



AGENDA

REGULAR BOARD MEETING

**Board Room
3707 Old Highway 395
Fallbrook, CA 92028**

**Tuesday, June 23, 2026
Open Session 1:00 P.M.**

CLOSED SESSION 12:30 P.M.

- A. CONFERENCE WITH LEGAL COUNSEL – Anticipated Litigation Significant Exposure to Litigation Pursuant to Government Code section 54956.9(d)(4) (1 case)

- 1. CALL TO ORDER**
- 2. ROLL CALL: Hamilton, Mack, Townsend-Smith, Hoffman, Irvine**
- 3. PLEDGE OF ALLEGIANCE**
- 4. ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA**
- 5. APPROVAL OF THE AGENDA**
- 6. PUBLIC COMMENT**

Any person may address the Board at this time upon any subject not identified on this Agenda, but within the jurisdiction of Rainbow Municipal Water District; however, any matter that requires action will be referred to staff for a report and action at a subsequent Board meeting. As to matters on the Agenda, if a request to make a public comment is received, an opportunity will be given to address the Board when the matter is considered.

Members of the public may make comments in person by submitting a Speaker Slip to the Board Secretary, virtually through virtual or teleconference options, or by submitting an email to tquintanar@rainbowmwd.ca.gov no later than midnight on the day before the meeting. Comments shall be made in an orderly manner, and profanity, slander, or abusive language which is disruptive to the meeting will not be tolerated. Individuals have a limit of three (3) minutes to make comments and will have the opportunity when called upon by the presiding officer.

7. PUBLIC HEARINGS

- A. Public Hearing to Consider Adoption of an Ordinance for ID 1 Standby Charges
- B. Public Hearing to Consider Adoption of an Ordinance Updating Existing Service Fees, and the Adoption of New Fees, Including Charges Related to Service Requests, and Delinquencies, and Adoption of an Ordinance Establishing Administrative Fines for Water

Theft and Unauthorized Use of District Water Facilities Pursuant to SB 394, and
Authorizing Amendment to Section 8.19.010 of the Administrative Code

8. CONSENT CALENDAR

Consent Calendar items are expected to be routine and non-controversial, to be acted upon by the Board at one time without discussion. If any Board member, staff member, or interested person requests that an item be removed from the Calendar, it shall be removed so that it may be acted upon separately.

A. APPROVAL OF:

1. May 26, 2026, Regular Board Meeting Minutes
2. June 9, 2026, Special Board Meeting Minutes

9. ACTION ITEMS

- A. Discuss and Consider Adoption of a Resolution Establishing Job Classifications and Monthly Pay Ranges for District Employees and the General Manager Effective July 1, 2026 to June 30, 2027
- B. Consider Adoption of an Ordinance Authorizing Amendment to Administrative Code Section 5.05.050.05 -Engineering Records Retention Policy (Districtwide)
- C. Consider Approval of an Increase of \$325,000 to the FY 26/27 Valve Replacement Budget Funded Through the Sale of Valves to the Havens Development Project
- D. Consider Extension of Contracts with Fernandez, Jensen, and Kimmelshue (FJK) for State Representation and The RBW Group (RBW) for Federal Representation
- E. Consider Approval of Tyler Technologies as the District's Preferred Enterprise Resource Planning (ERP) Replacement Solution
- F. Review and Discuss Board Compensation Policy Section 2.03.010 – Remuneration and Reimbursement

10. INFORMATION ITEMS

- A. Capacity Fee Update
- B. Operations Report
- C. Engineering Report
- D. Administrative Services Report
- E. Finance Report

11. REPORTS & COMMENTS

This is placed on the agenda to enable individual Board members, Legal Counsel, and the General Manager to convey information to the Board and the public. There is to be no discussion or action taken by the Board of Directors.

- A. General Manager's Report
- B. Legal Counsel's Report
- C. Board Member Comments
- D. Board Reports
 1. CSDA
 2. LAFCO
 3. Eastern MWD
 4. ACWA
 5. Committees, Workshops, Seminars, Training

12. REQUESTS TO ATTEND UPCOMING MEETINGS / CONFERENCES / SEMINARS

13. SUGGESTED AGENDA ITEMS FOR THE NEXT REGULAR BOARD MEETING

14. ADJOURNMENT - To July 28, 2026, at 1:00 p.m.

ATTEST TO POSTING:

/s/Terese Quintanar
Terese Quintanar
Secretary of the Board

6/18/2026 9:29 AM
Date and Time of Posting
Outside Display Cases

Rainbow Municipal Water District (RMWD) provides remote attendance options solely as a matter of convenience to the public. RMWD will not stop or suspend its in-person public meeting should a technological interruption occur with respect to the Zoom or call-in line listed on the agenda. We encourage members of the public to attend meetings in person at 3707 Old Highway 395, Fallbrook, CA 92028, or remotely utilizing the options below:

For Online Participation:

Go to: <https://rainbowmwd.zoom.us/j/85664315900>

If members of the public attending virtually would like to ask a question or make a comment on any item listed on this agenda, please utilize the "Raise Hand" button, located at the bottom of the screen. We will be alerted that they would like to speak. When called upon, please unmute the microphone and ask the question or make comments in no more than three minutes.

For Call-in Only:

Call: (669) 900-6833, or (669) 444-9171, or
(309) 205-3325, or (312) 626-6799, or
(564) 217-2000, or (689) 278-1000
Meeting ID: 856 6431 5900

*Those who have joined by dialing a number on their telephone can dial *9 to alert us of a request to speak and *6 to unmute, once called upon by the presiding officer.*

In accordance with the requirements of California Government Code Section 54954.2, this agenda has been posted at the District's Administrative offices not less than 72 hours prior to the meeting date and time above. Meetings are regularly held at 1:00 p.m. All public records relating to each agenda item, including any public records distributed less than 72 hours prior to the meeting to all, or a majority of all, of the members of the District's Board, are available for public inspection in the office of the District Secretary, 3707 Old Highway 395, Fallbrook, CA 92028

If you have special needs because of a disability that makes it difficult for you to participate in the meeting or you require assistance or auxiliary aids to participate in the meeting, please contact the District Secretary (760) 728-1178 by at least noon on the Friday preceding the meeting. The District will attempt to make arrangements to accommodate your disability.

BOARD ACTION

Item No.7.A

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

PUBLIC HEARING - TO CONSIDER ADOPTION OF AN ORDINANCE FOR IMPROVEMENT DISTRICT 1 (ID 1) STANDBY CHARGES

BACKGROUND

Each year, information is mailed to new property owners regarding the standby charge they will see on their tax bill. A standby charge is also known as the Readiness to Serve (RTS) Charge, a fixed charge imposed by the region's water wholesaler, the Metropolitan Water District of Southern California (MWD), to its Member Agencies. These charges began in the 1995-96 fiscal year, and the charge has remained at \$10.54 per acre, or part thereof, since this time. Improvement District (ID) No. 1 includes the entire service area of RMWD. The Board approves the proposed ID 1 standby charges annually.

DESCRIPTION

The foregoing ordinance establishes water availability charges for all of the Rainbow Municipal Water District Improvement District No. 1 for the fiscal year commencing July 1, 2026, and ending June 30, 2027. The water availability charges remain unchanged from the previous fiscal year.

As required, the public notice was published in the Village News on June 4 and June 11, 2026. Due to its volume, the Tax Roll listing is not included in the meeting packet, but is available for review upon request.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

Approximately \$480,000 will be collected.

1. Adopt the Ordinance.
2. Adopt the Ordinance with revisions.
3. Provide staff with direction.

STAFF RECOMMENDATION

Staff recommends adoption of the Ordinance establishing water availability charges for all of the Rainbow Municipal Water District Improvement District No. 1 for the fiscal year commencing July 1, 2026, and ending June 30, 2027. Absent this approval, additional fixed charges would need to be collected through the District's fixed O&M charge on the monthly water bills.



Jake Wiley, General Manager

June 23, 2026

Ordinance No. 26-xx

**Ordinance Of The Board Of Directors Of
Rainbow Municipal Water District
Establishing Readiness To Serve Water Service Standby
Assessments Or Availability Charges For All Of The
Rainbow Municipal Water District
Improvement District No. 1**

WHEREAS, the increasing costs of importing water and, in particular, a Readiness to Serve Charge imposed upon the Rainbow Municipal Water District (the "District") by the Metropolitan Water District; and the need for continuing improvement, construction and reconstruction of the District's water storage, treatment and transmission facilities to insure a safe and continuing supply of water to the residents and taxpayers of the District must be met; and

WHEREAS, it is in the best interests of the District that, in addition to taxes and water revenues, certain monies be raised through the imposition of Readiness to Serve Water Service standby availability charges on certain lands within Improvement District No. 1 of the District, whether or not water service is actually being used thereon, and

WHEREAS, such charges are specifically authorized by the Municipal Water District Law of 1911; and

WHEREAS, the Board of Directors ("Board") of the District has previously ordered the formation of an improvement district designated as Improvement District No. 1 of Rainbow Municipal Water District ("Improvement District No. 1") for the purpose of establishing water service standby or availability charges for water and water delivery availability and readiness to serve charges collected from all lands within the District which, when added to rates and charges for water service and capital facility charges collected from newly developing lands within the District, will produce revenues sufficient to meet the cost of importing water as well as ensuring future availability of water supplies to serve the District and to finance the construction and reconstruction of water facilities; and

WHEREAS, a duly noticed public hearing was held by the Board on June 23, 2026, to hear and consider all objections or protests to said readiness to serve water service standby availability charge for Improvement District No. 1, at which time all persons were given an opportunity to be heard.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF DIRECTORS OF RAINBOW MUNICIPAL WATER DISTRICT AS FOLLOWS:

1. The Board of Directors hereby finds and determines that Readiness to Serve Water Availability service is made available to all lands within Improvement District No. 1, and hereby establishes readiness to serve water service standby assessments or availability charges which shall be assessed against all such lands whether water service is actually presently utilized on such lands or not.
2. The water availability charges hereby established in said Improvement District No. 1 for the fiscal year commencing July 1, 2026, and ending June 30, 2027, shall be as follows:

Ten Dollars and Fifty-Four Cents (\$10.54) per acre per year for each acre of land within Improvement District No. 1.

Ten Dollars and Fifty-Four Cents (\$10.54) per year for each parcel of land of less than one acre within Improvement District No. 1.

3. The officers of this District shall, on or before August 1, 2026, furnish in writing to the Board of Supervisors of San Diego County and to the San Diego County Auditor-Controller, a description of each parcel of land within said District upon which said readiness to serve water availability charge is to be levied and collected for the fiscal year 2026-2027, together with the amount of water availability charge fixed on each parcel of land.
4. The Board of Directors, pursuant to Section 71635 of the Municipal Water District Law of 1911, hereby directs the Board of Supervisors of the County to levy, in addition to any other taxes it levies, the readiness to serve water service availability charge in the amounts of the respective parcels as fixed by the Board of Directors.
5. Certified copies of this Ordinance shall be delivered to the Board of Supervisors of the County of San Diego and to said County Auditor-Controller by the Clerk of the Board of this District.
6. The President of the Board of Directors shall sign this ordinance and the Clerk of the Board of Directors shall attest thereto and shall within fifteen days of its adoption cause it or a summary of it to be published in a newspaper of general circulation; and thereupon and thereafter this ordinance shall take effect and be in force upon the effective date of the resolution ordering the formation of Improvement District No. 1 pursuant to California Water Code Section 72014.
7. Ordinance 25-03 is hereby canceled.

PASSED AND ADOPTED at a meeting of the Board of Directors of Rainbow Municipal Water District held on the 23rd day of June 2026, by the following roll call vote:

Hayden Hamilton, Board President

ATTEST:

Terese Quintanar, Board Secretary

BOARD ACTION

Item No.7.B

Board Meeting

June 23, 2026

SUBJECT

CONSIDER ADOPTION OF AN ORDINANCE APPROVING REVISED SERVICES FEES FOR FISCAL YEAR 2026-2027

BACKGROUND

As part of the District's fiduciary responsibility and commitment to long-term financial sustainability, staff regularly reviews fees charged for services that are outside of standard water and wastewater service. These service-based fees are intended to recover the District's reasonable costs when specific customer actions, requests, delinquency, misuse, or damage require additional staff time, materials, administrative processing, or operational response.

California Government Code Section 66014 authorizes local agencies to adopt fees for services, provided that the fees do not exceed the estimated reasonable cost of providing the service. Consistent with this requirement, the District applies cost-of-service principles when reviewing and updating its fee schedule.

The District's current fee schedule was reviewed to determine whether existing charges continue to reflect actual service delivery costs, including direct labor, materials, equipment, administrative support, and applicable indirect costs. Based on this review, staff is proposing updates to the Fiscal Year 2026-2027 Fee for Service Schedule to better align charges with the District's actual cost of providing these services.

DESCRIPTION

Staff is proposing updates to certain existing service fees to support cost recovery based on updated labor rates, operational requirements, materials, and administrative processing costs. The proposed fees are calculated to recover the reasonable cost of providing the applicable service and are not intended to generate revenue beyond cost recovery.

The proposed updates are particularly important for services resulting from delinquency, customer non-compliance, misuse of District infrastructure, tampering, or damage to District property. These types of activities often require additional time from customer service, finance, field operations, and administrative staff. Without appropriate service-based fees, these costs may be subsidized by the general rate base.

The proposed fee updates include, but are not limited to, the following categories:

- Account establishment and administrative processing
- Delinquency-related services
- Returned payment processing
- Lien processing and release of lien
- 48-hour notices
- Locked meter turn-on
- After-hours activation
- Unauthorized use or damage to District property
- Water theft
- Meter obstruction
- Fire standby charge

- Bypass meter charge
- Fire service only meter
- Backflow inspections
- Backflow testing monthly charge
- Tax roll fee for unpaid water and sewer charges

The proposed updates help ensure that customers who create the need for non-standard services bear the related cost, rather than shifting those costs to all ratepayers. This approach promotes equity, fiscal accountability, and responsible use of District infrastructure and staff resources.

ATTACHMENTS

Draft Ordinance
Revised Exhibit 1 to Ordinance 23-04

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

This item supports the District's long-term financial health by ensuring service-based charges are equitable, cost-justified, and aligned with the District's actual cost of service.

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

Option 1: Adopt the Ordinance approving revised service fees, which will ensure financial alignment with actual service delivery costs, and authorize staff to make non-substantive changes.

Option 2: Adopt the Ordinance approving revised service fees with any proposed amendments.

Option 3: Do not adopt the Ordinance adopting revised fees for services. Maintain the existing fee schedule. This option may result in continued under-recovery of costs and potential subsidization of delinquent, non-standard, or misuse-related service costs by the general rate base.

STAFF RECOMMENDATION

Staff recommends that the Board of Directors approve Option 1.



Konstatnin Shilkov, CPA
Chief Financial Officer

06/23/2026

Fee for Service Update FY 2026-2027

Board Meeting | June 23, 2026
Board Action Item No 7 B



Update of Annual Fees and Deposits FY 2026 - 2027

- Miscellaneous Administrative Fees
- Water Theft Fines
- Engineering Projects Deposits
- Pumping Zones Variable Charges

Miscellaneous Administrative Fees

Administrative Fees and Fines	Current Fee	Proposed FY27 Fee	Change \$
Delinquency rate	5% for first month, 1.5% thereafter	5% for first month, 1.5% thereafter	-
Returned Check	\$ 30	\$ 32	\$ 2
Locked Meter Turn-on Fee	\$ 81	\$ 85	\$ 4
After Hours Turn-on Fee	\$ 242	\$ 254	\$ 12
New account set-up	\$ 22	\$ 23	\$ 1
Cut padlock fee	\$ 108	\$ 113	\$ 5
Release of lien	\$ 73	\$ 77	\$ 4
Lien processing	\$ 73	\$ 77	\$ 4
Fire Standby Charge (monthly)	\$ 5	\$ 5	\$ -
Bypass Meter (monthly)	\$ 10	\$ 10	\$ -
Fire Service Only Meter	\$ 10	\$ 10	\$ -
Tax Roll Fee Unpaid Water/Sewer Charges	\$ 98	\$ 103	\$ 5
Backflow Inspections (Non-compliance)	\$ 130	\$ 137	\$ 7
Backflow Testing Monthly Charge - 5/8 - 2"	\$ 5.08	\$ 5.83	\$ 1
Backflow Testing Monthly Charge 3-6"	\$ 8.60	\$ 9.58	\$ 1
Damage to District Property	\$ 341	\$ 500	\$ 159
Fire flow test	\$ 428	\$ 450	\$ 21
Meter obstruction	\$ 320	\$ 350	\$ 30
Meter Testing Fees as per Customer Request			
1" or smaller	\$ 150	\$ 158	\$ 8
1.5" to 2"	\$ 213	\$ 224	\$ 11
3" to 6"	\$ 439	\$ 461	\$ 22
Service Availability Letters - Boundary Adjustment Requests			
Minor Subdivision	\$ 150	\$ 160	\$ 10
Major Subdivision and Commercial	\$ 250	\$ 265	\$ 15

New Water Theft Fines

Type of Violation	First	Second	Third and Subsequent
Meter Tampering/Unauthorized Reconnection	\$ 130	\$ 700	\$ 1,300
Water theft/Unauthorized Diversion	\$ 1,000	\$ 2,000	\$ 3,000
Unauthorized Fire Hydrant Use	\$ 2,500	\$ 5,000	\$ 10,000

- Government Code Section 53069.45 authorizes administrative fines for water theft, including diverting, tampering with, or reconnecting water utility service.
- Government Code Section 53069.46, added by SB 394 allows retail water agencies to adopt enhanced penalties for unauthorized fire hydrant connections, including use of a fire hydrant, hydrant meter, or fire detector check.

Water theft administrative fines take effect on July 1, 2026.

Developer and Customer Project Deposits

Developer Plan Review Deposits		
Type	Current Cost Per Sheet	Proposed Deposits
Single Commercial Lot	\$1,200	\$1,400
Residential lots (parcels<5)	\$1,200	\$1,400
Subdivision	\$1,600	\$1,800
Commercial Development Center	\$1,600	\$1,800
Apartment Complex	\$1,600	\$1,800
County Project	\$1,600	\$1,800
As-Builts	\$850	\$1,000
Cost Estimates	\$850	\$1,000
Easements Deposits		
Legal Description	\$1,200	\$1,500
Plat Map	\$1,200	\$1,500
Grant of Deed	\$1,200	\$1,500

Project Administration Deposit		
Project Type	Current	Proposed Deposits
Water		
1-5 Meters	\$ 3,500	\$ 4,000
Relocation	\$ 2,000	\$ 4,000
Fire hydrant/appurtenances	\$ 3,500	\$ 4,000
Sewer		
1-5 EDUs	\$ 3,500	\$ 4,000

The material cost for new meters will be charged at **market cost** based on the type of meter and timing of purchase.

- **Unspent** deposit balance **will be refunded** to the developer or customer with a detailed breakdown of costs incurred.
- **Overspent** deposit balance **will be invoiced** to the developer or customer for additional collection.

Pumping Zones Variable Charges

		Current Rate	Proposed FY 26-27	Prop 218 FY 26-27	Proposed FY 27-28	Prop 218 FY 27-28
Pump Zone 1	Rainbow Heights	\$ 2.72	\$ 3.17	\$ 3.38	\$ 3.69	\$ 3.69
Pump Zone 2	Impr District U-1	\$ 1.45	\$ 1.69	\$ 1.81	\$ 1.97	\$ 1.98
Pump Zone 3	Vallecitos	\$ 0.27	\$ 0.31	\$ 0.35	\$ 0.37	\$ 0.39
Pump Zone 4	Northside	\$ 0.14	\$ 0.16	\$ 0.19	\$ 0.19	\$ 0.21
Pump Zone 5	Morro Tank	\$ 0.37	\$ 0.43	\$ 0.47	\$ 0.50	\$ 0.52
Pump Zone 6	Huntley	\$ 1.46	\$ 1.70	\$ 1.83	\$ 1.98	\$ 2.00
Pump Zone 7	Magee Tank	\$ 0.74	\$ 0.86	\$ 0.94	\$ 1.00	\$ 1.03

Zone-specific cost recovery based on **water consumption** and **electricity usage**.

Board Options

- Option 1 – Adopt the Ordinance approving revised service fees, which will ensure financial alignment with actual service delivery costs
- Option 2 – Modify the proposed fee schedule and direct staff to return with a revised schedule.
- Option 3 – Maintain the existing fee schedule.



Ordinance No. 26-XX

Ordinance Of The Board Of Directors Of Rainbow Municipal Water District Amending The Fee For Service Schedule - Appendix A to Ordinance No. 23-04

WHEREAS, the Rainbow Municipal Water District ("RMWD" or the "District") Board of Directors is committed to providing reliable, high-quality water and wastewater services at the most efficient costs for our ratepayers; and

WHEREAS, RMWD provides water and sewer/wastewater services throughout its service area, and Water Code sections 71000 et seq. authorize the District to impose fees and charges to pay for the costs of the water and sewer/wastewater services and related benefits provided by the District; and

WHEREAS, on June 27, 2023, the District Board of Directors adopted a five-year rate schedule in compliance with all the applicable requirements of Proposition 218 and Government Code sections 53750 et seq., as reflected in District Ordinance No. 23-04 Revising Appendix A of the Rules and Regulations Regarding Water and Wastewater Service Charges (as subsequently amended, "Ordinance No. 23-04"); and

WHEREAS, Exhibit 1 to Ordinance No. 23-04 sets forth the District's five-year rate schedule for fiscal years 2024 through 2028, which repealed and replaced in its entirety former Appendix A to the District's Administrative Code; and

WHEREAS, the District's miscellaneous charges are set forth in Exhibit 1 to Ordinance No. 23-04, and amended by Ordinance No. 24-14 and Ordinance No. 25-06, are incorporated as Appendix A to the District's Administrative Code; and

WHEREAS, certain of the District's miscellaneous charges for residential and developer projects require revision in order to cover reasonable costs to the District in a manner that is fair to payors and should be equivalent to the District's monthly fixed charges and water commodity rates for other commercial customers; and

WHEREAS, pursuant to Proposition 26, the District may impose a variety of fees on individuals and entities in order to pay for the costs of the services provided, and the Fee For Service Schedule revisions are not property-related for purposes of Proposition 218 and Government Code sections 53750 et seq.; thus, such fees and charges may be updated by ordinance without triggering a Proposition 218 notice and hearing process.

WHEREAS, adopted Water and Wastewater Capacity Charges have been omitted from Exhibit 1 of Ordinance No. 23-04 and are defined in Exhibit A of Resolution No. 2024-08.

NOW, THEREFORE, IT IS HEREBY RESOLVED, DETERMINED AND ORDERED by the Board of Directors of Rainbow Municipal Water District that:

1. The Board finds and determines that the foregoing Recitals are true and correct, and hereby incorporates the Recitals herein.

2. This Ordinance amends only those portions of Ordinance No. 23-04 that are specified below. In all other respects, Ordinance No. 23-04, as subsequently amended by this Ordinance, Ordinance No. 24-14, and Ordinance No. 25-06 shall remain in full force and effect.
3. This Ordinance amends Exhibit 1 to Ordinance No. 23-04 sections entitled:

Miscellaneous Charges
 - A. Construction Meters
 - B. Development Service Charges
 - C. Other Charges
4. This Ordinance incorporates the fees and deposits previously established by Ordinance Nos. 23-04, 24-24, and 25-06 for Engineering Fees and Deposits which are relevant and utilized and cover the District's reasonable costs to provide the services.
5. If any section, subsection, clause, phrases, or portion of this Ordinance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Ordinance or any part thereof. The District Board of Directors hereby declares that it would have adopted each section irrespective of the fact that any one or more subsections, subdivisions, sentences, clauses, or phrases be declared unconstitutional, invalid, or ineffective.
6. This Ordinance shall be effective immediately upon adoption and shall remain in effect until such time as modified, repealed, or superseded by further Ordinance of the Board.

PASSED AND ADOPTED at a Regular meeting of the Board of Directors of Rainbow Municipal Water District held on the 23rd day of June 2026, by the following vote, to wit:

AYES: _____
NOES: _____
ABSENT: _____
ABSTAIN: _____

Hayden Hamilton, Board President

ATTEST:

Terese Quintanar, District Secretary

RAINBOW MUNICIPAL WATER DISTRICT

Appendix A

Water and Sewer Rates and Charges

Adopted by Ordinance No. 23-04 July 1, 2023
 Amended by Ordinance No. 24-14 November 19, 2024
 Amended by Ordinance No. 25-06 July 22, 2025
 Amended by Ordinance No. 26-xx June 23, 2026

WATER VARIABLE RATES

A. BASIC WATER VARIABLE RATE

Basic rate for all water delivered through the water meter

1 Unit = 748 Gallons = 100 cubic feet (cf)

Single Family Residential (SFR), Multifamily Residential (MFR), Commercial (COM),
 Institutional (INST)

Customer Class	FY 2025 (\$/Unit)	FY 2026 (\$/Unit)	FY 2027 (\$/Unit)	FY 2028 (\$/Unit)
SFR, MFR, COM, INST	\$6.03	\$6.58	\$7.18	\$7.83
Agriculture	\$4.94	\$5.39	\$5.88	\$6.41

B. WATER PUMPING ZONE CHARGES

Pumping Zone	FY 2024 (\$/HCF)	FY 2025 (\$/HCF)	FY 2026 (\$/HCF)	FY 2027 (\$/HCF)	FY 2028 (\$/HCF)
Pump Zone 1 Rainbow Heights	\$2.60	\$2.84	\$3.10	\$3.38	\$3.69
Pump Zone 2 Imp District U-1	\$1.39	\$1.52	\$1.66	\$1.81	\$1.98
Pump Zone 3 Vallecitos	\$0.26	\$0.29	\$0.32	\$0.35	\$0.39
Pump Zone 4 Northside	\$0.13	\$0.15	\$0.17	\$0.19	\$0.21
Pump Zone 5 Morro Tank	\$0.35	\$0.39	\$0.43	\$0.47	\$0.52
Pump Zone 6 Huntley	\$1.40	\$1.53	\$1.67	\$1.83	\$2.00
Pump Zone 7 Magee Tank	\$0.71	\$0.78	\$0.86	\$0.94	\$1.03
Monthly Fixed Charge for all Pumping Zones	\$8.39	\$9.15	\$9.98	\$10.88	\$11.86

Future year rate increase for RMWD, effective July 1, 2024, 2025, 2026, & 2027, will be a maximum revenue adjustment of 9% per year in addition to any pass-through increases.

WATER FIXED ACCOUNT CHARGES

A. METER SERVICES CHARGES

Single Family Residential (SFR), Multifamily Residential (MFR), Commercial (COM), Institutional (INST)

Monthly Fixed Charges

SFR, MFR, COM, INST

Capacity Class	Meter Size	FY 2024 (\$/Month)	FY 2025 (\$/Month)	FY 2026 (\$/Month)	FY 2027 (\$/Month)	FY 2028 (\$/Month)
A	5/8"	\$89.59	\$97.66	\$106.45	\$116.04	\$126.49
B	3/4"	\$89.59	\$97.66	\$106.45	\$116.04	\$126.49
C	1"	\$145.42	\$158.52	\$172.79	\$188.35	\$205.31
D	1 1/2"	\$285.01	\$310.66	\$338.62	\$369.10	\$402.32
E	2"	\$452.51	\$493.24	\$537.64	\$586.03	\$638.78
F	3"	\$982.92	\$1,071.39	\$1,167.82	\$1,272.93	\$1,387.50
G	4"	\$1,764.59	\$1,923.41	\$2,096.52	\$2,285.21	\$2,490.88
H	6"	\$3,635.01	\$3,962.16	\$4,318.76	\$4,707.45	\$5,131.13

Agriculture w/ Residence, Agriculture

Capacity Class	Meter Size	FY 2024 (\$/Month)	FY 2025 (\$/Month)	FY 2026 (\$/Month)	FY 2027 (\$/Month)	FY 2028 (\$/Month)
A	5/8"	\$142.17	\$154.97	\$168.92	\$184.13	\$200.71
B	3/4"	\$142.17	\$154.97	\$168.92	\$184.13	\$200.71
C	1"	\$233.06	\$254.04	\$276.91	\$301.84	\$329.01
D	1 1/2"	\$460.27	\$501.70	\$546.86	\$596.08	\$649.73
E	2"	\$732.93	\$798.90	\$870.81	\$949.19	\$1,034.62
F	3"	\$1,596.36	\$1,740.03	\$1,896.64	\$2,067.34	\$2,253.41
G	4"	\$2,868.77	\$3,126.96	\$3,408.39	\$3,715.15	\$4,049.52
H	6"	\$5,913.47	\$6,445.69	\$7,025.81	\$7,658.14	\$8,347.38

Future year rate increase for RMWD effective July 1, 2024, 2025, 2026, & 2027 will be a maximum revenue adjustment of 9% per year in addition to any pass through increases.

B. OTHER FIXED ACCOUNT CHARGES

(Additional charges added to the basic meter service charge to reflect other special service conditions.)

Backflow Test Fee

Backflow preventers are required by State Law for properties that meet certain criteria, such as having agricultural uses, onsite wells, other water supplies, or pumping systems downstream of the meter. Its sole intent is to prevent drinking water from being contaminated due to backflow.

State Law requires all backflow devices must be tested annually to ensure they are functioning properly. The district provides this service to our customers in a cost-effective manner.

Backflow device testing fees are assessed as a monthly charge to recover the cost of annual testing services. From time to time, the District updates its fees and charges by ordinance or resolution consistent with applicable law. A rate sheet summarizing fees/charges currently in effect is available on the District's website, at www.rainbowmwd.com

The following meter categories are subject to annual review and adjustment to ensure alignment with the District's cost recovery objectives:

Meter Size

5/8 -2"	\$5. 08 <u>83</u>
3"- 6"	\$8.14 <u>9.58</u>

Service Conditions

Monthly Charge

Bypass Meter (for detector check systems) or Fire Service Only Meters	\$10.00
Fire Standby Charge (Vista Valley Area) (Applicable to properties under the jurisdiction of the Vista Fire Department. See Resolution No. 85-24)	\$5.00
Fire Standby Charge (All Other Areas)	\$5.00

MISCELLANEOUS CHARGES

A. CONSTRUCTION METERS

Project Administration Deposit	\$3,500 <u>4,000</u>
Meter Service Fee (3" O & M)	<i>Monthly Fixed Charge – Current Commercial Customer rates apply (typically 3" meter)</i>
Water Commodity Charge	<i>Monthly Variable Charge – Current Commercial Customer rates apply</i>

B. DEVELOPMENT SERVICE CHARGES

Costs associated with construction water service charges are assessed by the District and adjusted annually. These fees shall be reviewed on an annual basis and may be adjusted to reflect the District's actual cost of providing services. The fees and deposits listed in the District's rate sheet at www.rainbowmwd.com represent common services but are not all-inclusive:

Plan Review Deposit	
Type	Cost Per Sheet
Single commercial lot	\$1, 200 400
Residential lots (parcels<5)	\$1, 200 400
Subdivision	\$1, 600 800
Commercial development center	\$1, 600 800
Apartment complex	\$1, 600 800
County project	\$1, 600 800
Right-of-way	\$ 500 1,000
As-builts	\$ 850 1,000
Cost estimates	\$ 850 1,000
Easements	
Legal description	\$1, 200 500
Plat map	\$1, 200 500
Grant of deed	\$1, 200 500

Material Fees ¹	
Meter Size	
5/8"	\$ 241 Market Cost
3/4"	\$ 270 Market Cost
1"	\$ 322 Market Cost
1 1/2"	\$ 701 Market Cost
2"	\$ 753 Market Cost
3"	\$ 1,928 Market Cost
4"	\$ 2,987 Market Cost

¹ All fees established herein are nonrefundable and representare intended to recover the District's costs for services rendered, administrative processing, and/or materials provided.

Where a fee is identified as "Market Cost," such amount shall be based on the District's actual cost to procure the applicable meter or related materials. Market Cost may vary depending on the type, size, and specifications of the meter or materials required, as well as the timing and prevailing cost of procurement.

Project Administration Deposit		
Water		
1-5 Meters ²	\$ 3,500 4,000	per meter
Meter relocation	\$ 24 ,000	per relocation
Fire hydrant/appurtenances	\$ 3,500 4,000	per fixture
Sewer		
1-5 EDUs ³	\$ 3,500 4,000	

² Projects involving the installation of more than five (5) meters shall be designated as *Development Projects*. A deposit shall be required for such projects, the amount of which shall be determined by the District at its sole discretion, based upon the anticipated scope, complexity, and resource demands of the project.

³ Projects involving more than five (5) Equivalent Dwelling Units (EDUs) shall require execution of a *Sewer Service Agreement* with the District. A deposit shall be required, the amount of which shall be determined by the District at its sole discretion, based upon the scope, complexity, and anticipated impact of the proposed development.

All fees are nonrefundable and represent costs for services rendered and/or materials provided. Right-of-way deposits include: encroachment permits, joint use permits, easement grants, and quitclaim documents.

Projects involving the installation of more than five (5) meters shall be designated as Development Projects. A deposit shall be required for such projects, the amount of which shall be determined by the District at its sole discretion, based upon the anticipated scope, complexity, and resource demands of the project.

C. OTHER CHARGES

These charges apply to specific services provided by the District that fall outside of standard water and wastewater rates. They are designed to recover the actual cost of services such as administrative processing, inspections, or field support. The fees listed represent common services but are not all-inclusive. The District may revise, remove, or add charges as necessary to reflect current operational needs and cost recovery requirements. From time to time, the District updates its fees and charges by ordinance or resolution consistent with applicable law. A rate sheet summarizing fees/charges currently in effect is available on the District's website, at www.rainbowmwd.com.

Service Fees and Charges					
-Delinquency rate		-5%, 1.5%*	-	-	
Returned check	\$ 30	\$ 32	-	-	
-Locked meter turn-on	\$ 84	\$ 85	-	-	
-After hours turn-on	\$ 242	\$ 254	-	-	
-New account set-up	\$ 22	\$ 23	-	-	
-Cut padlock	\$ 108	\$ 113	-	-	
Release of lien	\$ 73	\$ 77	-	-	
Lien processing	\$ 73	\$ 77	-	-	
-Fire standby (monthly)	\$ 5		-	-	
-Bypass meter (monthly)	\$ 10		-	-	
-Fire Service Only Meter	\$ 10		-	-	
-Tax roll unpaid water/sewer	\$ 98	\$ 103	-	-	
-Backflow inspections (Non-compliance)	\$ 130	\$ 137	-	-	
-Backflow testing (monthly) - 5/8" - 2"	\$ 5.08	83	-	-	
-Backflow testing (monthly) 3"-6"	\$ 8.60	\$ 9.58	-	-	
<u>Meter tampering/unauthorized reconnection</u>	<u>\$130/\$700/\$1,300</u>			±	Actual cost in units
<u>Unauthorized fire hydrant use, fire hydrant meter use, or fire detector check use</u>	<u>\$2,500/\$5,000/\$10,000</u>		±		Actual cost in units
-Unauthorized use/damage to District property	\$ 341	\$ 500	-	±	Actual cost in units
-Fire flow test	\$ 428	\$ 450	-	-	
-Meter obstruction	\$ 320	\$ 350	-	-	
-Meter Testing Charge	-	-	-	-	
-1" or smaller	\$ 150		-	-	
-1.5" to 2"	\$ 213		-	-	
-3" to 6"	\$ 439		-	-	
-Service Availability Letters	-	-	-	-	
-Minor Subdivision	\$ 150		-	-	
-Major Subdivision	\$ 250		-	-	

*5% for first delinquency, 1.5% each month thereafter

All fees are nonrefundable and represent costs for services rendered and materials provided.

WASTEWATER CHARGES

A. MONTHLY SERVICE CHARGE PER EQUIVALENT DWELLING UNIT (EDU)

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Customer Class	(\$/EDU)	(\$/EDU)	(\$/EDU)	(\$/EDU)	(\$/EDU)
All Customer Classes	\$66.57	\$75.23	\$85.01	\$96.07	\$108.56

Future year rate increase for RMWD effective July 1, 2024, 2025, 2026, & 2027 will be a maximum revenue adjustment of 13% per year in addition to any pass through increases.

PROSPECTIVE ANNUAL RATE INCREASES VIA PASS THROUGH CHARGES

To avoid operational deficits, depletion of reserves, an inability to address infrastructure and water quality improvements, and to continue to provide a safe, reliable water supply, the District will pass through to its customers: (1) any increases in the rates imposed on the District by SDCWA, EMWD, or any other wholesale water provider; (2) any future charges and any increases to any other existing charges, including imported water charges, that are imposed on the District by SDCWA, EMWD, or any other wholesale water provider; (3) any incremental increases in the cost of energy; and (4) increases in the cost of wastewater treatment by the City of Oceanside. The foregoing are collectively referred to in this ordinance as “Pass Through Increases.” The District may annually implement the Pass Through Increases commencing January 1, 2024, 2025, 2026, 2027, & 2028.

The District may implement the Pass-Through Increases annually commencing January 1, 2024, 2025, 2026, 2027, and 2028.

Certain fees and charges established by Ordinance No. 23-04 are not for water or sewer/wastewater service (such as water and wastewater capacity/connection charges, backflow test fees, and miscellaneous charges may be updated without triggering a Proposition 218 notice and hearing process. Water and Wastewater Capacity Charges established by Resolution No. 2024-08 are located within the Rate Sheet located on the District’s website, at: <https://www.rainbowmwd.ca.gov/water-rates>

Permanent Special Agricultural Water Rates (PSAWR) were repealed pursuant to Ordinance No. 24-13.

RAINBOW MUNICIPAL WATER DISTRICT

Appendix A

Water and Sewer Rates and Charges

Adopted by Ordinance No. 23-04 July 1, 2023
 Amended by Ordinance No. 24-14 November 19, 2024
 Amended by Ordinance No. 25-06 July 22, 2025
 Amended by Ordinance No. 26-xx June 23, 2026

WATER VARIABLE RATES

A. BASIC WATER VARIABLE RATE

Basic rate for all water delivered through the water meter

1 Unit = 748 Gallons = 100 cubic feet (cf)

Single Family Residential (SFR), Multifamily Residential (MFR), Commercial (COM),
 Institutional (INST)

Customer Class	FY 2025 (\$/Unit)	FY 2026 (\$/Unit)	FY 2027 (\$/Unit)	FY 2028 (\$/Unit)
SFR, MFR, COM, INST	\$6.03	\$6.58	\$7.18	\$7.83
Agriculture	\$4.94	\$5.39	\$5.88	\$6.41

B. WATER PUMPING ZONE CHARGES

Pumping Zone	FY 2024 (\$/HCF)	FY 2025 (\$/HCF)	FY 2026 (\$/HCF)	FY 2027 (\$/HCF)	FY 2028 (\$/HCF)
Pump Zone 1 Rainbow Heights	\$2.60	\$2.84	\$3.10	\$3.38	\$3.69
Pump Zone 2 Imp District U-1	\$1.39	\$1.52	\$1.66	\$1.81	\$1.98
Pump Zone 3 Vallecitos	\$0.26	\$0.29	\$0.32	\$0.35	\$0.39
Pump Zone 4 Northside	\$0.13	\$0.15	\$0.17	\$0.19	\$0.21
Pump Zone 5 Morro Tank	\$0.35	\$0.39	\$0.43	\$0.47	\$0.52
Pump Zone 6 Huntley	\$1.40	\$1.53	\$1.67	\$1.83	\$2.00
Pump Zone 7 Magee Tank	\$0.71	\$0.78	\$0.86	\$0.94	\$1.03
Monthly Fixed Charge for all Pumping Zones	\$8.39	\$9.15	\$9.98	\$10.88	\$11.86

Future year rate increase for RMWD, effective July 1, 2024, 2025, 2026, & 2027, will be a maximum revenue adjustment of 9% per year in addition to any pass-through increases.

WATER FIXED ACCOUNT CHARGES

A. METER SERVICES CHARGES

Single Family Residential (SFR), Multifamily Residential (MFR), Commercial (COM), Institutional (INST)

Monthly Fixed Charges

SFR, MFR, COM, INST

Capacity Class	Meter Size	FY 2024 (\$/Month)	FY 2025 (\$/Month)	FY 2026 (\$/Month)	FY 2027 (\$/Month)	FY 2028 (\$/Month)
A	5/8"	\$89.59	\$97.66	\$106.45	\$116.04	\$126.49
B	3/4"	\$89.59	\$97.66	\$106.45	\$116.04	\$126.49
C	1"	\$145.42	\$158.52	\$172.79	\$188.35	\$205.31
D	1 1/2"	\$285.01	\$310.66	\$338.62	\$369.10	\$402.32
E	2"	\$452.51	\$493.24	\$537.64	\$586.03	\$638.78
F	3"	\$982.92	\$1,071.39	\$1,167.82	\$1,272.93	\$1,387.50
G	4"	\$1,764.59	\$1,923.41	\$2,096.52	\$2,285.21	\$2,490.88
H	6"	\$3,635.01	\$3,962.16	\$4,318.76	\$4,707.45	\$5,131.13

Agriculture w/ Residence, Agriculture

Capacity Class	Meter Size	FY 2024 (\$/Month)	FY 2025 (\$/Month)	FY 2026 (\$/Month)	FY 2027 (\$/Month)	FY 2028 (\$/Month)
A	5/8"	\$142.17	\$154.97	\$168.92	\$184.13	\$200.71
B	3/4"	\$142.17	\$154.97	\$168.92	\$184.13	\$200.71
C	1"	\$233.06	\$254.04	\$276.91	\$301.84	\$329.01
D	1 1/2"	\$460.27	\$501.70	\$546.86	\$596.08	\$649.73
E	2"	\$732.93	\$798.90	\$870.81	\$949.19	\$1,034.62
F	3"	\$1,596.36	\$1,740.03	\$1,896.64	\$2,067.34	\$2,253.41
G	4"	\$2,868.77	\$3,126.96	\$3,408.39	\$3,715.15	\$4,049.52
H	6"	\$5,913.47	\$6,445.69	\$7,025.81	\$7,658.14	\$8,347.38

Future year rate increase for RMWD effective July 1, 2024, 2025, 2026, & 2027 will be a maximum revenue adjustment of 9% per year in addition to any pass through increases.

B. OTHER FIXED ACCOUNT CHARGES

(Additional charges added to the basic meter service charge to reflect other special service conditions.)

Backflow Test Fee

Backflow preventers are required by State Law for properties that meet certain criteria, such as having agricultural uses, onsite wells, other water supplies, or pumping systems downstream of the meter. Its sole intent is to prevent drinking water from being contaminated due to backflow.

State Law requires all backflow devices must be tested annually to ensure they are functioning properly. The district provides this service to our customers in a cost-effective manner.

Backflow device testing fees are assessed as a monthly charge to recover the cost of annual testing services. From time to time, the District updates its fees and charges by ordinance or resolution consistent with applicable law. A rate sheet summarizing fees/charges currently in effect is available on the District's website, at www.rainbowmwd.com

The following meter categories are subject to annual review and adjustment to ensure alignment with the District's cost recovery objectives:

Meter Size

5/8 -2"	\$5.83
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3"- 6"	\$9.58
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Service Conditions

Monthly Charge

Bypass Meter (for detector check systems) or Fire Service Only Meters	\$10.00
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Fire Standby Charge (Vista Valley Area) (Applicable to properties under the jurisdiction of the Vista Fire Department. See Resolution No. 85-24)	\$5.00
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Fire Standby Charge (All Other Areas)	\$5.00
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MISCELLANEOUS CHARGES

A. CONSTRUCTION METERS

Project Administration Deposit	\$4,000
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Meter Service Fee (3" O & M)	<i>Monthly Fixed Charge – Current Commercial Customer rates apply (typically 3" meter)</i>
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Water Commodity Charge	<i>Monthly Variable Charge – Current Commercial Customer rates apply</i>
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B. DEVELOPMENT SERVICE CHARGES

Costs associated with construction water service charges are assessed by the District and adjusted annually. These fees shall be reviewed on an annual basis and may be adjusted to reflect the District's actual cost of providing services. The fees and deposits listed in the District's rate sheet at www.rainbowmwd.com represent common services but are not all-inclusive:

Plan Review Deposit	
Type	Cost Per Sheet
Single commercial lot	\$1,400
Residential lots (parcels<5)	\$1,400
Subdivision	\$1,800
Commercial development center	\$1,800
Apartment complex	\$1,800
County project	\$1,800
Right-of-way	\$1,000
As-builts	\$1,000
Cost estimates	\$1,000
Easements	
Legal description	\$1,500
Plat map	\$1,500
Grant of deed	\$1,500

Material Fees ¹	
Meter Size	
5/8"	Market Cost
3/4"	Market Cost
1"	Market Cost
1 1/2"	Market Cost
2"	Market Cost
3"	Market Cost
4"	Market Cost

¹ All fees established herein are nonrefundable and are intended to recover the District's costs for services rendered, administrative processing, and/or materials provided.

Where a fee is identified as "Market Cost," such amount shall be based on the District's actual cost to procure the applicable meter or related materials. Market Cost may vary depending on the type, size, and specifications of the meter or materials required, as well as the timing and prevailing cost of procurement.

Project Administration Deposit		
Water		
1-5 Meters ²	\$ 4,000	per meter
Meter relocation	\$ 4,000	per relocation
Fire hydrant/appurtenances	\$ 4,000	per fixture
Sewer		
1-5 EDUs ³	\$ 4,000	

² Projects involving the installation of more than five (5) meters shall be designated as *Development Projects*. A deposit shall be required for such projects, the amount of which shall be determined by the District at its sole discretion, based upon the anticipated scope, complexity, and resource demands of the project.

³ Projects involving more than five (5) Equivalent Dwelling Units (EDUs) shall require execution of a *Sewer Service Agreement* with the District. A deposit shall be required, the amount of which shall be determined by the District at its sole discretion, based upon the scope, complexity, and anticipated impact of the proposed development.

All fees are nonrefundable and represent costs for services rendered and/or materials provided. Right-of-way deposits include: encroachment permits, joint use permits, easement grants, and quitclaim documents.

Projects involving the installation of more than five (5) meters shall be designated as Development Projects. A deposit shall be required for such projects, the amount of which shall be determined by the District at its sole discretion, based upon the anticipated scope, complexity, and resource demands of the project.

C. OTHER CHARGES

These charges apply to specific services provided by the District that fall outside of standard water and wastewater rates. They are designed to recover the actual cost of services such as administrative processing, inspections, or field support. The fees listed represent common services but are not all-inclusive. The District may revise, remove, or add charges as necessary to reflect current operational needs and cost recovery requirements. From time to time, the District updates its fees and charges by ordinance or resolution consistent with applicable law. A rate sheet summarizing fees/charges currently in effect is available on the District's website, at www.rainbowmwd.com.

