fees from BSK and what they were for? Mr. Vasquez stated that he thought they were for well 15 and 4 from lab work conducted in March. Director Liverett would like to see the findings from the lab reports. Director Liverett stated once again, that this was one of the best reports with back up documents she has ever seen from the District. Director Young and Director Liverett agreed to recommend board approval of the expenditures.</p> |
| <p>4. March 2026 Financial Statements.</p> |
| <p>The next item on the agenda is the March 2026 Financial Statements. Director Liverett was pleased to acknowledge that 9 months into the year and we are only at 66% for Operations budget, when we are normally 75% is very good. Interim GM Felix stated, that the District will do its best to stay within budget. That said, Interim GM Felix has conducted an assessment on resources that the field staff needs to complete projects in the field. This brings up a concern regarding the CIP budget and the need to look into replacing the vac trailer. Staff mentioned that the vac trailer has developed a hole which makes the vac trailer very inefficient to do work in the field. Interim GM Felix stated that he would look into the budget to see if they can source another but stay in budget. Director Young stated that they spent over \$36,000 for repair work on the vac a few months back and that the Board approved the allocation of \$90, 000 to purchase a new one. Interim GM Felix agreed and stated that the vac trailer used to nickel the District and now it is diming us. The costs for maintenance and repair are becoming prohibited. So we may need to purchase a vac. Interim GM Felix wants to ensure that the field staff are self-sufficient and have the resources they need to do their work- especially in emergency situations as we do not want customers out of water. Director Young mentioned that the office roof has a leak in it and that it needs to be fixed. Interim GM Felix agreed, however, he was informed that as time passed, the cost for repairs have increased. So we may have to budget more to complete that project. Mr. Sanchez mentioned that he was asked by staff to assist with an RFP to get the roof repaired. He also stated that they only received one quote so far, but he would look into getting more before choosing the best contractor for the job.</p> |
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Directors' and General Manager Comments:

Items Requested for Next Month's Committee Agenda:

Adjournment: 7:40 P.M

Minutes
Rio Linda / Elverta Community Water District
Executive Committee

June 10, 2026 @ 6:00 P.M.

THIS MEETING WAS PHYSICALLY OPEN TO THE PUBLIC
RLECWD DISTRICT OFFICE
730 L STREET, RIO LINDA CA 95673

OR REMOTELY WITH ZOOM INFORMATION BELOW:
<https://us02web.zoom.us/j/89660327710?pwd=uwAy9fqJF5ljW3Z98NlqYLsZfRfG2O.1>
Meeting ID: 89660327710
Passcode: 834386
PHONE IN: 1-669-900-6833

Director Vicky Young will participate remotely from 6740 W. 4th Street, Rio Linda, CA 95673
Director Maria Livertt will participate remotely from 600 Martinsville Road, Oakland, KY 42159

This meeting was attended by Director Young, Director Liverett, Interim General Manager Felix Felix, and Contract District Engineer Mike Vasquez.

Public Comment: There were three public members in attendance, but neither commented.

Call to order: 6:00 P.M.

Items for Discussion:

1. Public Works Projects Update (Contract District Engineer).

The first item is the Hexavalent Chromium Compliance Plan Report. I have been working diligently with a consultant to put together a package to continue in our goal of beginning the design Cr6 treatment at Wells 2a and 10. We are working with Affinity Engineering as they are the best fit, due to their previous experience with Well 10. I don't have a full package yet, but I plan on presenting a package at the next Board meeting. I will be recommending that the Board, move forward with an agreement. As soon as I get the package together, I'll get together with Felix and go over the details. As I reported at the last Board meeting, the State had issued a letter letting the District know that the Hex Chrome Compliance Plan that we had submitted, lacked capacity, without treating further wells. We are working very hard on that. I know time is of the essence. That said, my goal is to bring a package to the next Board meeting. So, with that, I'd be happy to answer any questions. Director Liverett asked, "did you say that you are going to ask us to agree to design plans for two wells instead of three wells?" For sure, wells 2A and 10 at this point. I did have a meeting earlier this week with the fiber tech folks, regarding roll up regeneration. Also had another meeting with Felix and I with Provost and Pritchard, along with Affinity Engineering into transitioning, the design at Well 15, from a single use media ion exchange treatment system, into a roll up regeneration method as well, which would be a significant capital cost savings. So, that is what we are still working on. I'm just not sure of the cost yet. At the very minimum, we need to get going on the design for well, 2A and 10. Well 15 is so far along with its current design that the transition into a roll up regeneration type of system can allow us to hold off on that project for a month or so. Director Young made a recommendation "to forward it to the full Board. Director Liverett "recommended that we... hire somebody right now or at the next meeting".