Service Fees and Charges			
Delinquency rate	5%, 1.5%*		
Returned check	\$	32	
Locked meter turn-on	\$	85	
After hours turn-on	\$	254	
New account set-up	\$	23	
Cut padlock	\$	113	
Release of lien	\$	77	
Lien processing	\$	77	
Fire standby (monthly)	\$	5	
Bypass meter (monthly)	\$	10	
Fire Service Only Meter	\$	10	
Tax roll unpaid water/sewer	\$	103	
Backflow inspections (Non-compliance)	\$	137	
Backflow testing (monthly) - 5/8" - 2"	\$	5.83	
Backflow testing (monthly) 3"-6"	\$	9.58	
Meter tampering/unauthorized reconnection	\$130/\$700/\$1,300	+	Actual cost in units
Water theft/unauthorized use by means other than meter tampering	\$1,000/\$2,000/\$3,000	+	Actual cost in units
Unauthorized fire hydrant use, fire hydrant meter use, or fire detector check use	\$2,500/\$5,000/\$10,000	+	Actual cost in units
Unauthorized use/damage to District property	\$ 500	+	Actual cost of damage
Fire flow test	\$	450	
Meter obstruction	\$	350	
Meter Testing Charge			
1" or smaller	\$	150	
1.5" to 2"	\$	213	
3" to 6"	\$	439	
Service Availability Letters			
Minor Subdivision	\$	150	
Major Subdivision	\$	250	

*5% for first delinquency, 1.5% each month thereafter

All fees are nonrefundable and represent costs for services rendered and materials provided.

WASTEWATER CHARGES

A. MONTHLY SERVICE CHARGE PER EQUIVALENT DWELLING UNIT (EDU)

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Customer Class	(\$/EDU)	(\$/EDU)	(\$/EDU)	(\$/EDU)	(\$/EDU)
All Customer Classes	\$66.57	\$75.23	\$85.01	\$96.07	\$108.56

Future year rate increase for RMWD effective July 1, 2024, 2025, 2026, & 2027 will be a maximum revenue adjustment of 13% per year in addition to any pass through increases.

PROSPECTIVE ANNUAL RATE INCREASES VIA PASS THROUGH CHARGES

To avoid operational deficits, depletion of reserves, an inability to address infrastructure and water quality improvements, and to continue to provide a safe, reliable water supply, the District will pass through to its customers: (1) any increases in the rates imposed on the District by SDCWA, EMWD, or any other wholesale water provider; (2) any future charges and any increases to any other existing charges, including imported water charges, that are imposed on the District by SDCWA, EMWD, or any other wholesale water provider; (3) any incremental increases in the cost of energy; and (4) increases in the cost of wastewater treatment by the City of Oceanside. The foregoing are collectively referred to in this ordinance as “Pass Through Increases.” The District may annually implement the Pass Through Increases commencing January 1, 2024, 2025, 2026, 2027, & 2028.

The District may implement the Pass-Through Increases annually commencing January 1, 2024, 2025, 2026, 2027, and 2028.

Certain fees and charges established by Ordinance No. 23-04 are not for water or sewer/wastewater service (such as water and wastewater capacity/connection charges, backflow test fees, and miscellaneous charges may be updated without triggering a Proposition 218 notice and hearing process. Water and Wastewater Capacity Charges established by Resolution No. 2024-08 are located within the Rate Sheet located on the District’s website, at: <https://www.rainbowmwd.ca.gov/water-rates>

Permanent Special Agricultural Water Rates (PSAWR) were repealed pursuant to Ordinance No. 24-13.

BOARD ACTION

Item No.7.B.2

June 23, 2026

SUBJECT

CONSIDER ADOPTION OF AN ORDINANCE ESTABLISHING ADMINISTRATIVE FINES FOR WATER THEFT AND UNAUTHORIZED USE OF DISTRICT WATER FACILITIES PURSUANT TO SB 394, AND AUTHORIZING AMENDMENT TO SECTION 8.19.010 OF THE ADMINISTRATIVE CODE

BACKGROUND

The District has a fiduciary responsibility to protect public water resources, District infrastructure, and ratepayer funds. Unauthorized use of District water, meter tampering, unauthorized reconnection, unauthorized hydrant use, and damage to District facilities result in operational, administrative, legal, and financial impacts to the District.

The District currently recovers certain direct costs associated with non-standard customer requests/actions, including staff time, materials, equipment, and administrative processing. However, cost recovery alone may not provide an adequate deterrent for intentional water theft, meter tampering, unauthorized reconnection, or unauthorized use of District facilities.

California Government Code Section 53069.45, added by SB 394, signed into California Law on October 10, 2025, authorizes a local agency that provides water service to adopt an ordinance prohibiting water theft and making violations subject to administrative fines or penalties. The statute also requires the local agency to establish administrative procedures for imposition, enforcement, collection, administrative review, and hardship waiver consideration.

Government Code Section 53069.45 defines water theft by reference to Penal Code Section 498 and generally includes actions to divert, tamper with, or reconnect water utility service without authorization. For meter tampering, the statute authorizes fines up to \$130 for a first violation, \$700 for a second violation, and \$1,300 for a third or subsequent violation.

For water theft committed by means other than meter tampering, Government Code Section 53069.45 authorizes administrative penalties up to \$1,000 for a first violation, \$2,000 for a second violation, and \$3,000 for a third or subsequent violation.

In addition, Government Code Section 53069.46 authorizes enhanced administrative fines for unauthorized connection to, or unauthorized use of, a fire hydrant, fire hydrant meter, or fire detector check. These fines may be up to \$2,500 for a first violation, \$5,000 for a second violation, and \$10,000 for a third or subsequent violation.

The proposed administrative fines are separate from cost recovery charges. Government Code Section 66014 generally limits service fees to the estimated reasonable cost of providing the service. Therefore, punitive or deterrent-based fines should be separately adopted as administrative penalties, rather than treated solely as cost-of-service fees.

DESCRIPTION

Staff is recommending that the Board adopt administrative fines for water theft, meter tampering, unauthorized reconnection, unauthorized use of District water, and unauthorized use of District fire hydrants or related facilities.

The purpose of the proposed administrative fines is to deter unauthorized use of District water and infrastructure, protect public assets, and promote equitable treatment of customers. When water theft occurs, the associated impacts are not limited to the value of water taken. These incidents may also require field investigation, customer service support, finance review, meter testing, legal review, documentation, damage assessment, service interruption, and coordination with law enforcement or prosecuting authorities, where appropriate.

The recommended administrative fine structure is below:

Violation Type	First Violation	Second Violation	Third and Subsequent Violation
Meter tampering / unauthorized reconnection	\$130	\$700	\$1,300
Water theft / unauthorized use by means other than meter tampering	\$1,000	\$2,000	\$3,000
Unauthorized fire hydrant use, fire hydrant meter use, or fire detector check use	\$2,500	\$5,000	\$10,000

These administrative fines would be imposed in addition to all applicable cost recovery charges, including but not limited to:

- Estimated or actual cost of water used;
- Staff labor;
- Administrative processing;
- Field investigation;
- Meter testing;
- Repair or replacement of damaged District property;
- Locks, meters, parts, and materials;
- Equipment costs;
- Legal costs, if applicable;
- Any other costs incurred by the District as a result of the violation.

The proposed action does not replace the District's ability to recover actual costs. Rather, it establishes a separate administrative penalty framework for intentional or unauthorized conduct that affects District water service and facilities.

In addition to adding fines and administrative penalties to Appendix A of Ordinance No. 23-04, staff has incorporated policy language mirroring that of the draft ordinance into the District's Administrative Code. A redline of Administrative Code Section 8.19.010 is attached.

This matter was reviewed and discussed by the Board of Directors at the Special Board Meeting of June 9, 2026. The Board provided staff direction to proceed. The notice of intention to adopt the fees and penalties was published in the Village News on June 11 and June 18, 2026, and posted at the District headquarters as required.

ATTACHMENTS

Draft Ordinance

Administrative Code 8.19.010 redline

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

This action supports the District's long-term financial health by protecting District assets, discouraging unauthorized use of public water resources, and ensuring that costs associated with water theft and unauthorized use are not subsidized by the general rate base.

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

Option 1: Conduct a public hearing and consider adopting the proposed ordinance establishing an administrative fine schedule for water theft, meter tampering, unauthorized reconnection, unauthorized use of District water, and unauthorized fire hydrant use, with the fines taking effect on July 1, 2026. This option provides a clear enforcement framework and supports deterrence, cost accountability, and protection of District assets. Adoption of the Ordinance would also authorize amendment to Section 8.19.010 of the Administrative Code and amendment to Appendix A to Ordinance No. 23-04.

Option 2: Modify the proposed administrative fine amounts and direct staff to return with a revised fine schedule. This option allows the Board to establish different penalty amounts, provided the amounts remain within applicable statutory limits. Depending on the timing of Board direction and subsequent approval, implementation may be delayed beyond July 1, 2026.

Option 3: Maintain the existing approach and rely only on cost recovery charges. This option would result in no administrative fines taking effect on July 1, 2026, and may limit the District's ability to deter intentional water theft, unauthorized reconnection, meter tampering, and unauthorized use of District facilities.

The fiscal impact of adopting the proposed administrative fine schedule is expected to be positive but limited. The purpose of the fines is deterrence and enforcement, not revenue generation. Any administrative fine revenue would depend on the number and severity of violations. Cost recovery charges would continue to be assessed separately to recover actual District costs.

STAFF RECOMMENDATION

Staff recommends that the Board of Directors:

1. Adopt the proposed Ordinance establishing an administrative fine schedule for water theft, meter tampering, unauthorized reconnection, unauthorized use of District water, and unauthorized use of District fire hydrants or related facilities taking effect on July 1, 2026, and authorizing amendment to Section 8.19.010 of the Administrative Code.



Konstatnin Shilkov, CPA
Chief Financial Officer

06/23/2026

Ordinance No. 26-10

Ordinance of the Board of Directors of the Rainbow Municipal Water District Prohibiting Water Theft, Unauthorized Use, And Tampering and Authorizing Amendment to the Administrative Code Section 8.19.010 and Appendix A to Ordinance No. 23-04

WHEREAS, the Rainbow Municipal Water District ("District") is organized under the Municipal Water District Act of 1911 and is classified as a district;

WHEREAS, under California Water Code Section 71600-71601, a municipal water district is authorized to adopt and enforce ordinances establishing rules and regulations for the water it delivers;

WHEREAS, under, California Government Code Section 61060(b), the District is authorized to adopt and enforcement by ordinance rules and regulations related to its water service powers;

WHEREAS, the District is further authorized by California Government Code Section 61064(a) to declare violations of its ordinances to be misdemeanors pursuant to Section 19 of the California Penal Code;

WHEREAS, California Penal Code Section 498 prohibits the theft of utility services, including water;

WHEREAS, California Penal Code Section 624 prohibits every person from willfully damaging, tampering with, or digging up water pipes or waterworks;

WHEREAS, California Penal Code Section 625 prohibits every person who, with intent to defraud or injure, opens or causes to be opened, or draws water from any disconnected utility connection after having been notified that the same has been closed or shut for specific cause, by order of competent authority;

WHEREAS, any person who violates California Penal Code Sections 498, 624, or 625 is guilty of a misdemeanor;

WHEREAS, California Civil Code Section 1882 et seq. authorizes the Rainbow Municipal Water District ("District") to bring a civil action for damages against any person who commits, authorizes, solicits, aids, abets, or attempts any of the following acts:

- (a) Diverts, or causes to be diverted, water services by any means whatsoever;
- (b) Makes, or causes to be made, any connection or reconnection with property owned or used by the District to provide water service without the authorization or consent of the District;
- (c) Prevents any District meter, or other device used in determining the charge for water services, from accurately performing its measuring function by tampering or by any other means;
- (d) Tampers with any property owned or used by the District to provide water services; or
- (e) Uses or receives the direct benefit of all, or a portion, of the water service with knowledge of, or reason to believe that the diversion, tampering, or unauthorized connection existed at the time of the use, or that the use or receipt, was without the authorization or consent of the District;

WHEREAS, pursuant to California Government Code Section 53069.4, the District may, by ordinance, make the violation of any ordinance enacted by its Board of Directors subject to a civil administrative fine or penalty;

WHEREAS, pursuant to California Government Code Section 53069.45, the District may, by ordinance, make the violation of any ordinance enacted by its Board of Directors subject to a civil administrative fine or penalty;

WHEREAS, Article X, Section 2, of the California Constitution declares that the general welfare requires that water resources be put to beneficial use; waste or unreasonable use, or unreasonable method of use, of water be prevented; and conservation of water be fully exercised with a view to the reasonable and beneficial use thereof;

WHEREAS, pursuant to AB 2505, which amended Section 53069.45 to the California Government Code, the District may adopt an ordinance that prohibits water theft, subject to an administrative fine or penalty for violation of that ordinance;

“WHEREAS, pursuant to Government Code Section 53069.46, as added by SB 394, the District may adopt an ordinance prohibiting unauthorized connection to a fire hydrant, including unauthorized use of a fire hydrant, fire hydrant meter, or fire detector check, and may impose administrative fines or penalties for violations;

WHEREAS, because water is a vital resource, the District has determined that it is appropriate to impose civil administrative fines for the theft of water to protect this vital resource;

WHEREAS, the District's Board of Directors finds that this Ordinance is in the best interest of the District to protect the health, safety and welfare of the community; and

WHEREAS, the District's Board of Directors finds that this Ordinance is consistent with state law and the policies of the District.

BE IT ORDAINED BY THE BOARD OF DIRECTORS OF THE RAINBOW MUNICIPAL WATER DISTRICT as follows:

Section 1. Recitals.

The District hereby finds and determines that the above recitals are true and correct and are incorporated herein.

Section 2. Amendment to Unauthorized Fire Hydrant Use Regulations

The Board of Directors hereby amends Appendix A to Rainbow Municipal Water District Ordinance No. 23-04,

- (a) Except as provided herein, no person shall use water from a fire hydrant for any purpose other than fire suppression.
- (b) Temporary service may be provided through a fire hydrant in accordance with the applicable provisions of the Rainbow Municipal Water District's Administrative Code; If a customer does not apply for and receive permission from the District to utilize a hydrant for any stated purpose prior to use of the hydrant, the use of water from the hydrant shall be subject to the penalties set forth in Appendix A to Ordinance No. 23-04.

- (c) When it is found that a fire service or a fire hydrant has been used for any purpose other than for suppression, or if there has been unauthorized use of a fire hydrant, fire hydrant meter, or fire detector check, or a single service has exceeded the allowable capacity of the by-pass meter, the District may charge an administrative penalty as set forth in Appendix A to Rainbow Municipal Water District Ordinance No. 23-04,
- (d) If repeated unauthorized use of a fire service or hydrant occurs, the General Manager shall notify the fire department and the occupant of the properties served by the fire service or fire hydrant that within 10 days the fire service or fire hydrant shall be disconnected until all charges for each violation have been paid and until assurances, satisfactory to the General Manager, have been given that no further unauthorized use will occur.

Section 3. Adoption of Water Theft Regulations and Administrative Penalties

The Board of Directors hereby amends the Rainbow Municipal Water District Administrative Code ("Administrative Code") to add the following definitions to Section 8.19.030 - Water Theft, to be used to interpret the provisions in addition to the definitions set forth elsewhere in the Administrative Code.

- (a) "Water theft" means an action to divert, tamper, or reconnect water utility services, as defined in Section 498 of the Penal Code, and includes all of the following:
 - 1. Diverting or causing to be diverted any District services, by any means.
 - 2. Preventing any utility meter, or other device used in determining the charge for services, from accurately performing its measuring function by tampering or by any other means.
 - 3. Tampering with any property owned by or used by the District to provide services.
 - 4. Making or causing to be made any connection with or reconnection with property owned or used by the District to provide services without the authorization or consent of the District.
 - 5. Using or receiving the direct benefit of all or a portion of water utility services with knowledge or reason to believe that the diversion, tampering, or unauthorized connection existed at the time of that use, or that the use or receipt was otherwise without the authorization or consent of the District; and,
 - 6. Unauthorized use of a fire hydrant for any purpose other than active firefighting.
- (b) "Divert" means to change the intended course or path of water or sewer without the authorization or consent of the District.
- (c) "Tamper" means to rearrange, injure, alter, interfere with, or otherwise prevent from performing a normal or customary function.
- (d) "Reconnection" means the reconnection of service by a customer or other person after service has been lawfully disconnected by the District.

In addition to any other remedies provided in this Section or available under applicable law, the District may also seek injunctive relief in the Superior Court or take enforcement action. All remedies provided herein shall be cumulative and not exclusive.

The District's General Manager is hereby declared and appointed as the enforcement officer of this Section and shall be empowered to take such other actions as authorized herein, or as may otherwise be authorized by the District's Board of Directors or be reasonably necessary for enforcement of the Section.

The Board of Directors authorizes the addition of Section 8.19.040 – Payment and Appeals Procedure:

The District shall calculate the amount of any damages and penalty(ies) to be imposed, and shall send a bill to the customer, or if the offender is not a customer of record, an invoice for payment of damages or penalty(ies) may be sent to the offender, water user, or recipient.

- (a) All costs relating to the District's processing and handling of the water theft, investigation and enforcement thereof, and potential charges for reestablishment of service, shall be borne by the party having responsibility for the water account at the time of the water theft, or if there is no customer of record, by the offender, water user or recipient. These charges include, but are not limited to, service call charges, water charges, turnoff of service, charges for damage to District facilities and equipment, and plug or termination fees. Before the meter will be replaced and service reestablished, the party requesting service, if in any way involved in or related to, or associated with, parties involved in the water theft, shall deposit twice the average bi-monthly water bill, plus the standard meter reinstallation fee, in addition to all service call charges, and an amount representing any damage to District property.
- (b) Any person (an "Appellant") who wishes to appeal the imposition of an administrative penalty imposed by the District pursuant to this article shall comply with the following procedures:
 - 1. The Appellant shall submit an appeal request to the District General Manager no later than fifteen (15) calendar days from the date of the bill or invoice sent to the customer or offender.
 - 2. A response to the appeal request shall be provided by the District within thirty (30) calendar days from receipt of the appeal request.
- (c) The Appellant may request to provide evidence in writing or in person in support of his or her appeal.
- (d) The decision by the District's General Manager shall be final.
- (e) Within ten (10) days after any denial of an appeal, the Appellant shall pay any penalty(ies) imposed by the District.
- (f) The provisions of Section 1094.6 of the California Code of Civil Procedure shall be applicable to judicial review of the decision.

Section 4. Penalties

Water theft is prohibited. Violations may be referred to the appropriate prosecuting agency and may be prosecuted as misdemeanors where authorized by applicable law.. The District may report any water theft to the appropriate prosecuting agency and press for prosecution of said activity pursuant to the Penal Code. In addition to pursuing criminal penalties, the District may, upon discovering water theft, also pursue the following remedies or other remedies available at law or equity:

- (a) If water theft is committed by meter tampering, the customer or perpetrator will be charged an administrative penalty of up to:
 - 1. \$130 for the first violation.
 - 2. \$700 for the second violation within a one-year period of the first violation.
 - 3. \$1,300 for each violation thereafter within a one-year period of the first violation.
- (b) If water theft is committed by any means other than meter tampering, the customer or perpetrator will be charged an administrative penalty of up to:
 - 1. \$1,000 for the first violation.
 - 2. \$2,000 for the second violation within a one-year period of the first violation.
 - 3. \$3,000 for each violation thereafter within a one-year period of the first violation.
- (c) If water theft is committed via the unauthorized connection to a fire hydrant, the customer or perpetrator will be charged an administrative penalty of up to:

1. \$2,500 for the first violation.
 2. \$5,000 for the second violation within a one-year period of the first violation.
 3. \$10,000 for the third violation and each additional violation without the one-year limitation
- (d) The above penalties are the maximum amounts allowed under Government Code Sections 53069.45 and 53069.46, as may be amended, and shall be revised to correspond to the maximums allowed thereunder without further adoption by ordinance.
- (e) A "Notice of Violation" will be mailed and delivered when the violation is discovered by the District. The notice shall include a warning that further violation could result in stricter penalties as set forth herein and established in Appendix A to Ordinance No. 23-04.
- (f) Customers shall be encouraged to report violations to the District.
- (g) Customers may appeal enforcement fines to the General Manager. The District's General Manager may grant hardship waivers to reduce the amount of the fine imposed for water theft upon a showing by the responsible party the payment of the full amount of the fine would impose an undue financial burden on the responsible party. Requests for a hardship waiver must be submitted within ten (10) days of receiving the Notice of Violation. Such waivers may be granted only upon written application therefor. Upon granting such a waiver, the District's General Manager may impose any conditions he or she determines to be just and proper.

Section 5. Conflicting Provisions

If provisions of this Ordinance are in conflict with each other, other provisions of the District's Code, regulations or policies, any other resolution or ordinance of the District, or any state law or regulation, the more restrictive provisions shall apply.

Section 6. Severability

If any provision, section, subsection, sentence, clause or phrase or sections of this ordinance, or the application of same to any person or set of circumstances, is for any reason held to be unconstitutional, void or invalid, the invalidity of the remaining portions of this Ordinance shall not be affected, it being the intent of the Board of Directors in adopting this Ordinance that no portions, provisions or regulations contained herein shall become inoperative, or fail by reason of the unconstitutionality of any other provision hereof, and all provisions of this Ordinance are declared to be severable for that purpose.

Section 7. Publication and Posting

Notice of Public the Public Hearing held on June 23, 2026 was published at least five (5) days prior to the date of adoption hereof in a newspaper of general circulation printed and a copy of the full text was posted at the District office at least five (5) days prior to the meeting.

Section 8. Effective Date.

This Ordinance shall become effective upon adoption.

ATTEST:

Hayden Hamilton, Board President

Terese Quintanar, District Secretary

Section 8.19.010

By-Pass

No by-pass, cross-connection or other connection between the meter and the District's mains, or directly to the District's mains, shall be made, installed or maintained by any unauthorized individual.

Section 8.19.020

Tampering

"Tamper" means to rearrange, injure, alter, interfere with, or otherwise prevent from performing a normal or customary function.

"Reconnection" means the reconnection of service by a customer or other person after service has been lawfully disconnected by the District

Tampering with, injuring in any way District facilities, reconnection of a service or changing the adjustment on any meter register is prohibited. The District may immediately shut off the water of any Customer violating this rule.

Notwithstanding anything set forth in these Policies, the valve installed on the discharge side of the meter or service connection is the Customer's responsibility to operate and maintain. However, the Customer shall not remove the valve from the installation.

Section 8.19.030

Water Theft

Water theft is prohibited. Each act of water theft constitutes a misdemeanor. Any individual found stealing water from District facilities may be reported to appropriate authorities and a written "Notice of Violation" will be mailed to the offender. The notice shall include a warning that further violation could result in stricter penalties as set forth in Ordinance No. 26- xx, and Appendix A to Ordinance No. 23-04. notice stating the nature of the violation including any associated fines will be mailed to the offender. District will determine all fines based on the extent of the violation with a minimum of \$500 in accordance with theft regulations and administrative penalties as established in Ordinance No. 26- xx, and Appendix A to Ordinance No. 23-04.

(a) "Water theft" means an action to divert, tamper, or reconnect water utility services, as defined in Section 498 of the Penal Code, and includes all of the following:

1. Diverting or causing to be diverted any District services, by any means.
2. Preventing any utility meter, or other device used in determining the charge for services, from accurately performing its measuring function by tampering or by any other means.
3. Tampering with any property owned by or used by the District to provide services.
4. Making or causing to be made any connection with or reconnection with property owned or used by the District to provide services without the authorization or consent of the District.
5. Using or receiving the direct benefit of all or a portion of water utility services with knowledge or reason to believe that the diversion, tampering, or unauthorized connection existed at the time of that use, or that the use or receipt was otherwise without the authorization or consent of the District; and,
6. Unauthorized use of a fire hydrant for any purpose other than active firefighting.

(b) "Divert" means to change the intended course or path of water or sewer without the authorization or consent of the District.

In addition to any other remedies provided in Ordinance No. 26- xx, and Appendix A to Ordinance No. 23-04 or available under applicable law, the District may also seek injunctive relief in the Superior Court or take enforcement action. All remedies provided herein shall be cumulative and not exclusive.

The District's General Manager is hereby declared and appointed as the enforcement officer of this Section and shall be empowered to take such other actions as authorized, or as may otherwise be authorized by the District's Board of Directors or be reasonably necessary for enforcement of the Section.

Customers shall be encouraged to report violations to the District.

Section 8.19.040 **Payment and Appeals Procedure**

The District shall calculate the amount of any damages and penalty(ies) to be imposed, and shall send a bill to the customer, or if the offender is not a customer of record, an invoice for payment of damages or penalty(ies) may be sent to the offender, water user, or recipient.

(a) All costs relating to the District's processing and handling of the water theft, investigation and enforcement thereof, and potential charges for reestablishment of service, shall be borne by the party having responsibility for the water account at the time of the water theft, or if there is no customer of record, by the offender, water user or recipient. These charges include, but are not limited to, service call charges, water charges, turnoff of service, charges for damage to District facilities and equipment, and plug or termination fees. Before the meter will be replaced and service reestablished, the party requesting service, if in anyway involved in or related to, or associated with, parties involved in the water theft, shall deposit twice the average bi-monthly water bill, plus the standard meter reinstallation fee, in addition to all service call charges, and an amount representing any damage to District property.

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(b) Any person (an "Appellant") who wishes to appeal the imposition of an administrative penalty imposed by the District pursuant to this article shall comply with the following procedures:

1. The Appellant shall submit an appeal request to the District General Manager no later than fifteen (15) calendar days from the date of the bill or invoice sent to the customer or offender.

2. A response to the appeal request shall be provided by the District within thirty (30) calendar days from receipt of the appeal request.

(c) The Appellant may request to provide evidence in writing or in person in support of his or her appeal.

(d) The decision by the District's General Manager shall be final.

(e) Within ten (10) days after any denial of an appeal, the Appellant shall pay any penalty(ies) imposed by the District.

(f) The provisions of Section 1094.6 of the California Code of Civil Procedure shall be applicable to judicial review of the decision.

**MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
RAINBOW MUNICIPAL WATER DISTRICT
MAY 26, 2026**

1. **CALL TO ORDER** - The Regular Meeting of the Board of Directors of the Rainbow Municipal Water District on May 26, 2026, was called to order by President Hamilton at 1:00 p.m. in the Board Room of the District, 3707 Old Highway 395, Fallbrook, CA 92028. President Hamilton presided.

2. **ROLL CALL:**

Present: Directors Hamilton, Mack, Irvine, Hoffman, Townsend-Smith (arrived at 1:03 p.m.)

Also Present: General Manager Wiley, Legal Counsel Smith, Administrative Services Manager Harp, Information Technology Manager Khattab, District Secretary Quintanar, Administrative Analyst Weber, Chief Operations Manager Gutierrez, Finance Manager Shilkov, Engineering & CIP Manager Williams, Safety and Risk Management Officer Johnson, Purchasing and Inventory Control Specialist Daugherty, Human Resources Specialist Ramirez

**Also Present in Person,
Via Teleconference or**

Video Conference: Sr. Project Manager Tamimi, Administrative Analysts Barrow and Montano, Anthony Herda, Trent Brudin – ERSC, Julie Johnson, Scott Manno - Rogers Anderson Malody & Scott LLP (RAMS), Sirisha Nerella, Jeff Woldhuis, and Nancy Rorabaugh- Opterra Energy Services, Michael Miller

3. **PLEDGE OF ALLEGIANCE**

4. **ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)**

There were none.

5. **APPROVAL OF THE AGENDA**

Motion: To approve the Agenda as presented.

Action: Approve, Moved by Director Mack, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 4)

Ayes: Directors Hamilton, Mack, Hoffman, and Irvine

6. **PUBLIC COMMENT**

Julie Johnson commented on the two-year budget and relayed her appreciation for the District's leadership and staff for efforts to maximize resources and keep water rates down. She stated that the feedback from ratepayers had been taken seriously and that every small savings helps. She referenced Attachment G of the Financial Statements and commented that Fiscal Year 2025/26 Board reimbursement totals indicate that some Directors have consistently submitted

significantly higher reimbursement and compensation claims than others. She encouraged the Board to review its compensation policy, Administrative Code Section 2.03.010.

7. EMPLOYEE RECOGNITIONS

A. Karleen Harp – 10 Years

Mr. Wiley acknowledged Karleen Harp's ten-year milestone with the District, her skills and her role in making the District shine and consistently improve. Mr. Wiley highlighted Ms. Harp's leadership of Human Resources, Safety and Risk Management, and Public Relations. He also noted her commitment to employee development and her contributions as a member of the executive team. President Hamilton added that she has been a tremendous aid to the Board of Directors as well.

8. PUBLIC HEARING

A. Public Hearing to Solicit Public Input on the Draft 2025 Urban Water Management Plan (UWMP) Including Discussion and Consider Adoption of a Resolution Approving the District's Draft 2025 UWMP (UWMP)

President Hamilton opened the public hearing at 1:11 p.m., and opened the hearing to comments. There were no comments from members of the public, staff or Board of Directors. The Public Hearing was closed at 1:14 p.m.

Anthony Herda, with ERSC provided a presentation including information about the compliance requirements, creation of, and administration of the Urban Water Management Plan, which is to be adopted every five years. He explained that minor additions would be added to the Plan after adoption of the public draft. The Plan is comprised of two components; the Urban Water Management Plan and the Water Shortage Contingency Plan.

The draft plans were presented to the Engineering and Operations Committee on May 5, 2026, provided for public review, and a notice of the availability of the Plan was published in the Village News.

Motion: To approve Option 1; Adoption of Resolution No. 2026-06 Adopting the 2025 Urban Water Management Plan (UWMP) with amendments presented at the public hearing and the determination that the action identified herein does not constitute a "project" as defined by CEQA.

Action: Approve, Moved by Director Townsend-Smith, Seconded by Director Irvine

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

9. CONSENT CALENDAR

A. APPROVAL OF:

1. April 28, 2026, Regular Board Meeting Minutes
2. May 5, 2026, Engineering & Operations Committee Meeting Minutes
3. May 12, 2026, Special Board Meeting/Budget Workshop Meeting Minutes
4. May 19, 2026, Communication & Customer Service Committee Meeting Minutes
5. Notice of Completion and Acceptance of the Manual Transfer Switches at Morro Hills, Vallecitos, and Rainbow Hills Pump Stations Project

Motion: To approve the Consent Calendar, including meeting minutes of April 28, 2026, May 5, 2026, May 12, 2026, and May 19, 2026, Notice of Completion and Acceptance of the Manual Transfer Switches at Morro Hills, Vallecitos, and Rainbow Hills Pump Station Project

Action: Approve, Moved by Director Irvine, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

10. ACTION ITEMS

- A. Consider Approval of Award of Contract with Rogers Anderson Malody & Scott LLP (RAMS) for Independent Auditing Services

Finance Manager Shilkov described the bid process, review of bids, and considerations involved in the selection of staff's recommendation. The proposal submitted by Rogers Anderson Malody & Scott LLP (RAMS) was most in alignment with the District's needs. A five-year professional services agreement for independent auditing services was proposed, covering fiscal years ending June 30, 2026 through June 30, 2030. The agreement includes annual financial statement audits, State Controller reporting, support for the preparation and review of the District's Annual Comprehensive Financial Report (ACFR), and the flexibility to renew year by year, adding additional services if needed. The District will save approximately \$5,510 per year compared to the current auditor, LSL's proposal, over the next five years. Over the five-year period, the total cost savings would be approximately \$26,810.

Motion: To approve Option 1, a Professional Services Agreement with RAMS for independent auditing services for fiscal years ending June 30, 2026- June 30, 2030, subject to final contract negotiations and approval as to form by legal counsel, and renewable on an annual basis

Action: Approve, Moved by Director Irvine, Seconded by Director Hoffman

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

- B. Consider Adoption of a Resolution Approving a Successor Memorandum of Understanding Between the Rainbow Municipal Water District and the Rainbow Association of Supervisors and Confidential Employees

Administrative Services Manager Harp explained that this is one of two Memorandum of Understandings (MOU) presented, and the negotiation process began in February. Both bargaining units voted and approved the amendments last week. The proposed successor MOU covers the period of July 1, 2026, through June 30, 2031. Ms. Harp highlighted the changes incorporated into the draft presented.

Motion: To adopt Resolution No. 2026-07, Approving a Successor Memorandum of Understanding Between the Rainbow Municipal Water District and the Rainbow Association of Supervisors and Confidential Employees

Action: Approve, Moved by Director Townsend-Smith, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

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- C. Consider Adoption of a Resolution Approving a Successor Memorandum of Understanding Between the Rainbow Municipal Water District and the Rainbow Employees' Association

Administrative Services Manager Harp explained that all of the terms are identical to the RASCE MOU.

Motion: To Adopt Resolution No. 2026-08, Approving a Successor Memorandum of Understanding Between the Rainbow Municipal Water District and the Rainbow Employees' Association

Action: Approve, Moved by Director Townsend-Smith, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

- D. Consider Adoption of a Resolution Adopting the Fiscal Year 2026/27 and Fiscal Year 2027/28 Budgets

General Manager Wiley acknowledged staff's efforts to compile the two-year budget and provided background on the budget review process to date. Finance Manager Shilkov explained the cost drivers, assumptions, considerations, and challenges. Several internal cost savings measures were identified and implemented as part of the process.

In response to the Board's concerns and requests, staff reviewed the fixed and variable fees to find a solution that balances affordability for customers and preserves an appropriate cost-recovery structure. Several options were presented, with the preferred being to increase variable rates by 5% and fixed rates by 2.9% effective January 1, 2027, and to increase variable rates by 5% and fixed rates by 3.8% effective January 1, 2028. This option reflected a limited pass-through approach tied primarily to increased wholesale water costs. It reduces the District's overall effective water rate increase to approximately 4%. Staff believes this option strikes an appropriate balance between limiting customer impacts, maintaining a reasonable relationship between fixed and variable cost recovery, continuing to promote modest reserve recovery, placing higher reliance on water sales, and being solidly within the framework of the 2023 Cost-of-Service Study. This includes absorbing the 6.2% increase from MWD, with the help of lower water purchase costs through Eastern Municipal Water District (EMWD). There was no recommendation to change the Wastewater Rate increases previously approved. It was noted that the Fixed Water Rates have not changed for 30 months, and are now only increasing by a small amount. Discussion ensued.

Motion: To approve Option 2: Adoption of Resolution No. 2026-09 approving the Fiscal Year 2026/27 and Fiscal Year 2027/28 Budgets, including the operating, non-operating, debt service, reserve, and capital improvement components, and proposed water rate adjustments.

Action: Approve, Moved by Director Townsend-Smith, Seconded by Director Hoffman

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

- E. Consider Adoption of an Ordinance Authorizing Amendment to Section 3.01.010 – Regular Meetings

Mr. Wiley explained that by adding the wording to the Administrative Code, closed session matters can be attended to prior to the established 1:00 p.m. Regular Meeting start time for the public portion of agendas, providing additional flexibility while limiting inconvenience to members of the public attending.

Motion: To Adopt Ordinance No. 26-07, authorizing amendment to Section 3.01.010 of the Administrative Code- Regular Meetings

Action: Approve, Moved by Director Irvine, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

- F. Consider Approval of a Policy for Credit Card Processing Service Fees and Adoption of an Ordinance Authorizing Amendment to Administrative Code Sections 8.12.0.0 and 9.02.270

Mr. Wiley explained that the District incurred credit card processing fees associated with 36,991 credit card transactions in 2025 totalling approximately \$8,228 per month and approximately \$2.67 per credit card transaction. In the current FY 2026, costs have increased to an average of \$11,876 per month, or approximately \$142,512 per fiscal year. Continuing to absorb these costs requires all customers to subsidize an optional payment method used only by customers who elect to pay by credit card. Staff recommended adoption of a policy authorizing the District to discontinue absorbing credit card processing fees and implement a 2.95% credit card processing service fee for customers who elect to pay utility bills by credit card, effective August 3, 2026. Customers will be notified well in advance, via multiple methods.

Motion: To adopt Ordinance No. 26-08, authorizing amendment to Sections 8.12.020 – 9.02.270 of the Administrative Code

Action: Approve, Moved by Director Irvine, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

11. PRESENTATION

- A. Review the Opterra Energy Services Proposed Projects

Nancy Rorabaugh explained that revisions to the presentation had been made since providing it to the District. She stated that the goal of the Opterra team is to find a comprehensive energy program that pays for itself, reduce staff time, and provide all of the services from design to permitting, and implementation. Through ongoing work with staff to determine what best fits the needs, a program was developed that she believes addresses the District's operational and financial objectives. The timing proposed includes a presentation to the Board and staff prior to the June 23, 2026 Regular Board meeting, so the Board can hear all of the details and pose questions, then to return for consideration of approval at the June Board Meeting. Should the Board choose to approve the contract at that time, a "safe harbor" for the Inflation Reduction Act funding could be secured. Project completion would be estimated to be in the first quarter of 2028. There are various options for solar and other suggested elements to consider.

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Mr. Wiley explained that ongoing review, conversations and refinements have been made and a solution for financing the work without jeopardizing the District's badly needed capital improvements is essential.

In regard to financial risks, Ms. Rorabaugh stated that Opterra Energy Services is so confident in the receipt of Inflation Reduction Act funding that Opterra will assume a risk of up to \$1.6M, should the funding not be awarded.

Brief discussion ensued, concerning application of power produced, location of facilities, break even timeframes, long-term savings, and product guarantees. A third-party was utilized to review and validate the proposal, with favorable review. More detail will be presented at a Special Board Meeting to be called on June 9, 2026.

12. INFORMATION ITEMS

There were no questions.

13. REPORTS & COMMENTS

Mr. Wiley reported that there was an increase in State Water Project allocation from 30-45%. Every 5% is equivalent to 100,000 acre feet that Metropolitan Water District (MWD) can purchase from the State Water Project. MWD will be storing water for the third straight year. Lake Oroville is 98% full, and Lake Shasta and the Diamond Valley Reservoir are full. The upper and lower basin states have been unable to reach an agreement on curtailment and an operation plan beyond October of this year, despite the lower states offering significant cuts. There is concern for the impacts on power generation and impacts to MWD.

He continued that locally, discussions and progress continues regarding a program for agricultural customers, similar to CropSWAP, to be funded by MWD under their water savings program.

Some hurdles have been experienced by staff with efforts to develop a Low Income assistance program for our Customers. SDG&E is not willing to share information on their qualifying customers. Efforts continue on how to implement a program in the most efficient and convenient way for our customers.

Legal Counsel Smith summarized the memorandum included in the meeting packet regarding the California Supreme Court's ruling clarifying the scope of records-retention obligations and declaratory-relief rights under the California Public Records Act (CPRA).

Director Irvine extended his appreciation for Karleen Harp's expertise. Director Townsend-Smith inquired about the Village News Press Release regarding recent fires, and complimented staff for the diligent work being done with Opterra Energy Services. Director Hoffman commented on her recent attendance of the WEF Bay Delta Tour. There was an abundance of information relayed, which she will share with the Board and staff in the future.

President Hamilton reported on his attendance of the CSDA Chapter Dinner Meeting and discussion topics.

Mr. Wiley reported that LAFCO recently "shelved" the draft Municipal Service Review (MSR) for the San Diego County Water Authority (SDCWA) for four years. The SDCWA has not yet announced its planned rate increase.

An EMWD Ad hoc meeting was held this month, where MWD rates and efforts on a program similar to CropSWAP was discussed. EMWD's MWD representative, Phil Paule submitted a letter on behalf of our joint agency efforts requesting MWD's consideration to resurrect the Interruptible Discount Ag Rate.

Director Mack reported on his attendance of the ACWA JPIA Summit and ACWA Conference. During the JPIA session, Rainbow Water was awarded recognition for its Safety Management System, which is a cloud-based software for centralizing, finding, and tracking information that is accessible by field staff on mobile devices. He also reported on drought theories shared by ACWA Conference speakers.

14. REQUESTS TO ATTEND UPCOMING MEETINGS / CONFERENCES / SEMINARS

There were none requested.

15. SUGGESTED AGENDA ITEMS FOR THE NEXT REGULAR BOARD MEETING

The Board's compensation policy will be reviewed, as well as additional information related to energy projects proposed by Opterra Energy Services.

16. CLOSED SESSION

The Board and appropriate staff adjourned to closed session at 3:10 p.m. to discuss:

- A. CONFERENCE WITH LEGAL COUNSEL – Anticipated Litigation Significant Exposure to Litigation Pursuant to Government Code section 54956.9(d)(2) (1 case)
- B. CONFERENCE WITH REAL PROPERTY NEGOTIATORS (Gov. Code Section 54956.8)
Property: APNs 127-071-05 and 127-071-06, Agency Negotiator Jake Wiley, Negotiating Party: Don Dabbs, Under Negotiation: Price

The Board reconvened to open session at 3:40 p.m. There was no reportable action taken.

17. ADJOURNMENT - The meeting was adjourned at 3:41 p.m., to a regular meeting on June 23, 2026, at 1:00 p.m.

Hayden Hamilton, Board President

Terese Quintanar, District Secretary

**MINUTES OF THE SPECIAL BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
RAINBOW MUNICIPAL WATER DISTRICT
JUNE 9, 2026**

1. **CALL TO ORDER** - The Special Meeting of the Board of Directors of the Rainbow Municipal Water District on June 9, 2026, was called to order by President Hamilton at 1:00 p.m. in the Board Room of the District, 3707 Old Highway 395, Fallbrook, CA 92028. President Hamilton presided.

2. **ROLL CALL:**

Present: Directors Hamilton, Mack, Townsend-Smith (attended remotely), Irvine, Hoffman

Also Present: Legal Counsel Smith, Administrative Services Manager Harp, Information Technology Manager Khattab, District Secretary Quintanar, Chief Operations Manager Gutierrez, Finance Manager Shilkov, Engineering & CIP Manager Williams

Also in Person,

Via Teleconference or

Via Video Conference: Sr. Project Manager Tamimi, Administrative Analyst Montano, Julie Johnson, Sirisha Nerella, Jeff Woldhuis, and Nancy Rorabaugh- Opterra Energy Services, Dr. Lon House, public

3. **PLEDGE OF ALLEGIANCE**

4. **APPROVAL OF THE AGENDA**

Motion: To approve the Agenda as presented.

Action: Approve, Moved by Director Mack, Seconded by Director Hamilton

Vote: Motion carried by unanimous vote (summary: Ayes = 5)

Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

5. **PUBLIC COMMENT**

Julie Johnson addressed the Board regarding the need for additional transparency concerning expenses incurred by Board Members for meetings and conferences. She suggested that the monthly expense reimbursement report be posted on the District's website. She also noted that there is limited information regarding the benefits derived from attendance at conferences and community meetings.

6. **ACTION ITEMS**

- A. Consider the Establishment of Administrative Fines for Water Theft and Unauthorized Use of District Water Facilities Pursuant to SB 394

California Government Code Section 53069.45, added by SB 394, authorizes a local agency to adopt an ordinance prohibiting water theft and making violations subject to administrative fines or

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penalties. The statute also requires the local agency to establish administrative procedures for imposition, enforcement, collection, administrative review, and hardship waiver consideration. It also defines water theft by reference to Penal Code Section 498 and generally includes actions to divert, tamper with, or reconnect water utility service without authorization. For meter tampering, the statute authorizes fines up to \$130 for a first violation, \$700 for a second violation, and \$1,300 for a third or subsequent violation. For water theft committed by means other than meter tampering, administrative penalties up to \$1,000 for a first violation, \$2,000 for a second violation, and \$3,000 for a third or subsequent violation are authorized. In addition, the Code authorizes enhanced administrative fines for unauthorized connection to, or unauthorized use of, a fire hydrant, fire hydrant meter, or fire detector check. These fines may be up to \$2,500 for a first violation, \$5,000 for a second violation, and \$10,000 for a third or subsequent violation.

The proposed administrative fines are separate from cost recovery charges, and service fees are limited to the estimated reasonable cost of providing the service. Therefore, punitive or deterrent-based fines should be separately adopted as administrative penalties, rather than treated solely as cost-of-service fees. These fines would be separate from any other damage or water loss.

Discussion ensued and staff answered several questions regarding internal protocols. Staff was directed to proceed with presenting this matter at a public hearing.

B. Consider Fee for Service Update for Fiscal Year 2026-2027

As part of the District's fiduciary responsibility and commitment to long-term financial sustainability, staff annually reviews service-based fees intended to recover the District's reasonable costs.

Finance Manager Shilkov explained proposed updates to certain existing service fees to support cost recovery based on updated labor rates, operational requirements, materials, and administrative processing costs, which are not subject to Proposition 218 notification. The proposed fees are calculated to recover the reasonable cost of providing the applicable service and are not intended to generate revenue beyond cost recovery. Without appropriate service-based fees, these costs may be subsidized by the general rate base.

Direction was given to staff to review the proposed increase amounts to ensure necessity and accuracy of cost recovery for engineering related fees and deposits, in particular.

C. Review and Discuss Board Compensation Policy – Section 2.03.010 Remuneration and Reimbursement

Mr. Williams introduced the item, which had been requested by the Board for discussion regarding increasing the number of compensated meetings per month and reviewing the per-meeting compensation amount. President Hamilton noted that information from some neighboring special districts is not reflected in the information provided, and that he considers the District's compensation to be in line with other special districts. He expressed dissatisfaction that this discussion is occurring after adoption of the annual budget.

Director Irvine suggested review and potential parameters regarding the number of conferences attended each year, and to also take travel distance into consideration. He further suggested that the types of meetings eligible for compensation should not be so narrowly defined in the Administrative Code.

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Directors Hoffman and Townsend-Smith expressed interest in increasing the number of meetings compensated per month to eight.

Director Mack recalled periods of lower participation and attendance in prior years and emphasized the importance of maintaining the District's representation at meetings and conferences. A per year limit of conferences attended may hinder representation by those willing to attend.

Julie Johnson commented that attendance of ACWA and CSDA conferences offers immense benefits, including professional growth, representation of our agency, and learning from other professionals in the industry. She relayed that representatives attending need to represent Rainbow Water in an interactive and professional way, and be mindful of the quality of attendance as priority, versus quantity of meetings attended. Limiting the ability to attend valuable conferences may be detrimental. She urged for focus on fulfilling the role of the board representing Rainbow Water in a professional way for every meeting compensated.

Following brief discussion, Legal Counsel Alfred Smith confirmed that compensation of one meeting per day is defined by statute.