The 2nd item is the 2025-2026 fiscal year, Capital Improvement Program, Valve Replacement Project. We awarded the contract to Rawles Engineering. They are scheduled to begin potholing next week and a week after to begin work on a priority location as established by our operations staff. In the agreement it is labeled as set 11, either wise known as, at the intersection of M Street and Fourth Avenue. That's the first location, but you'll start seeing some construction throughout the district over the next two to six weeks.

Item 3 is the 2025 Urban Water Management Plan, that contract was also awarded. We have a kickoff meeting with the consultant, Water Works Engineering on Wednesday. That'll be attended by myself and Felix, Frank, and the Waterworks Engineering Staff. So, at that time, we're going to really harp on the schedule. One of the biggest things about getting the Urban Water Management Plan done in a timely manner is that the State Water Board and DWR, took some time to produce a guidebook. They did not change the deadline for submittal, which is July 1st. That's going to be exceeded, but we're going to work with the consultant to get it done as soon as possible. The biggest drawback with not having one completed is that grant

funding cannot be received until the Urban Water Management Plan has been submitted. Director Liverett enquired, “who is the project manager on that”? Colleen Boak., while Mike Fisher is a Principal engineer there.

Item 4 is the water meter replacement project. As of last week, we've had 167 meters installed. The contract total for the project was \$86,000. We anticipated another 55 meters being installed within that budget for a total of 222 meters. I'm basing this off of the invoices that we received from Rawles Engineering and correspondence that I have with Frank. The projected number is just based on the average of meters that have been installed, um, since the, um, the contract has been on site. So, the average currently is about 11 meters per day. They've been on site 15 days, and we have 4.9 days remaining. What that is, is that we're paying, per day basis, and based on the, the amount of money we have left, that ends up being 39 hours. So, basically, it's four, eight hour days and one, seven hour day. So we're keeping track of the budget very tightly. Everyone is really happy internally with the way Rawles Engineering is performing with the water meter installation. Director Young asked, “who verifies the billing on that”. I get the billing, and I submit that to Deborah after correspondence with Frank to make sure that the contractor did install those meters. So every day that the contractor is on site, at the end of the day, they are required to coordinate with Frank in person, give him the sheets of all the meters that they've installed, and all the old parts. So that we are doing a checkup, just to make sure that everything was installed as they said. No trust issues at all.

Director Young mentioned, “seeing a Facebook comment. Where some person was saying that they had a water leak, and they said the department wanted to charge them \$75 to tell them where the leak is, and they didn't seem to think anything was leaking.” What is our policy on that? Do we just check up to the meter, or do we go on people's property and check beyond the meter? That's correct. Yeah. Anything beyond the meter is the responsibility of the property owner. Interim GM Felix exclaimed, “That's correct. Our due diligence is staff should at least knock on the door or send a notification to let them know of the leak on their side. Mike's right, it's our responsibility up to the meter. Anything on our end is our responsibility. Director Young, stated, “I just wanted to clarify, that's what I thought the policy was, but I wasn't quite 100% sure”. Director Young mentioned “the recent fire at the corner, behind Granite, South Rio Linda, and M Street. Fire units were sent out to contend with an acre that was compromised and the only way to contain the fire was by helicopter dropping water. As a result, it was speculated by some that the water department didn't have enough pressure”. Interim GM Felix stated, “you have to consider the time of day and the demand on the system, so all that plays a factor”. Director Young mentioned, “the need to stay ahead on public relations mitigate the rumors”. Interim GM Felix stated, that “the same thing could be said, even with the County of San Diego contending with the San Andreas fault. They are supposed to be able to provide the communities with 10 days of water storage. That is not the case. So if I were you, I would hold on to your water heater. That water heater acts as a mini water tank. If you want to go tankless, I would keep it in line. So at least you have it as a backup. And as a reservoir source, in the event, something bad happens”. Director Young stated, “that's a bathtub and 30 to 40 gallons of water in the water heater”. Director Liverett mentioned that, “District Engineer Vasquez and her have been discussing a water tank for storage at well 15. I think that we should bring that to light sooner than later due to new fire code requirements”. Director Young stated, “every year, the fire situation gets worse and that requires a lot more water”. Interim GM Felix exclaimed that “we have to be careful to ensure that there's a demand for the water. I know that other public utilities are running into issues with nitrates and nitrates, because the water would sit there. The way to combat that is to ensure it is being used. Otherwise, you have to super chlorinate to resolve the nitrates/nitrites problem.