Direction was given to staff to prepare proposed revisions to the Board Compensation Policy for consideration at a future meeting. The Board requested simplification of policy language regarding specific meetings, increasing the number of compensated meetings per month, and establishing parameters regarding attendance at local and out-of-town conferences.

D. Review and Discuss the Opterra Energy Services Proposed Projects

Engineering & CIP Manager Williams introduced Sirisha Nerella, Jeff Woldhuis, and Nancy Rorabaugh, with Opterra Energy Services, and Dr. Lon House. Ms. Rorabaugh presented an overview of the proposed project, including the scope of work, financial analysis, project implementation process, installation of solar generation and battery energy storage systems, equipment maintenance, return on investment, grant opportunities, contract duration, and next steps. She relayed confidence that the District would receive the full Inflation Reduction Act grant and Opterra's guarantee of half of the grant amount, should it not be awarded. She also explained the Inflation Reduction Act safe harbor requirements and timing. Government Code Section 4217 allows sole-source procurement, and Opterra Energy Services would guide the project for the next 20 years.

Dr. Lon House stated that Opterra is a reputable company. He has reservations related to some of the costs and the unknowns, such as changes in daylight saving time, and unpredictable circumstances we can experience 20-30 years from now. A shift in SDG&E's billing methods could affect their fixed rates, directly impacting projected earnings.

Discussion ensued regarding calculation factors, considerations, guarantees, and long-term dependence on Opterra.

Upon careful review, staff identified several risks for consideration, including unknown financial variables, impact on debt, rate impacts, logistical hurdles, and impacts on staff. Unknown variables that may impact return on investment include the CEQA process time and costs, SDG&E rate forecasting, availability of lower cost batteries, the need to research feasibility of smaller projects that fit financial resources, potential rate increases that would impact customers, impacts on the five-year CIP project budget, accessibility concerns related to established access and egress areas, the expedited period for consideration and board action, and the level of risk

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to be assumed by the District. Mr. Williams relayed that staff did not recommend moving forward with the project.

Due to the unknown or unpredictable elements over the long term, and the current financial and infrastructure demands, the Board concurred with staff's recommendation to not to proceed with the project at this time, but to revisit solar generation or other cost-saving opportunities in the future.

The Board and staff relayed their appreciation to the Opterra Energy Services Staff for their extensive evaluation and proposal for services.

7. INFORMATION ITEM

There was no discussion regarding the Financial Statements included in the meeting packet.

8. ADJOURNMENT The meeting was adjourned at 3:26 p.m.

Hayden Hamilton, Board President

Terese Quintanar, District Secretary

BOARD ACTION

Item No. 9.A

BOARD OF DIRECTORS

JUNE 23, 2026

SUBJECT

DISCUSS AND CONSIDER ADOPTION OF A RESOLUTION ESTABLISHING JOB CLASSIFICATIONS AND MONTHLY PAY RANGES FOR DISTRICT EMPLOYEES AND THE GENERAL MANAGER EFFECTIVE JULY 1, 2026 TO JUNE 30, 2027

BACKGROUND

In compliance with state and CalPERS regulations, the District maintains a Salary Grade structure that includes all job titles, salary grade levels, and monthly salary ranges for each grade. The table is available for public review, accessible from the Rainbow MWD website, and is published on a website hosted by the California State Controller.

PAY GRADE CHANGES FOR EXEMPT POSITIONS

The memorandum of understanding (MOU) with the Exempt Employees includes a provision for Pay Grade adjustments to be effective July 1 of each year, based on the 12-month change in CPI-U for San Diego County, as published in the most recent data available as of July 1 of that year. The most recent data available was published on June 10, 2026, for May 2026 is as follows:

	San Diego CPI-U
May 2025	387.006
May 2026	401.605
Percent Change	3.8%

PAY GRADE CHANGES FOR NON-EXEMPT POSITIONS

The memoranda of understandings (MOUs) with the Rainbow Employees Association (REA) and the Rainbow Association of Confidential and Supervisory Employees (RASCE), approved by the Board by separate resolutions in May 2026, include a provision for Pay Grade adjustments to be effective July 1 of 2026 based on the higher of the 12-month change in CPI-U for either San Diego County or Riverside County, based on the most recent publication data available as of April 30 of that year. The CPI data published on April 10, 2026 for March 2026 was as follows:

	San Diego CPI-U	Riverside CPI-U
March 2025	384.880	136.511
March 2026	387.006	140.728
Percent Change	3.2%	3.1%

The San Diego CPI-U has the higher 12-month change of 3.2%. Therefore, pursuant to the MOUs with REA and RASCE, the pay grades for job classifications covered by these bargaining units shall increase by 3.2%.

LEGACY PAY GRADES

Legacy pay grades are for positions that were significantly over-market in the most recent compensation study and, according to the terms of the REA/RASCE MOUs, will not increase. Employees in these pay grades will not receive base pay cost-of-living increases until their positions' new pay grades catch up with the Legacy Pay Grade.

BASE PAY IMPACT

- Exempt: According to the terms of the MOU, the base pay cost-of-living increase will be a flat rate of 1.5% as of July 1, 2026.
- REA/RASCE: According to the terms of the MOUs, the base pay cost-of-living increase will be based on the San Diego CPI, up to a maximum of 3%, so the employees represented by these associations will receive a 3% base pay increase as of July 1.

NEW CLASSIFICATIONS

Three new job titles have been added to the pay grades, as follows:

- **Public Affairs Representative** is placed at the same grade as the Administrative Analyst II, reflecting a more accurate job title for the functions currently handled by the Administrative Analyst II assigned to communications and public affairs.
- **Public Information Officer** is placed at the same pay grade as the Management Analyst, offering a parallel promotional pathway for the Public Affairs Representative as existed with the Analyst series.
- **Assistant Engineer** is added to the Engineer series, broadening the recruiting entry-point options and mirroring the levels that exist at comparator agencies.

These additions will not change the budgeted headcount or staffing budget. The Analyst series is not being removed because there are incumbents in other departments in that classification series.

DESCRIPTION

The grade structure included in this resolution is revised to reflect the following:

- The ranges for each non-exempt pay grade will increase by 3.2% per the memoranda of understanding with the REA and RASCE bargaining units.
- The ranges for Exempt pay grades will increase by 3.8% per the memorandum of understanding with the Exempt Employee Group.
- The Public Affairs Representative is added to pay grade NE-18, the Public Information Officer is added to pay grade X-3, and the Assistant Engineer is added to grade X-4.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Updating this document with current information allows the District to comply with CalPERS requirements and California Code of Regulations 570.5 and 571.

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a “project” as defined by CEQA, and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

This Resolution allows the District to comply with CalPERS requirements and meet the District's operational needs. These base pay COLAs and pay grade movements were already accounted for in the Fiscal Year 2027 budget approved by the Board at the May 2026 Board meeting.

1. Option 1: To Adopt Resolution 2026-10 Establishing Classifications and Monthly Pay Ranges for District Employees And The General Manager, Effective July 1, 2026, through June 30, 2027
2. Option 2: To Adopt a Resolution 2026-10 Establishing Classifications and Monthly Pay Ranges for District Employees And The General Manager, Effective July 1, 2026, through June 30, 2027 with amendments
3. Option 3: Do not adopt the resolution.

STAFF RECOMMENDATION

Staff recommends Option One.



Karleen Harp
Administrative Services Manager

June 23, 2026

**RESOLUTION NO. 2026-10 OF THE BOARD OF DIRECTORS OF THE RAINBOW MUNICIPAL WATER DISTRICT
ESTABLISHING JOB CLASSIFICATIONS AND MONTHLY PAY RANGES FOR DISTRICT EMPLOYEES AND THE GENERAL MANAGER
EFFECTIVE JULY 1 2026 TO JUNE 30 2027**

Exempt Salary Grades	Job Classification	Annual Equivalent		Monthly Range		Biweekly Pay Rate	
		Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
GM	General Manager	\$ 220,000	\$ 319,000	\$ 18,333	\$ 26,583	\$ 8,461.54	\$ 12,269.23
X-10	No classifications assigned	\$ 204,242	\$ 285,939	\$ 17,020	\$ 23,828	\$ 7,855.46	\$ 10,997.64
X-9	Engineering and Capital Improvement Program Manager Finance Manager / Chief Financial Officer Operations Manager / Chief Operating Officer	\$ 185,674	\$ 259,944	\$ 15,473	\$ 21,662	\$ 7,141.33	\$ 9,997.86
X-8	Administrative Services Manager Information Technology Manager	\$ 168,795	\$ 236,313	\$ 14,066	\$ 19,693	\$ 6,492.11	\$ 9,088.96
X-7	Senior Engineer	\$ 153,450	\$ 214,830	\$ 12,787	\$ 17,902	\$ 5,901.92	\$ 8,262.69
X-6	Deputy Operations Manager Engineer Senior IT and Applications Analyst Senior Project Manager Senior Risk Management Officer	\$ 139,500	\$ 195,300	\$ 11,625	\$ 16,275	\$ 5,365.38	\$ 7,511.54
X-5	Associate Engineer Construction and Meters Supervisor Project Manager Safety & Risk Management Officer	\$ 126,818	\$ 177,545	\$ 10,568	\$ 14,795	\$ 4,877.62	\$ 6,828.67
X-4	Assistant Engineer Construction & Maintenance Supervisor Customer & Meter Services Supervisor Information Technology & Applications Analyst Safety & Risk Management Analyst Senior Accountant Wastewater Superintendent Water Operations Supervisor	\$ 115,289	\$ 161,405	\$ 9,607	\$ 13,450	\$ 4,434.20	\$ 6,207.88
X-3	Customer Service Supervisor Management Analyst Meter Services Supervisor Public Information Officer Wastewater Supervisor	\$ 104,808	\$ 146,732	\$ 8,734	\$ 12,228	\$ 4,031.09	\$ 5,643.53
X-2	No classifications assigned	\$ 95,280	\$ 133,393	\$ 7,940	\$ 11,116	\$ 3,664.63	\$ 5,130.48
X-1	No classifications assigned	\$ 86,619	\$ 121,266	\$ 7,218	\$ 10,105	\$ 3,331.48	\$ 4,664.07

Non-Exempt Pay Grades	Job Classification	Annual Equivalent		Monthly Range		Hourly Pay Rate	
		Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
NE-21	District Secretary	\$ 113,857	\$ 153,707	\$ 9,488	\$ 12,809	\$ 53.04	\$ 71.61
NE-20	Lead System Operator Senior Engineering Inspector	\$ 108,435	\$ 146,387	\$ 9,036	\$ 12,199	\$ 50.52	\$ 68.20
NE-19	Information Specialist III Senior Fleet Mechanic	\$ 103,272	\$ 139,417	\$ 8,606	\$ 11,618	\$ 48.11	\$ 64.95
NE-18	Administrative Analyst II Crew Leader - Construction & Maintenance Electrical / SCADA Technician II Purchasing and Facilities Lead Public Affairs Representative Senior Executive Assistant / Board Secretary System Operator III	\$ 98,354	\$ 132,778	\$ 8,196	\$ 11,065	\$ 45.82	\$ 61.86
NE-17	Engineering Inspector II Information Systems Specialist II Mechanic II	\$ 93,670	\$ 126,455	\$ 7,806	\$ 10,538	\$ 43.64	\$ 58.91
NE-16	Administrative Analyst I Cross Connection Control & Backflow Technician Electrical / SCADA Technician I Human Resources Specialist II Pumps & Motors Technician II Senior Meter Services Technician Senior Utility Line Locator System Operator II Senior Wastewater Utility Worker	\$ 89,210	\$ 120,433	\$ 7,434	\$ 10,036	\$ 41.56	\$ 56.11
NE-15	Accounting Specialist III Engineering Inspector I Executive Assistant/Board Secretary Information Systems Specialist I Mechanic I Purchasing & Inventory Control Specialist II Utility Worker III - Construction Utility Worker III - Valve Maintenance	\$ 84,962	\$ 114,698	\$ 7,080	\$ 9,558	\$ 39.58	\$ 53.43
NE-14	Human Resources Specialist I Pumps & Motors Technician I System Operator I Utility Line Locator I	\$ 80,916	\$ 109,236	\$ 6,743	\$ 9,103	\$ 37.70	\$ 50.89

**RESOLUTION NO. 2026-10 OF THE BOARD OF DIRECTORS OF THE RAINBOW MUNICIPAL WATER DISTRICT
ESTABLISHING JOB CLASSIFICATIONS AND MONTHLY PAY RANGES FOR DISTRICT EMPLOYEES AND THE GENERAL MANAGER
EFFECTIVE JULY 1 2026 TO JUNE 30 2027**

NE-13	Accounting Specialist II Customer Service Lead Purchasing & Inventory Control Specialist I Utility Worker II - Construction Utility Worker II - Meter Services Utility Worker II - Valve Maintenance Utility Worker II - Wastewater	\$ 77,063	\$ 104,035	\$ 6,422	\$ 8,670	\$ 35.90	\$ 48.47
NE-12	Billing Specialist II	\$ 73,393	\$ 99,081	\$ 6,116	\$ 8,257	\$ 34.19	\$ 46.16
NE-11	Accounting Specialist I Administrative Assistant II District Services Representative Utility Worker I - Construction Utility Worker I - Meter Services Utility Worker I - Valve Maintenance Utility Worker I - Wastewater	\$ 69,898	\$ 94,363	\$ 5,825	\$ 7,864	\$ 32.56	\$ 43.96
NE-10	Billing Specialist I Customer Service Representative II Human Resources Assistant	\$ 66,570	\$ 89,869	\$ 5,547	\$ 7,489	\$ 31.01	\$ 41.87
NE-9	Administrative Assistant I	\$ 63,400	\$ 85,590	\$ 5,283	\$ 7,132	\$ 29.54	\$ 39.87
NE-8	Customer Service Representative I	\$ 60,381	\$ 81,514	\$ 5,032	\$ 6,793	\$ 28.13	\$ 37.97
NE-7	Custodian and Warehouse Clerk II	\$ 57,505	\$ 77,632	\$ 4,792	\$ 6,469	\$ 26.79	\$ 36.17
NE-6	No classifications assigned	\$ 54,767	\$ 73,936	\$ 4,564	\$ 6,161	\$ 25.51	\$ 34.44
NE-5	Custodian and Warehouse Clerk I	\$ 52,159	\$ 70,415	\$ 4,347	\$ 5,868	\$ 24.30	\$ 32.80
NE-4	No classifications assigned	\$ 49,675	\$ 67,062	\$ 4,140	\$ 5,588	\$ 23.14	\$ 31.24
NE-3	No classifications assigned	\$ 47,310	\$ 63,868	\$ 3,942	\$ 5,322	\$ 22.04	\$ 29.75
NE-2	No classifications assigned	\$ 45,057	\$ 60,827	\$ 3,755	\$ 5,069	\$ 20.99	\$ 28.34
NE-1	Interns	\$ 42,911	\$ 57,930	\$ 3,576	\$ 4,828	\$ 19.99	\$ 26.99

Legacy Pay Grades	Job Classification	Annual Equivalent		Monthly Range		Hourly Pay Rate	
		Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
N-6	System Operator III	\$ 91,998	\$ 133,370	\$ 7,667	\$ 11,114	\$ 44.23	\$ 64.12
N-5	Accounting Specialist II Construction Worker III - Construction	\$ 79,976	\$ 115,960	\$ 6,665	\$ 9,663	\$ 38.45	\$ 55.75

This Resolution replaces Resolution No. 2025-10

PASSED, APPROVED, AND ADOPTED in Open Session at a meeting of the Board of Directors of the Rainbow Municipal Water District held on the 23rd day of June, 2026 by the following vote, to wit:

AYES:
NOES:
ABSENT:
ABSTAIN:

Hayden Hamilton, Board President

ATTEST:

Terese Quintanar, District Secretary

BOARD ACTION

Item No. 9.B

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

CONSIDER ADOPTION OF AN ORDINANCE AUTHORIZING AMENDMENT TO ADMINISTRATIVE CODE SECTION 5.05.050.05 -ENGINEERING RECORDS RETENTION POLICY (DISTRICTWIDE)

BACKGROUND

Since 2005, the Rainbow Municipal Water District (District) has had a Record Retention program. The program reduces the District's liability and ensures compliance with government and regulatory codes for public agencies. In 2018, the District's Record Retention policy was updated to remove outdated policies, reorganize the sections by departments for better management of the program, and provide additional details on how the records are disposed of. The 2018 update also addressed electronic storage options as public agencies transitioned from physical storage to cloud based electronic storage systems. The District's Board of Directors (Board) approved the updates at the December 2018 meeting.

DESCRIPTION

Engineering staff have analyzed industry standards, reviewed peer agency policies, and assessed internal record retention needs. Based on research and review, staff is recommending an update to the Engineering Record Retention policy to expand document definitions, update electronic record retention locations, align retention periods with industry standards, and identify staff responsible for managing the policy.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Two: Asset Management
Strategic Focus Area Six: Communication

ENVIRONMENTAL

In accordance with California Environmental Quality Act (CEQA) guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

There are no known fiscal impacts associated with this item.

Option 1: Adopt the Ordinance authorizing amendment to Administrative Code Section 5.05.050.

Option 2: Provide other direction to staff.

STAFF RECOMMENDATION

Staff recommends the Board approve Option 1.



Chad Williams
Engineering & CIP Program Manager
06/23/2026

Attachment(s):

1. Draft Ordinance
2. Red-lined Section 5.05.050.05 Administrative Code
3. Current Record Retention Policy

Ordinance No. 26-xx

**Ordinance of the Board of Directors of the Rainbow Municipal Water District
Amending and Updating Administrative Code
Section 5.05.050.05 – Records Retention – Engineering Records**

WHEREAS, the Rainbow Municipal Water District has, from time to time, adopted various rules and regulations for the operation of the District; and

WHEREAS, certain of those rules and regulations require updating to reflect best practices, as well as changes in applicable laws; and

WHEREAS, the Board of Directors has determined that changes in the rules or regulations of the District shall occur solely by amendment to the Administrative Code;

NOW, THEREFORE,

BE IT ORDAINED by the Board of Directors of Rainbow Municipal Water District as follows:

1. The following rules and regulations of the District, collected and attached hereto as Exhibit A are hereby adopted and shall be incorporated into the Administrative Code, consisting of:

Section 5.05.050.05 – Records Retention – Engineering Records

2. The General Manager is hereby directed to update the Administrative Code to reflect the approval of these rules and regulations and to assign or reassign the numbering of the Administrative Code as necessary to codify these rules and regulations as amended.

3. This ordinance shall take effect immediately upon its adoption on this 23rd day of June 2026.

Hayden Hamilton, Board President

ATTEST:

Terese Quintanar, District Secretary

Section 5.05.050.05
Records Retention - Engineering Records

District engineering records must be retained and destroyed according to the schedule provided herein. The Engineering Department is responsible for the record retention and destruction of records covered in this section.

5.05.050.05.1 Engineering Records Retention Management Reference Guide

RECORD	RETENTION PERIOD	POSITION-RESPONSIBLE	MEDIA TYPE
<u>CAPITAL IMPROVEMENT PROGRAM (CIP)</u>			
As-Builts	PERM	Engineering Tech.	P,E
Fireflow Analysis	CU + 2	Engineering Tech.	P,E
Inspection	PERM	Engineering Tech.	P,E
Pipeline Inspection Videos	CU + 3	Engineering Tech.	P,E
Plans	PERM	Engineering Tech.	P,E
Preliminary Plans	CL + 3	Engineering Tech.	P,E
Project Files	L + 10	Engineering Tech.	P,E
Reports	PERM	Engineering Tech.	P,E
Sewer Applications	PERM	Engineering Tech.	P,E
Sewer Availability Documents	CU + 5	Engineering Tech.	P,E
Water Applications	PERM	Engineering Tech.	P,E
Water Availability Documents	CU + 5	Engineering Tech.	P,E
<u>LAND DEVELOPMENT</u>			
Inspection	PERM	Engineering Tech.	P,E
Pipeline Inspection Videos	CU + 3	Engineering Tech.	P,E
Plans	PERM	Engineering Tech.	P,E
Preliminary Plans	CL + 3	Engineering Tech.	P,E
Project Files	L + 10	Engineering Tech.	P,E
Reports	PERM	Engineering Tech.	P,E
Request for Proposals/Proposals	CL + 7	Engineering Tech.	P,E
Statement of Qualifications	CL + 7	Engineering Tech.	P,E
<u>MISCELLANEOUS</u>			
Contracts (bids, proposals)	L + 7	All	P,E
<u>RECORD</u>	<u>RETENTION PERIOD</u>	<u>POSITION RESPONSIBLE</u>	<u>MEDIA TYPE</u>

<u>Agreements - Professional Service</u> – Agreements for work associated with Capital Improvement Projects (CIP), Developer/Customer projects, annual agreements, studies, and on-call service agreements.	<u>LIFE OF PROJECT/AGREEMENT + SEVEN YEARS</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Annexations, Detachments, Out-of-Agency Agreement</u> – These files contain LAFCO pending and final property modifications.	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Assessment Apportionment Report and Maps</u> – Mylar or paper maps and diagram maps showing reapportioned parcels or lot line adjustments.	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS OR GIS)</u>
<u>Construction Bids</u> – Unsuccessful – Proposals only – no contracts executed.	<u>BID OPENING+TWO YEARS</u>	<u>ENG ADMIN</u>	<u>E (DEPT)</u>
<u>Correspondence-Projects</u> Emails, memos, and letters related to CIP, Developer, and Customer projects.	<u>LIFE OF PROJECT/AGREEMENT+ SEVEN YEARS</u>	<u>ENG ADMIN</u>	<u>E (DEPT)</u>
<u>Correspondence- Right-of-Way</u> Emails, memos, letters related to Easements, Encroachment permits, Quitclaims, & Joint Use Agreements	<u>LIFE OF PROJECT/AGREEMENT+ SEVEN YEARS</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Daily Inspection Reports</u> – Reports prepared by both District inspectors AND outside consultants	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Environmental Documents</u> – Includes PEIRs, permits, Notice of Exceptions, Public Comments/Hearing minutes and reports prepared for projects.	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Pipeline Inspection Videos</u>	<u>LIFE OF PROJECT + SEVEN YEARS</u>	<u>ENG ADMIN</u>	<u>E (DEPT)</u>

~~A=Active AU=Audit CL=Closed or Completed CU=Current DB=Database~~
~~E=Electronic I=Injury L=Life O=Open P=Paper PERM=Permanent S=Settled~~
~~T=Termination or Term of Document V=Videos~~
DEPT=Department Electronic Storage System, E=Electronic EDSS=Electronic Document Storage System, GIS=Geographic Information System, PERM=Permanent

General Correspondence (emails, memos, letters, facsimiles)	AU + 7	All	P,E
Litigation (Pending Claim/Litigation Or Any Settlement of Litigation)	S + 5	All	P,E
Unaccepted Bids	CL + 2	All	P,E
<u>OTHER</u>			
Annexations	PERM	Engineering Tech.	P,E
Claims	CL + 7	Engineering Tech.	P,E
Easements and Right Of Ways	PERM	Engineering Tech.	P,E
Encroachments	PERM	Engineering Tech.	P,E
General Correspondence (See CIP or Land Development Record Retention for correspondence associated with these categories.)	CU + 7	Engineering Tech.	P,E
Hydraulic Models	CU	Engineering Tech.	P,E
Maps	PERM	Engineering Tech.	
Master Plan/Management Plans	PERM	Engineering Tech.	P,E
Standard Drawings/Specifications	PERM	Engineering Tech.	P,E
Water Rights	PERM	Engineering Tech.	

<u>RECORD</u>	<u>RETENTION PERIOD</u>	<u>POSTION RESPONSIBLE</u>	<u>MEDIA TYPE</u>
<u>Plans: Mylars-Original Mylars:</u> includes as-built/record, plans, plans for potable water, sewer, recycled water, raw water, related facilities, and District buildings.	PERM	ENG ADMIN	E (GIS)
<u>Project Files</u> – A separate file is kept for each project and may contain Design (30%, 60%, 90%) drawings, approved materials list (AML), correspondence, receipts, bond information, insurance, contract information, estimate and payment forms, submittals, and escrow accounts in lieu of retention files. For CIP projects, the file will include mitigation and all phases of design and construction.	LIFE OF PROJECT/AGREEMENT + SEVEN YEARS	ENG ADMIN	E (DEPT)
<u>Proposals for professional Services – Unsuccessful</u> – Proposals only – no contracts executed.	PROPOSAL DATE + ONE YEAR	ENG ADMIN	E (DEPT)
<u>Request for Proposals</u>	LIFE OF PROJECT/AGREEMENT + SEVEN YEARS	ENG ADMIN	E (DEPT)

<u>Right of Way (ROW) Files – Includes Easements, Grant Deeds, Encroachment Permits, Quitclaims and Joint Use Agreements – Fully executed recorded documents</u>	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (GIS)</u>
<u>Sewer Documents- Sewer Applications (Customer), Sewer Service Agreements (Developer)</u>	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Standards & Specification Books (Current) – Rainbow MWD Standard Specification and Drawings for the construction of water, recycled water, and sewer facilities.</u>	<u>CURRENT</u>	<u>ENG ADMIN</u>	<u>E (DEPT)</u>
<u>Statement of Qualifications</u>	<u>LIFE OF PROJECT/AGREEMENT + SEVEN YEARS</u>	<u>ENG ADMIN</u>	<u>E (DEPT)</u>
<u>Technical Reports – Master Plans, Land Surveys, Water System Analysis, Sewer System Analysis, Pipeline Failure Reports, Hydraulic Models, and Feasibility Studies</u>	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>
<u>Water Documents- Water Applications (Customer), Water Service Agreements (Developer), and</u>	<u>PERM</u>	<u>ENG ADMIN</u>	<u>E (EDSS)</u>

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~~A=Active AU=Audit CL=Closed or Completed CU=Current DB=Database
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T=Termination or Term of Document V=Videos~~

Section 5.05.050.05**Records Retention - Engineering Records**

District engineering records must be retained and destroyed according to the schedule provided herein. The Engineering Department is responsible for the record retention and destruction of records covered in this section.

5.05.050.05.1 Engineering Records Retention Management Reference Guide

RECORD	RETENTION PERIOD	POSTION RESPONSIBLE	MEDIA TYPE
Agreements - Professional Service – Agreements for work associated with Capital Improvement Projects (CIP), Developer/Customer projects, annual agreements, studies, and on-call service agreements.	LIFE OF PROJECT/AGREEMENT + SEVEN YEARS	ENG ADMIN	E (EDSS)
Annexations, Detachments, Out-of-Agency Agreement – These files contain LAFCO pending and final property modifications.	PERM	ENG ADMIN	E (EDSS)
Assessment Apportionment Report and Maps – Mylar or paper maps and diagram maps showing reapportioned parcels or lot line adjustments.	PERM	ENG ADMIN	E (EDSS OR GIS)
Construction Bids – Unsuccessful – Proposals only – no contracts executed.	BID OPENING+TWO YEARS	ENG ADMIN	E (DEPT)
Correspondence-Projects Emails, memos, and letters related to CIP, Developer, and Customer projects.	LIFE OF PROJECT/AGREEMENT+ SEVEN YEARS	ENG ADMIN	E (DEPT)
Correspondence- Right-of-Way Emails, memos, letters related to Easements, Encroachment permits, Quitclaims, & Joint Use Agreements	LIFE OF PROJECT/AGREEMENT+ SEVEN YEARS	ENG ADMIN	E (EDSS)
Daily Inspection Reports – Reports prepared by both District inspectors AND outside consultants	PERM	ENG ADMIN	E (EDSS)
Environmental Documents – Includes PEIRs, permits, Notice of Exceptions, Public Comments/Hearing minutes and reports prepared for projects.	PERM	ENG ADMIN	E (EDSS)
Pipeline Inspection Videos	LIFE OF PROJECT + SEVEN YEARS	ENG ADMIN	E (DEPT)

DEPT=Department Electronic Storage System, E=Electronic EDSS=Electronic Document Storage System, GIS=Geographic Information System, PERM=Permanent

RECORD	RETENTION PERIOD	POSTION RESPONSIBLE	MEDIA TYPE
Plans: Mylars-Original Mylars: includes as-built/record, plans, plans for potable water, sewer, recycled water, raw water, related facilities, and District buildings.	PERM	ENG ADMIN	E (GIS)
Project Files – A separate file is kept for each project and may contain Design (30%, 60%, 90%) drawings, approved materials list (AML), correspondence, receipts, bond information, insurance, contract information, estimate and payment forms, submittals, and escrow accounts in lieu of retention files. For CIP projects, the file will include mitigation and all phases of design and construction.	LIFE OF PROJECT/AGREEMENT + SEVEN YEARS	ENG ADMIN	E (DEPT)
Proposals for professional Services – Unsuccessful – Proposals only – no contracts executed.	PROPOSAL DATE + ONE YEAR	ENG ADMIN	E (DEPT)
Request for Proposals	LIFE OF PROJECT/AGREEMENT + SEVEN YEARS	ENG ADMIN	E (DEPT)
Right of Way (ROW) Files – Includes Easements, Grant Deeds, Encroachment Permits, Quitclaims and Joint Use Agreements – Fully executed recorded documents	PERM	ENG ADMIN	E (GIS)
Sewer Documents- Sewer Applications (Customer), Sewer Service Agreements (Developer)	PERM	ENG ADMIN	E (EDSS)
Standards & Specification Books (Current) – Rainbow MWD Standard Specification and Drawings for the construction of water, recycled water, and sewer facilities.	CURRENT	ENG ADMIN	E (DEPT)
Statement of Qualifications	LIFE OF PROJECT/AGREEMENT + SEVEN YEARS	ENG ADMIN	E (DEPT)
Technical Reports – Master Plans, Land Surveys, Water System Analysis, Sewer System Analysis, Pipeline Failure Reports, Hydraulic Models, and Feasibility Studies	PERM	ENG ADMIN	E (EDSS)
Water Documents- Water Applications (Customer), Water Service Agreements (Developer), and	PERM	ENG ADMIN	E (EDSS)

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BOARD ACTION

Item No. 9.C

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

CONSIDER APPROVAL OF AN INCREASE OF \$325,000 TO THE FY 26/27 VALVE REPLACEMENT BUDGET FUNDED THROUGH THE SALE OF VALVES TO THE HAVENS DEVELOPMENT PROJECT

BACKGROUND

The District operates a complex distribution system consisting of multiple pressure zones ranging from approximately 90 psi to nearly 400 psi. Due to the varying hydraulic conditions throughout the system, particularly within high-pressure zones, specialized valves are required to safely isolate water mains and fire hydrants during maintenance activities and emergency operations.

Historically, the District relied heavily on plug valves for these applications. One of the ongoing operational challenges associated with these valves was the extended procurement timeline, with lead times often approaching 1.5 years or more. To mitigate this issue and maintain operational readiness, staff historically maintained a large inventory of plug valves in various sizes to support emergency repairs and capital improvement projects.

Beginning in 2005, the District initiated a transition away from traditional plug valves in favor of double-offset butterfly valves for high-pressure applications. This transition was driven by several operational and logistical advantages. Double-offset butterfly valves have significantly shorter lead times, reducing the need for maintaining large inventories and improving the District's ability to respond to emergencies and planned infrastructure work.

In addition, double-offset butterfly valves are generally lighter, more compact, and easier to operate than traditional plug valves of the same size. Unlike plug valves, they do not require a grease tube or specialized valve exercising equipment to operate and maintain. This has improved operational efficiency for field crews, reduced maintenance requirements, and enhanced long-term system reliability throughout the Rainbow Municipal Water District distribution system.

DESCRIPTION

Over the past several years, the Havens Development project, formerly known as the Bonsall Oaks and Polo Club projects, has been designing, and will construct, a new water system to serve the development. Due to the elevated operating pressures within the area, the project requires the installation of specialized plug valves capable of operating under high-pressure conditions.

As a result of the historically long procurement lead times associated with these valves, the project design engineer contacted Rainbow Municipal Water District (RMWD) to determine whether the District had existing valve inventory available to support the project schedule. Maintaining a limited inventory of critical valves has historically allowed RMWD to respond more effectively to emergency repairs, capital improvement projects, and unforeseen operational needs.

To help facilitate the project and avoid extended delays, RMWD agreed to sell a portion of its existing inventory to the developer. In 2026, the developer purchased a total of 12 valves and 2 pressure-reducing stations from the District for \$686,367.50. An order was placed to restock inventory with butterfly valves at a total cost of \$62,000. In addition, approximately \$49,000 will be owed in sales tax and \$250,000 of this total will be placed in restricted reserves from the sale of the two pressure reducing stations. Approximately \$325,000 remains in funds restricted for CIP related activities as a result of the sale.

Staff is requesting the Board amend the approved FY 26/27 Valve Replacement CIP budget to include these funds. The reallocation will allow the purchase of equipment and supplies necessary to accelerate the in-house buried infrastructure (valves and pipelines) replacement program.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility- The restricted revenue gained from the sales of valves will be placed back into the Water CIP budget with no impact to rates or reserves.

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

Option 1. Utilizing proceeds from the valve sales, increase the CIP budget for Valve Replacements for FY 26/27 from \$500,000 to \$825,000, thus allowing the purchase of additional equipment and supplies for CIP replacement in FY26/27. Staff anticipates replacing between 30 and 40 valves this next fiscal year.

Option 2. Do not approve the reallocation and place the funds in restricted reserves for future use on District CIP projects.

STAFF RECOMMENDATION

Staff recommends Option 1 as one of the District's strategic priorities is to accelerate buried infrastructure replacement. This reallocation of one-time funding from the sale of existing inventory will help facilitate this initiative without impacting future budgets/rates.



Robert Gutierrez
Chief Operating Officer

June 23, 2026

BOARD ACTION

Item No.9.D

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

CONSIDER EXTENSION OF CONTRACTS WITH FERNANDEZ, JENSEN, AND KIMMELSHUE (FJK) FOR STATE REPRESENTATION AND THE RBW GROUP (RBW) FOR FEDERAL REPRESENTATION

BACKGROUND

In February of 2025, the Board authorized the General Manager to enter into a Mutual Services Agreement between Rainbow Municipal Water District, Fallbrook Public Utilities District, Valley Center Municipal Water District, and Yuima Municipal Water District. One of the initial items identified was for shared federal and state lobbying services. On June 24, 2025, the Board approved the joint engagement of FJK and RBW for state and federal lobbying services for a one year term. While no additional state or federal funding was secured last year, Congress did include a \$1.5 million appropriation for the District's in their initial budget.

DESCRIPTION

Staff recommends consideration to extend the contracts for an additional 2 year term to work to secure funding and to ensure the District has engagement of proposed legislation that impacts the Agencies. The proposed monthly fee for FJK and RBW would remain per the existing agreements at \$10,000 per month and \$15,000 per months respectively. This total will be allocated evenly among three agencies with Yuima, due to current budget constraints, not participating. The annual cost to the District will be \$100,000. This is an increase of \$10,000 from the previous year due to the loss of participation of YMWD. For the Board to consider approval of the continuation of engagement of Fernandez, Jensen, and Kimmelshue (FJK) for State representation and the RBW Group (RBW) for Federal Representation and approve revisions to "Exhibit B – State and Federal Representation Services" to the Mutual Services Agreement (Agreement) between Fallbrook PUD (FPUD), Rainbow MWD (RMWD) and Valley Center Municipal Water District.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

These costs will be allocated evenly amongst Rainbow, FPUD, and VCMWD. The annual cost to the District will be \$100,000. This is an increase of \$10,000 from the previous year due to the loss of participation of YMWD.

STAFF RECOMMENDATION

That the Board authorize the General Manager to:

- Option 1: Execute an agreement with FJK for State representation for two years for a total of \$240,000 and RBW for a total of \$360,000 and approve the updated Exhibit "B" to the Mutual Services Agreement Between FPUD, RMWD and VCMWD to reimburse their share of the costs.
- Option 2: Provide Direction to staff

Attachments:

Exhibit B – State and Federal Representation Services" to the Mutual Services Agreement (Agreement) between Fallbrook PUD (FPUD), Rainbow MWD (RMWD) and Valley Center Municipal Water District



Jake Wiley
General Manager

June 23, 2026

Exhibit B – State and Federal Representation Services

Revised X/X/2026

Parties Involved

This service will include the following parties:

FPUD

RMWD

VCMWD

~~YMWD~~

Scope

The scope of services include:

1. Joint engagement of outside support for state and federal representation. ~~It is anticipated that~~ Ithis will include two separate consulting agreements with separate state and federal representatives.
2. The parties will work cooperatively to develop priorities for the consultant that will include projects and issues for each of the parties.
3. ~~Each of the parties will be involved in selection of the consultant and finalizing the scope of services.~~
4. FPUD will take the lead to finalize the solicitation and be the point of contact for the contract agreement and invoicing.
5. The ~~initial~~ term of the agreement will be 24 years~~s~~.

Schedule of Charges/Payments

1. The consultant will bill FPUD and FPUD will make the payments
2. FPUD will then invoice each of the parties for reimbursement of their share in accordance with the MOU.
3. No other costs outside of the consultant invoicing is reimbursable.
4. The cost share under this service is:
 - a. FPUD: 33.30%
 - b. RMWD: ~~33.30~~%
 - c. 33.30%
 - d. VCMWD: 33.30%
 - ~~YMWD: 10%~~

Process for Allocation of any Appropriations/Grants Awarded

1. Where joint projects are submitted by all parties the anticipated allocation of any funds

received will be in accordance with the cost share by each party unless otherwise agreed.

2. Where projects are submitted by some but not all of the parties the anticipated allocation will be proportional to their cost share unless otherwise agreed.
3. While the general intent of this agreement is for the parties to work together to submit joint project requests, nothing in this agreement prohibits the parties from working with the consultant to submit individual projects which would not be subject to an allocation among the other parties.



BOARD ACTION

Item No.9.E

Board Meeting

June 23, 2026

SUBJECT

CONSIDER APPROVAL OF TYLER TECHNOLOGIES AS THE DISTRICT'S PREFERRED ENTERPRISE RESOURCE PLANNING (ERP) REPLACEMENT SOLUTION

BACKGROUND

The District relies on its Enterprise Resource Planning (ERP) environment to support core administrative and operational functions, including financial management, utility billing, asset management, purchasing, reporting, and customer service workflows. These systems are foundational to maintaining accurate financial records, supporting operational reliability, strengthening internal controls, and providing responsive service to District customers.

As the District's current ERP environment continues to age, staff have identified increasing challenges associated with maintaining legacy systems, including rising support costs, limited reporting flexibility, reduced integration capability, and reliance on manual workarounds or supplemental tools to meet operational needs. These constraints affect administrative efficiency, risk of human input errors, and limit the District's ability to modernize customer-facing and internal business processes.

To evaluate replacement options, staff interviewed vendors for ERP solutions that would replace the District's financial, utility billing, and work order/maintenance tracking/asset management systems. Staff received the most competitive and best-fit proposals from two alternatives: Tyler Technologies and a combined Sage, CUSI, and LLumin solution stack.

Staff also conducted independent interviews and on-site visits with local agencies currently using Tyler Technologies. The same level of on-site public agency validation was not available for the combined Sage, CUSI, and LLumin solution stack; references were provided primarily through vendor-coordinated calls and virtual discussions with existing customers.

Both proposals would modernize key District operations. However, the proposals differ significantly in delivery structure. Tyler Technologies proposes a single enterprise partner and a more unified public-sector ERP platform. The Sage, CUSI, and LLumin proposal relies on three separate companies and products, with separate implementation and support teams that must operate together through integrations.

Tyler Cost Summary

Tyler Cost Component	Amount
Implementation	\$347,800
Annual Subscription (FY2027 – FY2031)	\$128,572

Tyler's proposal includes 5 years of historical data conversion: accounting, projects, purchase orders, customer data, services, meter inventory, consumption history, work orders, and backflow data.

Sage Ecosystem Cost Summary

Sage Total Cost Component	Amount
Implementation	\$226,350
Annual Subscription (FY2027 – FY2031)	\$150,418

*Sage ecosystem includes Sage Intacct + Cargas implementation + CUSI Turnkey utility billing + LLumin CMMS. Excludes ADP integration cost, taxes, travel, internal labor, and legacy archive/decommissioning.

Sage Contract	Role in ERP	Implementation One-Time Cost	Annual Subscription
Cargas ¹	Sage Implementation Partner	\$105,875	-
Sage Intacct ²	Financials	-	\$69,395
CUSI ³	Utility Billing	\$54,475	\$39,398
LLumin ⁴	Asset and Work Order Management	\$66,000	\$41,625
	Total Sage Ecosystem	\$226,350	\$150,418

¹Cargas implementation quote is an estimate based on 325-445 consulting hours. Historical data conversion of the detailed journal entries for only 2 Fiscal Years (FY24, FY25). Excludes repeat imports: any additional imports will incur a Change Request for additional services. Excludes import of transactional history of subledgers, so detailed AP, AR, purchasing, customer billing, and vendor transaction history would not be fully converted into Sage unless separately scoped. Cargas may charge a fee of up to \$500 per week if activities are suspended due to a project delay, up to a maximum of \$1,500.

²Sage's first-year net quote is \$41,040 after a \$28,354 promotional offset, but the recurring annual product scope totals approximately \$69,394 before that one-time promotion.

³CUSI includes 1 year of historical data conversion up to 9,000 locations, which includes customer data, locations, usages, readings, deposits, meter information, owner records, and backflow data. Ther District currently has more than 9,000 water customers, which will continue to grow adding cost to the contract beyond that shown.

⁴The LLumin proposal does not specify the number of historical work orders to be converted into LLumin.

EVALUATION SUMMARY

Staff's review considered cost, implementation structure, operational fit, vendor accountability, pricing certainty, and long-term administrative risk.

- Integrated platform approach: Tyler offers a unified ERP environment across the District's evaluated functions, which may reduce the complexity associated with managing separate systems, vendors, integrations, and support channels.

- Discounted recurring pricing: Tyler's quote reflects a net annual SaaS cost of \$128,572 after a \$75,516 annual discount, representing an approximate 37.0% recurring SaaS discount.
- Phased billing: Tyler will delay SaaS billing for module groups until the initiation of the related project phases, improving alignment between costs, implementation timing, and operational use.
- Pricing stability: Tyler has committed to an initial five-year term with no SaaS fee increases. Tyler will also provide an additional five-year pricing lock or equivalent contractual protection after the initial term, providing price stability, budget predictability, and protection from unexpected year-over-year increases.
- Historical data conversion: Tyler's quote includes five years of historical data conversion, whereas Sage includes one year of customer data, with the possibility of adding additional years at an additional cost. Based on the unit cost provided, adding 4 years of data conversion would add approximately \$54,000 to the Sage implementation cost (\$13,500/year).
- Presence with governmental agencies: Tyler has a larger presence among governmental agencies, including utilities and water agencies. Tyler is currently being implemented at the Fallbrook Public Utility District, which will help build institutional knowledge with neighboring agencies.

Based on staff's evaluation of cost structure, platform integration, implementation accountability, long-term pricing stability, and administrative fit, Tyler Technologies is recommended as the preferred ERP replacement solution.

Staff recognizes that the Sage, Cargas, CUSI, and LLumin ecosystem provides specialized functionality in each focus area and may offer a shorter implementation window. However, the implementation cost may not ultimately be lower if additional years of historical data need to be added to the scope of work or if additional implementation hours are required.

The Sage ecosystem would also require the District to manage four separate contracts and products, separate implementation and support teams, and ongoing integration dependencies. Staff determined that this introduces not only additional internal administrative cost related to managing separate contracts, but also long-term administrative risk, including the risk that one of the vendors may discontinue operations or otherwise be unable to support the District's long-term needs. In comparison, Tyler provides a single-platform, single-partner approach with greater accountability and reduced administrative complexity.

DESCRIPTION

Tyler ERP solution is a single partner providing a fully integrated enterprise-wide system, with public-sector software and services experience, a large California public-sector presence, dedicated implementation and support services, and a commitment to ongoing research and development.

The Tyler Technologies proposal includes the District's evaluated financial management, utility billing/customer information system, enterprise asset management, content management, reporting/analytics, forms processing, GIS-related functionality, implementation services, conversion services, and related hardware/software items.

Tyler's quote reflects annual Software as a Service (SaaS) list pricing of \$204,088, reduced by a 37% annual SaaS discount of \$75,516, resulting in a net annual SaaS cost of \$128,572. T. The quote also reflects a 100% discount of the SaaS setup fee through an Amazon Web Services sponsorship credit of \$4,658.

The Tyler quote includes one-time costs totaling \$350,717, consisting of Tyler services of \$347,800 and third-party hardware/software/services of \$2,917.

Under the phased approach shown in Tyler's quote, SaaS billing would be delayed by module group, including Financials, Utility Billing, and Asset Management, until those project phases begin. This approach improves near-term cash flow alignment by matching subscription costs more closely to implementation timing and operational use.

Tyler warrants that its implementation services will be delivered in accordance with the District's project goals for the quoted scope and that it will not ask the District to return to its governing body for additional funding for the scoped project.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Two: Asset Management

Strategic Focus Area Four: Fiscal Responsibility

Strategic Focus Area Five: Customer Service

Selection of a replacement ERP platform supports reliable administrative operations, strengthens internal controls and fiscal stewardship, improves customer service, and modernizes financial, billing, and asset management systems.

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

Option 1: Approve Tyler Technologies as the District's preferred ERP replacement solution for financials, utility billing, and asset management.

The implementation costs and annual subscription costs are already included in the FY 2027 and FY 2028 budgets. Tyler's annual SaaS subscription cost is \$128,572 and is contractually locked for the initial five-year term. This represents a net savings compared to the District's existing Infor ERP subscription, which currently costs approximately \$300,000 annually and has been increasing by approximately 10% per year.

Implementation of Tyler would reduce the District's recurring ERP subscription costs, improve long-term budget predictability, and provide price stability by eliminating exposure to continued annual increases under the current Infor system.

Option 2: Direct staff to return with additional analysis or negotiations regarding ERP replacement alternatives.

The proposal includes an initial five-year SaaS price lock with no SaaS fee increases. Staff will seek to contractually secure an additional five-year lock or equivalent pricing protection after the initial term. This structure provides price stability, improves budget predictability, and reduces the risk of surprise year-over-year increases during the initial implementation and stabilization period.

STAFF RECOMMENDATION

Staff recommends Option 1: Approve Tyler Technologies as the District's preferred ERP solution.

Based on staff's evaluation, Tyler Technologies represents the best fit for the District's needs due to its unified platform approach, lower annual recurring cost, longer guaranteed pricing period, and overall alignment with the District's goals for fiscal stability, administrative efficiency, and long-term system management.