For items 5 and 6, District Engineer Vasquez mentioned that he was helping the District with preparing water loss audit reports that are required by the State Water Board, as well as the Annual Water Supply and Demand Assessment. This report is due on July 1st. So I'm putting that together. At the same time, I'll work with Frank so that in the future, he can do the majority of the work internally, saving the District money. I am doing that at the request of Felix. So I'll be training Frank, a little bit on that as well. The water loss audit reports are a little different. What they are basically is what the name implies. It's finding out where the water that you can't account for between production and consumption is being unaccounted for. This could be the result of leaks, faulty meters, etc. So, working with Frank on that as well. The 2024 report, which was due in January of 2025 and the 2025 report that was due in January of 2026. We're prepared by previous staff. They were submitted but returned as they were missing items that needed to be corrected. The key component with the water loss audit report in addition to the data, is that it has to be validated by an official validator that's completed the course through AWWA. We don't have anyone that is a validator as Tim was one previously. We are working with the Sac Suburban Water District to see if their staff members can validate the report.

And the last item I have is an update on the Central Palms Estate Development, which is a 120 residential unit development. Been working with developers and the County, over the last couple of weeks. The developer has agreed to pay for a water model for the District as part of their conditions for approval, which is a very positive as it does a lot of things for the District to be able to make assessments as to how developments are going to impact the District, as well as, how different fire flow requirements are going to impact specific points throughout the District. As we all know, the eastern part of this District is our lowest pressure, elevation. With a water model that's been calibrated, we can very easily begin to assess what are the most important things we should focus on moving forward. A few years ago, we developed a CIP, Capital Improvement Program that

was based on institutional knowledge by staff like what pipelines were the weakest and needed to be replaced. However, with current technology, we are at the point of being able to make assessments. In return, for the developer paying for the water model up front, the developer would like the capacity fee credits when they install their water meters. Now, what that equates to is a \$50,000 in change, you know, so it'll be about 3 to 3.5, different capacity fees that will be credited. Tim had negotiated this before he left and passed this on to Felix. I've been talking to a few consultants about what the water model would be like. There is one consultant, I think that stands above the rest with her experience within the District. There was an old model that was prepared many years ago, as I mentioned before, the software is outdated and no longer applicable. She did update the model, back in 2015, prior to well 15 being put online. So there is a lot of experience there. I will provide more information as I get it. I don't think it'll be ready for the June board meeting, but I believe it'll be ready for the July Executive Committee. Stephanie Suela asked, "I heard you say there was 167 meters installed. It was \$86,000, and when I divided that, that's about \$ 514 each. Now, I would like to know, is this all metal meters, or is it the meters that has the black PVC pipe on it? Because I had my meter changed last year, and what it was brought to me was a meter with black PVC pipe, but that's not what was changed when they did come back. I think your question is, what kind of meter is it? I believe those are brass Neptune meters. We can grab a meter from the District office and just bring it to the next Board meeting, to physically show you. Appreciate it. Director Young recommends forwarding these items to the Board.