ATTACHMENTS

Tyler Technologies Proposal
Sage/Cargas/CUSI/LLumin Proposal



Konstantin Shilkov
Chief Financial Officer/Treasurer

06/23/2026



Quoted By:	Colin Watts
Quote Expiration:	06/30/26
Quote Name:	Rainbow Municipal Water District-ERP-EERP
Quote Description:	Rainbow Municipal Water District EERP
Saas Term	5.00

Sales Quotation For:

Rainbow Municipal Water District
3707 Old Highway 395
Fallbrook CA 92028-9372

Shipping Address:**Tyler SaaS and Related Services**

Description	Qty	Imp. Hours	Annual Fee
Financial Management			
Accounting	1	124	\$ 25,677.00
Accounts Payable	1	36	\$ 7,174.00
Budgeting	1	56	\$ 7,174.00
Capital Assets	1	48	\$ 6,011.00
Cash Management	1	36	\$ 4,320.00
Contract Management	1	28	\$ 2,778.00
eProcurement (Vendor Access and Punch-Out)	1	24	\$ 5,700.00
Inventory	1	48	\$ 5,547.00
Project & Grant Accounting	1	36	\$ 4,873.00
Purchasing	1	92	\$ 10,558.00
Revenue Management			
Accounts Receivable	1	72	\$ 5,282.00
Cashiering	1	48	\$ 9,344.00
General Billing	1	36	\$ 3,459.00
Resident Access	1	48	\$ 6,300.00
Utility Billing CIS	1	152	\$ 7,678.00

Utility Billing Meter Interface	1	24	\$ 2,477.00
Enterprise Asset Management			
Asset Maintenance & Performance - Per User	30	176	\$ 39,510.00
Content Management			
Content Manager Core includes Onboarding	1	32	\$ 12,569.00
Data Insights			
Enterprise Analytics and Reporting w Executive Insights	1	88	\$ 21,562.00
Additional			
Enterprise Forms Processing Software (including Common Form Set)	1	0	\$ 7,215.00
GIS	30	8	\$ 8,880.00
Sub-Total:			\$ 204,088.00
Less Discount:			\$ 75,516.00
TOTAL		1212	\$ 128,572.00

Professional Services

Description	Quantity	Unit Price	Ext Discount	Extended Price	Maintenance
Amazon Web Services Configuration Fee	1	\$ 4,658.00	\$ 4,658.00	\$ 0.00	\$ 0.00
Capital Assets Import Hours	16	\$ 200.00	\$ 0.00	\$ 3,200.00	\$ 0.00
COA Import Hours	12	\$ 200.00	\$ 0.00	\$ 2,400.00	\$ 0.00
Executive Insights Implementation	1	\$ 8,400.00	\$ 0.00	\$ 8,400.00	\$ 0.00
Conversions – See Detailed Breakdown Below				\$ 42,600.00	\$ 0.00
Project Management	244	\$ 200.00	\$ 0.00	\$ 48,800.00	\$ 0.00
Onsite Implementation	332	\$ 200.00	\$ 0.00	\$ 66,400.00	\$ 0.00
Remote Implementation	880	\$ 200.00	\$ 0.00	\$ 176,000.00	\$ 0.00
TOTAL				\$ 347,800.00	\$ 0.00

Payments

	List Price	Service %	Min	Basis Points	Rate	Cap	POS	Online	IVR
Payments - Client Card Cost - Interchange Plus									
Enterprise ERP Payments									

General Billing	0.50%	\$ 0.40	X	X	X
Utility Billing	0.50%	\$ 0.40	X	X	X

Payments - Other Fees

Client eCheck Cost	\$ 1.95
Credit Card Chargebacks	\$ 15.00
eCheck Rejects	\$ 5.00

Client Card Cost - Interchange Plus

Per card transaction with Visa, MasterCard, Discover, and American Express for all transactions on top of industry-driven rates for bank fees, card brand fees, interchange fees, dues, assessments, and other processing fees.

IVR Cost

Additional \$0.50 per transaction on top of Card and eCheck Fee.

eCheck Rejects

When an eCheck transaction comes back as declined (e.g bounced check)

Credit Card Chargebacks

If a card payer disputes a transaction at the card issuing bank (e.g. stolen card)

Client eCheck Cost

Per electronic check transaction.

Payments

Your use of Payments and any related items included on this order is subject to the terms found at: <https://www.tylertech.com/terms/payment-card-processing-agreement>. By signing this order or the agreement in which it is included, you agree you have read, understand, and agree to such terms. Please see attached Payments fee schedule.

3rd Party Hardware, Software and Services

Description	Qty	Unit Price	Unit Discount	Total Price	Unit Maint/SaaS	Maint/SaaS Discount	Total Maint/SaaS
Cash Drawer	1	\$ 260.00	\$ 0.00	\$ 260.00	\$ 0.00	\$ 0.00	\$ 0.00
Hand Held Scanner - Model 1960GSR	1	\$ 475.00	\$ 0.00	\$ 475.00	\$ 0.00	\$ 0.00	\$ 0.00
Hand Held Scanner Stand	1	\$ 30.00	\$ 0.00	\$ 30.00	\$ 0.00	\$ 0.00	\$ 0.00
Payments Lane 7000 Terminal Purchase	1	\$ 529.00	\$ 0.00	\$ 529.00	\$ 0.00	\$ 0.00	\$ 0.00
Payments PCI Service Fee (Per Device)	1	\$ 0.00	\$ 0.00	\$ 0.00	\$ 180.00	\$ 0.00	\$ 180.00
Printer (TM-S9000II)	1	\$ 1,623.00	\$ 0.00	\$ 1,623.00	\$ 0.00	\$ 0.00	\$ 0.00

TOTAL

\$ 2,917.00

\$ 180.00

Summary

One Time Fees

Recurring Fees

Total Tyler License Fees

\$ 0.00

\$ 0.00

Total SaaS

\$ 0.00

\$ 128,572.00

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Total Tyler Services	\$ 347,800.00	\$ 0.00
Total Third-Party Hardware, Software, Services	\$ 2,917.00	\$ 180.00
Summary Total	\$ 350,717.00	\$ 128,752.00
Contract Total	\$ 993,757.00	
Estimated Travel Expenses excl in Contract Total	\$ 19,180.00	

Client's purchase of the items listed above is subject to the Comments below
Unless otherwise indicated in the contract or amendment thereto, pricing for optional items will be held
For six (6) months from the Quote date or the Effective Date of the Contract, whichever is later.

Customer Approval: _____ Date: _____

Print Name: _____ P.O.#: _____

All Primary values quoted in US Dollars

Detailed Breakdown of Conversions (Included in Summary Total)

Description	Qty	Unit Price	Unit Discount	Extended Price
Financials				
Accounting	1	\$ 5,000.00	\$ 0.00	\$ 5,000.00
Project Accounting	1	\$ 5,000.00	\$ 0.00	\$ 5,000.00
Purchase Orders	1	\$ 5,400.00	\$ 0.00	\$ 5,400.00
Revenue Management				
Utility Billing	1	\$ 27,200.00	\$ 0.00	\$ 27,200.00
TOTAL				\$ 42,600.00

Optional Tyler SaaS and Related Services

Description	Qty	Imp. Hours	Annual Fee
Human Resources Management			
Employee Expense Reimbursement	1	36	\$ 3,054.00

Human Resources & Talent Management	1	88	\$ 3,999.00
Payroll with Employee Access	1	168	\$ 5,696.00
Recruiting	1	16	\$ 809.00
Time & Attendance w Mobile Access - Up to 150 Employees	1	80	\$ 5,918.00
Timekeep Interface	1	24	\$ 790.00
Civic Services			
My Civic	1	56	\$ 10,000.00
Enterprise Asset Management			
Asset Performance Implementation	1	104	\$ 0.00
Additional			
ACFR Statement Builder	1	40	\$ 12,000.00
Notify includes 50,000 Msgs and 1,650 Mins per year	1	16	\$ 10,000.00
Integrations			
3rd Party Applicant Tracking API Connector	1	24	\$ 4,439.00
3rd Party Asset Management API Connector	1	24	\$ 4,439.00
SnapLogic - Up to 5 Integrations	1	999	\$ 4,000.00
TOTAL:		1675	\$ 65,144.00

Optional Professional Services

Description	Quantity	Unit Price	Ext. Discount	Extended Price	Maintenance
Onsite Implementation	440	\$ 200.00	\$ 0.00	\$ 88,000.00	\$ 0.00
Remote Implementation	1235	\$ 200.00	\$ 0.00	\$ 247,000.00	\$ 0.00
TOTAL				\$ 335,000.00	\$ 0.00

Tyler Annual Discount Detail (Excludes Optional Products)

Description	Imp. Hours	Annual Fee	Annual Fee Discount	Annual Fee Net
Financial Management				
Accounting	124	\$ 25,677.00	\$ 9,500.00	\$ 16,177.00
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Accounts Payable	72	\$ 7,174.00	\$ 2,654.00	\$ 4,520.00
Budgeting	56	\$ 7,174.00	\$ 2,654.00	\$ 4,520.00
Capital Assets	48	\$ 6,011.00	\$ 2,224.00	\$ 3,787.00
Cash Management	36	\$ 4,320.00	\$ 1,598.00	\$ 2,722.00
Contract Management	28	\$ 2,778.00	\$ 1,028.00	\$ 1,750.00
eProcurement (Vendor Access and Punch-Out)	24	\$ 5,700.00	\$ 2,109.00	\$ 3,591.00
Inventory	48	\$ 5,547.00	\$ 2,052.00	\$ 3,495.00
Project & Grant Accounting	36	\$ 4,873.00	\$ 1,803.00	\$ 3,070.00
Purchasing	92	\$ 10,558.00	\$ 3,906.00	\$ 6,652.00
Revenue Management				
Accounts Receivable	72	\$ 5,282.00	\$ 1,954.00	\$ 3,328.00
Cashiering	48	\$ 9,344.00	\$ 3,457.00	\$ 5,887.00
General Billing	36	\$ 3,459.00	\$ 1,280.00	\$ 2,179.00
Resident Access	48	\$ 6,300.00	\$ 2,331.00	\$ 3,969.00
Utility Billing CIS	152	\$ 7,678.00	\$ 2,841.00	\$ 4,837.00
Utility Billing Meter Interface	24	\$ 2,477.00	\$ 916.00	\$ 1,561.00
Enterprise Asset Management				
Asset Maintenance & Performance - Per User	176	\$ 39,510.00	\$ 14,610.00	\$ 24,900.00
Content Management				
Content Manager Core includes Onboarding	32	\$ 12,569.00	\$ 4,651.00	\$ 7,918.00
Data Insights				
Enterprise Analytics and Reporting w Executive Insights	88	\$ 21,562.00	\$ 7,978.00	\$ 13,584.00
Additional				
Enterprise Forms Processing Software (including Common Form Set)	0	\$ 7,215.00	\$ 2,670.00	\$ 4,545.00
GIS	8	\$ 8,880.00	\$ 3,300.00	\$ 5,580.00

TOTAL	1,212	\$ 204,088.00	\$ 75,516.00	\$ 128,572.00
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Comments

Tyler's quote contains estimates of the amount of services needed, based on our preliminary understanding of the scope, level of engagement, and timeline as defined in the Statement of Work (SOW) for your project. The actual amount of services required may vary, based on these factors.

Tyler's pricing is based on the scope of proposed products and services contracted from Tyler. Should portions of the scope of products or services be altered by the Client, Tyler reserves the right to adjust prices for the remaining scope accordingly.

Unless otherwise noted, prices submitted in the quote do not include travel expenses incurred in accordance with Tyler's then-current Business Travel

Policy.

Tyler's prices do not include applicable local, city or federal sales, use excise, personal property or other similar taxes or duties, which you are responsible for determining and remitting. Installations are completed remotely but can be done onsite upon request at an additional cost.

In the event Client cancels services less than four (4) weeks in advance, Client is liable to Tyler for (i) all non-refundable expenses incurred by Tyler on Client's behalf; and (ii) daily fees associated with the cancelled services if Tyler is unable to re-assign its personnel.

The Implementation Hours included in this quote assume a work split effort of 70% Client and 30% Tyler.

Implementation Hours are scheduled and delivered in four (4) or eight (8) hour increments.

Tyler provides onsite training for a maximum of 12 people per class. In the event that more than 12 users wish to participate in a training class or more than one occurrence of a class is needed, Tyler will either provide additional days at then-current rates for training or Tyler will utilize a Train-the-Trainer approach whereby the client designated attendees of the initial training can thereafter train the remaining users.

As a new Tyler client, you are entitled to a 14-day or a 30-day trial of the Managed Detection and Response cybersecurity service. Please reference <https://www.tylertech.com/services/tyler-detect> for more information on the service and contact CybersecuritySales@tylertech.com to initiate the trial.

Tyler currently supports the following identity providers (IdP's) for use with Tyler back-office solutions: Microsoft Active Directory through Azure AD, ADFS or Okta AD agent, Google Cloud Identity, Okta, and Identity Automation Rapid Identity. Any requirement by you to use an IdP not supported by Tyler will require additional costs, available upon request.

Content Manager Core includes up to 1TB of storage. Should additional storage be needed it may be purchased as needed at an annual fee of \$5,000 per TB.

Amazon Web Services (AWS) has provided a credit in the amount of \$4,658 in sponsorship of your project.

Your payment of the annual subscription or SaaS fee for Tyler Notify will include an identified amount of messages and/or minutes annually. Additional messages and/or minutes may be purchased from Tyler in defined packages at our then-current rates. Tyler Notify will not restrict use of messages and/or minutes that exceed the allotted messages but reserves the right to invoice you for documented overages occurring during the annual term. Any unused messages or minutes remaining at the end of your annual subscription term expire.

Each API Toolkit or Connector comes with 8 free hours of API Development Consulting hours. Each API Bundle comes with 16 free API Development Consulting hours. Additional hours can be purchased beyond this standard offering.

Financial library includes: standard A/P check, standard EFT/ACH, standard Purchase order, standard Contract, 1099M, 1099INT, 1099S, 1099NEC and 1099G.

Accounting conversion includes: Actuals (total balances only) up to 5 years, Budgets (total balances only) up to 5 years

In the event Client acquires from Tyler any edition of Content Manager software other than Enterprise Edition, the license for Content Manager is restricted to use with Tyler applications only. If Client wishes to use Content Manager software with non-Tyler applications, Client must purchase or upgrade to Content Manager Enterprise Edition.

Your rights, and the rights of any of your end users, to use Tyler's Data & Insights SaaS Services, or certain Tyler solutions which include Tyler's Data & Insights data platform, are subject to the Terms of Services, available at <https://www.tylertech.com/terms/data-insights-saas-services-terms-of-service>. By signing this sales quotation, or accessing, installing, or using any of the Tyler solutions listed at the linked terms, you certify that you have reviewed, understand, and agree to said terms.

General Billing library includes: standard invoice, standard statement, standard general billing receipt and standard miscellaneous receipt.

Project Accounting conversion includes: Standard, Actuals - up to 5 years, Budgets - up to 5 years

Standard Project Management responsibilities include project plan creation, initial stakeholder presentation, bi-weekly status calls, updating of project plan task statuses, and go-live planning activities.

Purchase Orders conversion includes: Standard - Open POs, Closed POs - up to 5 years

The SaaS Setup Fee for your project has been discounted by 100% by credits sponsored and provided by Amazon Web Services (AWS).

Utility billing library includes: standard Utility bill, standard UB receipt, standard UB delinquent notice, standard door hanger and standard final utility bill.

Utility Billing conversion includes: Standard - UB Account, CID's, Services/Meter Inventory, Assessments, Consumption History - up to 5 years, Balance Forward AR, Service Orders, Backflow, Budget Billing, Flat Inventory/Containers

Personnel Actions Forms Library includes: standard Personnel Action form - New and standard Personnel Action Form - Change.

Payroll library includes: standard PR check, standard direct deposit, standard vendor from payroll check, standard vendor from payroll direct deposit, W2, W2c, ACA 1095B, ACA 1095C and 1099 R.

Fees for year one of hardware maintenance will be invoiced as of the first day of the calendar month following the date the hardware is delivered and may be prorated to end coterminous with the Annual Support Maintenance term. Subsequent annual hardware maintenance fees

shall be invoiced together with the Annual Support Maintenance term in accordance with the terms of the Agreement.



101 N. Queen St. Ste. 300
Lancaster, PA 17603
888.611.3138

PROJECT AGREEMENT



Sage Intacct

Implementation Services

January 6, 2026 | 2025 1436

Ryan Butzer

rbutzer@cargas.com

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Acceptance

Executive Overview

This is an agreement between Cargas Systems, Inc. (Cargas) and Rainbow Municipal Water District (Rainbow) for consulting services to assist with the implementation of Sage Intacct (Intacct) software to which it is subscribing under a separate agreement with the Sage Group plc.

Your Key Success Criteria & Our Recommendations

During our conversations, we've developed an understanding of the following key requirements to meet your needs now and help you grow and evolve in the future.

Your Key Success Criteria

- Transition to a secure, accessible, and reliable cloud-based system
- Improve access to key metrics and reports to make faster and better business decisions
- Reduce the number of tasks currently managed in Excel to limit the potential for error
- Future-proof with a system that's easy to scale, learn, and use
- Gain best-in-class core accounting with built-in GL, AP, AR, cash management, and bank reconciliation

We also heard you state a goal go-live of October 1, 2026. Later in this document we review the steps necessary to achieve this goal.

Your Current Technology Environment

Software	Purpose
Infor	Accounting and Utility Management
ADP	Payroll and Timekeeping
Laserfiche	Document Management
Excel	Budgeting and Financial Reporting

What We Recommend Instead

Software	Purpose	Connection Method with Intacct
Sage Intacct	Accounting, Budgeting and Financial Reporting	
Llumin	Asset Management	Llumin-built integration
CUSI	Utility Billing	CUSI-built integration
ADP	Payroll and Timekeeping	ADP-built integration

Investment

To achieve your Key Success Criteria, we recommend the following one-time investment:

One-Time Consulting Services

Cargas Consulting Services	Services Estimate
Sage Intacct Implementation	\$105,875.00
Billed at actual time & materials	

Cargas Consulting Services are a one-time investment based on the estimated hours midpoint for the scope of services contained in the "Implementation Services" section below.

Payment Due with Agreement Execution

This offer expires on **March 30, 2026** and does not include sales or use tax, if applicable.

Item	Price
Services Deposit	\$10,000.00
Total due with signature	\$10,000.00

Consulting Services Scope of Work

Project Hours & Expectations

The estimated hours for the services from Cargas described in the scope of work are: 325 to 445 hours.

Most customers who hit the mid-range hours estimate dedicate approx. 75-100% of the above hours to implementation-related activities, including mapping data from your current software, system training, and testing. These hours will be spread across the users participating in this project.

The services described in this proposal will be provided on a time-and-materials basis and may be delivered by Cargas or Sage Intacct.

Cargas may deliver services on-site at Rainbow when requested; however, time and expenses related to travel are not included in the estimate provided unless explicitly stated otherwise.

This proposal is based on the following expectations:

- Rainbow can begin this project as early as April, given that scheduling availability for all parties will dictate the kick-off date.
- Rainbow has requested a go-live date of October 1, 2026 for all companies. The ability to achieve this target go-live date depends on many factors, including adherence to the below-stated factors that contribute to project success, how frequently all parties can meet, and the length of time between the proposal presentation, signature, and kick-off.
- The project is expected to end 6-8 weeks after your go-live date. Rainbow acknowledges that a longer project duration may result in a change-order for additional services, under which Cargas may choose to provide additional services on a time-and-materials basis.

Final Project Vision

Sage Intacct

Rainbow will implement Sage Intacct software to which it subscribes under "Subscription" above.

Cargas Systems will provide consulting services to help Rainbow fully realize the potential of its investment, specifically targeting the Key Success Criteria listed above.

Rainbow may have access to self-training activities available through a Sage Learning Membership and online help. The implementation project will include training from Cargas consultants according to the scope outlined below. Rainbow will participate in implementation activities with the goal of being appropriately trained at go-live.

Third-Parties

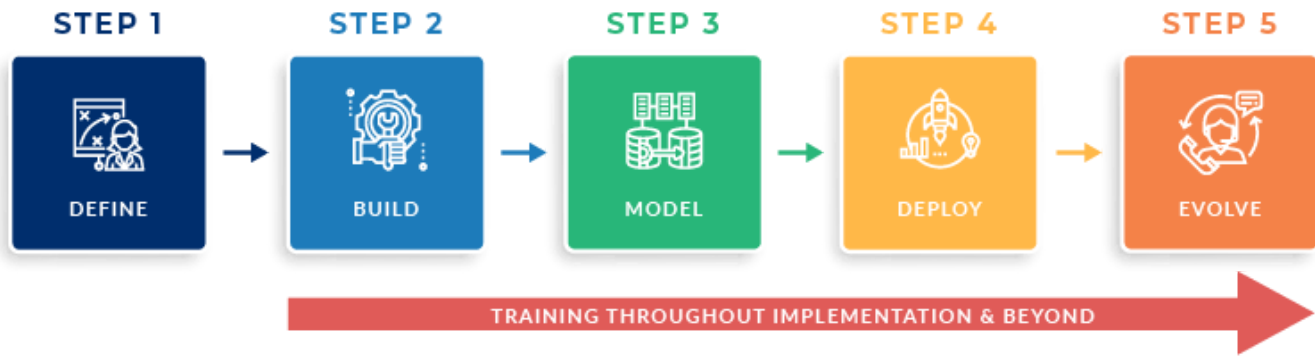
For all software for which an automated integration is not in use at go-live, Rainbow will integrate using Sage Intacct's file-based templates to import additional data.

This proposal assumes that an automated integration with Lumin may be implemented under a separate proposal from Lumin; CUSI may be implemented under a separate proposal from CUSI; and ADP Payroll may be implemented under a separate proposal from ADP.

Rainbow agrees that it is their responsibility to establish and maintain all third-party subscriptions as noted above. If any third-party integrations or automations are chosen, additional fees may apply.

Project Management Methodology

Our implementation process has been carefully developed and honed to ensure your success. To assist with this process, we use Workfront as our project management software. Please reference your Project Success Plan for an overview of what each of the below phases involves.



Define

What we do during this step will guide the rest of your project.

We start by developing your Functional Requirements Document which defines how we'll design your solution. We'll also review your chart of accounts, the reports and metrics that you need, and the specific testing scenarios we'll use in the next step. With all of that information in hand, we'll also firm up a target go-live date.

Build

Here's where we start configuring Intacct in accordance with your Functional Requirements Document. We'll build your chart of accounts and import your historical data and master records. Once the software is configured, we'll copy the environment for testing.

Model

Your implementation consultant will work with your team to test the software and teach them how to use it. Based on the testing results and your team's feedback, we'll make final revisions to the software. Once your team signs off on training, we'll begin planning your official transition to your new software.

Deploy

On your go-live date, we'll work with your team to bring over your opening balances from your legacy software and assist with first check runs. We'll remain by your side through your first month and assist with activities like bank reconciliation and financial reporting.

Evolve

From here, you'll work directly with Sage Intacct for support. You can also choose to opt-in to a Cargas Customer Care Plan, enabling you to work with a dedicated Cargas account manager and support team who will help you as your needs change over time.

The fine print...

This project will be based on the above-stated general phases, except to the extent that the project's specific scope of work has modified these phases. Project management and other cross-phase activities will continue throughout the implementation lifecycle.

Except for integrations and custom development, each phase must be completed before proceeding to the next phase. Returning to an earlier phase may result in additional hours not included in this proposal.

Each section of this scope of work is organized into three parts:

1. The included activities from Cargas.
2. The activities that will be performed by Rainbow (note that the quality of the performance of these activities will affect the hours of effort from Cargas and/or the quality of the final project).
3. Any applicable limitations, dependencies, and/or exclusions. These may represent capabilities that are not available, capabilities that may be available but are not included in this scope, or assumptions that must be true for this project to be successful.

The hours estimate assumes that Cargas and Rainbow will use the following "Train the Trainer" method to maximize learning and minimize costs:

1. Cargas will perform the task once with Rainbow observing.
2. Rainbow will then perform the task with Cargas observing.
3. If there's an error, Cargas will make the correction and observe the next instance of the task as well. Rainbow will then perform all additional similar tasks independently.

Factors that Contribute to Project Success

Cargas and Rainbow will make their best efforts to ensure the success of the project, specifically agreeing to:

- Effectively and efficiently collaborate between companies and project teams.
- Be actively involved in project and training activities without interruption or disruption.
- Assign one primary point-person/project manager for the duration of the project.
- Maintain substantially the same project team throughout the life of the project.
- Recognize that the project involves a substantial change in business processes, therefore effective change management throughout the project will be required.

Project Management

Each section of this scope of work is organized into three parts:

1. The included activities from Cargas.
2. The activities that will be performed by Rainbow (note that the quality of the performance of these activities will affect the hours of effort from Cargas and/or the quality of the final project).
3. Any applicable limitations, dependencies, and/or exclusions. These may represent capabilities that are not available, capabilities that may be available but are not included in this scope, or assumptions that must be true for this project to be successful.

The hours estimate assumes that Cargas and Rainbow will use the following "Train the Trainer" method to maximize learning and minimize costs:

1. Cargas will perform the task once with Rainbow observing.
2. Rainbow will then perform the task with Cargas observing.
3. If there's an error, Cargas will make the correction and observe the next instance of the task as well. Rainbow will then perform all additional similar tasks independently.

Cargas Tasks & Deliverables

- Develop a project plan in Workfront that includes all major tasks and deliverables.
- Set up bi-weekly conference calls to provide updates on:
 - Upcoming trainings/items due
 - Overall project status
 - Scope
 - Time/budget
 - Issues/risks
- Confirm readiness for go-live.
- Maintain a list of project issues and milestone schedules.
- Set up internal Cargas implementation team meetings to maintain project scope, schedule, and budget.
- Set up steering committee meetings/calls (if applicable).
- Maintain communications with the Sage Intacct Account Manager related to project status and other required updates.

Rainbow Tasks & Deliverables

- Assign a project manager to:
 - Make decisions (e.g., approve change-orders and subscription changes).
 - Take responsibility for ensuring the timely and accurate completion of all tasks assigned to Rainbow.
 - Provide direction to Rainbow's project team.
 - Log into Workfront on a regular basis to view project updates, tasks to be completed, and overall project health.
 - Work with Cargas's project manager to review and maintain the project schedule.
 - Attend bi-weekly conference calls with Cargas's project manager to review:
 - Upcoming trainings/items due
 - Overall project status
 - Scope
 - Time/budget
 - Issues/risks
- Assign other individuals to the project team as required to complete tasks successfully.

Dependencies/Exclusions

- This scope of work does not include written project status reports.
- The project will end at a date to be determined by Cargas's consultant and project manager but will not be earlier than 6-weeks after go-live.

Phase 1: Define

Cargas Tasks & Deliverables

- Initiate the project by transitioning knowledge from the sales team and scheduling all calls and activities.
- Determine the target go-live date.
- Develop a functional-requirements document (FRD) via a business process workshop and any additional necessary calls.
- Provision a Sage Intacct environment instance.
- Review the proposed design of the chart of accounts.
- Provide sample test scenarios.
- Develop a solution definition document that, for each requirement in the FRD, describes whether it is standard Sage Intacct functionality, can be partially met through a workaround, or will need to be met through another product or customization.

Rainbow Tasks & Deliverables

- Define/confirm the requirements for project success.
- Approve the functional requirements document.
- Attend any designated online training at Sage University.
- Define the chart of accounts, customer and vendor numbering conventions, and other information as required.
- Define desired custom fields.
- Provide design of desired financial reports and custom ad hoc reports.
- Develop a testing plan, including testing scenarios, to be used in performing the testing described in the model phase.

Dependencies/Exclusions

- Except as specifically included below, excludes training provided directly by Cargas.

Phase 2: Build (Set-up & Configuration)

Cargas Tasks & Deliverables

Company Setup

- Create one shared company and three funds with a single base currency.
- Create up to ten custom fields.
- Create up to two SmartEvents or SmartRules.
- Create up to two roles or users with appropriate permissions.
- Create document numbering.
- Enable Sage Intacct QuickStart financial reporting.

General Ledger Setup

- Enable reporting periods.
- Create transactional and statistical journals.
- Create up to two dimension groups.
- Create three user-defined dimensions.
- Includes enabling up to one out-of-the-box GL approval workflow.

Cash Management Setup

- Build and configure up to three cash management accounts (checking, savings, and/or credit card).
- Enable up to one bank account for check printing.

Accounts Receivable Setup

- Create up to two AR terms.
- Create one set of AR aging periods.
- Create up to one customer group.

Order Entry Setup

- Configure up to one price list.
- Create up to one product line and item GL group.
- Create up to six order entry transaction definition documents (e.g. sales order, sales invoice, return, etc.).

Accounts Payable Setup

- Create up to two AP terms.
- Create one set of AP aging periods.
- Create up to one vendor group.
- Assign bill approval levels.
- Enable AP automation with desired configuration.

Purchasing Setup

- Configure up to one price list.
- Create up to one product line and item GL group.
- Create up to six purchasing transaction definition documents (e.g. purchase order, vendor invoice, return, etc.).
- Create up to one purchasing global approval workflow.

Inventory Management Setup

- Deploy inventory QuickStart workflow or enable advanced inventory with up to seven transaction documents that process transactions through the full Intacct inventory management lifecycle.
- Create up to one price list.
- Create up to one product line and item GL group.

Fixed Assets Setup

- Create one fixed asset journal for recording all entry activities.
- Create up to fifteen asset classes, and five custom fields required by the functional requirements document.
- Create financial and tax depreciation books.

Grant Tracking & Billing Setup

- Configure the Grants/Projects module for use with transaction rules.
- Create up to five transaction rules for automatic posting of secondary transactions (indirect costs) to grants/projects in the form of journal entries.
- Enable labor cost posting within the Grants/Projects module for hourly and/or salaried employees.
- Create grant/project types and statuses.
- Create earning types for assignment to employees to determine labor cost rates.
- Create up to one Order Entry transaction definition for grant/project-based billable transaction invoice creation and GL posting.

Time & Expenses Setup (as a part of the Grant Tracking & Billing module)

- Includes creating up to one expense report term.
- Create default expense aging periods.
- Create up to one expense type and payment type.
- Assign expense, expense reimbursement, and timesheet approval process flows.

Prepaid Expense Amortization Setup

- Create and configure Sage Intacct Platform Services, Sage Intacct Web Services, and the Prepaid Expense Amortization application for use within accounts payable on a bill transaction.
- Create a Prepaid Expense journal for recording all journal entry activity from the Prepaid Expense Amortization module.
- Enable the following line-level data fields for transaction entry and reporting within the Prepaid Expense Amortization module:
 - Entity/location
 - Department
 - Class
 - Vendor
 - Employee
 - Customer
- Install the Prepaid Expense reporting package and dashboard.

- Advise on user permission best-practices for accessing and using the Prepaid Expense Amortization module.

Lease Accounting Setup

- See Lease Accounting section below.

Spend Management Setup

- Select the dimensions, purchasing documents, and general ledger accounts to be used in validating transaction spend.
- Create up to one budget for use by Spend Management.
- Demonstrate Spend Management usage including validation failure where purchasing transaction(s) exceed budgeted amount(s).

Sage Intacct Planning Setup

- See "Build - Sage Intacct Planning" section below.

Dynamic Allocations Setup

- Activate the Dynamic Allocations module.
- Conduct an overview of using Dynamic Allocations and creating allocation definitions.
- Review requirements for up to two allocation scenarios and create up to two allocation definitions.

Interactive Custom Report Writer

- Enable Interactive Custom Report Writer.
- Load custom report library.
- Assist Rainbow in developing one report.

Interactive Visual Explorer

- Enable Interactive Visual Explorer.
- Load custom report library.
- Assist Rainbow in developing one view.

Checklists

- Enable checklist tool.

Rainbow Tasks & Deliverables

Enter assigned setup and configuration information, including but not limited to:

- Additional role and user permission designations.
- Additional cash management accounts.
- Additional dimension groups.
- Additional object and document numbering conventions.
- Additional approval workflows.
- Additional AR terms.
- Additional AP terms.
- Additional customer-specific price lists
- Additional product lines and item GL groups.

- Make any required changes to invoice and purchase order templates using Microsoft Word.

Dependencies/Exclusions

- Excludes functionality not specifically listed in the 'Cargas Tasks & Deliverables' sections.
- System configurations and approval workflows are limited to the configuration options available within the standard Sage Intacct product.
- Hours estimate assumes a fiscal month equals a calendar month.
- Unless specified in this project agreement, this scope of work excludes building integrations to other systems.
- Shared entities have common accounting periods, chart of accounts, dimensions, base currency, and other properties.
- Hours estimate assumes common a go-live date for all entities.
- Except to the extent explicitly described in the vision statement or in the first section, the hours estimate assumes that all entities have similar business processes.

Phase 2: Build (Data Conversion)

Cargas Tasks & Deliverables

As determined by the FRD, create one successful import of:

- Locations.
- Departments.
- Classes.
- Customer master records.
- Vendor master records (with bank information for ACH processing, if applicable).
- Allocations.
- Grants.
- Chart of accounts.
- Statistical accounts.
- Current budget.
- Employee master records.
- Items.
- Warehouse records.
- Tasks.
- GL account budget amounts uploaded to the Spend Management budget.
- Up to two-hundred and fifty fixed assets.
- Convert GL account and statistical account entries using the data map provided by Rainbow.
- Perform successful import of GL account and statistical account net summary beginning balances as of 7/1/19.
- Perform successful import of GL account and statistical account monthly summary net change entries for FY2020, 2021, 2022 and 2023.
- Perform successful import of GL account and statistical account detailed journal entries for FY2024 and 2025 to date.

Rainbow Tasks & Deliverables

- Complete the data map for each current GL account string to Sage Intacct GL accounts and dimensions.
- Validate data after import.

Dependencies/Exclusions

- Excludes repeat imports; any additional imports will incur a Change Request for additional services.
- All required dimensions for data mapping purposes need to exist in Intacct prior to importing data.
- Excludes import of transactional history to subledgers.

Phase 2: Build - Lease Accounting

Cargas Tasks & Deliverables

- Pre-populate the Configuration Workbook for Lease Accounting with recommended configurations.
- Review the following data templates to be populated by Rainbow and perform one upload of each of the following:
 - Lease Classes
 - Lease Groups
 - Leases
 - Lease Custom Payment Schedules (if applicable)
- Deploy and configure the Lease Accounting application per the Configuration Workbook, and upload finalized data provided by Rainbow.
- Conduct up to one Lease Accounting usage training session.
- Perform one round of validation to assist Rainbow in providing accurate data templates. Validation is defined as providing feedback on a data file for missing required field values, invalid field lengths, invalid field values/type mismatches, and invalid dimension ID values; transaction amounts and balances will not be validated and are the responsibility of Rainbow.

Rainbow Tasks & Deliverables

- Review the Configuration Workbook to approve the configuration.
- Perform all legacy system data extraction, data cleansing, and data mapping to Sage Intacct.
- Populate all above-noted data templates to be uploaded by Cargas per the specifications and dates in the project plan agreed upon by Rainbow and Cargas. A Sage Intacct data upload template provides the format by which Rainbow will populate data for upload.

Dependencies/Exclusions

- Lease history will not be loaded into or generated by the software. Existing leases will be uploaded on a go-forward basis as of an agreed balance sheet date.
- Data take-on will be completed as of an agreed balance sheet date. No further lease history will be loaded into or generated by the software.

Phase 2: Build - Sage Intacct Planning

Cargas Tasks & Deliverables

Cargas understands that Rainbow's budgeting season begins in October. At the time that works best for Rainbow, Cargas will:

- Provision 1 instance of Sage Intacct Planning (SIP).
- Configure the integration between Sage Intacct and Sage Intacct Planning.

- Deliver the following series of training sessions:
 1. Session 1: Product Overview and How to Build a Budget
 - How to execute the integration between systems and how the integration data points work.
 - How to create account groups in SIP.
 - How to create one budget.
 - How to enter budget values in SIP based on a sample budget provided by Rainbow.
 2. Session 2: Financial Modeling
 - How to create one financial model (e.g., one revenue model or expense model).
 - How to add model assumptions, types, and lines.
 - How to add model lines to a budget.
 3. Session 3: Reporting and Data Management
 - How to run reports and dashboards in SIP.
 - How to sync actual financial values from Sage Intacct into SIP.
 - How to sync the budget from SIP into Sage Intacct.

Rainbow Tasks & Deliverables

- Provide a sample budget to use during training sessions.
- Determine the Sage Intacct dimensions and accounts to be used for budgeting purposes.
- Complete the desired budget(s) using the training provided during the above sessions.

Phase 2: Build (Integrations)

Cargas Tasks & Deliverables

- Configure Sage Intacct to work with the integrations developed by Sage Intacct Marketplace partners Lumin, CUSI, and ADP Payroll, whose products are expected to be in use as of go-live.
- Enable the integration between SIP and the production Sage Intacct environment.
- Provide training on the use of Sage Intacct's .csv templates to import and export data.

Rainbow Tasks & Deliverables

- Test all integrations.
- Use Sage Intacct's .csv templates to import and export data as necessary.

Dependencies/Exclusions

- Excludes any changes to the capabilities of any integration provided by Sage Intacct Marketplace partners.
- Does not include any custom integration developed by Cargas.
- Integration limited to the published capabilities of Sage Intacct's APIs as documented at <http://developer.intacct.com>.

Phase 2: Build (Reports)

Cargas Tasks & Deliverables

- Provide assistance building a simple income statement, balance sheet, and cash flow statement report using QuickStart financial reports as a basis.
- Build up to two custom dashboards using QuickStart financial reports.
- Provide training and assistance building custom reports and dashboards as identified in the Define phase.
- Deploy the Grants/Projects module report package.
- Deploy the Fixed Assets module report package and dashboard.
- Deploy the Prepaid Expense Amortization report package and dashboard.
- One custom report using either the standard financial report writer or custom report writer.

Rainbow Tasks & Deliverables

- Carefully define all desired reports.
- Test and confirm the accuracy of all reports prior to go-live.
- Configure additional financial report formats.

Dependencies/Exclusions

- Report creation is limited to the standard application available.
- Dashboard creation is limited to the standard application, financial, and ad hoc reports available.
- Excludes report modifications requested after completion of initial testing.

Phase 3: Model

Cargas Tasks & Deliverables

- Provide training to enable users to perform user-acceptance testing.
- Provide implementation environment for testing.
- Assist with testing.
- Make changes in setup and configuration as required by testing results.
- Deliver up to eight hours of training to core users on topics as determined during a prior project phase.

Rainbow Tasks & Deliverables

- Work with bank to verify check printing alignment.
- Use the implementation environment to perform testing in accordance with the testing plan defined earlier to confirm that the system as configured performs as expected.
- For accuracy and completeness, test all:
 - Reports
 - Customer-facing documents
 - Import templates
 - Integrations
- Use testing activities as an opportunity for hands-on learning of the system.
- Provide written acceptance of configured system after testing.

Dependencies/Exclusions

- Excludes repeat training and written business procedures manual.

Phase 4: Deploy

Cargas Tasks & Deliverables

Provide:

- Remote assistance as needed on the go-live date.
- Guidelines for first bank reconciliation.
- One import of open payables as of the cutover date.
- One import of vendor 1099 opening balances at the cutover date.
- One import of open receivables as of the cutover date.
- One import of open checks as of the cutover date.
- One import of employee 1099 opening balances at the cutover date.
- One import of open employee expense reports.
- One import of item quantities and beginning balances as of the cutover date.
- One import of open order entry invoices as of the cutover date (outstanding quantities only).
- One import of open purchase orders as of the cutover date (outstanding quantities only).

Rainbow Tasks & Deliverables

- Provide data in Sage Intacct templates (as supplied by Cargas).
- Validate import(s) promptly after uploads.
- Ensure that staff have satisfactorily completed required training before go-live.
- For data not integrated through existing automations, use Sage Intacct's .csv import templates to import data after go-live.

Dependencies/Exclusions

- Excludes business process and end-user procedure documentation.

Phase 5: Evolve (Post-Launch)

Cargas Tasks & Deliverables

- Transition Rainbow to Sage Intacct support.

Rainbow Tasks & Deliverables

- Open support cases with Sage Intacct as appropriate.
- Request additional services from Cargas as needed under the Master Services Agreement (MSA).

Dependencies/Exclusions

- Transition to Sage Intacct support typically occurs after the first month-end close.

- Other Cargas Customer Care Plan options are available upon request.

Terms & Conditions

This agreement (these "Terms & Conditions") between Rainbow Municipal Water District ("you", "your", "Customer") and Cargas Systems, Inc. ("Cargas", "we", "us", or "our") will be considered agreed and valid upon signature by both parties.

Billable Services

Services provided on a time-and-materials basis will be billed based on actual time multiplied by the applicable hourly rate, except all time will be rounded up to the nearest $\frac{1}{4}$ hour and the minimum time for any new request for services is $\frac{1}{2}$ hour.

The current hourly rate is \$275 and is subject to change in accordance with these Terms & Conditions.

If you request that services be delivered outside of the hours of 7:00 a.m. to 7:00 p.m. ET (Eastern Time), Monday through Friday, the rate will be 1½ times the hourly rate.

For services provided at a fixed price, the total fees to be paid to Cargas and project payment milestones are included in the applicable agreement.

The service deposit associated with any statement of work ("project") must be received before Cargas delivers related services. The deposit will be applied to the hours at the beginning of the associated project.

Payment Terms

Software and Hardware: Payment with order, unless payment milestones are included in the applicable agreement.

Services: Net 10 days, invoiced semi-monthly.

All rates and prices are exclusive of all sales, use, and excise taxes, and any other similar taxes, duties, and charges of any kind imposed by any governmental authority on any amounts payable by you. You will be responsible for all such charges, costs, and taxes. You will be billed sales tax for software, services, and enhancement and support program(s) as required by law.

Autopay arrangements require a 30-day written notice to discontinue. Auto payments are not refundable in part or full after auto-draft has gone through under any circumstances.

Cargas is not responsible for insufficient fund penalties, returned checks, and/or over-the-limit fees. Any fees incurred by Cargas for all insufficient funds and returned checks will be passed on to you.

Recoverable Costs and Expenses

Travel time to and from your site(s) is/are billable and is generally not included in any estimates provided by Cargas to you. You agree to reimburse Cargas for all reasonable travel and out-of-pocket expenses incurred by Cargas in connection with the performance of the services (including airfare, car rentals, hotel, meals, mileage, and tolls).

Separate Agreements

During the project, there may be planned or unplanned changes in the variables of scope, resources, or time. At your request or when Cargas becomes aware of an unplanned change in any variable, Cargas may prepare a change-order or separate proposal for a specific new scope of work. This change order or separate proposal may include:

- Either an hours estimate on a time-and-materials basis or a fixed price.
- The price of any proposed software.
- Modified or additional terms and conditions relevant to the scope of work as may be appropriate.

These Terms & Conditions shall be incorporated into such change-order or separate proposal except if they are modified or excluded.

For requested changes, Cargas may not provide additional services related to the change until the change order is approved by you. For unplanned changes, Cargas may pause the delivery of services until the change-order has been approved by you.

Time to prepare proposals and estimates will not be billable, except for the time to obtain information (such as business requirements, business process reviews, or other consulting services required beyond the agreed upon scope of existing project work) that may be needed to define the scope of work to be estimated and included in the proposal.

Finance Charges

All bills not paid within thirty (30) days of the invoice due date may be assessed a late charge of 1.5% per month on the unpaid balance until paid in full. Cargas reserves the right, but not the obligation, to suspend part or all the services and software without prior notice to you if any part of undisputed bills are not received timely by Cargas. Recurring charges will continue to accrue during any period of suspension. Notice of disputed bills must be received by Cargas within thirty (30) days after the invoice date and your right to dispute them is waived thereafter. You may not withhold payment of any amounts due and payable by reason of any set-off of any claim or dispute with Cargas, whether relating to Cargas' breach, bankruptcy, or otherwise. If Cargas is required to refer your account to collections to recover undisputed bills, Cargas is entitled to recover all costs incurred in that process, including, but not limited to, reasonable attorneys' fees and costs.

Project Delay

In this section, a project delay is defined as either (1) when you ask Cargas to pause project activities, either indefinitely or for a specific duration, or (2) an actual suspension by you of project activities without informing Cargas. It does not include delays caused by either party missing deadlines for reasons other than suspending project activities.

The customer acknowledges that a project delay may result in increased hours needed to complete the project, including but not limited to Cargas resources originally assigned to the project no longer being available when the project resumes. For fixed-price projects, Cargas may charge a fee of up to \$500 for each week that activities were suspended, or, for projects suspended for more than three weeks, a one-time fee of \$1,500. For time-and-materials projects, a change-order will need to be executed for the reasonable additional time required to resume project activities.

Cancellations

If you cancel a request for services, you will be responsible for all Cargas services delivered before the cancellation was received. If you cancel a request for services under a separate fixed-price agreement, Cargas may either keep any progress payments received as a cancellation penalty or bill you based on actual time spent before the cancellation was received. Any service deposits received will not be refunded.

Scheduled services may be postponed or canceled without penalty only with a notice equal to the number of days of scheduled services. For example, if you request on-site support for 2 days, then the request may be postponed or canceled with at least 2 days' notice. Otherwise, Cargas may, of its choice, bill you for up to the full number of scheduled days for consulting services.

The time that you schedule with a consultant is set aside only for you. If you need to cancel a scheduled meeting, please do so at least 24 hours in advance. If you do not keep your meeting, are late, or if you fail to reschedule or cancel a scheduled meeting with at least 24 hours' notice, you may be charged the applicable billable rate for the entire meeting.

Postponements or cancellations of confirmed go-live milestones without two weeks' prior notice may result in a charge comparable to the scheduled services for go-live support.

If you cancel services after travel arrangements are made, you are responsible for reimbursing Cargas for the non-refundable travel expenses.

Software orders may not be canceled, nor may software be returned, for any reason.

Licensing of Cargas Customizations

For any customizations, automations, or integrations to any third-party software product that Cargas develops for you, then effective on acceptances of these Terms & Conditions, and on payment of all applicable fees, Cargas hereby grants to you a perpetual, limited, non-exclusive, non-transferable, royalty-free, paid up right and license to use and further modify any customization or integration, including any related documentation, for your internal business use only. "Internal business use" shall have the same meaning as in the license for the third-party software for which the customization, automation, or integration was developed. Each party is and shall remain the owner of all intellectual property that it owns or controls as of the effective date or that it develops or acquires hereafter.

Licensing of Cargas Software Products

For any Cargas software products sold (including commercial products, custom products, and Cargas tools used to develop customizations, automations, and integrations for third-party software) you agree to the terms of the applicable software licensing agreement that may be installed with the software or that Cargas otherwise provides to you at a commercially reasonable location. With respect to the software covered by any software licensing agreement, if there is any conflict between the language of its software licensing agreement and these Terms & Conditions, the language of the software licensing agreement shall prevail.

Confidential Information

Each party agrees that it shall not use (other than in connection with the fulfillment of its obligations under these Terms & Conditions or any Related Agreement) or disclose to any third party (other than its employees, subcontractors, consultants, or agents who need to know such information) any non-public, proprietary information of the other party which it learns during your engagement with Cargas, without the prior written consent of the other party.

Non-solicitation of Employees

For one (1) year following the last service provided by Cargas, both parties agree not to engage in any direct or indirect attempts to recruit or hire any employee from the other party without obtaining prior written consent. If either party breaches these Terms & Conditions, the breaching party shall be held liable to pay an amount equivalent to one year's annual compensation, as stated in the offer, in addition to any other legal remedies available. This provision does not apply to general job advertisements or the hiring of employees who respond independently to such advertisements. Posting a general job listing and hiring an employee who freely responds to that listing does not constitute a breach of this provision.

Third-Party Vendors

Cargas has the following third-party relationships:

- Third parties Cargas refers to you
- Third parties who deliver services on behalf of Cargas
- Third parties for which Cargas provide licenses

For purposes of this section, software publishers whose software is resold by Cargas are not considered third parties. Cargas does not endorse or make any representation, warranty, or promise regarding, and does not assume any responsibility for, any such third-party provider.

Cargas may sometimes refer you to third-party vendors for specific products or services. These vendors are not our subcontractors, so it is your responsibility to select and negotiate their work and fees. Cargas will assist in product selection, developing delivery schedules, and reviewing proposals to the extent that Cargas mutually agrees to do so.

Cargas may deliver services through third parties of its choice. Cargas has no obligation to identify services that it provides directly or through a third party.

If Cargas provides licenses to you for third-party products, then you understand and agree that such third-party products are licensed, and not sold, to you. You are allowed to use such third-party products subject to the terms and conditions (a) of these Terms & Conditions, (b) of the applicable agreement, (c) written directions that Cargas supplies to you, and (d) any applicable EULA; no other uses of such third-party products are permitted. To the maximum extent permitted by applicable law, Cargas makes no warranty or representation, either expressed or implied with respect to third-party software or its quality, performance, merchantability, or fitness for a particular purpose; provided, however, to the extent permissible, Cargas assigns to you any product warranties made by the manufacturer of any equipment or software supplied by Cargas.

Assignments & Relationship of Parties

You may not assign any of your rights or delegate any of your obligations under these Terms & Conditions without Cargas' prior written consent. Any purported assignment or delegation in violation of this Section is null and void. No assignment or delegation relieves you of any of your obligations under these Terms & Conditions. The relationship between the parties is that of independent contractors. Nothing contained in these Terms & Conditions shall be construed as creating any agency, partnership, joint venture, or other form of joint enterprise, employment, or fiduciary relationship between the parties, and neither party shall have authority to contract for or bind the other party in any manner whatsoever.

Personal Identifiable Information

Cargas does not seek, accept, convert, or store any Personally Identifiable Information ("PII") as defined by applicable law. PII includes, but is not limited to, Social Security numbers, driver's licenses or other unique governmental identification numbers, credit card or bank account numbers, and dates of birth. You agree not to send to Cargas any PII, or any file containing PII, without the written consent of Cargas. If PII is found in any file provided to Cargas without its consent, Cargas may permanently delete the file from its system(s). Cargas shall have no liability for deleting any PII, or files containing any PII, in accordance with its policies. Cargas shall further have no liability for any loss or unauthorized exposure of PII because of you transmitting to Cargas files containing PII or because of you storing PII directly in Cargas products or products supported by Cargas.

Manufacturers' Warranties

Cargas hereby assigns to you any product warranties made by the manufacturer of any equipment or software supplied by Cargas.

Indemnity

Cargas will defend, indemnify, and hold you harmless against any liabilities, expenses, or damages arising from or relating to a third-party claim alleging that your use of any Cargas work product infringes or misappropriates any U.S. patent, copyright, or trade secret of a third-party. This indemnity does not extend to claims arising from or relating to use by Cargas on behalf of you of any third-party services for which you have represented to Cargas that it has a valid right or permission to use, nor to any claims covered by your indemnification obligations under applicable agreements. In the event of a claim or threatened claim, Cargas may, at its sole option:

- Revise its work product so that it is no longer infringing;
- Obtain the right for you to continue to use the work product; or
- Direct you to cease use of the work product and refund you any payments for it.

You will defend, indemnify, and hold Cargas harmless against any liabilities, expenses, or damages arising from or relating to a third-party action resulting from or alleging: (a) bodily injury, death of any person, damage to real or tangible personal property, or (b) that its data, its software, its modifications to any Cargas work product or its use of the work product in breach of this agreement infringes or misappropriates any U.S. patent, copyright, or trade secret or violates applicable law.

The party entitled to be indemnified (the "Indemnified Party") will give prompt written notice to the other party (the "Indemnifying Party") of any claim for which indemnification may be required under these Terms & Conditions. The Indemnifying Party will be entitled to assume the defense and control of any such claim at its own cost and expense and the Indemnified Party will have the right to be represented by its own counsel at its own cost in such matters. Neither the Indemnifying Party nor the Indemnified Party will settle or dispose of any such matter in any manner that would adversely affect the rights or interests of the other party (including the obligation to indemnify hereunder) without the prior written consent of the other party, which will not be unreasonably withheld or delayed. Each party will reasonably cooperate with the other party and its counsel during the defense of any such suit, claim or demand, such cooperation to include without limitation using reasonable efforts to provide or make available documents, information, and witnesses.

This section represents the sole and exclusive liability of the indemnifying party and the exclusive remedy of the indemnified party for any type of claim described in this section.

Modification & Termination

Cargas may change terms, including hourly rates for all future services, with 30-days' written notice.

Either party may terminate these Terms & Conditions at any time. If you terminate these Terms & Conditions, you shall promptly make payments for any work in progress following the cancellation provisions of these Terms & Conditions.

Cyber & Security

It is understood that within the Services provided it is not the intent for Cargas to provide any type of internet security monitoring, cyber security monitoring, cyber terrorism monitoring, or other cyber threats for you unless otherwise expressly specified in agreements. Any assistance with remediation of cyber security incidents is outside the scope of any existing project or support agreements, may not be promptly available, and will be considered billable efforts. You are strongly advised to (a) educate your employees to properly identify and react to “phishing” activity (i.e., fraudulent attempts to obtain sensitive information or encourage behavior by disguising oneself as a trustworthy entity or person through email), and (b) obtain insurance against cyberattacks, data loss, malware-related matters, and privacy-related breaches, as such incidents can occur even under a “best practice” scenario. Except as otherwise set forth in these Terms & Conditions, Cargas is held harmless from any costs, expenses, or damages arising from or related to such incidents. You also agree and understand that you are responsible for your own compliance with all laws, including all confidentiality and security requirements, and any and all such requirements of the HIPAA, Gramm-Leach-Bliley Act, USA Patriot Act, along with all network rules applicable to VISA, MasterCard, Discover, and/or other networks.

Limitation of Liability

In no event will Cargas be liable to you or any third-party for any loss of use, revenue, or profit or loss of data for any consequential, incidental, indirect, exemplary, special or punitive damages whether arising out of breach of contract, tort (including negligence) or otherwise, or other indirect or contingent event-based economic loss arising out of or in connection with the services, these Terms & Conditions, any applicable agreements, or for any loss or interruption of data, technology, services, or for any breach hereof, for any damages caused by any delay in furnishing services under these Terms & Conditions or an applicable agreement, tort (including negligence), or otherwise, regardless of whether such damage was foreseeable and whether or not such party has been advised of the possibility of such damages.

In no event will Cargas' liability exceed the amount of actual and direct damages, not to exceed the amount of fees paid by you (excluding costs for software and hardware) to Cargas for specific service upon which the applicable claim(s) are based during the three (3) month period immediately prior to the date on which the claim accrued, or \$5,000, whichever is greater. The foregoing limitations will apply even if the remedies listed in these Terms & Conditions fail in their essential purpose. Cargas' liability obligation shall be further reduced to the extent that a claim is caused by, or the result of, your willful or intentional misconduct, gross negligence, or the extent that you failed to reasonably mitigate the claims. Cargas shall not be liable for or have any responsibility to correct any errors or malfunctions caused by your employees or agents.

Under no circumstances will Cargas be responsible for any data lost, corrupted, or rendered unreadable due to (i) communication and/or transmissions errors or related failures (whether onsite or cloud-based), (ii) equipment failures (including but not limited to silent hardware corruption-related issues), or (iii) Cargas failure to backup or secure data from portions of the Environment that were not expressly designated in the applicable agreements as requiring backup or recovery services.

Limited Warranty

Cargas warrants to you that the services performed by Cargas shall be of good quality and workmanship and in compliance with all applicable laws. The services and deliverables will conform in all material aspects with requirements stated in applicable agreements for thirty (30) days after delivery to you. Any claims under this warranty must be made to Cargas within thirty (30) days after the completion of services and deliverables by Cargas. To the extent that your claim is made timely and Cargas verifies your claim that the services or deliverables are defective, Cargas shall, in its sole discretion, either: (i) reperform the services and/or repair the deliverables or (ii) credit or refund the price of such services and/or deliverables at the pro rata contract rate. Except as expressly provided in the first sentence of this paragraph, Cargas makes no representation or warranty as to the services provided by Cargas under these Terms & Conditions or as to any equipment or software supplied or recommended by Cargas, and there are no other warranties, express or implied, including without limitation, any warranties of merchantability or fitness for a particular purpose; whether express or implied by law, course of dealing, course of performance, usage of trade or otherwise. The remedies set forth in this section shall be your sole and exclusive remedy and Cargas' entire liability for any breach of this limited warranty.

Disputes

The parties agree that any disputes under this agreement will be interpreted under and governed by the laws of the Commonwealth of Pennsylvania and subject to the exclusive jurisdiction of the Court of Common Pleas in Lancaster County, Pennsylvania, or the United States District Court for the Middle District of Pennsylvania.

The parties waive any right to jury trial regarding any disputes under this agreement. Except for undisputed collections actions to recover fees due to Cargas (“Collections”), any dispute arising from or related to these Terms & Conditions, including the determination of the scope or applicability of these Terms & Conditions to arbitrate, will be settled by arbitration before one arbitrator who is mutually agreed upon by the parties. The arbitrator must be experienced in contract, intellectual property, and information technology transactions, and located within a seventy-five (75) mile radius of the Cargas office. The arbitration shall be administered and conducted by the American Arbitration Association (the “AAA”). Initially, the cost of the arbitration will be split evenly between the parties; however, the party prevailing in the arbitration will be entitled to an award of its reasonable attorneys' fees and costs. If the parties cannot agree on an arbitrator within fifteen (15) days after a demand for arbitration is filed, the arbitration venue shall select the arbitrator. The arbitration shall take place in a venue of Cargas' choice.

No proceeding, regardless of form, arising out of these Terms & Conditions may be brought by either party more than one (1) year after the existence of the cause of action has become or should have become known to the injured party. The parties acknowledge that these Terms & Conditions constitutes the complete and exclusive statement of the understandings between the parties with respect to the subject matter of this agreement. These Terms & Conditions and supersedes all prior agreements, undertakings, or courses of conduct. If any provision of these Terms & Conditions shall be held or made invalid or unenforceable by a court decision, statute, rule, or otherwise, the remaining provisions of these Terms & Conditions shall not be affected thereby and shall continue in full force and effect. No amendment of these Terms & Conditions may be made except in writing duly signed by each of the parties hereto.

Open Agreement

These Terms & Conditions establish a master service agreement (MSA) for services performed by Cargas for you which are not covered by any other separate agreement between Cargas and you.

Acceptance

Accepted on behalf of Rainbow Municipal Water District:

Accepted on behalf of Cargas Systems, Inc.:

Billing Information for Rainbow Municipal Water District:

Are you sales tax exempt? ☐ Yes ☐ No

If yes, please attach sales tax exempt certificate here:



CONTINENTAL UTILITY SOLUTIONS, INC.

Sales Representative: Lane Ricardo

P. O. Box 1515

Jonesboro, AR 72403

www.cusi.com

(870) 336-2239

Quote #: Ir260121140649

Sales Agreement

January 21, 2026



Rainbow Municipal Water District
3707 Old Hwy 395
Fallbrook, CA
92028

Konstantin Shilkov
(760) 728-1178

kshilkov@rainbowmwd.ca.gov



Economic Summary

CUSI Software & Services

Utility Billing Software as a Service
Utility Billing Solution - Implementation Services
Customer Web Portal
Miscellaneous Services
Hosting Services
Hardware

Up-Front

Monthly

	\$1,943.20
\$51,100.00	
\$2,000.00	\$272.00
	\$50.00
\$0.00	\$1,300.00
\$375.00	

Total CUSI Software & Services (Billed by CUSI)

\$53,475.00	\$3,565.20
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Total Third Party Software & Services (Billed by Providers)

\$1,000.00	
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Total Contract

\$54,475.00	\$3,565.20
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Billing and Payment Terms

CUSI Up-Front fees shall be invoiced upon contracting. CUSI Software as a Service License fees shall be invoiced upon provisioning of the hosted environment and annually thereafter. CUSI Cloud Hosting Service fees shall be invoiced upon provisioning of the hosted environment and annually thereafter. Any Software as a Service License fees purchased after initial Go Live shall be invoiced upon contracting pursuant to a subsequent Sales Agreement. All invoices shall be delivered electronically on or before the first of the month in which payment is due. Company shall remit payment 15 days from date of invoice.

Initial Contract Term: 3 Years Software as a Service and Cloud Hosting Service.

Company agrees and acknowledges that after the Initial Contract Term, this Sales Agreement shall renew for successive one (1) year terms (each a 'Renewal Term') unless Company contracts for additional years or terminates in accordance with the terms of the application License and Services Agreements at www.cuis.com/legal, or either party provides written notice to the other party at least ninety (90) days prior to the end of the then-current term.

Initials:



CONTINENTAL UTILITY SOLUTIONS, INC.

Sales Representative: Lane Ricardo

P. O. Box 1515

Jonesboro, AR 72403

www.cusi.com

(870) 336-2239

Quote #: Ir260121140649

January 21, 2026

Sales Agreement



Rainbow Municipal Water District
3707 Old Hwy 395
Fallbrook, CA
92028

Konstantin Shilkov
(760) 728-1178
kshilkov@rainbowmwd.ca.gov

UB4 Utility Billing Software as a Service - Monthly Fees		Rate/Unit	Monthly
9,000	Service Location Licenses	\$0.12	\$1,080.00
10	Named User Licenses	\$52.00	\$520.00

UB4 Utility Billing Software Core Modules & Interfaces		Included	
1	ACH Bank Draft (First Layout Included)		
1	Electronic Payment Module		
1	Credit Card Terminal Interface		
1	Website API - Customer Web Portal		

Add-On Modules		Rate/Unit	Monthly
1	IVR Module	\$123.00	\$123.00
1	Text Messaging Module	\$118.00	\$118.00

Standard Flat File Data Exchange Interfaces		Rate/Unit	Monthly
2	Advanced Metering Interface (AMI) - Badger, Neptune	\$98.00	\$196.00
1	Bank Check Elimination Interface - Vanco	\$98.00	\$98.00

Standard API Data Exchange Interfaces		Rate/Unit	Monthly
1	Accounting API - Sage Intacct	\$98.00	\$98.00
1	Third Party Printing API - OSG	\$98.00	\$98.00
1	Work Asset Management API - Lumin	\$98.00	\$98.00

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UB4 Utility Billing Software Implementation Services		Rate/Unit	
1	Advanced Data Conversion Package for up to 9,000 locations* Includes 1 year data conversion of customers, locations, usages, readings, deposits, meter information, owner records, and backflow data. *Complete data must be provided in a ASCII, delimited, or SQL format. Data extraction and data cleanup will be invoiced based upon time and effort at CUSI current services rate. CUSI will invoice client the greater of the number of service locations provided in this Sales Agreement or the actual number of service locations converted.	\$1.50	\$13,500.00
1	API Development Support Services - 8 Hours	\$2,000.00	\$2,000.00
1	CUSI Certified Implementation Includes Business Requirements Gathering, Application Implementation, Installation, Setup, Formatting, Testing, Transition Support, & Project Management	\$21,600.00	\$21,600.00
3	Days of Onsite Support	\$2,000.00	\$6,000.00
4	Days of CUSI UB4 Certified Training Includes application training for all users as contracted Any and all unused training days will expire 6 months after Go Live	\$2,000.00	\$8,000.00

Travel expenses for on-site work will be billed separately.



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Economic Summary

UB4 Utility Billing Software as a Service - Monthly Fees	\$2,429.00
UB4 Utility Billing Software Implementation Services	\$51,100.00
CUSI SaaS Discount	-\$485.80

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Customer Web Portal Software as a Service

Monthly

1 Customer Web Portal SaaS	\$272.00	\$272.00
Includes Design, Setup, Configuration, Technical Support, and Hosting.		

Customer Web Portal and Payment Services Training Services

1 Days of CUSI CWP & Payment Services Training	\$2,000.00	\$2,000.00
Includes Customer Web Portal, Payment Services, and Reconciliation Training		
Any and all unused training days will expire 6 months after Go Live		



Economic Summary

Customer Web Portal Software as a Service	\$272.00
Customer Web Portal and Payment Services Training Services	\$2,000.00

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Miscellaneous Services

Bluefin Traditional Merchant Services

billed by provider

- | | | |
|---|---------------------|-----------------|
| 1 Traditional Merchant Service Credit Card Package | \$10.00 | per month |
| <i>Visa, MasterCard, Discover Interchange Program</i> | IC+ 0.35% + \$0.20 | per transaction |
| <i>American Express Program</i> | Up to 3.5% + \$0.30 | per transaction |
| 1 Traditional Merchant Service Electronic Check Package | | |
| <i>Internet Electronic Check Transactions</i> | \$1.00 | per transaction |

Traditional Bank Check Elimination Service

billed by provider

- | | | |
|--|---------|-----------------|
| 1 Bank Check Elimination Processing Fees | \$40.00 | per month |
| | \$0.15 | per transaction |

CUSI IVR Service

- | | |
|---|-------------------------|
| 1 CUSI IVR Service - Inbound and Outbound IVR - 1 Call Per Second | Unlimited Monthly Usage |
|---|-------------------------|

Text Messaging Service

- | | |
|---|-------------------------|
| 1 CUSI SMS Messaging Service - Inbound and Outbound SMS | Unlimited Monthly Usage |
|---|-------------------------|

Email Service - UB4

- | | |
|--------------------------------------|-------------------------|
| 1 CUSI Email Service UB4 - Unlimited | Unlimited Monthly Usage |
|--------------------------------------|-------------------------|



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Hosting Services

UB4 Hosted Environment (Database-as-a-Service)		Rate/Unit	Monthly
1	UB4 Hosted Environment Database Service - Redundant Shared Tier Shared Cloud Resources, 4 vCPU, 52 GB Memory, 7 Days Backup Retention, Regional Data Center Redundancy	\$1,300.00	\$1,300.00



Economic Summary

UB4 Hosted Environment (Database-as-a-Service)	\$1,300.00
Total	\$1,300.00

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Third Party Software & Services (Billed by Provider)

Third Party Printing Service - OSG

billed by provider

1 Implementation Fee - One-Time	\$500.00	\$500.00
1 OSG API Fee - One-Time	\$500.00	\$500.00

Standard OSG Package Pricing - Volume Per Run

Price/Per

1 5k-10K	\$0.214
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Product Description:

Paper - White, 8.5 x 11, 24 lb.

Processing components - Color ink, duplex printed, processing, printing, folding, inserting, delivery to USPS.

NCOA, CASS, LACS, DPV - Addressing - All addresses updated per USPS requirements for pre-sort. Address report supplied to the County for all addresses that updated or failed. Required service.

Householding - Combines like name and addresses for postal savings.

MailTrek - Mail tracking service providing real-time updates on the progress of the mail delivery.

Postage will be invoiced at cost and will be the best possible achievable rate.

Print and Mail Services shall be rendered by CUSI's certified partner Output Services Group, Inc. dba OSG. Legal terms and conditions for such services are posted at www.cusi.com/legal under OSG Terms and Conditions. A Statement of Work between OSG and Company will define final business requirements and be executed by both parties.



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Economic Summary

Third Party Printing Service - OSG

\$1,000.00

Total \$1,000.00



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Hardware

1 Bluefin PAX A80 EMV Credit Card Terminal	\$375.00	\$375.00
If Turnkey Merchant Services, device and encryption fees are covered by CUSI		



Economic Summary

Hardware	\$375.00
----------	----------

Total \$375.00

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Terms of Sale

Company has ordered and agrees to purchase from CUSI the products and services defined under this Sales Agreement at the listed quantities and rates. Upon receipt of an executed Sales Agreement CUSI shall ship all products to the Company address and contact defined above and services shall be scheduled and initiated. Company acknowledges that CUSI's products and services are subject to the terms and conditions of the applicable Software License Agreements and Services Agreements between Company and CUSI located at www.cusi.com/legal, which are incorporated herein by reference. Per the terms of the applicable Software License or Services Agreement, CUSI shall be entitled to increase fees for products and services annually. Any service requiring CUSI or third parties to travel will incur corresponding expenses that will be billed actual as incurred unless otherwise noted. Travel requiring more than 5 hours of travel time will be billed an additional charge equal to 50% of the daily rate. If Company is not tax exempt or does not provide exemption documentation, CUSI shall invoice for such applicable taxes on each invoice. In the event the tax exemption documentation provided by the Company is disallowed or deemed invalid, Company agrees to pay in full all such taxes, including any applicable interest or penalties.

Future purchases of incremental software licenses, add on modules and add on interfaces are subject to an adjustment of the software as a service rate and will take effect the month following installation and configuration of such license. Any adjustments to the software as a service rate will be documented in a Sales Agreement subject to final execution by client.

THERE IS NO TERMINATION FOR CONVENIENCE OF THIS SALES AGREEMENT. IN THE EVENT THAT COMPANY TERMINATES ANY PRODUCTS AND SERVICES UNDER THIS SALES AGREEMENT OTHER THAN FOR CUSI'S MATERIAL BREACH OF THE APPLICABLE AGREEMENT AT WWW.CUSI.COM/LEGAL, COMPANY SHALL PAY ALL FEES FOR THE REMAINDER OF THE THEN-CURRENT TERM AS SET FORTH IN THIS SALES AGREEMENT.

Quotation Terms

This quote is valid until 02/20/2026, where if this Sales Agreement is not executed on or before this date, the terms contained herein shall expire. Quote was created using Sales Agreement Version: 2025.05.21

Execution Instructions

Execute, date, and email all pages to CUSI sales representative. Include Tax Exempt Certificate and Sign Off page from Pre-Sale Implementation Guide.



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Purchaser Authorization

I certify that as the person signing this form I have purchasing authority for Rainbow Municipal Water District.

Tax Exempt Status

Initial where appropriate:

This entity **IS EXEMPT** from sales tax and will provide or has provided our exemption certificate

This entity **IS NOT EXEMPT** from sales tax

Print Name:

Title:

Authorized Signature:

Date:

Sales Agreement



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Bank Check Elimination Additional Terms

CUSI and Company hereby agree as follows:

1. BANK CHECK ELIMINATION SERVICES includes services whereby CUSI receives Company payment data from payments made by customers of Company ("Customer") where Customers have used one of several bill payment services or bill collection agents ("Originators") and Company is able to approve or reject Customer payments prior to receiving data from CUSI. Payments will be held in a preprocessing queue by Vendor. CUSI or vendor will transmit payment data to Company after Company approves payments in the preprocessing queue. By using Bank Check Elimination Services, Company will receive payment data electronically in a data file. Payment funds are transmitted by Vendor via ACH.

2. COMPANY DUTIES Company shall have the following duties:

- That it will either approve or reject payments in the preprocessing queue on the same day, if possible, but in no event later than 2:00 PM CT one (1) business day after it receives notice of payments.
- That it will post payments to Customers account on the day it receives payment data from CUSI, if possible, but in no event later than one (1) business day after it receives notice of payments.
- That it will not charge Customer any late fee if a Customer's payment is late by reason of the fact that the payment was not timely posted in accordance with Subparagraph b above;
- That it shall notify CUSI of any payment which has not posted within two (2) Business days after it receives notice of payments
- That it will not return a payment unless such payment is incorrect, incomplete, not identifiable or the account was blocked or closed prior to the time that the payment was received from CUSI or Vendor.

3. PROGRAM CHARGES AND TAXES Company agrees to pay CUSI, via Vendor, monthly for Program Charges for Bank Check Elimination Services by an ACH debit to Company's Account or another account as is designated by Company. Said Program Charges, which Company acknowledges receiving from CUSI, may be modified at any time upon thirty (30) days' notice. Any taxes or fees, except taxes based upon income, imposed by any federal, state, municipal or other governmental authority that may be applicable to the services provided to Company pursuant to this Agreement, shall be paid by Company regardless of whether such taxes or fees are added to the invoice which CUSI provides to Company, and regardless of when such taxes or fees are determined to be due and owing. The Program Charges are small in relation to the amount of the funds processed by CUSI pursuant to this Agreement.

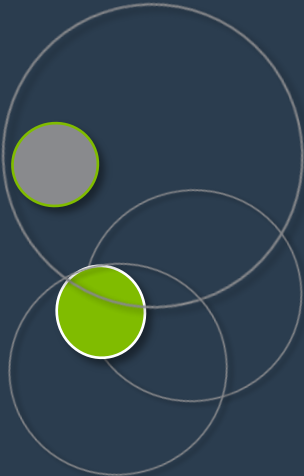
4. COMPANY LIABILITY AND INDEMNIFICATION.

Company shall be liable for all damages which CUSI suffers by reason of Company's breach of any of its duties set forth in Paragraph 2 of this Agreement or by reason of any other representation made by it in this Agreement. Company indemnifies CUSI for all amounts which are due CUSI by Company pursuant to Paragraph 3 by reason of any return or Reversal.

Company hereby indemnifies and holds CUSI harmless from all claims, damages, and causes of action (including reasonable attorney's fees and costs) which may be asserted against CUSI by any person by reason of Company's breach of the duties and representations made by this Agreement. In no event shall Company be liable for any consequential, special, punitive or indirect loss or damage.

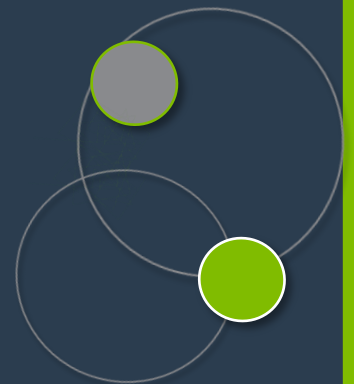
5. TERM This Agreement shall continue in effect unless terminated by either party upon thirty (30) days' notice. Provided, however, that in the event that any of the following occur CUSI shall be entitled to terminate this Agreement immediately and thereafter give notice to Company that this Agreement has been terminated:

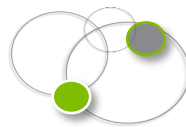
- CUSI determines that Company has consistently failed to fulfill its obligations to timely post payments and to timely make returns;
- CUSI or Vendor attempts to make a debit to Company's Account for a return or Reversal which is later returned because the account has insufficient funds in it to permit the debit transaction;
- CUSI or Vendor attempts to make a debit to Company's Account pursuant to Paragraph 3, which is later returned because the account has insufficient funds in it to permit the debit transaction.
- Company breaches any of its duties in Paragraph 2.



LLumin CMMS+

Software Proposal
For





Introduction

Thank you for considering LLumin CMMS+ as your software solution. Throughout this journey, we have discussed your business goals and objectives, and we are confident our software will achieve your maintenance and asset management goals. Thank you for your thoughtful consideration, and please don't hesitate to reach out with any questions.

Business Requirements

- Ability to track in **REAL-TIME**, all critical assets as well as critical components.
- Improve **visibility** and risk management across **multiple locations**.
- Inventory Management is crucial: Min/Max Functionality, that **automatically re-orders**, keeping critical parts on hand
- Organize status of equipment and assets in one centralized system and deploy a **TRUE Predictive Maintenance Approach – Utilizing Data Collection and Condition Assessment**
- **Serialized Tool Tracking** of critical parts, tooling, and supplies, within multiple locations and stockrooms.
- Capture **key metrics** to monitor the age and cost of equipment and infrastructure.
- **Facility View:** Provides quick and accurate visibility of plants and all Critical assets. Unlimited views for unlimited plants
- Easy-to-use mobile functionality for operators: **Any Mobile Device** (tablet or phone) Ability to work offline as easy as online. **“LIMITED CLICKS”** Ability to utilize **Barcodes and QR Codes**
- Requires the capabilities to Track, Monitor and Analyze hours on **ALL Work Orders**
- Ability to take **Photos/Videos** and attach to **Work Orders** – as well as add comments.
- Supports a full and robust **Purchase Order Module - SAGE**
- LLumin CMMS+ provides a **dedicated sandbox instance**, giving teams a safe environment to **test configurations, train users, and validate integrations** without impacting live operations.
- **Enterprise Integrations and not limited to: CUSI, ADP, ESRI...**
- Creating and tracking of **KPI's** and Total Cost of Ownership.
- LLumin CMMS+ offers **Single Sign-On (SSO) functionality**, allowing users to securely access the system with their existing corporate credentials, simplifying login and strengthening security

Pricing: **Enterprise** Software Edition - Tier 3

- HubSpot Electronic Proposal Version: [LLumin CMMS+ Software Proposal - Electronic Version](#)

Licensing Description	Annual Fee Per user	Total Annual Software Subscription Fee
31 - Core named user licenses - Based on the named user ID - Unlimited devices - Access to all functionality purchased. - View, create, edit, delete (privilege-based) - Access to reporting & dashboard (create/modify) - Access to all configuration utilities (privilege-based)	\$1,125	\$34,875
27- Operator Named User License - Based on the named user ID - Create work requests, item requests, or work orders (privilege-based) - Perform pre & post-shift Inspections (cannot complete PMs/WOs) - Change machine status, view maintenance schedule & work history. - View asset information & documentation	\$250	\$6,750
10- LLite-named User Licenses - READ Only Access - Create Work Requests - Create Item Requests - Workflow/Notification Approver Process - Home page Dashboards & Reports - Notifications on the Outcome of Service, Work Order, Item, or Work Request - Approved Requisitions	Bundle	Free
Total Annual Software Fee		\$41,625



Enterprise Implementation Services: Ensuring a Smooth Transition

Enterprise Implementation Engagement	One-Time Fixed Fee
The Enterprise Package offers advanced configuration and integration options that require a more comprehensive implementation process. The timeline ranges, depending on the complexity of your specific needs and any additional features requested. This package is available at a one-time fixed fee and follows LLumin's proven 5-step process, ensuring a smooth and efficient go-live while adhering to industry's best practices. Our project management team will work closely with your organization to customize the implementation plan, ensuring all milestones are met within the proposed timeline. Regular updates and checkpoints will be established to keep the project on track and resolve any challenges quickly. Pricing Includes: • Unlimited Access to Resources: You'll have unrestricted access to all the necessary resources to ensure successful implementation. • Dedicated Time Allocation: Benefit from unlimited support and guidance, ensuring all your questions and needs are fully addressed. • Comprehensive Training: Enjoy unlimited training sessions within implementation, empowering your team to master the new system with confidence. • Data Staging and Migration: We will expertly manage your data staging and migration, ensuring a smooth and secure transition to the new platform. • All Enterprise Integrations Included: You will have access to all premium integrations, seamlessly connecting your systems and enhancing overall efficiency.	\$66,000
Total Implementation Services	\$66,000

Welcome to LLumin Navigator

The **LLumin Navigator** is your comprehensive portal to explore and maximize the value of LLumin CMMS+. Created with your decision-making process in mind, this portal simplifies the evaluation journey by providing all the tools and information necessary to make informed, confident choices about implementing LLumin CMMS+ within your organization.

Key Features of LLumin Navigator:

- **Case Studies:** Gain insight into real-world success stories from leading companies leveraging LLumin CMMS+ to enhance their maintenance processes, increase equipment reliability, and reduce downtime.
- **Features and Functionality:** Explore detailed descriptions of LLumin CMMS+ capabilities, including work order management, asset tracking, preventive maintenance, IoT integration, and mobile accessibility.
- **Simplified Decision Support:** The portal has been thoughtfully designed to make the decision process easier, offering clear, concise resources tailored to the needs of decision-makers at every stage of the journey.
- **Implementation Process:** Learn about Lumin's proven, streamlined implementation process designed to ensure quick adoption, seamless integration, and immediate ROI.

By consolidating critical information and offering intuitive user experience, the LLumin Navigator ensures that you have everything you need to make well-informed decisions and drive operational excellence with confidence.

[**Click to Enter LLumin Navigator**](#)



Patrick Marigonda
Sage Intacct, Inc.
300 Park Ave, Floor Suite 1400
San Jose, CA 95110
(408) 878-0900

Date: 23-Jan-2026
Offer Expires: 31-Jul-2026
Quote #: Q-828238

Order Schedule

Prepared For:

Name: Konstantin Shilkov
Company: Rainbow Municipal Water District
Address: 3707 OLD HIGHWAY 395
Fallbrook, CA 92028-9372
Phone: 7607281178
Email: kshilkov@rainbowmwd.ca.gov

Bill To:

Name: Konstantin Shilkov
Company: Rainbow Municipal Water District
Address: 3707 OLD HIGHWAY 395
Fallbrook, CA 92028-9372
Phone: 7607281178
Email: kshilkov@rainbowmwd.ca.gov

Subscription Period Length: 36 (months)

Billing Period: 01-Feb-2026 through 31-Jan-2027

Subscription Invoicing: Annual subscription fees begin on the start date of your paid subscription period, with such fees invoiced annually at the beginning of each billing period.

Subscription Payment Terms: Net 30 from date of invoice.

Products

Sage Intacct Services

Product Name	Description	Quantity	Net Price Each	Total Price
Sage for Nonprofits - Premium	Sage for Nonprofits - Premium includes the following: General Ledger, Cash Management, Purchase Order, Order Entry, Accounts Receivable, Accounts Payable, the User Defined Dimensions pack, Basic Project Tracking, Basic Time and Expenses, Core Reporting and Dashboards, Electronic Payments, Multi-Entity Insight, Budget Reporting, Customization Services, Standard Platform Services, a Support Package, Sage Intacct Planning - License, Sage Intacct Planning Integration, Interactive Visual Explorer - Team, Sage Intacct Interactive Custom Report Writer, Spend Management, Dynamic Allocations, Sage Fixed Assets Management Tier 1 - up to 250 Fixed Assets, AP Bill Automation - up to 50 Invoices / Month, a Performance Tier for Sage Intacct, Five (5) Business Users, Four (4) Additional Entities, One (1) Sage Intacct Planning - Creator, One (1) Employee User Ten (10) Pack, and Sage Intacct Learning Membership.	1.00	0.00	50,065.00

Product Name	Description	Quantity	Net Price Each	Total Price
Essentials Support	Essentials Support is included as part of the Sage Intacct Financials subscription for all direct customers. Support hours are Monday to Friday, 6am to 6pm (Sage local time). For P1 cases, support is available after-hours and during local holidays. Support may be accessed online or by phone for two (2) Designated Support Users; those users will provide first level support to Company's other users. All submitted cases will receive an acknowledgement through case comments, email notification, or phone call as follows: P1, within 1 business hour; P2, within 4 business hours; and P3, within 8 business hours. Company may purchase three (3) additional Designated Support Users.	1.00	0.00	0.00
Sage Intacct API Performance Tier 1	API transactions for modules of the Sage Intacct Services, FinTech partners that we recommend to you, and Third-Party Services that we resell to you on our Order Schedules are included at no additional cost. Under Performance Tier 1 for Sage Intacct, API transactions for any custom integrations, ETL integrations with our Marketplace Partners, and partners that exit our Marketplace Partner program require a Web Services - Developer License and are also included at no additional cost until the number of API transactions exceed 100,000 API transactions per month. Monthly overage fees will apply if you exceed this use. You may upgrade to a higher tier at any time, but once you upgrade you may not downgrade to a lower tier until the next annual subscription period.	1.00	0.00	0.00
Sage Intacct Buy With Confidence Program	The Sage Intacct Buy With Confidence program includes guaranteed system uptime and disaster recovery for the Sage Intacct Services. Details of the Buy With Confidence program, including the specific Sage Intacct Services in scope and our service level commitments, are available at www.sage.com/us/legal/sage-intacct/sla/ .	1.00	0.00	0.00
Sage Intacct Employee User 10 Pack	Ten (10) employee user pack with limited access rights which include: read only access to the Dashboard; ability to enter/approve expense reports, timesheets and/or purchase requisitions. Also includes read only access to any additional applications built on the Sage Intacct Platform.	1.00	2,160.00	2,160.00
Sandbox Development Environment	This annual fee to establish access to a "Sandbox" or "Copy Company" environment enables you to perform testing, training, integration modeling, etc. in a non-production copy company environment. The fee is 10% of the current list price of your production account and includes 1 Sandbox or Copy Company and up to 4 refreshes a year to that Sandbox. Additional refreshes are charged at the standard hourly Professional Services rate. Each additional Sandbox requires an additional purchase at 10% of the current list price.	1.00	1,669.38	1,669.38
Sage Intacct Grants Tracking and Billing Upgrade	Extend Project Tracking to fuller Grants Tracking and Billing. Allows you to create records with descriptive elements and tag select financial transactions with specific grant information for reimbursement request generation, invoicing if needed, analysis, and reporting. Allows for resource skill and certification tracking, resource analysis and assignment, utilization and forecasting. Includes Basic Project tracking, Sage Intelligent Time for AI-powered web and mobile timekeeping with suggested time entries and Time & Expense.	1.00	972.00	972.00
Sage Intacct Lease Accounting - Base	Sage Intacct Lease Accounting module allows users to manage up to 15 lease agreements as lessees.	1.00	672.00	672.00

Product Name	Description	Quantity	Net Price Each	Total Price
Sage Intacct Web Services - Developer License	This license gives you the right to develop applications that access Sage Intacct's public Web Services connections, allowing customers and partners to create, update, and delete records within Sage Intacct via an API interface rather than through the application. Includes one (1) development environment. This license is required for any development relating to Sage Intacct's Web Services connections, whether by a third-party or for a company's internal use case.	1.00	528.00	528.00
Sage Intacct Continental Utility Connector	Sage Intacct Continental Utility Connector flows utility billing data (billing, receipts, and adjustments) from Continental Utility Solutions (CUSI) to Sage Intacct. This module is a Third-Party Service.	1.00	5,000.00	5,000.00
Sage Intacct Inventory Management	Sage Intacct Inventory Management delivers advanced warehouse management, finished goods assembly, and distribution capabilities. Additionally, this module includes the capabilities of Sage Intacct Supplies Inventory, which allows users to requisition, manage, and fulfill supplies requests for non-sellable supplies (with managers utilizing its workbench functionality for their tasks).	1.00	2,196.00	2,196.00
AP Bill Automation - Up to 500 Invoices / Month Upgrade	Upgrade to 500 invoices per month tier of AP Bill Automation. The annual subscription to this tier includes up to 500 invoices per month. Monthly overage fees will apply if you exceed this use. You may upgrade to a higher tier at any time, but may not downgrade to a lower tier until the next annual subscription period.	1.00	1,860.00	1,860.00
Sage Fixed Assets Managements - Tier 2 Upgrade	Upgrade to Tier 2 of Sage Fixed Assets Management. Create, track, and manage your fixed assets as they depreciate over time. Automate the complete fixed asset life cycle from acquisition to disposal. This tier includes up to 2,500 fixed assets (for customers with 251-2,500 fixed assets). If you need additional assets, then you must upgrade to the next tier before exceeding this use.	1.00	2,820.00	2,820.00
Sage Intacct Services Total:				USD 67,942.38

Sage Intacct Planning

Product Name	Description	Quantity	Net Price Each	Total Price
Sage Intacct Planning - Contributor 10 Pack	Additional ten (10) pack of users that includes the ability to edit and view budgets with security based on permissions set by the creator user.	1.00	1,452.00	1,452.00
Sage Intacct Planning Total:				USD 1,452.00

One-Time and Other Charges

Product Name	Description	Quantity	Net Price Each	Total Price
Sage Intacct API Overage	If you conduct more monthly API transactions than the amount included in your performance tier, then the following overage fees apply to each API transaction you conduct over those limits. The overage fees for API transactions are calculated here per pack of 10 API transactions and will be billed on a monthly basis.	0.00	0.17	0.00

Product Name	Description	Quantity	Net Price Each	Total Price
One-Time Services Promotion - Partner paper	The Professional Services Promotional Pricing Discount is a one-time discount available only for the initial subscription period and cannot be applied to prices for any future subscription periods. The discount amount is intended to offset a portion of the professional services fees for implementing Sage Intacct.	1.00	-28,354.00	-28,354.00
One-Time and Other Charges Total:				USD -28,354.00

Monthly Services

Product Name	Description	Quantity	Net Price Each	Total Price
AP Bill Automation - Overage	If you exceed your usage based fees, then the following overage fees apply for that month.	0.00	0.50	0.00
Monthly Services Total:				USD 0.00

Grand Total: USD 41,040.38

TERMS:

This Order Schedule is subject to the Terms of Service located at <https://www.sageintacct.com/customer-terms-us/tos>, as amended from time to time ("Terms"), which are incorporated herein by this reference with the same force and effect as if they were given in full text. Company represents that it has reviewed the Terms and expressly agrees to them as of the Effective Date and in their then-current form on the date of any renewal of the Agreement. Prices shown above do not include any taxes that may apply.



Exhibit A

Additional Terms and Conditions

The following terms are added to, and in the event of a conflict prevail over, the Terms:

- By signing this Order Schedule, the Company authorizes Sage Intacct to access the Company's instance to provision the items purchased on this Order Schedule.
- Any agreement between the parties concerning the Health Insurance Portability and Accountability Act (HIPAA) shall not apply to the Sage Intacct Planning Services.
- Sage Intacct Financial Management includes up to two hundred (200) bank account connections through bank feeds. Bank feeds provide electronic access to thousands of financial institutions for bank reconciliations and matching payments to invoices.
- Notwithstanding anything to the contrary above, Sage Intacct Continental Utility Connector is subject to a separate agreement to be entered into directly with Continental Utility Solutions, Inc.
- CUSI Software License Agreement Addendum: <https://cusi.com/legal/>
- CUSI Professional Services Agreement: <https://cusi.com/legal/>
- AP Bill Automation overage payment terms: If your usage of AP Bill Automation exceeds the purchased volume, then overage charges will accrue based on the number of invoices processed above the purchased volume in a given month. Payment is due 30 days from the date of invoice.

DRAFT

BOARD ACTION

Item No.9.F

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

REVIEW AND DISCUSS BOARD COMPENSATION POLICY SECTION 2.03.010 – REMUNERATION AND REIMBURSEMENT

BACKGROUND

In 1985, the Rainbow Municipal Water District's Board of Directors established Board Member compensation of \$100 for a day's service, and a limit of six compensable meetings per month. In 1999, the Board adopted Ordinance No. 99-03, increasing the day of service compensation to \$150 and again authorizing no more than six days of compensation in any calendar month. No adjustments in compensation have been made since that time.

The Board of Directors of the Rainbow Municipal Water District serves under the authority of a variety of laws including the California Water Code. California Water Code Section 20202, provides that the governing board of a water district may increase the compensation amount by up to five percent for each calendar year since the date of the last adjustment. Procedures in Water Code Sections §20201 and §20202 also Rainbow to increase the number of compensated meetings per month up to 10. Changes in compensation amount and/or the number of days compensated each month would require adoption of an ordinance at a noticed public hearing.

Water Code §§ 20201 and 20202 establishes that compensation is made on a per-day basis, not a per-meeting basis. Specifically, compensation is authorized "per day for each day's attendance at meetings of the board" or for each day's service rendered at the board's request.

DESCRIPTION

At the June 9, 2026, Special Board Meeting, the Board's compensation policy was reviewed and discussed. Modifications to Administrative Code Section Section 2.03.010, the Remuneration and Reimbursement Policy, were suggested. As a result of that discussion, staff is presenting Section 2.03.010, with suggested amendments in redline for review and discussion.

Should the Board of Directors elect to increase the Day of Service/per diem compensation or number of compensated meetings per month, a public hearing would be required, with notice published in advance of the hearing. If compensation changes are approved through adoption of an ordinance, that ordinance would take effect sixty (60) days following adoption.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

BOARD OPTIONS/FISCAL IMPACTS

The Board is currently compensated for up to six meetings per month at a rate of \$150 per meeting. Under this structure, the total maximum monthly compensation expense per Board Member is \$900. If the Board increases the number of compensated meetings from six to eight per month while maintaining the same compensation rate of \$150, the total maximum monthly compensation expense would increase to \$1,200. This change would result in potential additional compensation for the entire Board of \$1,500 per month or \$18,000 annually, raising the total annual board compensation expense from a maximum of \$54,000 to \$72,000.

If the number of compensated meetings per month is increased to the allowable maximum of ten, while maintaining the same compensation rate of \$150 per meeting, the total maximum monthly compensation expense would increase to \$1,500. This change would result in potential additional compensation for the entire Board of \$3,000 per month or \$36,000 annually, raising the total annual board compensation expense from a maximum of \$54,000 to \$90,000. It is not common that all Board Members attend the maximum number of meetings each month, therefore, the actual budget impact is likely to be less than the maximum. For Fiscal Year 26/27, \$44,000 was budgeted for Board Member meeting attendance.

Any increase in the per-meeting compensation amount would result in additional budgetary obligations beyond those reflected in the information above. Therefore, the overall fiscal impact would be determined by the combined effect of both an increase in the number of compensated meetings and any adjustment to the compensation rate paid for each meeting.

STAFF RECOMMENDATION

Staff supports Board direction.

Attachments:

Administrative Code Policy 2.03.010 redline

4-Year Compensation and Expenses

Office and Committees Representation List



Jake Wiley
General Manager

June 23, 2026

Section 2.03.010

Remuneration and Reimbursement Policy

Members of the Board of Directors are encouraged to attend in participate in professional meetings, educational conferences, or seminars when the purpose of such activities is to improve District operation. Board Members are also required to complete all local, state, and federal regulatory training.