2. CPS HR Consulting Services Agreement Revisions

Next item is regarding the CPS HR Consulting Services Agreement Revision. Jeff Mitchell our legal Counsel provided us with an agreement and CPS made some revisions to it. I shared the revised agreement with Mr. Mitchell and came to find out that he has a conflict of interest as he is also their Counsel. So when I when I received the revised agreement and passed it to him to take a look at, he said he couldn't. That's when I reached out to Scott Fera to review it. The only stipulation was a correction on the doing business as and how they would like to get paid. Instead of getting one lump sum of \$30,000 at the completion of the project, they would rather get paid in installments. So there's going to be 3 installments of \$10,000 for each phase. That said, I wanted to make sure you were all comfortable with it. And if so, then we could go ahead and make a recommendation to the full Board for approval. Director Liverett enquired what the first phase would include to bill for the first installment. According to the proposal, Phase 1 includes developing candidate profiles and recruitment strategies. So the 1st installment would be \$10,000 and so on and so forth for phase 2 and 3 as mentioned in the RFP. If you'd like, I could send it to you so you can review it and see what it states. The RFP is supposed to be pinned at the end of the agreement as exhibit one. In addition, everything you see here in blue are just simply corrections that were made due to oversites. According to Director Liverett, she is still "hung up on the fact that we have all of these resources like the RWA, SGA, neighboring districts, waterworks, and other places like CSDA, Career Center Association, ACWA, and CWEA that we could use to put the word out. We could have gotten a lot of resumes by now. And this started three months ago in April. Interim GM Felix mentioned that "he was a little shocked by the amount of money that CPS was asking for such a small district.

Regardless, there are other places, including B&C water news that a lot of water professionals utilize. The most that CPS is probably going to spend is maybe \$2000 to \$3000. So the rest of that money will be profit". Per Director Young, she "agrees with that. I think that's a tremendous amount of money. Sac State, where they do the certification, has a recruitment site also. There are a multitude of platforms available to us for free. So paying this company to use the resources that we have available at no cost isn't necessarily the brightest thing to do". Director Liverett, stated that "I think that we should probably have something drawn up, release the ad and see how it goes". Interim GM Felix stated that he "was proactive with the job description. I've already, taken the outdated job description and revised it. To bring it up to par. According to Director Young, "I'm hearing that we should sit on this for a bit before we decide to sign the \$30,000 agreement as money is tight right now". You're right, it's reflected in the budget. Director Young went to say, "There's nothing wrong with sitting on this for 30 to 60 days, unless Mr. Felix can't continue as the Interim. Then that would be a consideration to speed it up, but if there's no constraints like that, then we have more time to proceed with alternatives". Mary Harris commented, "I think the appropriate thing to do is to take it back to the board and have them do what Mr. Felix is saying to do. You know, there's all these other agencies to advertise with and I looked at CPS. Their deadline is December 2026. That's a whole year without a general manager here. That position should have already been posted online for people to see and apply. So, take it back to the Board, save \$30,000 and Mr. Felix can put it together and advertise the position". Director Young stated, "if we want to hold off on this, we could certainly put together an ad hoc committee to work with Felix".

Interim GM Felix reminded everyone that "anyone locally is going to be aware that Rio Linda is somewhat of a challenging District. And if they're up to it, with the right personality, that's great. But if they're not, you're going to have to entice them. So the job description has to be written in such a way that it entices someone to be willing to work here. I've already made some revisions to the job description, with consideration to creating a two-tier, pool of candidates. A lower tier that is willing to do the work for the current salary range, and an upper one, for higher qualified candidates. That said, you get what you pay for. The idea is to get a very qualified individual who can handle the challenges associated with this District. So that's just something to consider when strategizing". Director Liverett, mentioned, the District is already on an upwards trajectory". Thank you. I appreciate that. Director Young followed up with "Yes 100%". Director Young recommended forwarding the item to the

full Board with an option of holding off working with CPS and offer an alternative.

3. Preliminary Budget for Fiscal Year 2026/2027.

Preliminary Budget for 26-27. What you have in front of you is a living, breathing document that allows for revisions. It's a forecasted estimation of what we think we are going to be paying in the future. The budget practice that we're using here is referred to as incrementalism. It's not a zero-based budget that is designed from scratch. Is it a budget based off of what we spend last year estimating the cost of living for everything, the gas prices going up, chemical prices going up, parts going up, so on and so forth, taking into consideration Adam Smith's invisible hand. And so what you come to find, the preliminary operating and capital budget is a forecast. No one will hold you to it. It's just something that we are presenting to you all based on our assumptions of what we spent in the past. That's what an incremental budget process is. That said, I wanted to make sure that the budget was presented in a comprehensive manner so that you have a full understanding of the budget overview, introduction, the glossary, and what the acronyms mean. Part of the budget process also includes needing to schedule a public hearing. This is our operating revenue. And I'll let you take a look at it if there's any comments regarding it.