2.03.010.01 Compensable Meetings

State Law limits Board member compensation to ten (10) compensable meetings per month (Water Code Section 20202). The RMWD Board shall not be eligible for compensation for more than ~~six-eight~~ (68) compensable days per month.

2.03.010.02 Compensation

Members of the Board of Directors are eligible to receive compensation of \$150 for each day's attendance at the following:

- Rainbow Municipal Water District Meetings
 - ~~Up to Two~~ Board Meetings ~~Per Month~~
 - Standing Committee Meetings as Board Appointed Member or Alternate Member. Alternate members are compensated only when attending in the absence of the regular appointed member.
 - Ad-Hoc Committee Meetings as Board Appointed Member
 - ~~One Monthly In-Person~~ Meeting with General Manager (To qualify for this, the meeting must be scheduled in advance, be related to a specific topic regarding the Board's oversight of the District and have a duration of at least one hour.)
- Regularly Scheduled Local Organization Meetings
 - Council of Water Utilities Monthly Meeting
 - San Diego Chapter of CSDA Quarterly Meeting
 - Eastern Municipal Water District Coordination Meetings
 - Southern California Water Coalition Quarterly Meetings
 - San Diego Farm Bureau - Water Committee Meetings
 - ~~Bonsall Unified School District & Rainbow Water Joint Powers Authority~~
 - Chambers of Commerce Meetings
- Training and Conferences
 - Required Local, State and Federal Regulatory Training

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- ACWA (and ACWA JPIA) Annual Spring and Fall Conferences
- CSDA Annual Conference
- Urban Water Institute (UWI) Conference
- Southern California Water Coalition Annual Meeting

Members of the Board of Directors will be appointed as the District's representative for local agencies and organizations. Board Members appointed to the following organizations are eligible to receive compensation of \$150 per day of attendance at meetings of the following organizations:

- Association of California Water Agencies (ACWA and ACWA JPIA)
- California Special Districts Association (CSDA)
- Southern California Water Coalition
- Urban Water Institute (UWI)

Should two compensable meetings occur in a single day, the Board Member(s) in attendance shall be eligible for compensation of only \$150 for the entire day. In the event duplicate compensable meetings occur in the same month, the Board Member(s) in attendance shall be eligible, for more than one meeting in the same month without exceeding the number of meeting limitations provided herein under 2.03.010.01.

2.03.010.03 Training, Seminars and Conferences

In the event a Member of the Board of Directors wishes to attend any non-regulatory required training, seminars, and conferences and receive compensation for the event and travel/registration expenses, the Board member must present a written request for attendance in advance of the event start date during a regularly scheduled open session Board meeting for Board consideration during the standing agenda item for this practice included in each Board meeting agenda. The Board member requesting compensation and travel/registration expenses shall indicate the nature of the event and the benefits their attendance will bring to the District and its ratepayers. The full Board shall consider this information and take action to approve or disapprove the compensation and travel/registration expenses by a majority vote. Upon approval, the Board Member will be eligible for compensation of \$150 for each day at a non-required training, conference, or seminar after a written or verbal report is provided at the Board meeting immediately following the conclusion of the event.

Advance written requests and/or Board approval is not required for participation in online local, state, or federal regulatory training. In the event regulatory training is completed as part of a seminar or conference attended by a Board Member, the provisions provided herein under 2.03.010.03 will apply and the Board Member will be required to provide the District with a Certificate of Completion within fifteen (15) days of completion.

2.03.010.04 Legitimate Expenses

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Members of the Board of Directors shall be eligible for reimbursement for all legitimate expenses incurred in attending any meetings, seminars, conferences, or training as well as in making any trips on official business of the Board, when so authorized in accordance with the provisions provided in 2.03.010.03 and the following:

- Receipts for all expenses (hotel, food, beverages, parking fees, etc.) are remitted.
 - The following categories are excluded from reimbursement:
 1. Expenses incurred for other persons except those who have a direct bearing on conducting District business
 2. Personal Entertainment expenses
 3. Clothing and personal hygiene items
 4. Alcoholic beverages
 5. Items remaining the personal property of the individual
 6. Any expenses not related to District business
- Expenses to the District for training, education and conferences should be kept to a minimum by:
 1. Utilizing hotel(s) recommended by the event sponsor in order to obtain discount rates.
 2. Hotel accommodations will be made for the night before the event and expire on the day the event ends.
 3. Requesting reservations sufficiently in advance, when possible, to obtain discounted airfares and hotel rates.
- If available, refundable airfares will be purchased for District travel so that in the event a trip is cancelled due to unforeseen circumstances, the District will be directly refunded any applicable funds to avoid being issued travel funds assigned to individual travelers for future use. Should refundable airfares not be available for purchase for District travel for a trip cancelled due to unforeseen circumstances, any travel funds reverted back to an individual traveler that is used by the traveler for non-District travel will be reimbursed to the District in full by the individual traveler no later than thirty (30) days following the use of these funds.
- Expenses for meals, including non-alcoholic beverages and tips ordinarily associated with normal eating customs, shall be reimbursable. The reasonableness of meal expense reimbursement requests shall be based on the published IRS locally calculated meal and incidental guidelines located on the GSA website <http://www.gsa.gov/portal/category/100120> and the reimbursable amount shall be limited to the daily Meal and Incidental Expenses Total in the region during the course of travel and while attending the authorized activity. Exceptions to these limitations shall be made in situations where participation in the authorized activity makes it

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necessary to eat at a specific place or to attend special meal functions.

- Expenses for meals purchased for the purpose of attending a District Board of Directors meeting and unforeseen circumstances prohibit the District from providing such shall be reimbursable. – Reimbursements requested under this section shall comply with meal expense reimbursement requirements outlined above.
- Reimbursement for the cost of the use of a Director's vehicle shall be on the basis of total miles driven and at the current rate specified by the Internal Revenue Service.

2.03.010.05 Limitations for Submitting Compensation and Reimbursement Requests

To receive compensation or reimbursement for legitimate expenses Board Members are required to remit requests for compensation or reimbursement no later than sixty (60) days from the conclusion of the event or purchase is made.

Requests for compensation for completion of required regulatory training must be accompanied with the appropriate Certificate of Completion only if such certificate has not been provided to the District in advance of the request for compensation.

2.03.010.06 Eligibility

Members of the Board of Directors are eligible for compensation and reimbursement for legitimate expenses as provided herein at their sole discretion.

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**RAINBOW MUNICIPAL WATER DISTRICT
OFFICERS & COMMITTEES & REPRESENTATION
2026**

President	Hayden Hamilton
Vice President	Michael Mack
Treasurer	Konstantin Shilkov
Secretary (staff)	Terese Quintanar
California Special Districts Association (CSDA)	Representative: Hayden Hamilton Alternate: Michael Mack
San Diego Local Agency Formation Commission (LAFCO) (Staff)	Representative: Jake Wiley
ACWA/ACWA-JPIA	Representative: Michael Mack Alternate: Lisa Hoffman
Eastern Municipal Water District (EMWD)	Representative: Greg Irvine Representative: Hayden Hamilton
San Diego Farm Bureau Farm Bureau Water Committee	Representative: Lisa Hoffman Alternate: Patti Townsend-Smith
Bonsall Chamber of Commerce	Representative: Jake Wiley Alternate: Lisa Hoffman
Fallbrook Chamber of Commerce (and Roundtable)	Representative: Jake Wiley Alternate: Michael Mack
Bonsall Unified School District -Rainbow Water Joint Powers Financing Authority (JPA)	Representative: Hayden Hamilton Representative: Greg Irvine Alternate: Lisa Hoffman
Standing Committee: Communications & Customer Service	Representative: Patti Townsend-Smith Representative: Michael Mack Alternate: Hayden Hamilton
Standing Committee: Budget & Finance	Representative: Patti Townsend-Smith Representative: Lisa Hoffman Alternate: Hayden Hamilton
Standing Committee: Engineering & Operations	Representative: Greg Irvine Representative: Lisa Hoffman Alternate: Hayden Hamilton
AD HOC - Established 2/27/24 Revitalization of Headquarter Facilities	Attendees: Directors Irvine & Townsend-Smith, Jake Wiley, Chad Williams
AD HOC – Established 1/27/26 MOU Negotiations	Attendees: Directors Lisa Hoffman, Greg Irvine, Jake Wiley, Karleen Harp
AD HOC – Established 2/25/25 Mutual Services (aka Shared Services) (Mutual Services Agreement with VCMWD, Yuima, FPUD, RMWD)	Directors Mack & Hamilton, Jake Wiley
AD HOC – Established 1/27/26 Agricultural	Directors Townsend-Smith & Mack

2025-2026 Fiscal Year through May

2025-26 July 2025-May 2026	Board and Standing Committee meetings claimed	Per Diem Claimed for everything with the exception of Board Meetings and Standing Committee Meetings	\$ Spent on Conferences, training, tours, Dinners, etc.	Total
Hayden Hamilton	\$1,950.00	\$1,800.00	\$396.50	\$4,146.50
Lisa Hoffman	\$2,700.00	\$5,400.00	\$4,639.48	\$12,739.48
Michael Mack	\$1,800.00	\$2,850.00	\$6,807.58	\$11,457.58
Greg Irvine	\$2,100.00	\$2,550.00	\$673.82	\$5,323.82
Patti Townsend Smith	\$1,950.00	\$1,650.00	\$630.18	\$4,230.18
	\$10,500.00	\$14,250.00	\$13,147.56	\$37,897.56

2024-2025 Fiscal Year

2024-25 July 2024-June 2025	Board and Standing Committee meetings claimed	Per Diem Claimed for everything with the exception of Board Meetings and Standing Committee Meetings	\$ Spent on Conferences, training, tours, Dinners, etc.	Total
Cari Dale	\$1,350.00	\$1,650.00	\$2,627.02	\$5,627.02
Hayden Hamilton	\$1,950.00	\$600.00	\$146.67	\$2,696.67
Lisa Hoffman	\$1,050.00	\$1,500.00	\$3,277.34	\$5,827.34
Julie Johnson	\$750.00	\$1,200.00	\$1,988.53	\$3,938.53
Michael Mack	\$1,800.00	\$1,950.00	\$4,746.92	\$8,496.92
Greg Irvine	\$900.00	\$1,500.00	\$2,613.32	\$5,013.32
Patti Townsend Smith	\$1,350.00	\$600.00	\$1,972.91	\$3,922.91
	\$9,150.00	\$9,000.00	\$17,372.71	\$35,522.71

2023-2024 Fiscal Year

2023-24 July 2023- June 2024	Board and Standing Committee meetings claimed	Per Diem Claimed for everything with the exception of Board Meetings and Standing Committee Meetings	\$ Spent on Conferences, training, tours, Dinners, etc.	Total
Cari Dale	\$1,200.00	\$900.00	\$3,524.92	\$5,624.92
Hayden Hamilton	\$2,850.00	\$300.00	\$3,066.74	\$6,216.74
Miguel Gasca	\$1,050.00	\$600.00	\$2,072.08	\$3,722.08
Julie Johnson	\$1,950.00	\$1,050.00	\$8,011.13	\$11,011.13
Michael Mack	\$2,700.00	\$2,700.00	\$7,273.01	\$12,673.01
Patti Townsend Smith	\$2,700.00	\$1,350.00	\$4,774.26	\$8,824.26
	\$12,450.00	\$6,900.00	\$28,722.14	\$48,072.14

2022-2023 Fiscal Year

2022-23 July 2022- June 2023	Board and Standing Committee meetings claimed	Per Diem Claimed for everything with the exception of Board Meetings and Standing Committee Meetings	\$ Spent on Conferences, training, tours, Dinners, etc.	Total
Miguel Gasca	\$1,200.00	\$750.00	\$4,982.54	\$6,932.54
Hayden Hamilton	\$1,200.00	\$750.00	\$1,929.77	\$3,879.77
Pam Moss	\$1,050.00	\$1,650.00	\$4,129.26	\$6,829.26
Michael Mack	\$1,650.00	\$2,100.00	\$7,013.75	\$10,763.75
Williams Stewart	\$900.00	\$900.00	\$250.00	\$2,050.00
Patti Townsend Smith	\$1,800.00	\$1,800.00	\$3,011.51	\$6,611.51
Julie Johnson	\$300.00	\$150.00	\$79.72	\$529.72
	\$8,100.00	\$8,100.00	\$21,396.55	\$37,596.55



BOARD INFORMATION

Item No.10.A

June 23, 2026

SUBJECT

WATER AND SEWER CAPACITY FEES UPDATE EFFECTIVE JULY 1, 2026

DESCRIPTION

Effective July 1, 2026, the District's water and wastewater capacity fees will be adjusted for Fiscal Year 2026 - 2027 based on the annual inflationary adjustment methodology approved by the Board in June 2024. The adjustment is based on the Engineering News-Record Construction Cost Index. The ENR Construction Cost Index increased from 13,838.59 in May 2025 to 14,176.18 in May 2026, representing an increase of approximately 2.4%.

Capacity fees are one-time charges paid by new development or customers requesting access to system capacity. These fees are intended to recover the cost of infrastructure capacity needed to serve new or expanded connections, including water supply, storage, transmission, distribution, treatment, and other capital facilities.

For the District, capacity fee revenues are restricted to capacity-related capital improvements and help ensure that growth pays its proportionate share of system infrastructure costs, rather than shifting those costs to existing ratepayers. Capacity fees are used to fund capital improvement projects, including projects necessary to expand system capacity due to new development.

Consistent with the District's approved capacity fee adjustment methodology, staff is applying a 2.4% inflationary adjustment to the capacity component of the District's adopted water and sewer capacity fees effective July 1, 2026 for Fiscal Year 2026 - 2027.

The total water capacity fee will include the applicable Market Cost for meter material, which will depend on the type of meter and the timing of purchase. The FY 2026 - 2027 inflationary adjustment applies only to the capacity component of the fee and does not apply to the market-based meter material cost.

Water Capacity Fees - Effective July 1, 2026

Meter Size	Max HCF/Mo	FY 2026 Capacity Fee	FY 2027 Capacity Fee 2.4%
5/8"	30	\$8,333	\$8,533
3/4"	50	\$13,887	\$14,220
1"	80	\$22,220	\$22,753
1.5"	130	\$36,107	\$36,974
2"	300	\$83,322	\$85,322
3"	600	\$166,644	\$170,643
4"	1,000	\$277,741	\$284,407

Note: The total water capacity fee will include the applicable Market Cost for meter material.

Sewer Capacity Fees - Effective July 1, 2026

Residential sewer capacity fees only. All other land use types will be calculated on a case-by-case basis.

EDU	Living Area	FY 2026 Capacity Fee	FY 2027 Capacity Fee 2.4%
0.8	≤ 1,250 sq. ft.	\$15,089	\$15,451
1.0	1,251 to 2,000 sq. ft.	\$18,861	\$19,314
1.2	2,001 to 3,000 sq. ft.	\$22,632	\$23,175
1.5	3,001 to 4,500 sq. ft.	\$28,291	\$28,970
2.0	4,501 to 6,000 sq. ft.	\$37,721	\$38,626

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

ENVIRONMENTAL

In accordance with CEQA guidelines Section 15378, the action before the Board does not constitute a "project" as defined by CEQA and further environmental review is not required at this time.

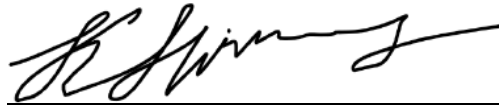
BOARD OPTIONS/FISCAL IMPACTS

Effective July 1, 2026, the District's water and wastewater capacity fees will increase by approximately 2.4% for Fiscal Year 2026 - 2027 based on the annual change in the ENR Construction Cost Index. The increase is intended to maintain the purchasing power of capacity fee revenues and support the District's ability to fund capacity-related capital improvements

needed to serve new development. No direct impact to existing ratepayers is anticipated unless a customer requests new or expanded capacity.

RECOMMENDATION

This item is presented as an informational item only. No action is requested at this time.



Konstantin Shilkov
Chief Financial Officer/Treasurer

06/23/2026



BOARD INFORMATION

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

Operations Report for May 2026

DESCRIPTION

Activities for Operations & Maintenance Division

CONSTRUCTION & MAINTENANCE DEPARTMENT:

March	Repairs(R)	Installations(I)(LF)	Leaks(L)
Mainline	5		5
Service	1		1
Hydrants	1		1
Valves	1	7	
Meters			
Blow-Offs			
Air Vacs			
Annual Totals	26	3870LF of Mainline Installations, 22 Valves & 20 Appurtenances	21

- 392 utility locates were completed in the month of May- an Annual Total of 2306.
- Repaired one hydrant at Bonsall Village 5521 Mission Rd.
- Repaired one service leak at 4269 Via Rancho Del Lago
- Repaired five leaking water mains at the following locations 30162 Via Maria Elena. 4156 Fallsbrae Rd, Kendall Farms, 2836 Felicia Way, 4250 Palomar Dr.
- Installed 7 Valves, three-8-inch on Rainbow Creek, four at the intersection of Rainbow Creek & Rainbow Valley Blvd-two 10-inch, one- 8-inch and one 6-inch.
- Assisted Wastewater with Line Cleaning operations and System ops with trenching for RCS Systems at Hutton and Gopher Tank Sites.

WATER OPERATIONS AND VALVE MAINTENANCE DEPARTMENT

Water Operations:

- Assessed 0 Water Quality Complaints. **Annual total 6**
- Performed 2 fire flow tests. **Annual total 5**
- Performed routine maintenance and rebuilt 12 pressure stations (CLA VALs). **Annual total 46**

- Collected all system tank and reservoir nitrification samples
- Completed all reservoir cover inspections
- Completed installation of 3 mixer/injection mounts at Morro reservoir.

Valve Maintenance:

Monthly Totals	Valves (Distribution)	Appurtenance Valves	Annual Totals
Exercised	92	55	737
Inoperable	6	3	26
Repaired			
Replaced	0	0	0
Installed	0	0	0

Valve Maintenance completed and oversaw the following:

- Performed 13 shutdowns - **Annual total 37.**
- Replaced 9 air vents - **Annual total 39.**
- Painted 95 appurtenances - **Annual total 466.**
- Replaced 0 Fire Hydrants - **Annual total 4**

METERS DEPARTMENT:

- **183** Service Requests were resolved in **MAY 2026**, for a total of **805 YTD**. (Previous Year Month Comparison: **MAY 2025: 158** Service Requests: **DOWN 14%**).
- **101** Check Bills were completed in **MAY 2026**. **YTD total 697** (Previous Year Month Comparison: **MAY 2025: 133** Check Bills: **DOWN 24%**).
- **YTD** Service Requests and Check Bills combined: **1,502** (Previous YTD 2025 Comparison: **1,579** combined Service Requests & Check Bills: **DOWN 5%**)

Backflows:

- **236** backflows were tested in **May 2026 – 2,054 YTD**.

WASTEWATER:

- California Integrated Water Quality System (CIWQS): Monthly No Spill Report for May 2026 #2715897.

Lift Stations:

- N/A

Collection System:

May	Monthly Totals	YTD Totals
Sewer Main Cleaning in ft	16,280	49,225
Inspected Manholes	63	322
Completed ft of CCTV inspections	1,398	27,729

- May 2026 Cleaned a total of 16,280 feet of sewer main.
- May 2026 Inspected a total of 63 manholes.
- May 2026 Completed 1,398 feet of CCTV inspections.

Customer service:

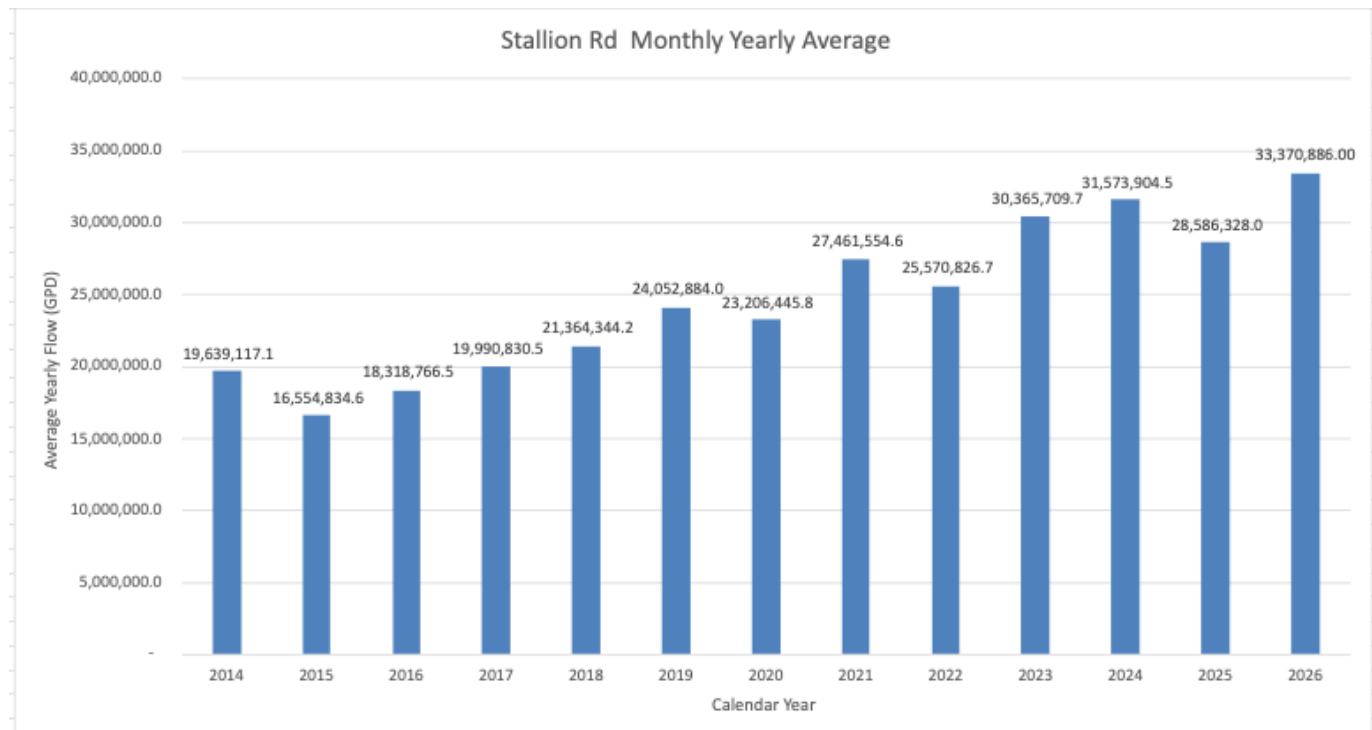
- May 29, 2026 - A customer called in to report a strong sewer odor on West Lilac and Wrightwood Rd. The wastewater crew arrived on site and didn't smell anything but still went ahead and flushed the sewer mains in the area from an upstream manhole out of precaution. Called the customer to inform her of our findings and what was done to solve the issue.

Projects:

- July 2025 - July 2026 1st annual contract Evoqua sewer odor control treatment (Horse Creek wet wells & Thoroughbred wet wells).
- The Farm - Temporary flow meter at manhole P-0_16 to measure Rainbow sewer flow sent to San Luis Rey Wastewater Treatment Plant in Oceanside.
- May 18, 2026 Crew worked nights to complete sewer line cleaning on North River rd.

Mutual Aid:

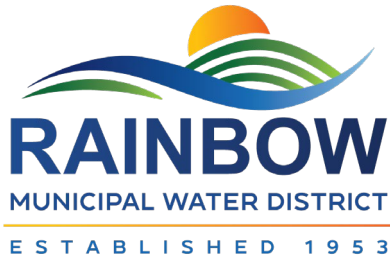
- Fallbrook Equipment Rental - Water truck.
- Evoqua - Sewage odor treatment (2025-2026).
- Haaker Equipment - Vactor Rental, CCTV unit
- Safe T Lite – Traffic control for North River Rd night work.



Robert Gutierrez

Robert Gutierrez
Chief Operating Officer

06/23/2026



BOARD INFORMATION

Item No. 10.C.

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

Engineering Report for May 2026

DESCRIPTION

CAPITAL IMPROVEMENT PROJECTS:

Eagles Perch Water Pipeline, Division 1: (PN: 600043) This project is for the installation of new segments of pipelines at Eagles Perch Lane and includes several private driveways/roadways. The proposed segments of pipeline to be added are 8-inch steel pipe as well as new appurtenances and relocating water service lateral connections. The proposed pipelines will eliminate existing pipelines running behind homes. The original design was completed in 2020. District staff reviewed those plans and, in September 2025, conducted a site visit to field-verify the planned improvements and prepared additional comments. The plan markups have been provided to the design engineer. The design plans have not been finalized due to the determination that the District is not a party to the existing roadway and utility easements. District staff have been meeting with the design engineer (Omnis), Dokken Engineering, and the Surveyor (KDM) to discuss the project alignment and easement acquisition, and logistics. An assignment letter was issued to KDM to order title reports and to provide support in developing legal and plat maps as part of the easement acquisition. KDM has acquired the title reports and is currently reviewing the title reports. Several coordination meetings occurred during this period with the surveyor and design engineer. District staff has invited the affected property owners on the project to a town hall meeting scheduled for early July. The meeting will go over the project and address the affected property owner's questions, comments, and concerns. It is worth noting that the engineer's estimate in 2020 was \$1.6 million dollars. It is anticipated that escalation over the past six (6) years will likely be in the \$2.0 million range. An updated engineer's estimate is part of Omnis' scope of work in finalizing/updating the plans.

La Canada Pipeline Replacement & PRS, Division 3: (PN: 600093) This project is to replace 4,000 LF of pipeline along La Canada from Hillrise Road to Via Monserate. The County Encroachment Permit was issued in early January 2026, and the Environmental CEQA documentation was also filed in early January 2026. A project kickoff meeting occurred in late January and construction commenced in February. The 4,000 LF of pipeline installation was completed during this period. Meter connections and water quality testing is anticipated to be completed in April. At the April meeting, the Board approved a contract with LC Paving and Seal, Inc. for the street improvement and paving work.

Gopher Pump Station, Division 1: (PN: 600094) This project involves replacing the temporary Pump Skid with a permanent pump station. The District entered into an agreement with Dexter Wilson to provide project design services in 2025. The 60% design was submitted for review. A 90% design was submitted

during this period for District review and comments.

Camino Del Rey Waterline Relocation Project, Division 1: (PN: 600026) The County of San Diego (County) is proposing the Camino Del Rey Drainage and Roadway Improvements Project, which will improve a portion of Camino Del Rey by raising the roadway, incorporating culvert crossings under the road, improving intersections, and installing Green Street Best Management Practices (BMPs) for water quality treatment. As a result of the County's project, existing District infrastructure will be impacted. There is currently a 14-inch water main that runs down Camino Del Rey, a 20-inch water main at Camino Del Cielo, a 6-inch main for the San Luis Rey Downs Racetrack, and a sewer gravity main crossing that conflicts with the County's proposed improvements. The County and District are working together to determine the extent of prior rights along Camino Del Rey and each agency's scope of work for utility relocations. Coordination between the District and the County is ongoing. District staff also reached out to the County's Design Engineer to request a proposal to assist with design plans for the District's portion of the proposed work. District staff executed a design proposal with Nasland Engineering. The design agreement is for limited design services to generate a schematic for the District. Nasland Engineering submitted a draft schematic design. District staff has provided some comments on the conceptual design to the consultant. Also, the consultant informed staff that the County may be reducing the scope of their project. The project continues to be on hold while the County of SD coordinates right-of-way conflicts with adjacent property owners.

Electrical Panel Switches (Manual Transfer Switch), Districtwide: (PN: 600058) This project is for the installation of manual transfer switches at three pump stations that include (1) Morro Hills, (2) Vallecitos, and (3) Rainbow Hills Pump Station. Harris & Associates (H&A) submitted updated plans and specifications. Work has been completed at all three sites. Construction of the project was completed in April 2026. A Notice of Completion was approved by the Board in May now in one-year warranty phase.

Morro Tank Rehabilitation, Division 2: (PN: 600097): This project is for the ongoing assessment of tank movement/settlement and needed rehabilitation. Two (2) inclinometers were installed along the southern slope and registered ¼-inch movement. The Board approved creating a CIP project and adding a project budget at the February 2025 meeting. A Notice to Proceed was issued to Peterson Structural Engineers (structural assessment) and KDM Meridian (survey) in March 2025. A site visit was conducted with District staff, Geotech, structural engineer, and survey team on October 31st. The multidisciplinary team has been meeting regularly and are preparing a technical report based on monitoring results and analysis. District entered into a professional services agreement with Lee & Ro during this period to assist with engineer estimates for different rehabilitation or replacement options for the tank. Lee & Ro has been working on developing cost estimates for different rehabilitation or replacement of the tank. The team continues to work on a draft presentation for the Board.

Rancho Monserate, Rancho Viejo, and HQ B-Plant Emergency Generators, Division 4: (PN: 530023) This project entails procuring emergency generators for each of the sewer lift station sites (Rancho Monserate, Rancho Viejo, and HQ B plant lift stations) via grant funding. Staff expanded the project scope to include replacement generators at two additional lift stations sites: Fallbrook Oaks Lift Station and Lift Station-1. The grant application was finalized and submitted to the United States Environmental Protection Agency in June of 2025. Multiple comments were received during this period by US EPA on the grant application. District staff continues to address comments and work with the EPA representative.

Water and Wastewater Master Plans, Districtwide: (PN: 400001) This project includes the development of updated water and wastewater masterplans. The updated masterplans will help guide the District's future CIP planning. The Board awarded an agreement to Engineering Resources of Southern California. Staff worked on processing the agreement with the added Urban Water Management Plan scope of services. The amended agreement was approved at the September Board meeting. The Urban Water Management Plan was presented to the Board at the May meeting. The plan is due by June 30, 2026.

Line NN Pipeline Replacement Project, Division 1: (PN: 800061) This project is to replace a segment of 16-inch Fusible PVC pipe located on both sides of Hwy 76. On June 11, 2025, District staff responded

to a main line break. The 16-inch Fusible PVC pipe on the north side of Hwy 76 was severely damaged. On June 24, 2025, the District's Board of Directors approved the General Managers declaration of emergency and approved \$500,000 to facilitate planning, design and regulatory clearance. District staff entered into an agreement with Hazen and Sawyer for engineering design support, Helix Environmental for environmental support, and KDM Meridian for survey support. District staff entered into an agreement with Verdantas for Geotech support. Several trenchless technologies were presented to the District in a workshop by Hazen and Sawyer, including cost. District staff has been meeting weekly with Hazen and Sawyer. The current design services agreement with Hazen and Sawyer is in the amount of \$393,245 and assumes a 28-week schedule. At the March 2026 meeting, the Board approved a construction contract with Vadnais Microtunneling for the replacement of the pipeline. A pre-construction meeting was held during this reporting period. The contractor has mobilized and is currently working at the project site.

MAJOR DEVELOPER PROJECTS:

Citro (FKA Meadowood) by Tri Pointe Homes (FKA Pardee Homes), Division 4: (PN: 700027) Approximately 844 Units off of Pala Road/Horse Ranch Creek Road. The Contractor is working on punch list items throughout the development. Once all work is complete, a Notice of Completion (NOC) will be brought before the Board for consideration.

Havens (FKA Bonsall Oaks), Division 1: (PN: 700014) 164 SFR / 205.8 EDUs—District staff continues coordinating with the Developer on plan reviews for future phases (Phases 1B, 2A and 2B). The District completed plan check No. 3 for those phases. Previous issues with new sewer manholes being more than 20-feet deep and extremely flat slopes along the gravity main have been resolved by adding a sewer lift station. Plans for Phase 1B-2B have been approved. There are many outstanding items that the Developer is working on. Once these items are addressed to the satisfaction of the District, a Pre-Construction meeting will be held and work to install water and sewer facilities will begin. The General Manager signed the construction agreement for Phase II in March 2026. At the April meeting, the Board approved a Sewer Service Agreement for Phase II work. Staff is reviewing construction submittals.

North River Farms Development, Division 2: (PN: 700064) Relocation and construction of the sewer flow meter station, which monitors flow from the District to the City of Oceanside. Draft agreements are being reviewed by the District and the City.

Ocean Breeze Ranch, Division 1: (PN: 700035) The Developer has joined the CFD/SCIP Program, and as part of this program, the District and Developer negotiated to enter into an Acquisition Agreement. The Acquisition Agreement was executed in September 2023. The District received the Water and Sewer Plans for all phases of the development on February 25, 2025. The project includes two (2) sewer lift stations and various sewer mains, two (2) pressure reducing stations, and a high-pressure transmission main and various distribution mains. Staff has received improvement plans for PA 1 and PA 2 (residential) and is waiting for PA 3 plans for the larger estates lots. The equestrian area is not a part of the project. The developer requested a temporary water connection at West Lilac Road to the suction line for the West Lilac Pump Station for their model homes. A memorandum of understanding was executed in November 2025 to include terms such as duration, water supply limitations, and liabilities to ensure due diligence. A Joint Use Agreement and Water/Sewer Capacity agreement were presented at the February Special Board meeting for consideration of approval. The Board approved these actions. At the March 2026 meeting, the Board approved entering into six (6) construction agreements with the Developer. Staff is working with the Developer for construction submittals.

Pala Ranch (FKA Campus Park West) (Pappas Investments), Division 4: (PN: 700029) Residential and Commercial development. The District has approved the proposed water and sewer improvement plans; however, the Developer informed the District that construction has been delayed to September 2026. Staff met with the Developer in May 2026 for a project update.

Pala Mesa Market Development Plan, Division 4: (PN: 700047) District staff met with the Developer in July 2024 to restart the project. Construction plans and submittals comments have been returned for

corrections to the Developer in March 2026. Staff waiting on Developer corrections and another submittal for review.

San Luis Rey Racetrack Improvement Plan, Division 1: (PN: 700054) The Developer paid a deposit for Sewer and Water Analysis. Dexter Wilson Engineering, Inc. produced a memorandum discussing the expected impacts on sewer infrastructure related to one of two expansion scenarios proposed by the Developer. Staff are waiting on data from the Developer related to the second expansion scenario to complete a second memorandum. The Developer stated that they are not ready to expand nor add horses. Instead, this new effort is solely related to their Federal process water discharge permit. This new regulation requires that process water from horses be discharged into the sewer system instead of the storm drain system. Staff is scheduled to meet with the Developer in March 2026. The Developer would like to move forward with expansion. Discussions are on-going with the exchange of data and options.

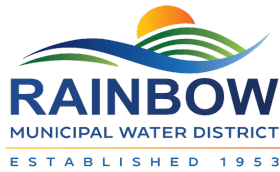
Havens Country Club Pool fka Vista Valley, Division 1: (PN: 700069). In April, staff reviewed the plans, submittals and applications for a new water service, fire hydrant, and expansion of sewer facilities. Construction is now underway for the new and expanded facilities. The proposed sewer facilities have been installed. Construction plans were returned to the District in May for review.

ITEMS	NO#
Water Meters Purchased	2



Chad Williams
Engineering and CIP Program Manager

06/23/2026



SEWER EQUIVALENT DWELLING UNITS (EDUs) STATUS REPORT May 2026

STATUS SUMMARY	EDUs
Total Treatment Capacity Purchased from Oceanside	8,333
Less 5% Contractual Allowance	417
EDUs Set Aside by Board for Emergencies	60
EDUs Connected	6,301 *
EDUs Unconnected/Committed	678
Total EDUs Available for Purchase:	878

DEVELOPMENTS WITH UNCONNECTED/COMMITTED EDUs	EDUs	CAPACITY FEES / CFD Bonds
Bonsall Oaks (Polo Club) - 164 (SF/Other)	131	\$ 1,453,560
Citro (fka Meadowood) - 947 (SF/MF/Other)	25	\$ -
Ocean Breeze Ranch-520.5	521	\$ 7,723,509
Other Development w/5 or less EDUs - (SF & Other)	1	\$ -
TOTAL UNCONNECTED:	678	\$ 9,177,069

Notes:

*There is a delay between connections and new account activations.

BOARD INFORMATION

Item No. 10.D

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

ADMINISTRATIVE SERVICES REPORT FOR JUNE 2026

DESCRIPTION

Human resources, safety, risk management, and communications report for June 2026

HUMAN RESOURCES:

STAFF UPDATES:

- **Engineering Intern started on June 2nd.** Rainbow Water is hosting an intern from the American Public Works Association (APWA) and San Diego State University (SDSU). Aidan Hicks is majoring in civil engineering and was one of 300 students competing for 30 internship positions. During his 8-week internship, Aidan is learning the ins and outs of AutoCAD and other programs such as Blue Beam. Staff is taking him into the field to see how projects go from lines on a computer screen to facilities in and above the ground

RECRUITMENT:

- **Utility Worker- CIP Construction:** The Utility Worker – CIP Construction position was posted on June 5, and within the first 10 days, the District received 205 applications. The recruitment remains open through June 28. We are encouraged by the strong interest in the opportunity, including several employee referrals. At a time when many agencies continue to face recruitment challenges and limited applicant pools, the District is pleased to attract a large and competitive group of candidates.
- **Engineer-** Staff are in the final stages of preparing the Engineer recruitment.

EMPLOYEE ANNIVERSARIES:

Hire Date	Name	Dept	# years
6/18/92	RAMON ZUNIGA	Wastewater	34 years
6/22/15	RICARDO ZARAGOZA	System Operations	11 years
6/29/15	CARLOS RAMOS	Meters	11 years

WORKFORCE ANALYTICS:

Current headcount:	59	FYTD new hires:	5
FYTD separations:	4	Average tenure:	8.5
FYTD turnover:	5.2%	Projected annual turnover:	9.9%
Retention rate:	95.08%	Projected retirements this year:	1

RISK MANAGEMENT:

Injuries

- None to report

Program Management

- Annual Review and update of Safety Policies and Procedures:
 - Emergency Response Plan is in review
- Now that the SCADA position is filled, we plan to test out the Becklar Lone Worker App.
- 18 staff attended Confined Space Training June 2-3 put on by Pacific Safety Center.
- Safety is attended the ASSP Safety Conference in Anaheim, CA June 15th-17th.
- Safety and PR are working together with Customer Service on customer notification in high pressure areas about the need for them to have a PRV installed past the district meter.

Grants

- **ACWA-JPIA Risk Control Grant:** Funding was received for \$8,547.71 to purchase and install AI-enabled security cameras at the District yard.
- **CalOES Hazard Mitigation Grant:** application submitted for 4 Pump Station Generators. It is now "Waitlisted" with FEMA.
- **ACWA JPIA Leadership Program Grant:** S&RMO is submitting an application for ACWA JPIA's Leadership Program Grant. Submission due June 26th, 2026.
- **CalFire Grant:** Submission due June 30th, 2026

Environmental Programs

- Herbicide use reported through CalAgPermits was reviewed. No report necessary since none was used.
- Working with APCD and CARB to establish the Whisperwatt Generator as a low-use to remain compliant. The engine phases out on December 31st, 2026, and may require replacement if Low-Use isn't established.
- CARB sent out a notice about a new bill effective January 2026 that begins to phase out all non-zero-emission forklifts. Safety is attending a discussion in July 2026 to review changes. Phase-out for small fleets is required by January 1st, 2029.

Emergency Response Programs

- Operations and safety are working together to schedule a training exercise and a mock EOC setup.
- The Emergency Response Plan is being updated, and ERP folders are being added to the EOC SharePoint and are available in SiteDocs.
- RMWD and Rancho Water are working to schedule quarterly meetings and a joint exercise in October.
- Safety and IT are working together to develop an App for Staff Accountability during an emergency, such as a fire. This will allow for staff check-in via the app and quicker accountability.

Safety Training / Tailgate Talks

- Safety tailgates this month have included Fall Protection, Confined Space, and Heat Illness

Claims in Progress/Completed

- Due to three leaks in recent weeks, the District anticipates at least 6 claims, size and scope unknown. At least one claimant has threatened litigation, and that claim has been referred to the ACWA-JPIA.

	Claims Received	Open Claims at JPIA	Value of Open Claims at JPIA	Small Claims Pending	Small Claims Rejected	Small Claims Approved	Value of Small Claim Settlements
Fiscal YTD	14	1	\$10k +	2	5	6	\$10,219.99
New Claims in Current Month	2	1	\$10k +	2	0	1	\$900.00

COMMUNICATIONS:

Community Events

- County of San Diego Splash Lab: Staff visited Bonsall Elementary School to view the hands-on Splash Lab demonstrations about the environmental impacts on the watershed and pollution. The District will begin funding the program for local elementary schools beginning in FY27.
- Annual Water Poster Contest: Award certificates were distributed to the top 10 contest winners at Bonsall Elementary School.
 - Winners to be recognized at the July Communications and Customer Service meeting
 - Top three winners will move on to the North County Water Contest and published in the 2027 water awareness calendar

Projects

- Staff successfully completed the 2025 Consumer Confidence Report and the state approved the report on June 11. The report is available for download on the website and print copies are available in the lobby.

Flume

- The program has 21 devices remaining on the contract established in 2019. After the devices are sold out, the new contract will commence, and pricing will update from \$49 to a new amount of \$75 after installation rebate.
 - Three devices sold in May, and 15 devices were sold in April. The amount of devices sold corresponds to the newsletter articles related to water use efficiency.

Newsletter Features

June Community Newsletter articles included:

- Upgrade Your Landscape: Celebrate National Pollinator Month with native California plants and landscape rebates from County of San Diego Watershed Protection Program.
- Highlights from the GM: Biennial budget approval and rate increase for the next two years
- Throw it in Organics Bin: EDCO's new Organics Recycling Program for yard clippings and food
- New Credit Card Processing Fees: New fees go into effect August 3, 2026
- Join the Rainbow Water Board of Directors: Candidacy filing period opens Summer 2026
- Revitalize Your Outdoor Space: Free virtual and local landscape workshops
- Rainbow Water Rundown: May board meeting highlights and invitation to join public meetings



Karleen Harp
Administrative Services Manager

June 23, 2026



BOARD INFORMATION

Item No.10.E

BOARD OF DIRECTORS

June 23, 2026

SUBJECT

FINANCE REPORT FOR APRIL 2026

DESCRIPTION

Summary:

Water Sales:

FY 25/26 Budget - 11,000 AF

Actual April FYTD 25/26 9,685 AF

Actual April FYTD 24/25 10,819 AF

Actual April FYTD 23/24 8,355 AF

Actual April FYTD 22/23 10,191 AF

April FYTD 2025/2026 Budget vs Actual:

Water Fund

Water operating revenues through April 2026 totaled \$41.9 million, approximately 1% above budget for this point in the fiscal year. The favorable variance is minimal and is consistent with the budget. In addition, the District's Readiness-to-Serve charges collected through the property tax roll are tracking consistently with the budget. These revenues are typically received primarily between December and May.

Water operating expenses through April 2026 totaled \$28.0 million, approximately 7% below budget. The favorable variance is primarily attributable to operating cost savings, lower imported water cost, and continued careful expenditure management. As a result, Water Fund net operating revenue totaled approximately \$13.9 million through the tenth month of the fiscal year, which is 23% above budget.

Capital expenditures for water projects totaled \$4.2 million through April, representing approximately 50% of the annual capital budget.

Water net non-operating revenues were negative \$4.2 million, which is consistent with budget. The negative balance is primarily attributable to scheduled debt service payments.

Wastewater Fund

Wastewater operating revenues through April 2026 totaled \$5.4 million, or 8% above budget. This favorable variance is primarily due to modest EDU growth within the District, along with increased fixed charges that became effective at the beginning of February.

Wastewater operating expenses totaled \$4.0 million, or 3% above budget, primarily due to higher-than-anticipated invoices from the City of Oceanside, which continue to drive pass-through treatment costs upward.

Despite this increase, net operating revenue for the Wastewater Fund was approximately \$1.4 million, or 25% above budget, through the tenth month of the fiscal year.

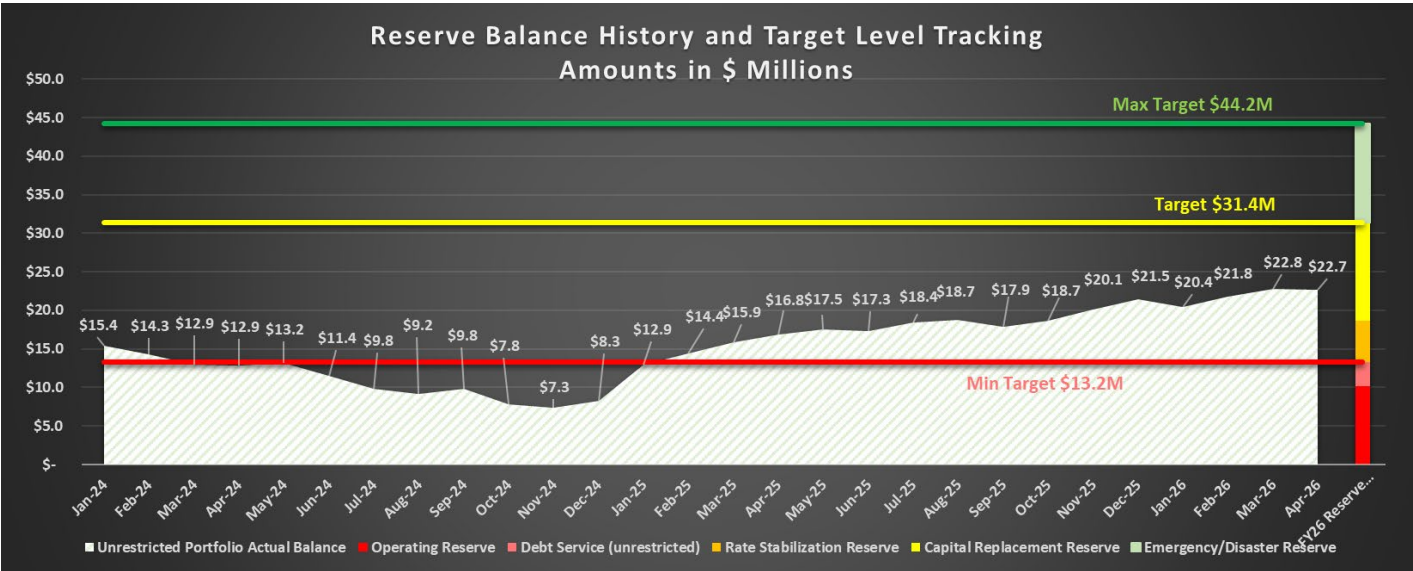
Wastewater capital expenditures through April totaled approximately \$140 thousand, or 8.2% of the annual capital budget. During the period, the District initiated work on the Rancho Monserate, Rancho Viejo Lift Station, and Headquarters B Plant Emergency Generators projects. A significant portion of the Wastewater CIP budget consists of prior year appropriations that have been carried forward.

Treasury Report:

At the end of April 2026, the District’s total investment portfolio was approximately \$35.7 million. Of this amount, \$22.7 million was unrestricted, and \$1.6 million represented remaining restricted proceeds from the District’s \$10 million U.S. Bank loan, designated for budgeted water capital projects in FY 2026.

The increase in restricted balances during the month was primarily driven by the receipt of \$7.7 million in capacity fee revenues from the Ocean Breeze Ranch development, of which approximately \$3.0 million is allocated to water capital projects and \$4.7 million to wastewater capital projects. The unrestricted portfolio balance stayed relatively flat in April 2026. The graph below illustrates historical unrestricted portfolio balances in comparison to the reserve targets adopted by the Board in June 2024.

Interest revenue earned through April totaled approximately \$780 thousand, compared to \$599 thousand for the same period in the prior year. Current investment yields are approximately 3.77% for CAMP and 3.81% for LAIF. Given the District’s near term liquidity needs, particularly in light of higher debt service requirements over the next year, staff does not recommend investing funds beyond the District’s most liquid and secure options, including CAMP, Money Market accounts, and LAIF, until reserve levels have further strengthened. At this time, these highly liquid investment options continue to provide yields that are competitive with, and in some cases exceed, longer term alternatives.



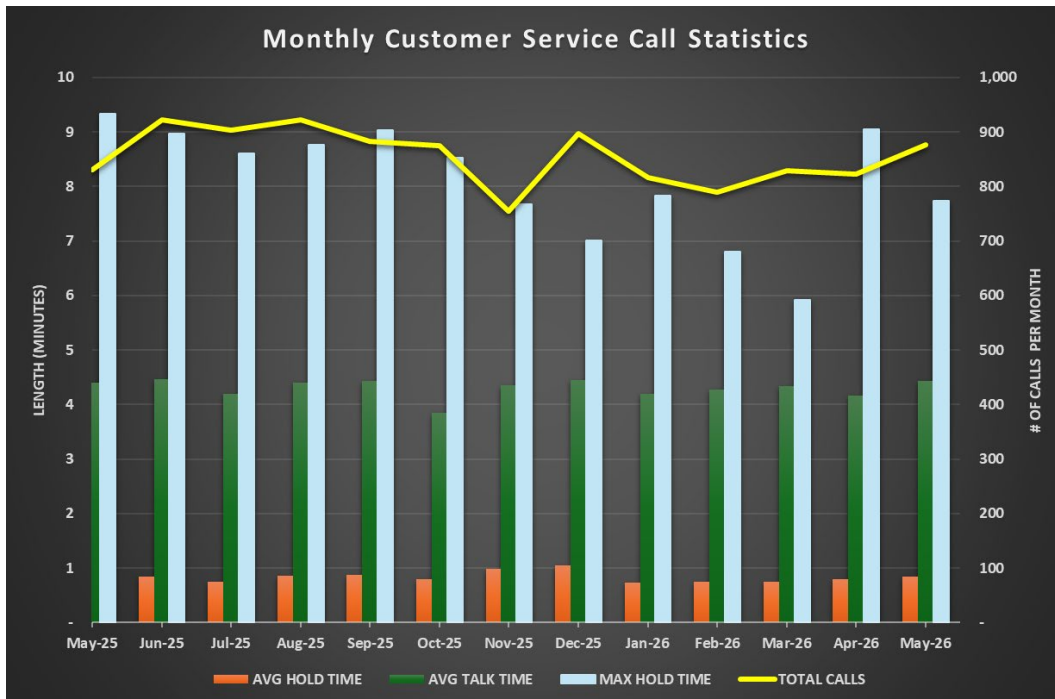
Water Purchases & Water Sales:

The Five-Year Water Purchases Demand Chart (Attachment D) reports imported water purchases; this data is available in real time. System demand for the current fiscal year totaled 9,937 AF through April, or 16% below the system demand at the same time last year, and 3% above budget for this time of year based on the average 5-year demand trend through April.

The District recorded 9,685 AF in water sales through April for FY26 compared to 10,819 AF in sales for FY25 for the same period, or 10% lower than prior year due to a little less hot and less dry weather this year compared to last year. The Water Sales Summary Report (Attachment E) represents water that was billed to customers, so the data is time delayed in comparison to the Five-Year Water Purchases Demand Chart. These two reports will not correlate unless they are both presented for the same date; we provide the purchases report in real time to provide the board with the most current demand information available.

Monthly Call Volume:

The call volume for May 2026 was 876 calls to customer service with an average hold time of 51 seconds and an average talk time of 4 minutes and 26 seconds. The max time in queue in May was 7 minutes and 44 seconds. See the chart below for the comparison of call statistics over the last 12 months.



Attachments:

- A. Budget vs Actuals (April FY26)
- B. CIP Budget to Actuals (April FY26)
- C. Treasury Report (April FY26)
- D. Five-Year Water Purchases Demand Chart (through 04/01/2026)
- E. Water Sales Summary (April FY26)
- F. Check Register (April FY26)
- G. Directors' Expense Report (April FY26)
- H. Credit Card Breakdown (April FY26)

Konstantin Shilkov, CPA
Chief Financial Officer/Treasurer

June 23, 2026

Rainbow Municipal Water District
Operating Budget Summary by Fund
NET OPERATING INCOME

Description	FY 2026 Actuals YTD 04/30/2026	Current \$ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 04/30/2026	\$ Over/(Under) as of 04/30/2026	% Over/(Under) as of 04/30/2026	FY 2026 Adopted Budget
Water Operating & Non-Operating Fund							
Water Operating Revenues	\$ 41,943,634	\$ (7,496,584)	85%	\$ 41,352,717	\$ 590,916	1%	\$ 49,440,217
Water Operating Expenses	\$ 28,001,848	(7,795,198)	78%	30,055,203	\$ (2,053,354)	-7%	35,797,046
Water Fund Net Operating Revenue	\$ 13,941,785	\$ 298,614	102%	\$ 11,297,515	\$ 2,644,271	23%	\$ 13,643,171
Water Non-Operating Revenues	\$ 1,395,532	\$ 299,246	127%	\$ 913,572	\$ 481,961	53%	\$ 1,096,286
Water Non-Operating Expenses	5,578,864	(761,766)	88%	5,283,858	\$ 295,006	6%	6,340,630
Water Fund Net Non-Operating Revenue	\$ (4,183,331)	\$ 1,061,013	80%	\$ (4,370,287)	\$ 186,955	-4%	\$ (5,244,344)
WATER NET REVENUE	\$ 9,758,454	\$ 1,359,627	116%	\$ 6,927,228	\$ 2,831,226	41%	\$ 8,398,827
Wastewater Operating & Non-Operating Fund							
Wastewater Operating Revenues	5,421,929	(597,359)	90%	5,016,073	405,856	8%	6,019,288
Wastewater Operating Expenses	3,992,405	(654,779)	86%	3,872,653	119,752	3%	4,647,183
Wastewater Fund Net Operating Revenue	\$ 1,429,524	\$ 57,420	104%	\$ 1,143,421	\$ 286,104	25%	\$ 1,372,105
Wastewater Non-Operating Revenues	231,448	30,148	115%	167,750	63,698	38%	201,300
Wastewater Non-Operating Expenses	1,345,756	275,031	126%	892,270	453,486	51%	1,070,724
Wastewater Fund Net Non-Operating Revenue	\$ (1,114,308)	\$ (244,884)	128%	\$ (724,520)	\$ (389,788)	54%	\$ (869,424)
WASTEWATER NET REVENUE	\$ 315,216	\$ (187,464)	63%	\$ 418,900	\$ (103,684)	-25%	\$ 502,681
WATER & WASTEWATER NET REVENUE	\$ 10,073,670	\$ 1,172,162	113%	\$ 7,346,128	\$ 2,727,542	37%	\$ 8,901,508

% of Annual Budget

84% Water Purchases/Sales based on historical average

83% Fixed Fee Revenue & Expenses are based on time

Rainbow Muncipal Water District
Water Fund Operating Budget Summary

Water Operating

Description	FY 2026 Actuals YTD 04/30/2026	Current \$ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 04/30/2026	\$ Over/(Under) as of 04/30/2026	% Over/(Under) as of 04/30/2026	FY 2026 Adopted Budget
Operating Revenues							
Water Sales	\$ 41,698,050	\$ (7,413,429)	85%	\$ 41,078,768	\$ 619,282	2%	\$ 49,111,478
Other Water Services	\$ 245,584	(83,155)	75%	\$ 273,949	\$ (28,365)	-10%	328,739
Total Operating Revenues	\$ 41,943,634	\$ (7,496,584)	85%	\$ 41,352,717	\$ 590,916	-9%	\$ 49,440,217
Operating Expenses							
Purchased Water	14,505,772	(3,767,506)	79%	15,327,063	(821,291)	-5%	18,273,278
Pumping	1,587,202	(200,473)	89%	1,489,729	97,472	7%	1,787,675
Operations	2,295,418	(470,358)	83%	2,304,813	(9,395)	0%	2,765,776
Valve Maintenance	322,612	(114,710)	74%	364,435	(41,823)	-11%	437,322
Construction	2,132,739	(1,316,400)	62%	2,874,282	(741,543)	-26%	3,449,139
Meters	826,339	(192,760)	81%	849,249	(22,910)	-3%	1,019,099
General Fund Transfer	6,245,128	(1,819,629)	77%	6,720,631	(475,503)	-7%	8,064,757
Water Conservation Program	86,638	(63,362)	58%	125,000	(38,362)		150,000
Total Operating Expenses	\$ 28,001,848	\$ (7,795,198)	78%	\$ 30,055,203	\$ (2,053,354)	-7%	\$ 35,797,046
NET OPERATING REVENUE	\$ 13,941,785	\$ 298,614	102%	\$ 11,297,515	\$ 2,644,271	23%	\$ 13,643,171
Non-Operating Revenues							
Investment Income	676,568	210,462	145%	388,422	288,146	74%	466,106
Property Tax Revenue	587,779	(24,702)	96%	510,401	77,378	15%	612,481
Other Non-Operating Revenue	131,186	113,487	741%	14,749	116,437	789%	17,699
Total Non-Operating Revenues	\$ 1,395,532	\$ 299,246	127%	\$ 913,572	\$ 481,961	53%	\$ 1,096,286
Non-Operating Expenses							
Debt Service (Principal & Interest)	5,578,864	(761,766)	88%	5,283,858	295,006	6%	6,340,630
Total Non-Operating Expenses	\$ 5,578,864	\$ (761,766)	88%	\$ 5,283,858	\$ 295,006	6%	\$ 6,340,630
NET NON-OPERATING REVENUE	\$ (4,183,331)	\$ 1,061,013	80%	\$ (4,370,287)	\$ 186,955	-4%	\$ (5,244,344)
NET REVENUE	\$ 9,758,454	\$ 1,359,627	116%	\$ 6,927,228	\$ 2,831,226	41%	\$ 8,398,827
							11,000AF

Rainbow Municipal Water District
Wastewater Fund Operating Budget Summary

Description	FY 2026 Actuals YTD 04/30/2026	Current \$ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 04/30/2026	\$ Over/(Under) as of 04/30/2026	% Over/(Under) as of 04/30/2026	FY 2026 Adopted Budget
Operating Revenues							
Wastewater Revenues	\$ 5,421,679	\$ (596,009)	90%	\$ 5,014,740	\$ 406,939	8%	\$ 6,017,688
Other Revenues	250	(1,350)	16%	1,333	(1,083)	-81%	1,600
Total Operating Revenues	\$ 5,421,929	\$ (597,359)	90%	\$ 5,016,073	\$ 405,856	8%	\$ 6,019,288
Operating Expenses							
Total Payroll Expenses	714,107	(117,440)	86%	\$ 692,956	\$ 21,152	3%	831,547
Total Maintenance & Supply	2,320,279	(258,203)	90%	\$ 2,148,735	\$ 171,544	8%	2,578,482
General Fund Transfer	958,018	(279,136)	77%	\$ 1,030,962	\$ (72,943)	-7%	1,237,154
Total Operating Expenses	\$ 3,992,405	\$ (654,779)	86%	\$ 3,872,653	\$ 119,752	3%	\$ 4,647,183
NET OPERATING REVENUE	1,429,524	57,420	104%	1,143,421	286,104	25%	1,372,105
Non-Operating Revenues							
Investment Income	103,796	(6,204)	94%	\$ 91,667	\$ 12,129	13%	110,000
Property Tax Revenue	86,161	(5,139)	94%	\$ 76,083	\$ 10,078	13%	91,300
Grants Revenue	-	-	0%	\$ -	\$ -	#DIV/0!	-
Other Non-Operating Revenue	41,491	41,491	0%	\$ -	\$ 41,491	#DIV/0!	-
Total Non-Operating Revenues	231,448	30,148	115%	167,750	63,698	38%	201,300
Non-Operating Expenses							
Oceanside- Prior Period Wastewater Treatment	-	-	0%	\$ -	\$ -	#DIV/0!	-
Oceanside - Contribution to Repl. Reserve	682,735	275,032	167%	\$ 339,753	\$ 342,982	101%	407,703
Debt Service (Principal & Interest)	663,021	(0)	100%	\$ 552,518	\$ 110,503	20%	663,021
Total Non-Operating Expenses	1,345,756	275,031	126%	892,270	453,486	51%	1,070,724
NET NON-OPERATING REVENUE	\$ (1,114,308)	\$ (244,884)	128%	\$ (724,520)	\$ (389,788)	54%	\$ (869,424)
NET REVENUE	\$ 315,216	\$ (187,464)	63%	\$ 418,900	\$ (103,684)	-25%	\$ 502,681

Rainbow Muncipal Water District
General Fund Operating Budget Summary

General Operating

Description	FY 2026 Actuals YTD 04/30/2026	Current \$ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 04/30/2026	% Over/(Under) as of 04/30/2026	% Over/(Under) as of 04/30/2026	FY 2026 Adopted Budget
Operating Revenues							
Water Overhead Transfer	\$ 6,245,128	\$ (1,819,629)	77%	\$ 6,720,631	\$ (475,503)	-7%	\$ 8,064,757
Wastewater Overhead Transfer	\$ 958,018	(279,136)	77%	\$ 1,030,962	\$ (72,943)	-7%	1,237,154
Other General Fund Revenue	592,374	(233,773)	72%	\$ 688,455	\$ (96,082)	-14%	826,146
Total Operating Revenues	\$ 7,795,520	\$ (2,332,538)	77%	\$ 8,440,048	\$ (644,528)	-8%	\$ 10,128,058
Operating Expenses							
Board of Directors	\$ 52,732	\$ (7,393)	88%	\$ 50,104	\$ 2,628	5%	\$ 60,125
Garage	570,949	(133,871)	81%	\$ 587,350	\$ (16,401)	-3%	704,820
Administration	1,251,464	(316,786)	80%	\$ 1,306,875	\$ (55,411)	-4%	1,568,250
Human Resources	427,481	(124,851)	77%	\$ 460,277	\$ (32,795)	-7%	552,332
Risk Management	785,981	(143,509)	85%	\$ 774,575	\$ 11,406	1%	929,490
IT Services	1,321,749	(258,774)	84%	\$ 1,317,103	\$ 4,646	0%	1,580,523
Public Relations	159,475	(54,784)	74%	\$ 178,549	\$ (19,074)	-11%	214,259
Finance	1,014,769	(109,810)	90%	\$ 937,149	\$ 77,619	8%	1,124,579
Customer Service	684,918	(204,678)	77%	\$ 741,330	\$ (56,412)	-8%	889,596
Engineering	683,885	(295,199)	70%	\$ 815,903	\$ (132,018)	-16%	979,084
CalPERS UAL Payment	817,681	(707,319)	54%	\$ 1,270,833	\$ (453,152)	-36%	1,525,000
Other Post Employment Benefits	24,436	24,436	0%	\$ -	\$ 24,436	#DIV/0!	0
Total Operating Expenses	\$ 7,795,520	\$ (2,332,538)	77%	\$ 8,440,048	\$ (644,528)	-8%	\$ 10,128,058
CHANGE IN NET POSITION	\$ -	\$ -	\$ -				\$ -

Water Capital Projects - FY26 Budget to Actuals through April 2026

		PY Adjusted Budget - FY25	Prior Year Actual (FY25)	PY Remaining Budget - FY25	Carryforward Remaining Budget Balance from PY ?	Carryforward Amount of Remaining Budget From PY	CY Adopted Budget	CY Budget Adjustments	Amended Budget w/ PY Carryforward	Year-to-Date Expended 04-30-26	Remaining Budget
Project #	Project Name	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 25/26	FY 25/26	FY 25/26	FY 25/26	FY 25/26
600003	San Luis Rey Imported Return Flow Recovery	\$ 152,328	\$ 10,121	\$ 142,207	Yes	\$ 142,207	\$ -		\$ 142,207	\$ 12,744	\$ 129,463
600007	Pressure Reducing Stations	\$ 150,000	\$ -	\$ 150,000	Yes	\$ 150,000			\$ 150,000	\$ 89,791	\$ 60,209
600009	Isolation Valve Installation Program	\$ 150,000	\$ 157,803	\$ (7,803)	Yes	\$ (7,803)	\$ 250,000		\$ 242,197	\$ 142,637	\$ 99,560
600013	Hutton/Rancho Amigos (Turner)/Dentro Pump Stations	\$ 4,532,689	\$ 4,400,057	\$ 132,632	Yes	\$ 132,632	\$ -		\$ 132,632	\$ -	\$ 132,632
600026	Camino Del Rey Waterline Relocation	\$ 100,000	\$ 34,118	\$ 65,882	Yes	\$ 65,882	\$ 25,000		\$ 90,882	\$ 11,829	\$ 79,053
600030	Corrosion Prevention Program Development and implementation	\$ -	\$ 4,044	\$ (4,044)	Yes	\$ (4,044)	\$ -		\$ -	\$ -	\$ -
600043	Eagles Perch Water Pipeline Improvements	\$ -	\$ -	\$ -	No	\$ -	\$ 150,000	\$ -	\$ 150,000	\$ 21,125	\$ 128,875
600047	Generator at Sumac								\$ -	\$ -	\$ -
600058	Electrical Panel Switches	\$ 200,000	\$ 43,408	\$ 156,592	Yes	\$ 156,592	\$ 400,000		\$ 556,592	\$ 357,483	\$ 199,110
600088	SDCWA Connections 1, 8, 9 & 10 Acquisition	\$ 750,000	\$ 728,501	\$ 21,499	Yes	\$ 21,499			\$ 21,499	\$ -	\$ 21,499
600089	SDCWA Connections 3, 6, 7, 11, & 12 Interim Decommissioning		\$ 14,240	\$ (14,240)	Yes	\$ (14,240)			\$ -	\$ -	\$ -
600091	FPUD Maravilla to RMWD Maravilla (Morro Tank) (750 LF, in-house construction)	\$ 209,125	\$ 24,966	\$ 184,159	Yes	\$ 184,159			\$ 184,159	\$ -	\$ 184,159
600092	FPUD Olive Hill to RMWD Olive Hill (Morro Reservoir) (840 LF, in-house construction)	\$ 235,000	\$ 100,894	\$ 134,106	Yes	\$ 134,106			\$ 134,106	\$ -	\$ 134,106
600093	La Canada Pipeline Replacement and Pressure Reduction from Hillrise Rd. to Via Monserate (4,000 LF, in-house construction)	\$ 100,000	\$ 60,666	\$ 39,334	Yes	\$ 39,334	\$ 1,150,000		\$ 1,189,334	\$ 716,124	\$ 473,209
600094	Gopher Skid Pump Station	\$ 710,000	\$ 25,322	\$ 684,678	Yes	\$ 684,678			\$ 684,678	\$ 79,807	\$ 604,871
600096	Gopher Canyon Pipeline Extension (FY25)	\$ 275,000	\$ 258,544	\$ 16,456	Yes	\$ 16,456			\$ 16,456	\$ -	\$ 16,456
600098	Lookout Mtn Pump Replacement								\$ -	\$ 27,933	\$ (27,933)
800061	Line NN Emergency Repair (add construction cost)						\$ 893,245	\$ 2,600,000	\$ 3,493,245	\$ 1,440,905	\$ 2,052,340
600105	Morro Tank Rehabilitation	\$ 100,000	\$ -	\$ 100,000	Yes	\$ 100,000			\$ 100,000	\$ 209	\$ 99,791
600106	Pala Mesa Tank								\$ -	\$ -	\$ -
600112	Huntley Rd Pump Station Soft Start Motor								\$ -	\$ 84,517	\$ (84,517)
600114	Turner Tank Interior/Exterior Coating (4M Gallons) Transfer from Operating Budget			\$ -			\$ 375,000		\$ 375,000	\$ 274,563	\$ 100,437
600115	Gopher Canyon Tank Interior/Exterior Coating (4M Gallons) Transfer from Operating Budget			\$ -			\$ 375,000		\$ 375,000	\$ 274,563	\$ 100,437
600116	Fall Protection Replacement @ Morro Tank and Out-of-Service Concrete Tank			\$ -			\$ 75,000		\$ 75,000	\$ 25,778	\$ 49,222
600117	Turner Tank Injection System Upgrades						\$ -	\$ 152,714	\$ 152,714	\$ 183,776	\$ (31,062)
600118	Hutton Tank Injection System Upgrades						\$ 125,000	\$ 90,000	\$ 215,000	\$ 23,059	\$ 191,941
600119	Rainbow Heights Tank Injection System Upgrades								\$ -	\$ -	\$ -
600120	Gopher Tank Injection System Upgrades							\$ 90,000	\$ 90,000	\$ 10,987	\$ 79,013
600134	Rancho Amigos Suction Slide Strainers								\$ -	\$ 15,497	\$ -
N/A	Vehicle/Equipment Acquisition	\$ 150,000	\$ 192,909	\$ (42,909)	Yes	\$ (42,909)	\$ 450,000		\$ 407,091	\$ 382,902	\$ 24,189
Total		\$ 7,814,142	\$ 6,055,595	\$ 1,758,547	\$ -	\$ 1,758,547	\$ 4,268,245	\$ 2,932,714	\$ 8,977,791	\$ 4,176,228	\$ 4,817,060
		97,165	7,891.31	89,274					\$ 1,805,203	\$ 405,663	\$ 3,110,539
	= Financed in part or whole by the \$10M US Bank Loan (dated 5-1-24)	\$ 7,911,307	\$ 6,063,486	\$ 1,847,821					\$ 10,782,994	\$ 4,581,891	

Wastewater Capital Projects - FY26 Budget to Actuals through April 2026

		PY Adjusted Budget - FY25	Prior Year Actual (FY25)	PY Remaining Budget - FY25	Carryforward Remaining Budget Balance from PY ?	Carryforward Amount of Remaining Budget From PY	CY Adopted Budget	CY Budget Adjustments	Amended Budget w/ PY Carryforward	Year-to-Date Expended 04-30-26	Remaining Budget
Project #	Project Name	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 25/26	FY 25/26	FY 25/26	FY 25/26	FY 25/26
530001	Thoroughbred Lane Lift Station and Pipeline Repair (LS1 Replacement)	\$ 4,039,499	\$ 5,966,976	\$ (1,927,477)	No	\$ -	\$ -	\$ -	\$ -	\$ 122,324	\$ (122,324)
TBD	North River Road Sewer Replacement						\$ 50,000		\$ 50,000	\$ -	\$ 50,000
530023	Rancho Monserate, Rancho Viejo LS & HQ B-Plant Emergency Generators	\$ 525,000	\$ 11,324	\$ 513,676	Yes	\$ 513,676	\$ 1,075,000	\$ -	\$ 1,588,676	\$ 17,705	\$ 1,570,971
530029	LS-1 Rehabilitation/School House LS							\$ 75,000	\$ 75,000	\$ -	\$ 75,000
Total		\$ 4,564,499	\$ 5,978,300	\$ (1,413,801)	\$ -	\$ 513,676	\$ 1,125,000	\$ 75,000	\$ 1,713,676	\$ 140,028	\$ 1,573,648

\$ 1,695,971

General Capital Projects - FY26 Budget to Actuals through April 2026

		PY Adjusted Budget - FY25	Prior Year Actual (FY25)	PY Remaining Budget - FY25	Carryforward Remaining Budget Balance from PY ?	Carryforward Amount of Remaining Budget From PY	CY Adopted Budget	CY Budget Adjustments	Amended Budget w/ PY Carryforward	Year-to-Date Expended 04-30-26	Remaining Budget
Project #	Project Name	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 25/26	FY 25/26	FY 25/26	FY 25/26	FY 25/26
300036	EV Charging Stations at HQ	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ (90,000)	\$ 10,000	\$ 1,644	\$ 8,356
300008	New District Headquarters	\$ 500,000	\$ 44,071	\$ 455,929	Yes	\$ 455,929	\$ 500,000		\$ 955,929	\$ 184,083	\$ 771,846
Total		\$ 500,000	\$ 44,071	\$ 455,929	\$ -	\$ 455,929	\$ 600,000	\$ (90,000)	\$ 965,929	\$ 185,727	\$ 780,202

= Financed in part or whole by the \$10M US Bank Loan (dated 5-1-24)

General Capital Projects - FY26 Budget to Actuals through April 2026

		PY Adjusted Budget - FY25	Prior Year Actual (FY25)	PY Remaining Budget - FY25	Carryforward Remaining Budget Balance from PY ?	Carryforward Amount of Remaining Budget From PY	CY Adopted Budget	CY Budget Adjustments	Amended Budget w/ PY Carryforward	Year-to-Date Expended 04-30-26	Remaining Budget
Project #	Project Name	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 25/26	FY 25/26	FY 25/26	FY 25/26	FY 25/26
400001	Master Plans (Water & Waste Water)	\$ 97,165	\$ 7,891	\$ 89,274	Yes	\$ 89,274	\$ 750,000		\$ 839,274	\$ 79,908	\$ 759,366
Total		\$ 97,165	\$ 7,891	\$ 89,274	-	\$ 89,274	\$ 750,000	\$ -	\$ 839,274	\$ 79,908	\$ 759,366

 = Financed in part or whole by the \$10M US Bank Loan (dated 5-1-24)

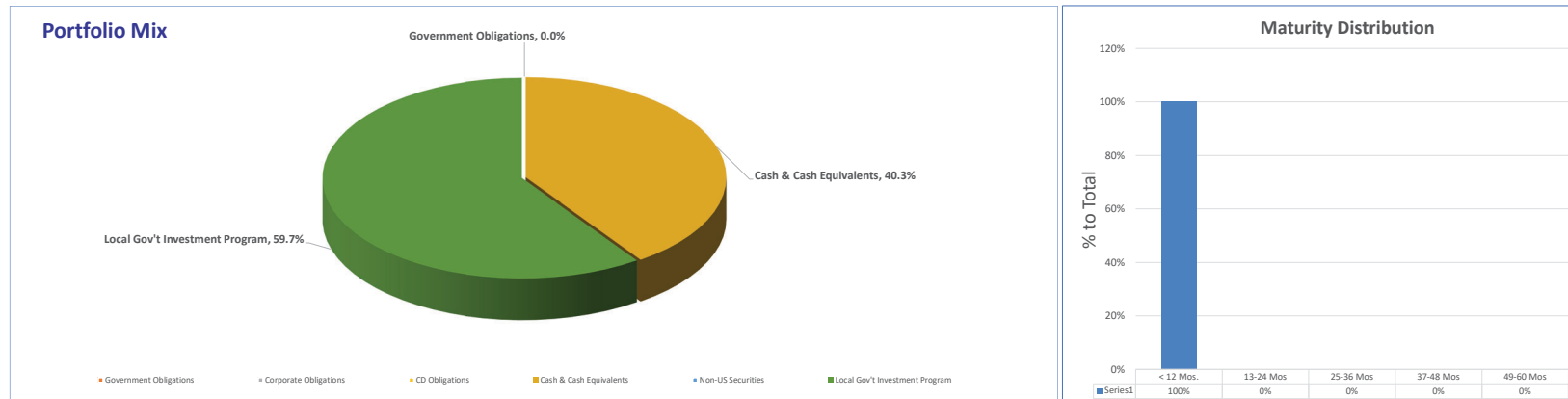
Non-Cap CIP Projects - FY26 Budget to Actuals through April 2026

		PY Adjusted Budget - FY25	Prior Year Actual (FY25)	PY Remaining Budget - FY25	Carryforward Remaining Budget Balance from PY ?	Carryforward Amount of Remaining Budget From PY	CY Adopted Budget	CY Budget Adjustments	Amended Budget w/ PY Carryforward	Year-to-Date Expended 04-30-26	Remaining Budget
Project #	Project Name	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 24/25	FY 25/26	FY 25/26	FY 25/26	FY 25/26	FY 25/26
600097	Morro Reservoir Tank Monitoring	\$ 100,000	\$ 17,985	\$ 82,015	Yes	\$ 82,015	\$ -	\$ -	\$ 82,015	\$ 95,073	\$ (13,057)
							\$ -		\$ -	\$ -	\$ -
Total		\$ 100,000	\$ 17,985	\$ 82,015	\$ -	\$ 82,015	\$ -	\$ -	\$ 82,015	\$ 95,073	\$ (13,057)

RAINBOW MUNICIPAL WATER DISTRICT
TREASURER'S MONTHLY REPORT OF INVESTMENTS
PORTFOLIO SUMMARY
4/30/2026



TYPE	ISSUER	RESTRICTION LEVEL	CUSIP	Bond Rating	Date of Maturity	Par Value	Cost Basis	Market Value*	Interest Rate	Yield to Maturity	Semi-Annual Interest	Days to Maturity
Cash-Operating	US Bank x139	Unrestricted				\$ 474,887	\$ 474,887	\$ 474,887				0
Cash-Oceanside Plant Construction	US Bank x352	Restricted				\$ -	\$ -	\$ -				0
Money Market Funds	First American Government, US Bank	Unrestricted	31846V567			\$ 12,063,794	\$ 12,063,794	\$ 12,063,794				0
Money Market Funds (Debt Reserve)	Western Alliance	Restricted				\$ -	\$ -	\$ -				0
Money Market Funds-Beek Restr (Debt Reserve)	Computershare Corporate Trust 201	Restricted				\$ 506,943	\$ 506,943	\$ 506,943				0
Money Market Funds-Morro Restr (Debt Reserve)	Computershare Corporate Trust 301	Restricted				\$ 671,666	\$ 671,666	\$ 671,666				0
Money Market Funds (Debt Reserve)	39170200 Trust 200	Restricted				\$ 131	\$ 131	\$ 131				0
Money Market Funds (Debt Reserve)	39170300 Trust 300	Restricted				\$ 152	\$ 152	\$ 152				0
Money Market Funds (Debt Reserve)	Zions Bank-D	Restricted				\$ 662,855	\$ 662,855	\$ 662,855				0
Money Market Funds (Debt Reserve)	Zions Bank-E	Restricted				\$ 50	\$ 50	\$ 50				0
Total Cash & Cash Equivalents						\$ 14,380,477	\$ 14,380,477	\$ 14,380,477				
Local Gov't Investment Program												
	California Asset Management Program (CAMP)	Unrestricted	4039-001			\$ 11,456,007	\$ 11,456,007	\$ 11,456,007				
	CAMP - US Bank Loan Proceeds for CIP	Restricted	4039-002			\$ 1,756,303	\$ 1,756,303	\$ 1,756,303				
	Local Agency Investment Fund (LAIF)	Restricted				\$ 7,723,509	\$ 7,723,509	\$ 7,723,509				
	Local Agency Investment Fund (LAIF)	Unrestricted				\$ 366,259	\$ 366,259	\$ 366,259				0
Total Local Gov't Investment Program						\$ 21,302,078	\$ 21,302,078	\$ 21,302,078				
US Bank Government Obligations												
Total Government Obligations						\$ -	\$ -	\$ -			\$ -	0
US Bank Corporate Issues												
Total Corporate Issues						\$ -	\$ -	\$ -				
Investment Portfolio Totals						\$ 35,682,554	\$ 35,682,554	\$ 35,682,554				
Less Restricted Cash for Oceanside Replacement Reserve						\$ (1,657,275)	\$ (1,657,275)	\$ (1,657,275)				
Less Restricted Portfolio						\$ (11,321,608)	\$ (11,321,608)	\$ (11,321,608)				
Total Unrestricted Portfolio						\$ 22,703,671	\$ 22,703,671	\$ 22,703,671				



This monthly report accurately reflects all District pooled investments. It is in conformity with the investment Administrative code section 5.03.080.
The District has sufficient cash flow to meet six months of obligations. The District is in compliance with the current Investment Policy and California Government Code.

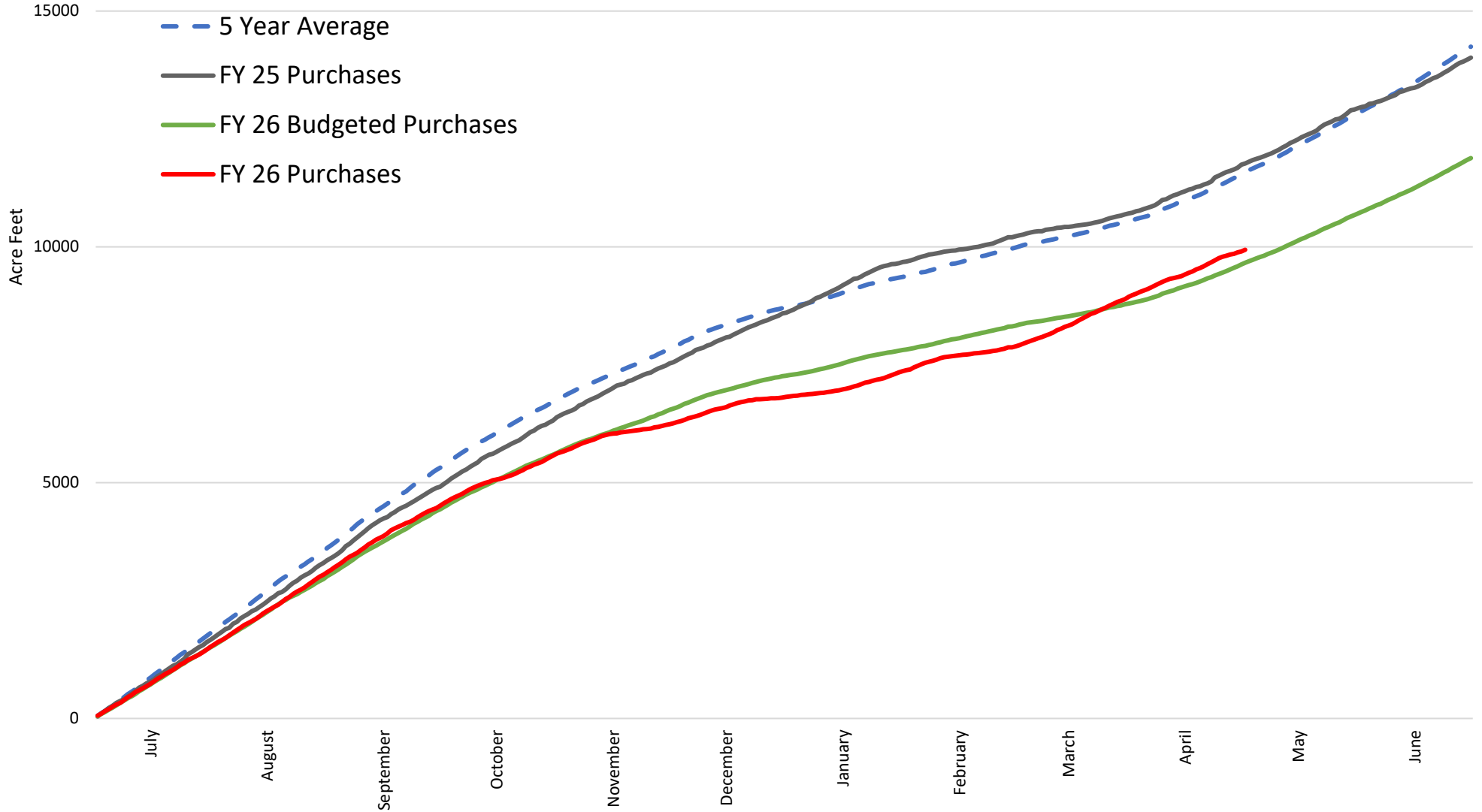
Cathy Lundell
Cathy Lundell - Accounting Specialist

5/21/2026

*Source of Market Value - US Bank monthly statements

System Demands Comparison Chart

Variance to Prior Year: -16%
Variance to Budget: 3%
YTD - System Demands - 9,937 AF
Updated: 05-01-26



Comparative Water Sales YTD from Prior Years

FISCAL YEAR 2025-2026

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Total
1,302	AD	310	402	410	357	306	137	172	150	143	309	-	-	2,694
609	AG	346	484	480	406	331	141	178	160	155	376	-	-	3,058
279	CM	75	104	97	75	69	26	36	27	28	65	-	-	602
20	CN	8	8	9	7	5	1	3	5	4	13	-	-	63
21	IS	5	8	6	5	6	2	3	3	2	6	-	-	47
126	MF	30	39	42	39	38	26	30	25	25	32	-	-	327
-	PC	-	-	-	-	-	-	-	-	-	-	-	-	-
-	PD	-	-	-	-	-	-	-	-	-	-	-	-	-
6,770	SF	320	409	404	348	333	190	221	185	185	298	-	-	2,894
9,127	Total	1,095	1,454	1,447	1,238	1,090	523	642	555	543	1,097	-	-	9,685

FISCAL YEAR 2024-2025

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,186	AD	193	251	269	231	407	267	288	256	129	108	-	-	2,399
513	AG	246	344	374	307	453	290	315	271	124	88	-	-	2,814
275	CM	85	111	123	83	81	51	52	43	21	24	-	-	673
37	CN	6	10	7	11	7	6	5	4	2	2	-	-	60
21	IS	5	7	7	6	6	4	5	4	3	1	-	-	50
124	MF	33	38	37	33	37	30	32	29	24	24	-	-	317
139	PC	140	184	197	171	-	-	-	-	-	-	-	-	692
300	PD	157	202	218	192	-	-	-	-	-	-	-	-	768
6,234	SF	327	405	441	364	379	261	276	262	171	161	-	-	3,046
8,829	Total	1,192	1,553	1,672	1,398	1,370	910	973	868	475	408	-	-	10,819

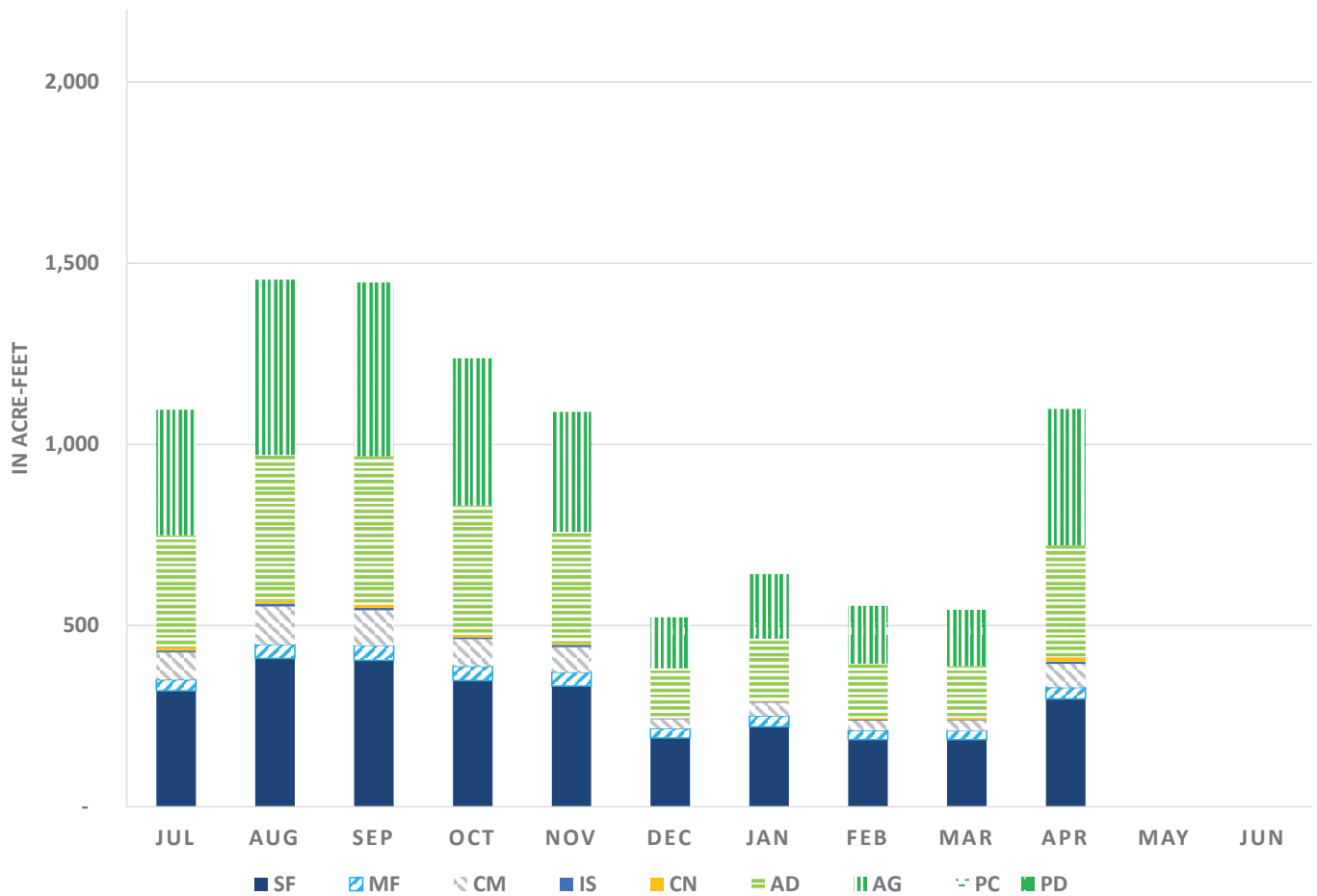
FISCAL YEAR 2023-2024

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,227	AD	168	225	211	178	190	147	114	55	31	43	-	-	1,363
531	AG	203	317	311	221	252	170	120	60	39	52	-	-	1,746
276	CM	66	98	88	65	62	43	32	15	11	19	-	-	499
26	CN	6	6	7	5	4	3	6	2	1	2	-	-	43
21	IS	4	6	5	5	5	5	4	3	2	2	-	-	41
121	MF	26	31	37	31	30	31	28	22	21	22	-	-	278
148	PC	100	150	132	120	139	85	62	22	4	11	-	-	826
313	PD	138	200	176	148	156	106	82	37	13	24	-	-	1,081
-	SC	-	-	-	-	-	-	-	-	-	-	-	-	-
-	SD	-	-	-	-	-	-	-	-	-	-	-	-	-
6,012	SF	287	363	365	311	304	254	216	137	110	132	-	-	2,478
8675	Total	998	1,398	1,332	1,085	1,143	844	664	354	231	307	-	-	8,355

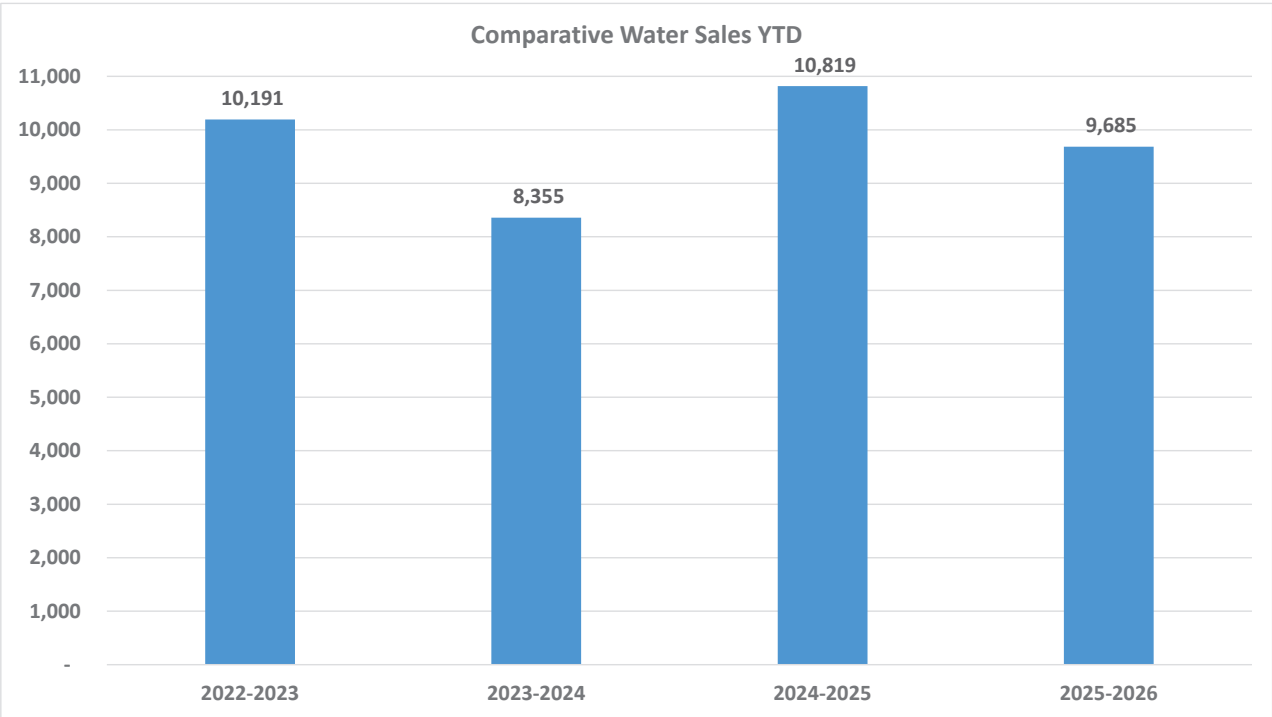
FISCAL YEAR 2022-2023

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
549	AD	291	249	318	242	184	135	76	41	61	42	-	-	1,639
402	AG	438	400	540	356	235	158	82	44	77	52	-	-	2,383
271	CM	119	110	144	98	70	41	18	13	16	14	-	-	644
24	CN	32	20	37	19	12	7	5	2	2	1	-	-	136
21	IS	10	8	10	6	5	4	3	1	2	2	-	-	52
114	MF	32	29	38	31	27	26	50	19	19	21	-	-	291
	PC	199	177	229	179	128	82	31	10	25	6	-	-	1,066
	PD	235	217	279	202	149	101	43	20	37	19	-	-	1,301
319	SC	-	-	-	-	-	-	-	-	-	-	-	-	-
1,012	SD	-	-	-	-	-	-	-	-	-	-	-	-	-
5,851	SF	417	368	457	363	284	235	178	117	133	127	-	-	2,678
8,563	Total	1,774	1,579	2,053	1,495	1,094	789	486	268	370	284	-	-	10,191