Director Young mentioned that she “went over this very carefully and spent some time on it. The numbers look horrible, especially capital expenditures. Overall, it's a standard run of the mill budget, there's not anything that looks bloated or inappropriate or anything. I don't like the extra \$40,000 more for the vacuum trailer. But overall, I didn't see anything to question.” Director Liverett spent some time looking at it. She stated, that “she did not like the income drop or continuing with this level of legal fees. She also questioned if we received any formal quotes for alternatives, such as used equipment, leasing, or shared services? What changed that allowed the auditory services to decrease by 26,000? Are the revenue projections adjusted for actual water consumption trends, or are they simply carried forward from the current budget, like you were saying? Is there any actual projections as far as that's concerned? Interim GM Felix, iterated, that “we need to make sure that we move forward with the water rate study. So it's going to be very important that we move forward with that as we are in dire straits”. Director Liverett said that “she agreed”. Director Young stated, “at this rate of spending, we're going to be broke in a couple years. There won't be any extra revenue anywhere. That means cutting back on employees and other things at this rate”. Interim GM Felix stated, “what will happen is you'll probably get absorbed by another District. You don't want that to happen”. Director Young agreed, “No, we don't”. Director Liverett stated, “We just have to stop looking back and focus on looking forward and getting into the bad practice of waiting until the 11th hour to make decisions. There's a lot of things that we can do and look at what's coming down the pipe legislation wise. Look at what's going to be required of our District. If we just take the time to review that, then we can start planning now, and instead of doing these knee-jerk, last-minute decisions. For the last year and a half, now, that's all I see. We don't have time to do alternative studies. We have to do this right now. We need to start being more proactive. And, like I mentioned, there are fire codes coming down the pipe. We need to start looking at that tank and stop doing this knee jerk reaction that is making everybody have to do things and making us go broke. We need to look at things like what I had talked with you about, Felix, with RWA, when you recommend that we join that immediately. Because all, I'm just saying, we will have a seat at the table for Prop 4 funding. If we can start helping RWA write the description on profitable funding, then that tells us what we need to do, and it'll help us significantly with their access to their grant writers, access to be a part of legislation before it happens. and actually have a say in how it's written. So we can help our district, you know. There's huge advantages to joining RWA, and not to mention the 5 to 1 ratio that when we were there, that you saw Felix, that 5 to 1 ratio just kind of was like, Hey, excuse me, but we spent \$100,000, and we received over \$500,000. To me, that's just a no brainer, especially with the infrastructure funding in Prop 4, that we could use right now, so that we don't go broke, and I am more than willing to jump on that and hit the ground running. And it just needs somebody with some energy that is going to take the time to mingle with the people that matter, and to get their help, and not be afraid to be friends with everybody”.

Director Young mentioned, “the other side of that coin is the scarcity. We need to have enough water for growth in this community, regardless of some people wanting to stay, as a little horse town. We all do, but we also have to face the reality that everything is growing around us. There's so much growth in this county, in this region. People want to build out this way and we would be, we'd be getting all kinds of development in this area, commercial and residential, if we had enough water to fund it all”. Director Liverett, stated, “we don't have the capacity. We have to look at that. That's what's going to come down the pipe in a year. I think Felix was just kind of touching on that. We don't have capacity. We need to take our largest producing well down to measure our capacity. And so we have to bring more water in, no matter what. I think that the minimum that would even suffice to 700 acre feet per year. We need that new capacity. And however we get it, we have to start working on it now. It's not something that we can wait for, because that's going to be another knee-jerk 11th hour charge. So, I don't want to sit on my soapbox for very long. I'm just saying that we need to start becoming more proactive now, as it will create a larger level of transparency, which this District needs”. Interim GM Felix wanted the District engineer Mike Vasquez to provide his thoughts on the matter. District engineer Mike Vasquez, reiterated, “absolutely. More capacity. We're looking at ways to do that. One of the things that I spoke to Maria about was developing additional sources and that's one of the things that I'm going

to focus on over the next few weeks, having conversations with other local water districts and how we can look at bringing water in from a variety of perspectives. Currently, from what I know, there are some opportunities and some of those opportunities are with our neighboring districts, plural, not just one. So I think those, as opposed to developing another well, for, you know, PF8 doesn't exist, but when you bring other sources, PF8, can be set aside. So it's one of the things I am working on. I'm a little vague in my response purposely, because I haven't made some of those phone calls. We just had a conversation earlier today about that. In addition, I think that having another tank, is going to be extremely helpful, but I know, then you fire it, and the two locations where we have room for that would be well 16 and well 15. I think, that well 15 has potential to combine some blending alternatives as well. But storage is going to be key in addition to simply adding capacity". Director Liverett responded, that "we have to prepare for what's coming down the pipe. That's our job". District engineer Vasquez said, "that is key. And, you know, from a poly perspective it's how we look at this. My job is to do research and bring back possibilities. And, you know, one of the things about Prop 4 that really excites me is that there's a lot of money out there that we can utilize for infrastructure. And, one of the things I was told is the District is not a DAC. Whatever that that means. Funding is key to the growth of a District, whether it's better quality water, more people, more connections, all those things are inclusive of that. And just to reiterate about the water model. This is a very key component to be able to start making decisions about where the water's going, how it's moving, how much is there at different points, you know. It's really difficult to do that without having that technology. So, I do applaud the folks that are responsible in making the determination to move forward. Obviously, it's a 0 cost to the District. But, you know, that's something that every water district should have, especially ours. So the water model will help us with that". Director Liverett, mentioned, "so, Mike, we were talking earlier about the Prop 4 grant. For clarification, I researched the cap to be a \$10 billion bond. That will fund dozens of projects over several years, and small districts like ours will definitely be in the running to compete for monies for planning, design work, and construction. In addition, disadvantaged communities are expected to receive a significant priority in that".

Interim GM Felix queried, "Maria, when was the last time a survey was conducted to determine what the percentage was of Rio Linda being a DAC? Director Liverett, stated, "you know what? That's a good question. I would like to know the answer to that. I don't think an income survey has ever been done". Per District engineer Vasquez, "I think the disadvantage, rankings or ratings have been done just through county records, but, when you have income surveys that really gets it exact to where the community ranks. Director Young, mentioned that "on Trulio and other real estate sites, they will tell you what the medium income rate is". District engineer Vasquez exclaimed, "So when they do that, I believe that might be the case. I haven't written a grant for the District, but if we can show that we're a disadvantaged community of at least 80%, that would be a key number. It might make sense to do an income survey, which, again, aren't cheap, but those are, if you're talking \$30,000 to try to get a few million, it might make sense. So talking generalities here, but you know those are important topics". Director Liverett, went to say, "yeah and speaking of that, that was an amazing question, Felix, I like that. Every program uses different methodologies and if you have a seat at the table where you're writing in, the method at which you can do a DAC, that would even be better. Because there might be a way that the method is different if we could qualify as a DAC or an SDAC, which we even put is higher on that list. Interim GM Felix stated "nothing ventured, nothing gained. I like the enthusiasm. It sounds like we're strategizing here. I like that kind of stuff. Anyway, that said, are there any questions or concerns regarding the preliminary budget"? According to Director Young, "I'm okay with forwarding it to the full Board for consideration". Interim GM Felix mentioned that "along with the AP Invoices you requested, I provided what we spent thus far on legal fees". Director Liverett stated, "yes it's insane and I would like to find a way to stop the bleeding". Director Young exclaimed "that the lawyer stuff needs to be reevaluated and stopped". Director Liverett, followed up with "having a district at this size, is just astronomical and we just need to put our heads together and make it stop. Is this all just the union stuff that has the perp charges coming down the pipeline? Because that is just insane". Director Young stated, "those lawyers want to keep it going forever. They have no reason to stop. I mean, \$20,000 to \$50,000 a month. They'd keep it going forever if we let them". Director Liverett asked "what about that original estimate for \$90,000 that is now \$140,000 on the hydrants? Have we identified which hydrants are not repairable. What priority order they are being replaced in"? District engineer Vasquez said, "I wasn't a part of that conversation. But, I do know a little bit about it. Frank is worried about, inoperable hydrants and he wanted to add it into the budget so those inoperable hydrants can be replaced. Hydrants have tripled in cost over the last few years. To purchase a hydrant, they're estimated around \$7,000". Director Liverett, enquired, "where are we with the \$90,000 original budget? That's what I was asking. The original was \$90,000 and now it went to \$140,000. And so that's why I was trying to figure that out.

Interim GM Felix stated "it's a complex issue and a part of it is tied to the fact that hydrants need to be exercised. It's very important that you exercise the valve so they don't seize up as mineral deposits build up and cause the valves to no longer seat. Hydrants cannot just sit there in an open position. They have to be exercised and flushed from time to time. It's very good for the system. Director Young mentioned that "we work with the fire department, so when they do their training exercises they should open them up and flush them". Interim GM Felix stated, "that is correct. That's part of what a good GM does, is to go and be neighborly and introduce themselves and talk to them about letting us know when they are flushing a hydrant. So we can document that a particular hydrant has been exercised. And also account for the water that they're using". Director Liverett stated, "I understand, that it is what it is, but I think that we should come up with a game plan to reduce some of these astronomical numbers on the budget. Interim GM Felix said, "some of the numbers that you already have suggested were to

consider not using CPS, as that will save the District \$30,000 as well as legal fees. So things like that would be a good idea, to lower the costs. Again, you know, we can't do too much without a water rate study. We can't keep kicking the can down the road. As we will no longer be in compliance with the State regarding chromium 6. We got to get the BAT for that. It is what it is. So I have to be as a matter of fact with you, you need to realize it's so important that we move forward with being conservative with our spending. You brought me on board and it's my fiduciary responsibility to be conservative with the monies that we have available, but also look into other ways to bring in more monies, more revenue in order for us to continue to operate. We have to think about the future. We have to plan ahead and that means that, and the idea here is, I know it's going to be a challenge because a lot of the people here are all about NIMBYism and want to keep it a sleeping community. I totally get that. But we got to keep up with the times. And we have to look into other monies. That's why I asked if we can consider the DAC approach. If so, maybe a community block grant fund can be available for the community. There's also Prop 4 that we can be a part of. There's still plenty of time to join the RWA and maybe look into that kind of funding. So that is what we have for a contingency. So these are the kind of things we should be looking at. Again, nothing ventured, nothing gained. Director Liverett stated, "I am on board with everything that you've just said, I'm in agreement. I have been preaching the same thing". Interim Felix mentioned, "I'm just trying to advise here. What I see, with all due respect, is a slow train wreck in front of me. And you're going to dissolve, and you're going to end up being absorbed by Sac Suburban. So unless you take the reins now and be proactive and change course, and stop giving money to the lawyers. That's \$300K that we could have used elsewhere. Director Liverett, recommends forwarding the Preliminary Budget to the full Board.

4. Resolution for Dismissal of Tim Shaw as GM of RLECWD without Cause.

Next item, is Tim Shaw's Resolution for Dismissal. I was asked to write up a resolution. Director Liverett stated, that "she read it and it looks great as I appreciate Tim's years of service to the District. I wish him the best moving forward. That being said. However, I am not comfortable making official findings regarding equality or effectiveness of his tenure here. I believe the board's actions should be limited to acknowledging his services in separation from the District rather than characterizing his performance. And so, for that reason, I would prefer more neutral language". Director Young agreed.

5. April 2026 Expenditure Report & Financial Statements

The following items include the Expenditures and Financial Statements. Did you see any issues with the April Expenditures and Financial Statements? The Executive Committee recommends forwarding the Expenditures and Financials to the full Board.

Directors' and General Manager Comments:

Items Requested for Next Month's Committee Agenda:

Adjournment: 7:58 PM



**SACRAMENTO GROUNDWATER AUTHORITY
MEETING OF THE BOARD OF DIRECTORS**

**Thursday, June 11, 2026
at 9:00 a.m.**

**2295 Gateway Oaks, Suite 100
Sacramento, CA 95833
(916) 967-7692**

The Board will discuss all items on this agenda, and may take action on any of those items, including information items and continued items. The Board may also discuss other items that do not appear on this agenda but will not act on those items unless action is urgent, and a resolution is passed by a two-thirds (2/3) vote declaring that the need for action arose after posting of this agenda.

IMPORTANT NOTICE REGARDING VIRTUAL PUBLIC PARTICIPATION:

The Sacramento Groundwater Authority currently provides in person as well as virtual public participation via the Zoom link below until further notice. The public shall have the opportunity to directly address the Board on any item of interest before or 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.

Join Zoom Meeting

<https://us06web.zoom.us/j/86234537375>

Meeting ID: 862 3453 7375 Passcode: 955951

Dial by your location

+1 669 444 9171 US or +1 669 900 6833 US (San Jose)

If we experience technical difficulties and the Zoom link drops and you are no longer able to connect to the Board meeting, please dial 1-877-654-0338 – Guest Code 198

Public documents relating to any open session item listed on this agenda that are distributed to all or a majority of the members of the Board of Directors less than 72 hours before the meeting are available for public inspection on SGA's website. 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 jpeifer@rwah2o.org. Requests must be made as early as possible, and at least one full business day before the start of the meeting.

AGENDA

1. CALL TO ORDER AND ROLL CALL

2. **PUBLIC COMMENT:** Members of the public who wish to address the Board may do so at this time. Please keep your comments to less than three minutes.

3. CONSENT CALENDAR:

All items listed under the Consent Calendar are considered and acted upon by one motion. Anyone may request an item be removed for separate consideration.

3.1 Approve the draft meeting minutes of April 9, 2026, Board Meeting

3.2 Approve Change Order #3 for Professional Services between SGA and GEI Consulting, Inc. (Task Order 24-02)

3.3 Approve Change Order #2 for Professional Services between SGA and GEI Consulting, Inc (Task Order 26-01)

3.4 Approve a Cost-of-Living Adjustment of 2.8% consistent with Policy 100.3

Action: Approve Consent Calendar items as presented

4. INFORMATION: 2026 GROUNDWATER SUSTAINABILITY PLAN AND SGMA IMPLEMENTATION UPDATE

Presenter: Trevor Joseph, Manager of Technical Services

5. INFORMATION: SACRAMENTO REGIONAL WATER BANK PROGRAM

Presenter: Trevor Joseph, Manager of Technical Services

6. INFORMATION: SGA JPA REVISIONS UPDATE

Presenter: Jay Boatwright, Chair

7. OPPORTUNITY FOR PUBLIC TO ADDRESS CLOSED SESSION MATTERS

8. CLOSED SESSION

8.1 Conference with legal counsel--anticipated litigation; Government Code sections 54954.5(c) and 54956.9; significant exposure to litigation involving one case.

9. RETURN TO OPEN SESSION - ANNOUNCEMENT OF REPORTABLE ACTION IN CLOSED SESSION

10. EXECUTIVE DIRECTOR'S REPORT

11. DIRECTORS' COMMENTS

ADJOURNMENT

Next SGA Board of Director's Meetings:

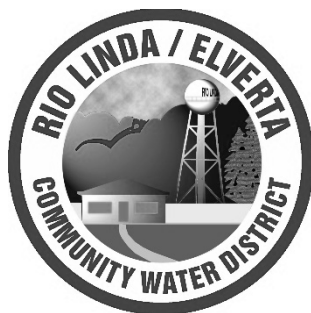
August 13, 2026, 9:00 a.m. at the RWA/SGA office, 2295 Gateway Oaks, Suite 100, Sacramento, CA 95833. The location is subject to change.

Notification will be emailed when the SGA electronic packet is complete and posted on the SGA website at <https://www.sgah2o.org/meetings/board-meetings/>

Posted on: June 5, 2026



Ashley Flores, CMC, Board Clerk



Agenda Item: 6

Date: June 22, 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: June 22, 2026

Subject: Closed Session

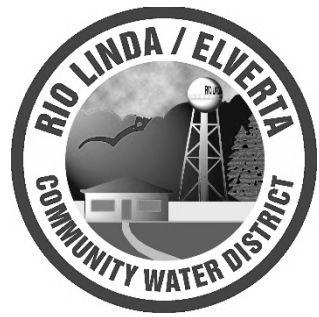
Staff Contact: Felix M. Felix, Interim General Manager

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: June 22, 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