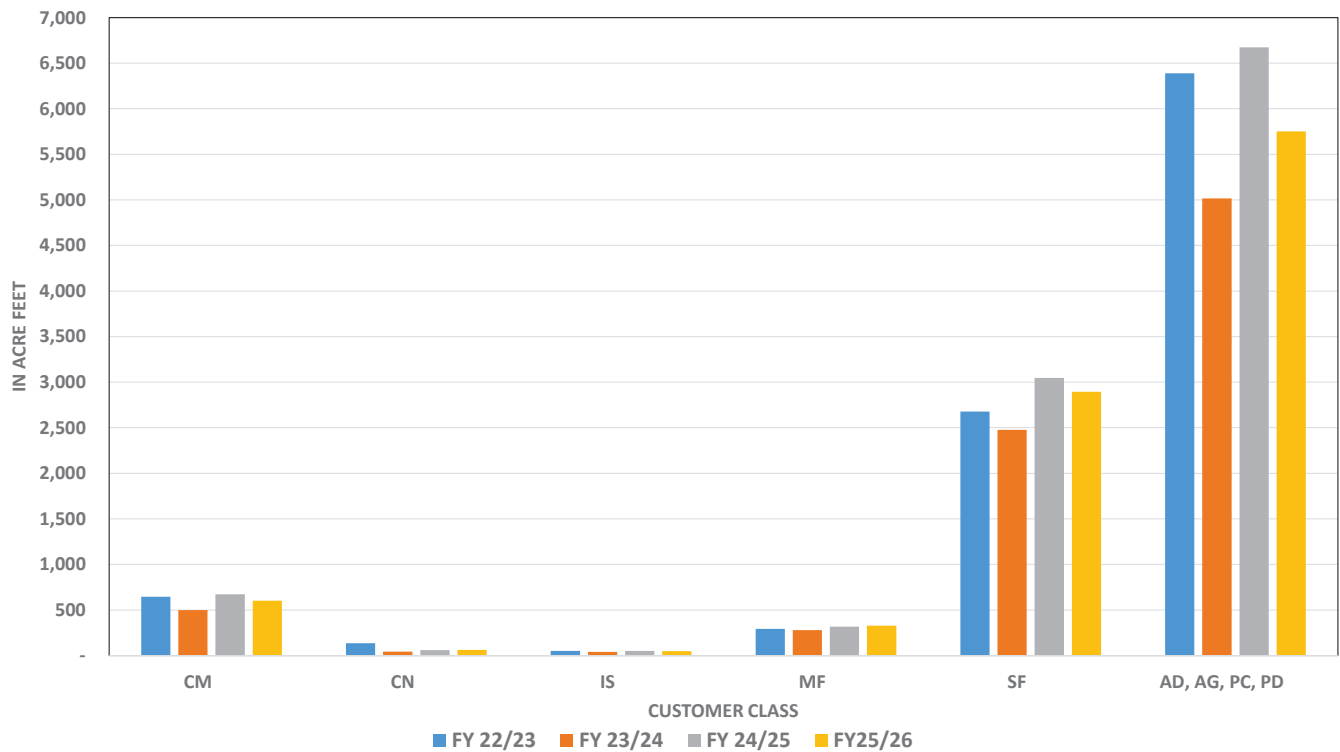
USAGE BY CUSTOMER CLASS FY 25-26



Comparative Water Sales YTD from Prior Years



YTD USAGE BY CUSTOMER CLASS





Check Register
Fiscal Year 2025-2026

April 2026

Payments above 50K

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
04152612128	WIRE	703027	EASTERN MUNICIPAL WATER DISTRICT	EMWD WATER PURCHASE - FEBRUARY 2026	04/15/2026	889,678.00
0401261601	WIRE		WESTERN ALLIANCE BUSINESS TRUST	LOAN PAYMENT - INVOICE #08845000096-APR26	04/01/2026	542,931.88
202604010001	ACH	702788	US NATIONAL CORPORATION	COMMERCIAL LOAN	04/01/2026	104,699.89

Payments below 50K

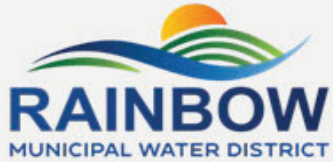
Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
43634	CHECK	701829	RAFTELIS FINANCIAL CONSULTANTS	STRATEGIC PLANNING SERVICES	04/02/2026	25,072.10
0000621	CHECK	700905	FALLBROOK PUBLIC UTILITY DIST	STATE AND FEDERAL REPRESENTATION SERVICES - COST SHARE FEB.	04/02/2026	7,500.00
44615	CHECK	701829	RAFTELIS FINANCIAL CONSULTANTS	STRATEGIC PLANNING SERVICES	04/02/2026	6,206.25
6138682238	CHECK	702067	VERIZON WIRELESS	MONTHLY CELLULAR SERVICE	04/02/2026	5,651.84
2018	CHECK	703161	CALI BREEZE HEATING AND AIR CONDITIONING	MINI SPLIT INSTALL IN SERVER ROOM	04/02/2026	3,600.00
5220655615	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	04/02/2026	590.59
000024957978	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/02/2026	490.24
83833308	CHECK	702110	WAXIE SANITARY SUPPLY	JANITORIAL SUPPLIES	04/02/2026	489.94
5220652662	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	04/02/2026	484.63
5220649727	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	04/02/2026	476.63
000024955964	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/02/2026	211.03
338271-8811 319 2-0326	CHECK	701264	AT&T	MONTHLY PHONE SERVICE	04/02/2026	87.70
20260324	CHECK	701902	SAN DIEGO COUNTY ASSESSOR/RECORDER/CLERK	RELEASE OF LIEN - 4 PARCELS	04/02/2026	80.00
338451-0024 914 2-0326	CHECK	701264	AT&T	MONTHLY PHONE SERVICE	04/02/2026	74.18
858141363-0326	CHECK	701269	AT&T LONG DISTANCE	MONTHLY PHONE SERVICE	04/02/2026	73.37
000024955961	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/02/2026	31.91
000024955965	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/02/2026	31.91
20260312	CHECK	701902	SAN DIEGO COUNTY ASSESSOR/RECORDER/CLERK	RELEASE OF LIEN	04/02/2026	20.00
	EFT		U.S. BANK	US BANK CALCARD CC - MARCH 2026	04/09/2026	37,385.22
91799370	CHECK	701994	SOFTCHOICE CORPORATION	SOFTWARE LICENSE	04/10/2026	28,459.86
16623	ACH	701296	PETERS PAVING & GRADING, INC	PARTS & LABOR MILLING MACHINE REPAIR	04/10/2026	23,865.99
590134	ACH	701229	NOSSAMAN, LLP	LEGAL SERVICES, THROUGH 02/28/26	04/10/2026	14,206.96
00063897	ACH	700638	CECILIA'S SAFETY SERVICE	TRAFFIC CONTROL - LA CANADA RD/HILLRISE RD FALLBROOK CA	04/10/2026	11,050.00
00063908	ACH	700638	CECILIA'S SAFETY SERVICE	TRAFFIC CONTROL - LA CANADA RD/HILLRISE RD FALLBROOK CA	04/10/2026	9,650.00
0902704	CHECK	700860	FERGUSON WATERWORKS #1083	HYTROL DIAP KIT 3", 4", 6"; REP KITS	04/10/2026	9,449.56
9705	CHECK	701759	KDM MERIDIAN	AS-NEEDED SURVEYING SERVICES - LA CANADA	04/10/2026	7,805.00
INV33749	ACH	700959	HAAKER EQUIPMENT CO.	RX OUTPOST RENTAL - 03/16/26 TO 03/27/26	04/10/2026	7,327.00
110969	CHECK	700939	GLOBAL POWER GROUP INC.	WORK PERFORMED: R&R 1 CONTROL BOARD	04/10/2026	6,605.58
40876602	CHECK	700974	HAWTHORNE MACHINERY COMPANY	EXC BUCKET RENTAL - 02/27/26 TO 03/27/26	04/10/2026	5,848.43
INV31386	ACH	700959	HAAKER EQUIPMENT CO.	VACTOR RENTAL - 03/05/26 TO 03/09/26	04/10/2026	4,956.50
INV31408	ACH	700959	HAAKER EQUIPMENT CO.	RX OUTPOST RENTAL - 01/19/26 TO 02/01/26	04/10/2026	4,956.50
INV31409	ACH	700959	HAAKER EQUIPMENT CO.	RX OUTPOST RENTAL - 02/02/26 TO 02/13/26	04/10/2026	4,956.50
INV31841	ACH	700959	HAAKER EQUIPMENT CO.	RX OUTPOST RENTAL - 02/16/26 TO 02/27/26	04/10/2026	4,956.50
INV31843	ACH	700959	HAAKER EQUIPMENT CO.	RX OUTPOST RENTAL - 03/02/26 TO 03/13/26	04/10/2026	4,956.50
SI20008785	ACH	702015	TRENCH SHORING COMPANY	PSH RAIL SHORE W/ FINGER GUARDS	04/10/2026	4,827.20
179585218-0002	CHECK	702841	SUNBELT RENTALS, INC	TRENCH ROLLER W/ REMOTE	04/10/2026	4,420.97
SD336-29	ACH	701621	VALLEY CONSTRUCTION MANAGEMENT	AS-NEEDED CM & INSPECTION SERVICES	04/10/2026	4,420.00
590133	ACH	701229	NOSSAMAN, LLP	LEGAL SERVICES THROUGH 02/28/26	04/10/2026	4,402.00
16622	ACH	701296	PETERS PAVING & GRADING, INC	PAVING & GRADING - MISSION ROAD & HWY 395, FALLBROOK	04/10/2026	4,375.00
641374	ACH	702062	UTILITY SERVICE CO.	REPAIR ROOFTOP SAFETY RESTRAINTS - MORRO TANK	04/10/2026	4,000.00
INV0027084	CHECK	701977	CORE & MAIN LP	HACH CHEMKEY REAGENTS AMMONIA & MONOCHLORAMINE	04/10/2026	3,588.08

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
INV13149860	CHECK	701006	HILL BROTHERS CHEMICAL CO.	LIQUID AMMONIUM SULFATE	04/10/2026	3,255.40
26-595571	ACH	701930	FLYERS ENERGY LLC	ORDER #4427925-26, DSL 540 UNITS	04/10/2026	3,157.01
26-599251	ACH	701930	FLYERS ENERGY LLC	ORDER #4435788-26, DSL 150 UNITS/ETH 350 UNITS	04/10/2026	2,765.09
217917	CHECK	701222	MORGAN COMPANY	OMNEX RECEIVER R160, HARNESS	04/10/2026	2,635.93
6374207	CHECK	701870	MALLORY SAFETY AND SUPPLY, LLC	HONAN GAS MONITORS MAX	04/10/2026	2,633.41
INV13150600	CHECK	701006	HILL BROTHERS CHEMICAL CO.	LIQUID AMMONIUM SULFATE	04/10/2026	2,504.15
1085	ACH	703236	STAR SUPPLY, LLC	BOLTS, NUTS, WASHERS	04/10/2026	2,442.05
175654 02	CHECK	700833	ELECTRICAL SALES, INC.	SCE-72EL2430FSDA	04/10/2026	2,330.71
U2616007334	ACH	700663	ICONIX WATERWORKS (US) INC	6-8 316SS BOLT UP SET 150#	04/10/2026	2,318.99
Y646471	CHECK	701977	CORE & MAIN LP	HYMAX GRIP CPLG 15.12-15.75, HEX BOLT & NUT KITS, FLG RING	04/10/2026	2,139.59
INV29822	ACH	700959	HAAKER EQUIPMENT CO.	CBL REPAIRS - RX CBL CNTR COMPLETE	04/10/2026	2,093.69
RI20596938	ACH	702015	TRENCH SHORING COMPANY	BOOM TRUCK, MAPS PANEL, SPREADER RENTAL	04/10/2026	2,077.98
INV31898	ACH	700959	HAAKER EQUIPMENT CO.	VACTOR RENTAL - 03/10/26 TO 03/16/26	04/10/2026	1,939.50
S100486677.002	CHECK	701320	PACIFIC PIPELINE SUPPLY	PIPE BELL RESTRAINT KIT	04/10/2026	1,931.42
0226.09.0267	CHECK	700793	DEXTER WILSON ENGINEERING	AS NEEDED CIVIL CONTRACT - PRELIM DESIGN SERVICE LS1	04/10/2026	1,830.00
IN-218409	CHECK	703233	KASCO MARINE, INC.	PARTS AND LABOR TO REPAIR MIXER	04/10/2026	1,697.08
26-592950	ACH	701930	FLYERS ENERGY LLC	ORDER #4423167-26, DSL 150 UNITS/ETH 155 UNITS	04/10/2026	1,652.62
26-596098	ACH	701930	FLYERS ENERGY LLC	ORDER #4431812-26, ETH 300 UNITS	04/10/2026	1,563.94
189128001032126	CHECK	701059	TIME WARNER CABLE/SPECTRUM	MONTHLY INTERNET SERVICE	04/10/2026	1,400.00
CTCS702838	ACH	703152	QUALITY CHEVROLET	MAINTENANCE-REPAIR UNIT #3	04/10/2026	1,381.13
3020315206	ACH	701312	PARKHOUSE TIRE, INC.	FLEET SERVICE #72	04/10/2026	1,372.30
174021 01	CHECK	700833	ELECTRICAL SALES, INC.	ELECTRICAL PARTS - LIFT STATION 2	04/10/2026	1,269.41
34384	CHECK	702629	ATLAS ENGINEERING WEST, INC.	AS NEEDED GEOTECHNICAL SERVICES - MORRO TANK	04/10/2026	1,240.00
ANNUAL DAM FEE FY26/27	CHECK	701941	STATE OF CA DEPT OF WATER RESOURCES	ANNUAL DAM FEE FY 26/27	04/10/2026	1,195.00
427974	ACH	700853	FALLBROOK EQUIPMENT RENTAL	BOOMLIFT 60'	04/10/2026	1,150.60
2788	CHECK	701711	FLUME TECH	FLUME SMART WATER SYSTEM	04/10/2026	1,050.05
0126.09.1006	CHECK	700793	DEXTER WILSON ENGINEERING	DESIGN SERVICES FOR GOPHER PS PROJECT	04/10/2026	1,035.00
S100486528.001	CHECK	701320	PACIFIC PIPELINE SUPPLY	FLANGE 11-1/4 DEL ELL 8"	04/10/2026	1,008.75
25000	ACH	701187	BP BATTERY INC.	SLA 12 VOLT AGM DUAL TERMINAL DEEP CYCLE X 4	04/10/2026	1,008.50
15170112	ACH	702788	US BANK	TRUST DEPARTMENT - FEES, 01/01/26 - 01/31/26	04/10/2026	1,000.00
15207758	ACH	702788	US BANK	TRUST DEPARTMENT - FEES, 02/01/26 - 02/28/26	04/10/2026	1,000.00
20260322	CHECK	701302	PITNEY BOWES BANK INC PURCHASE POWER	POSTAGE	04/10/2026	905.19
26-03164	CHECK	702723	ALPHA DOG TOWING LLC.	TOWING SERVICE	04/10/2026	900.00
849443-1	ACH	703152	QUALITY CHEVROLET	LAMPS FOR UNIT #3	04/10/2026	892.26
IN-218410	CHECK	703233	KASCO MARINE, INC.	WATER OPS REPAIR	04/10/2026	820.93
3200701	CHECK	702160	RANCHO FORD LINCOLN MERCURY	SENSOR UNIT #73	04/10/2026	703.91
99431367	ACH	701888	SAFETY-KLEEN	CONTAINERIZED WASTE STORAGE AND DISPOSAL SERVICE	04/10/2026	661.98
20260317	CHECK	702421	CLEMMON TAYLOR	D3 CERT REIMBURSEMENT	04/10/2026	520.00
777751	CHECK	703110	BLUE-WHITE INDUSTRIES LTD	CALIBRATION CYL 500ML TU PVC/FKM	04/10/2026	511.38
179585218-0003	CHECK	702841	SUNBELT RENTALS, INC	TRENCH ROLLER W/ REMOTE	04/10/2026	452.55
26-03163	CHECK	702723	ALPHA DOG TOWING LLC.	TOWING SERVICE	04/10/2026	450.00
20260409	CHECK	703151	KONSTANTIN SHILKOV	STUDENT LOAN REIMBURSEMENT - APRIL 2026	04/10/2026	437.50
147127	ACH	702633	QUALITY ARG INC	GREEN TINT UNIT #25	04/10/2026	400.00
425500-MAR26	CHECK	701169	FALLBROOK WASTE AND RECYCLING	WASTE SERVICE - MAR 2026	04/10/2026	371.57
5011249	CHECK	702022	T S INDUSTRIAL SUPPLY	ORION RED SAFETY FLARES	04/10/2026	360.33
10844911	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE	04/10/2026	346.25
79423	CHECK	702503	IMPACT DESIGN	EMBROIDERY - RMWD LOGO	04/10/2026	322.59
5523220604	ACH	700958	AIRGAS USA, LLC	CYLINDER RENTAL - ACETYLENE, CARBON DIOXIDE, OXYGEN	04/10/2026	317.03
330283	CHECK	700845	FALLBROOK AUTO PARTS	OIL, AIR, FUEL FILTERS	04/10/2026	315.23
INV00295188	ACH	701677	AZUGA, INC.	MONTHLY SERVICE FEE	04/10/2026	288.75
INV23845-2	ACH	700959	HAAKER EQUIPMENT CO.	FRONT HOUSING, BEARING DISC, CAMERA HOUSING	04/10/2026	280.04
9709	CHECK	701759	KDM MERIDIAN	AS-NEEDED SURVEYING SERVICES - MORRO TANK	04/10/2026	262.50
30854788	CHECK	700874	CORELOGIC INFORMATION	RQ2 NATIONWIDE COMMITMENT PACKAGE	04/10/2026	242.50
427267-MAR26	CHECK	701169	FALLBROOK WASTE AND RECYCLING	RECYCLE - MAR 2026	04/10/2026	211.80
330132	CHECK	700845	FALLBROOK AUTO PARTS	FLT DISC PADS - 2022 FORD F-550	04/10/2026	211.69
2786-445964	CHECK	701254	O'REILLY AUTO PARTS	HAND CLEANER, BOOSTER	04/10/2026	195.75

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
849443	ACH	703152	QUALITY CHEVROLET	STARTER UNIT #10	04/10/2026	184.63
13305	ACH	701341	QUALITY GATE, INC	QUARTERLY PREVENTATIVE MAINTENANCE - L/S #2	04/10/2026	145.00
13306	ACH	701341	QUALITY GATE, INC	QUARTERLY PREVENTATIVE MAINTENANCE - HORSE CREEK SEWER L/S	04/10/2026	145.00
13307	ACH	701341	QUALITY GATE, INC	QUARTERLY TANK MAINTENANCE - MAIN PLANT	04/10/2026	145.00
13308	ACH	701341	QUALITY GATE, INC	QUARTERLY PREVENTATIVE MAINTENANCE - MAIN ENTRANCE GATE	04/10/2026	145.00
330516	CHECK	700845	FALLBROOK AUTO PARTS	OIL BATH HUB CAPS - UNIT #73	04/10/2026	130.66
330312	CHECK	700845	FALLBROOK AUTO PARTS	AIR FILTERS, FUEL FILTER	04/10/2026	128.87
9185067	CHECK	702762	THE LLOYD PEST CONTROL, INC	MONTHLY PEST CONTROL	04/10/2026	124.00
20260317	CHECK	702403	DAVID HILL	D3 CERT REIMBURSEMENT	04/10/2026	120.00
5523220605	ACH	700958	AIRGAS USA, LLC	CYLINDER RENTAL - ACETYLENE, CARBON DIOXIDE	04/10/2026	118.88
12006988	CHECK	702551	FALLBROOK PROPANE GAS CO.	PROPANE 21.1 GAL	04/10/2026	108.22
XA582001281:01	ACH	702463	INLAND KENWORTH (US) INC	12 - COOLANT-TRP ELC 50/50 JUG	04/10/2026	103.31
330104	CHECK	700845	FALLBROOK AUTO PARTS	SHOP TOWELS	04/10/2026	102.36
20260218	CHECK	701835	RANCHO LADERA ROAD ASSOCIATION	ANNUAL ROAD LIABILITY INSURANCE PREMIUM 2026	04/10/2026	100.00
076229	CHECK	702718	FALLBROOK ACE HARDWARE	STORAGE BOX, MISC HILLMAN FASTENERS	04/10/2026	86.43
20260409-2	CHECK	703151	KONSTANTIN SHILKOV	QUARTERLY CFO MTG @EMWD - MILEAGE	04/10/2026	49.30
79381	CHECK	702503	IMPACT DESIGN	EMBROIDERY - RMWD LOGO	04/10/2026	33.54
9185068	CHECK	702762	THE LLOYD PEST CONTROL, INC	MONTHLY PEST CONTROL	04/10/2026	32.00
076178	CHECK	702718	FALLBROOK ACE HARDWARE	SS GEAR CLAMPS	04/10/2026	22.05
20662933	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE	04/10/2026	18.75
578143075	EFT	703041	U.S. BANK EQUIPMENT FINANCE	CONTRACT PAYMENT	04/15/2026	2,653.42
598016	CHECK	701948	STATE WATER RESOURCES CONTROL BOARD	APPLICATION FEE - EMERGENCY NN PIPELINE	04/15/2026	200.00
Y645384	CHECK	701977	CORE & MAIN LP	14" 150# FLG BFV GROUNDHOG (7), 16" 150# FLG GROUNDHOG (1)	04/24/2026	36,750.89
62389	CHECK	703195	ENGINEERING RESOURCES OF SOUTHERN CA, INC	DEVELOPMENT OF WATER & WASTEWATER MASTER PLANS	04/24/2026	34,044.80
79211	CHECK	703238	MASTERS TELECOM, LLC	PEPLINK MAX BR1 PRO 5G ROUTERS	04/24/2026	32,997.50
0226.10.0245 (2)	CHECK	700793	DEXTER WILSON ENGINEERING	DESIGN SERVICES FOR GOPHER PS PROJECT	04/24/2026	30,450.00
20273-001-6	CHECK	701549	HAZEN AND SAWYER	DESIGN SERVICES FOR EMERGENCY NN PIPELINE REPLACEMENT	04/24/2026	27,158.75
182381	CHECK	702896	ARDURRA GROUP, INC.	ENGINEERING & DEVELOPMENT PLAN CHECKING SERVICES	04/24/2026	21,691.00
45188	CHECK	701829	RAFTELIS FINANCIAL CONSULTANTS	STRATEGIC PLANNING SERVICES	04/24/2026	16,073.10
80921	ACH	702635	VERDANTAS INC	AS NEEDED GEOTECHNICAL SERVICES - LINE NN PROJECT	04/24/2026	15,374.25
2503-0004-004	CHECK	702856	PETERSON STRUCTURAL ENGINEERS, INC.	MORRO TANK REHABILITATION PROJECT	04/24/2026	14,220.00
2256 REV	ACH	702490	SPECIALTY MOWING SERVICES, INC.	WEED ABATEMENT & BRUSH CLEARING DISTRICT WIDE	04/24/2026	14,152.20
U2616009704	ACH	700663	ICONIX WATERWORKS (US) INC	3 COMBO AIR VLV NYLON BDY SS, 3" NON-SLAM D26&D023	04/24/2026	12,951.08
900235659	CHECK	701828	ESRI	ENTERPRISE AGREEMENT FEE SOFTWARE/MAINTENANCE	04/24/2026	11,900.00
907532432	CHECK	703095	EVOQUA WATER TECHNOLOGIES LLC	BIOXIDE CN9-ORANGE	04/24/2026	11,726.15
182897	CHECK	702896	ARDURRA GROUP, INC.	ENGINEERING & DEVELOPMENT PLAN CHECKING SERVICES	04/24/2026	11,056.00
113720	CHECK	703242	DAVID ZARAGOZA	SUCCULENT AGENCY PROGRAM	04/24/2026	11,032.00
INV0028282	CHECK	701977	CORE & MAIN LP	HACH SINGLE PARAMETER MONITORING PANEL FOR CHLORINE	04/24/2026	9,570.52
INV0028283	CHECK	701977	CORE & MAIN LP	HACH SINGLE PARAMETER MONITORING PANEL FOR CHLORINE	04/24/2026	9,570.52
5788727	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 2200 UNITS	04/24/2026	9,306.00
68223	ACH	702635	VERDANTAS INC	AS-NEEDED GEOTECHNICAL SERVICES - LINE NN PROJECT	04/24/2026	9,179.75
62077	CHECK	703195	ENGINEERING RESOURCES OF SOUTHERN CA, INC	DEVELOPMENT OF WATER & WASTEWATER MASTER PLANS	04/24/2026	8,700.00
5785420	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 2000 UNITS	04/24/2026	8,460.00
5786476	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1950 UNITS	04/24/2026	8,248.50
5787314	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1950 UNITS	04/24/2026	8,248.50
1101372303	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	ADOBE LICENSING - 03/23/26 - 03/22/27	04/24/2026	8,095.22
0000003035	CHECK	700706	SAN DIEGO COUNTY WATER AUTH.	OPERATIONAL COSTS FOR CONTROL VALVE 01/01/26 - 06/30/26	04/24/2026	8,094.32
0000627	CHECK	700905	FALLBROOK PUBLIC UTILITY DIST	STATE AND FEDERAL REPRESENTATION SERVICES - COST SHARE MAR.	04/24/2026	7,500.00
69480	ACH	702635	VERDANTAS INC	AS-NEEDED GEOTECHNICAL SERVICES - LINE NN PROJECT	04/24/2026	6,774.00
5787812	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1,550 UNITS	04/24/2026	6,556.50
12800	ACH	701765	VISTA FENCE INCORPORATED	WEST LILAC PS VEHICHL E FENCE DAMAGE REPAIR	04/24/2026	5,985.00
0904254	CHECK	700860	FERGUSON WATERWORKS #1083	INVENTORY STOCK ITEMS & 2X100 10 MIL PIPE TAPE	04/24/2026	5,818.28
12743	ACH	701765	VISTA FENCE INCORPORATED	SUPPLY & INSTALL FENCING	04/24/2026	5,336.00
2236	ACH	702490	SPECIALTY MOWING SERVICES, INC.	TREE REMOVAL AT HQ	04/24/2026	4,875.00
35675	CHECK	702629	ATLAS ENGINEERING WEST, INC.	AS-NEEDED GEOTECHNICAL SERVICES	04/24/2026	4,820.00
5788265	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1100 UNITS	04/24/2026	4,653.00

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
INV13151693	CHECK	701006	HILL BROTHERS CHEMICAL CO.	LIQUID AMMONIUM SULFATE	04/24/2026	4,383.11
6909	ACH	701731	CUSTOM TRUCK BODY & EQUIPMENT, INC.	UNIT #73 - REPAIR TAILGATE, REBUILD HYDRAULIC CYLINDER	04/24/2026	4,264.05
179585218-0004	CHECK	702841	SUNBELT RENTALS, INC	TRENCH ROLLER W/ REMOTE	04/24/2026	3,950.49
20260558	ACH	701665	FLEET TRUCK & AUTO SHOP INC.	UNIT #22 BRAKE PADS & ROTORS REPLACED	04/24/2026	3,848.91
428820-MAR26	CHECK	701169	FALLBROOK WASTE AND RECYCLING	HAULING SERVICE - MARCH 2026	04/24/2026	3,422.50
3020315679	ACH	701312	PARKHOUSE TIRE, INC.	TIRES - UNIT #71	04/24/2026	3,309.77
26RAINMWDN09	CHECK	702652	COUNTY OF SAN DIEGO, RCS	WATER RADIOS ON THE 800 MHZ NETWORK	04/24/2026	2,925.59
16316	ACH	701151	NOBEL SYSTEMS	WATER AUDIT VALIDATION	04/24/2026	2,500.00
1575	ACH	702107	THE WELD SHOP, INC	RESERVOIR MIXER - LABOR	04/24/2026	2,476.71
10475	CHECK	703213	LEFT COAST CONSULTANTS, INC	AS-NEEDED CM & INSPECTION SERVICES	04/24/2026	2,451.50
0904253	CHECK	700860	FERGUSON WATERWORKS #1083	INVENTORY ITEMS-REP KIT 2-1/2, 10" X 101C POSITION INDICATOR	04/24/2026	2,369.30
00063928	ACH	700638	CECILIA'S SAFETY SERVICE	TRAFFIC CONTROL - LA CANADA RD/HILLRISE RD FALLBROOK CA	04/24/2026	2,325.00
INV0028288	CHECK	701977	CORE & MAIN LP	VITA-D-CHLOR DECHLORINATION TABLETS	04/24/2026	1,908.80
3200579	CHECK	702160	RANCHO FORD LINCOLN MERCURY	AUTO REPAIR PARTS - UNIT #73	04/24/2026	1,719.26
SD336-30	ACH	701621	VALLEY CONSTRUCTION MANAGEMENT	AS-NEEDED CM & INSPECTION SERVICES	04/24/2026	1,665.00
25019	ACH	701187	BP BATTERY INC.	SLA 12 VOLT AGM DEEP CYCLE (6)	04/24/2026	1,512.76
36892	CHECK	703208	SILVERTHORN RANCH, LLC.	SUCCULENT AGENCY PROGRAM - BALANCE DUE	04/24/2026	1,500.00
321103192026	CHECK	701982	SOUTHWEST ANSWERING SERVICE, INC.	MONTHLY ANSWERING SERVICE	04/24/2026	1,386.00
INV0028768	CHECK	701977	CORE & MAIN LP	HACH MEMBRANE KIT REPLACE, HACH TOTAL CHLORINE ELECTROLYTE	04/24/2026	1,182.57
14944736	CHECK	701555	4IMPRINT	ALUMINUM SPORTS BOTTLES & SERIES SEED PACKETS	04/24/2026	1,174.99
650313	CHECK	702036	TEMECULA VALLEY PIPE & SUPPLY	350 GAL. FIBERGLASS SEPTIC TANK	04/24/2026	989.63
PS0221342-1	ACH	701940	SONSRAY MACHINERY LLC.	AIR, ENGINE, & FUEL FILTERS	04/24/2026	986.68
B555471	CHECK	701871	RYAN HERCO PRODUCTS CORP	PVC/EPDM TU B VLV 1/2", MALE ADPTS, SXT SPEARS, MALE CONN	04/24/2026	983.15
10416	CHECK	703213	LEFT COAST CONSULTANTS, INC	AS-NEEDED CM & INSPECTION SERVICES	04/24/2026	914.00
330931	CHECK	700845	FALLBROOK AUTO PARTS	DR 6PT SKT 10MM, ALIGN TOOL, MIL M12 BARE, BATTERY, DRIVER	04/24/2026	887.30
25023	ACH	701187	BP BATTERY INC.	ODYSSEY EXTREME AGM 65 - (2) - UNIT #21	04/24/2026	832.14
25035	ACH	701187	BP BATTERY INC.	ODYSSEY EXTREME AGM 65 - (2) - UNIT #22	04/24/2026	832.14
2402	CHECK	701403	WILD ACRES ROAD MAINTENANCE	ANNUAL DUES	04/24/2026	750.00
P-047774-040826	CHECK	700616	CALIFORNIA AIR RESOURCES BOARD	PORTABLE EQUIPMENT REGISTRATION PROGRAM (PERP)	04/24/2026	735.00
3762381	CHECK	702220	WINZER CORP	AEROSOL CABINET, WINZER STORAGE CAB. 12 COMP	04/24/2026	718.86
850351	ACH	703152	QUALITY CHEVROLET	ROTORS AND PADS - UNIT #13	04/24/2026	703.88
8250312-C	CHECK	700907	GIL FRANCO, TIRE HAULER	RECYCLING & DISPOSAL - TIRES	04/24/2026	690.00
25036	ACH	701187	BP BATTERY INC.	ODYSSEY PERFORMANCE AGM GROUP 48 - (2) - UNIT #37	04/24/2026	680.86
0000630	CHECK	700905	FALLBROOK PUBLIC UTILITY DIST	FARMER & AGRICULTURAL WORKSHOP - 50% COST LUNCH	04/24/2026	639.17
996253	CHECK	700949	GRANGETTO'S-FALLBROOK	HEDGE TRIMMER ECHO HCA2620S	04/24/2026	600.24
1029097938	CHECK	701301	PITNEY BOWES INC.	SLA-EQUIPMENT SERVICE AGREEMENT - 10/01/25 - 03/31/26	04/24/2026	593.17
40876603	CHECK	700974	HAWTHORNE MACHINERY COMPANY	EXC 314/315-315, BUCKET, COMPACTION WHEEL RENTAL CHARGES	04/24/2026	579.70
99579790	ACH	701888	SAFETY-KLEEN	CONTAINERIZED WASTE STORAGE AND DISPOSAL SERVICE	04/24/2026	512.50
000025107644	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/24/2026	490.24
65417	ACH	701419	FLEETCREW, INC.	CLEAN TRUCK CHECK INSPECTION TEST - UNIT #22	04/24/2026	414.00
65857	ACH	701419	FLEETCREW, INC.	CLEAN TRUCK CHECK PERIODIC INSPECTION - UNIT #76	04/24/2026	414.00
269192P0326	ACH	701310	POWER PLUS	GOPHER SKID PUMP TEMPORARY POWER RENTAL- 09/10/25-10/07/25	04/24/2026	405.00
5523903136	ACH	700958	AIRGAS USA, LLC	CYLINDER RENTAL - ACETYLENE, CARBON DIOXIDE, OXYGEN	04/24/2026	350.00
9025833697	CHECK	702487	WILLIAMS SCOTSMAN, INC.	STORAGE CONTAINER RENTAL	04/24/2026	343.55
20260408	CHECK	703228	JAVIER VASQUEZ	BACKFLOW ASSEMBLY TESTER CERT REIMBURSEMENT	04/24/2026	340.00
9025833690	CHECK	702487	WILLIAMS SCOTSMAN, INC.	STORAGE CONTAINER RENTAL	04/24/2026	330.59
3200344	CHECK	702160	RANCHO FORD LINCOLN MERCURY	AUTO REPAIR SUPPLIES - UNIT #32	04/24/2026	329.81
9025833685	CHECK	702487	WILLIAMS SCOTSMAN, INC.	STORAGE CONTAINER RENTAL	04/24/2026	302.53
9025833669	CHECK	702487	WILLIAMS SCOTSMAN, INC.	STORAGE CONTAINER RENTAL	04/24/2026	302.53
331074	CHECK	700845	FALLBROOK AUTO PARTS	POWER STRIP SURGE PROTECTOR, AIR FILTERS	04/24/2026	258.62
25021	ACH	701187	BP BATTERY INC.	AGM BP GROUP 94R - UNIT #25	04/24/2026	254.12
2026-03	ACH	702406	VICTOR VEENSTRA	REIMBURSE RETIRED EMPLOYEE HEALTH INS - MAR 2026	04/24/2026	231.84
132935	ACH	701400	HELIX ENVIRONMENTAL PLANNING INC	ENVIRONMENTAL CONSULTING FOR THE EMERGENCY NN PIPELINE	04/24/2026	231.25
16740	CHECK	700586	BONSALL PEST CONTROL	RODENT CONTROL SERVICE AT 7 OF SITE BUILDING	04/24/2026	220.00
3200237	CHECK	702160	RANCHO FORD LINCOLN MERCURY	AUTO REPAIR SUPPLIES - UNIT #32	04/24/2026	215.23
000025105630	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/24/2026	211.03

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
1578857	CHECK	702988	CLEARSTAR, INC.	BACKGROUND CHECK	04/24/2026	200.16
032426	CHECK	703174	LISA HOFFMAN	MILEAGE & MEALS REIMBURSEMENT FEB 2026	04/24/2026	184.16
9-222-09940	CHECK	700855	FEDEX	DELIVERY SERVICE	04/24/2026	175.28
331001	CHECK	700845	FALLBROOK AUTO PARTS	22IN TRICO FORCE BLDE, PRESTONE BUG WASH	04/24/2026	170.93
0904252	CHECK	700860	FERGUSON WATERWORKS #1083	INVENTORY STOCK - 8X12 GAL 20G VLV CAN, 1-1/2 PVC S40 SOC	04/24/2026	155.70
65633	ACH	701419	FLEETCREW, INC.	HIGHER LEVEL SERVICE ADJUSTMENT - W/O 12015	04/24/2026	150.00
076402	CHECK	702718	FALLBROOK ACE HARDWARE	BUNGEE CORD ASSTD, TIEDOWNS, PEST REPELLER, RODENT CNCNTRTE	04/24/2026	144.29
5523903111	ACH	700958	AIRGAS USA, LLC	CYLINDER RENTAL - ACETYLENE, CARBON DIOXIDE	04/24/2026	132.56
9214600	CHECK	702762	THE LLOYD PEST CONTROL, INC	MONTHLY PEST CONTROL	04/24/2026	124.00
90201006	CHECK	701020	OCCUPATIONAL HEALTH CENTERS OF CA, A MEDICAL CORP	SERVICES PERFORMED	04/24/2026	114.00
90525116	CHECK	701020	OCCUPATIONAL HEALTH CENTERS OF CA, A MEDICAL CORP	SERVICES PERFORMED	04/24/2026	114.00
20260413	CHECK	702412	STEPHEN COFFEY	T-4 CERTIFICATION RENEWAL REIMBURSEMENT	04/24/2026	105.00
04P72011	CHECK	701590	SAN DIEGO FRICTION PRODUCTS, INC.	UNIT #73 - FRONT ANXLE HUB	04/24/2026	103.55
338271-8811 319 2-0426	CHECK	701264	AT&T	MONTHLY PHONE SERVICE	04/24/2026	86.69
338451-0024 914 2-0426	CHECK	701264	AT&T	MONTHLY PHONE SERVICE	04/24/2026	73.16
858141363-0426	CHECK	701269	AT&T LONG DISTANCE	MONTHLY PHONE SERVICE	04/24/2026	73.14
12768925	CHECK	702551	FALLBROOK PROPANE GAS CO.	PROPANE - 13.60	04/24/2026	68.87
79592	CHECK	702503	IMPACT DESIGN	BUSINESS CARDS - CHAD WILLIAMS	04/24/2026	64.94
076310	CHECK	702718	FALLBROOK ACE HARDWARE	MINI GRNDR ACCESORY KIT, SPANNER WRENCH ADJUSTABLE	04/24/2026	50.13
9214599	CHECK	702762	THE LLOYD PEST CONTROL, INC	MONTHLY PEST CONTROL	04/24/2026	32.00
000025105627	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/24/2026	31.91
000025105631	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	04/24/2026	31.91
076519	CHECK	702718	FALLBROOK ACE HARDWARE	COBALT DRILL BIT 3/8"	04/24/2026	25.58
076520	CHECK	702718	FALLBROOK ACE HARDWARE	COBALT DRILL BIT 3/8"	04/24/2026	25.58
20260403	CHECK	701902	SAN DIEGO COUNTY ASSESSOR/RECORDER/CLERK	RELEASE OF LIEN	04/24/2026	20.00
674504	CHECK	700884	FALLBROOK IRRIGATION SUPPLIES	BELL RED BRASS 11/4X3/4, RISER GALV, PVC 80 NIPPLE TBE	04/24/2026	18.94
076302	CHECK	702718	FALLBROOK ACE HARDWARE	KEY SCHLAGE SC1	04/24/2026	15.32
20664490	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE - EXCESS ITEMS	04/24/2026	7.50
CM849443	ACH	703152	QUALITY CHEVROLET	CORE RETURNS - GM85821130/31	04/24/2026	-250.00
Net Distribution						2,390,476.09



Director's Expense Report Fiscal Year 2025-2026

July 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton		\$ -				\$ -	\$ -
Lisa Hoffman		\$ -	\$ 890.00			\$ -	\$ 890.00
Michael Mack		\$ -	\$ 890.00	\$ 391.60		\$ -	\$ 1,281.60
Greg Irvine		\$ -				\$ -	\$ -
Patti Townsend-Smith		\$ -	\$ 75.00			\$ -	\$ 75.00
Monthly Totals	0	\$ -	\$ 1,855.00	\$ 391.60	0	\$ -	\$ 2,246.60

August 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	2	\$ 300.00	\$ 80.00			\$ -	\$ 380.00
Lisa Hoffman	10	\$ 1,500.00				\$ -	\$ 1,500.00
Michael Mack	1	\$ 150.00	\$ 80.00	\$ 884.40		\$ -	\$ 1,114.40
Greg Irvine	2	\$ 300.00				\$ -	\$ 300.00
Patti Townsend-Smith	4	\$ 600.00	\$ 80.00			\$ -	\$ 680.00
Monthly Totals	19	\$ 2,850.00	\$ 240.00	\$ 884.40	0	\$ -	\$ 3,974.40

September 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	3	\$ 450.00				\$ -	\$ 450.00
Lisa Hoffman		\$ -				\$ -	\$ -
Michael Mack	7	\$ 1,050.00		\$ 214.14	198	\$ 138.60	\$ 1,402.74
Greg Irvine	4	\$ 600.00				\$ -	\$ 600.00
Patti Townsend-Smith	3	\$ 450.00				\$ -	\$ 450.00
Monthly Totals	17	\$ 2,550.00	\$ -	\$ 214.14	198	\$ 138.60	\$ 2,902.74

October 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	3	\$ 450.00				\$ -	\$ 450.00
Lisa Hoffman	9	\$ 1,350.00				\$ -	\$ 1,350.00
Michael Mack	3	\$ 450.00				\$ -	\$ 450.00
Greg Irvine	4	\$ 600.00				\$ -	\$ 600.00
Patti Townsend-Smith	3	\$ 450.00				\$ -	\$ 450.00
Monthly Totals	22	\$ 3,300.00	\$ -	\$ -	0	\$ -	\$ 3,300.00

November 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	3	\$ 450.00				\$ -	\$ 450.00
Lisa Hoffman		\$ -				\$ -	\$ -
Michael Mack	2	\$ 300.00			152	\$ 106.40	\$ 406.40
Greg Irvine	3	\$ 450.00				\$ -	\$ 450.00
Patti Townsend-Smith		\$ -				\$ -	\$ -
Monthly Totals	8	\$ 1,200.00	\$ -	\$ -	152	\$ 106.40	\$ 1,306.40

December 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	3	\$ 450.00			300	\$ 210.00	\$ 660.00
Lisa Hoffman	17	\$ 2,550.00	\$ 612.85	\$ 1,217.54	346	\$ 242.20	\$ 4,622.59
Michael Mack	5	\$ 750.00		\$ 817.47		\$ -	\$ 1,567.47
Greg Irvine	5	\$ 750.00		\$ 599.62	106	\$ 74.20	\$ 1,423.82
Patti Townsend-Smith	8	\$ 1,200.00		\$ 365.98		\$ -	\$ 1,565.98
Monthly Totals	38	\$ 5,700.00	\$ 612.85	\$ 3,000.61	752	\$ 526.40	\$ 9,839.86

January 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton		\$ -		\$ 26.50		\$ -	\$ 26.50
Lisa Hoffman		\$ -		\$ 284.53	156	\$ 109.20	\$ 393.73
Michael Mack		\$ -		\$ 63.00		\$ -	\$ 63.00
Greg Irvine		\$ -				\$ -	\$ -
Patti Townsend-Smith		\$ -			156	\$ 109.20	\$ 109.20
Monthly Totals	0	\$ -	\$ -	\$ 374.03	312	\$ 218.40	\$ 592.43

February 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	4	\$ 600.00	\$ 80.00			\$ -	\$ 680.00
Lisa Hoffman	6	\$ 900.00	\$ 1,099.00			\$ -	\$ 1,999.00
Michael Mack	5	\$ 750.00	\$ 1,794.85	\$ 1,192.02	84	\$ 60.90	\$ 3,797.77
Greg Irvine	6	\$ 900.00				\$ -	\$ 900.00
Patti Townsend-Smith	3	\$ 450.00				\$ -	\$ 450.00
Monthly Totals	24	\$ 3,600.00	\$ 2,973.85	\$ 1,192.02	84	\$ 60.90	\$ 7,826.77

March 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	3	\$ 450.00				\$ -	\$ 450.00
Lisa Hoffman	6	\$ 900.00		\$ 100.06	116	\$ 84.10	\$ 1,084.16
Michael Mack	6	\$ 900.00		\$ 64.00	152	\$ 110.20	\$ 1,074.20
Greg Irvine	3	\$ 450.00				\$ -	\$ 450.00
Patti Townsend-Smith	2	\$ 300.00				\$ -	\$ 300.00
Monthly Totals	20	\$ 3,000.00	\$ -	\$ 164.06	268	\$ 194.30	\$ 3,358.36

April 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	4	\$ 600.00				\$ -	\$ 600.00
Lisa Hoffman	6	\$ 900.00				\$ -	\$ 900.00
Michael Mack	2	\$ 300.00				\$ -	\$ 300.00
Greg Irvine	4	\$ 600.00				\$ -	\$ 600.00
Patti Townsend-Smith	1	\$ 150.00				\$ -	\$ 150.00
Monthly Totals	17	\$ 2,550.00	\$ -	\$ -	0	\$ -	\$ 2,550.00

May 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton		\$ -				\$ -	\$ -
Lisa Hoffman		\$ -				\$ -	\$ -
Michael Mack		\$ -				\$ -	\$ -
Greg Irvine		\$ -				\$ -	\$ -
Patti Townsend-Smith		\$ -				\$ -	\$ -
Monthly Totals	0	\$ -	\$ -	\$ -	0	\$ -	\$ -

June 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton		\$ -				\$ -	\$ -
Lisa Hoffman		\$ -				\$ -	\$ -
Michael Mack		\$ -				\$ -	\$ -
Greg Irvine		\$ -				\$ -	\$ -
Patti Townsend-Smith		\$ -				\$ -	\$ -
Monthly Totals	0	\$ -	\$ -	\$ -	0	\$ -	\$ -

Fiscal Year 2025-2026 Total

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
					# Miles	Amount	
Claude Hamilton	25	\$ 3,750.00	\$ 160.00	\$ 26.50	300	\$ 210.00	\$ 4,146.50
Lisa Hoffman	54	\$ 8,100.00	\$ 2,601.85	\$ 1,602.13	618	\$ 435.50	\$ 12,739.48
Michael Mack	31	\$ 4,650.00	\$ 2,764.85	\$ 3,626.63	586	\$ 416.10	\$ 11,457.58
Greg Irvine	31	\$ 4,650.00	\$ -	\$ 599.62	106	\$ 74.20	\$ 5,323.82
Patti Townsend-Smith	24	\$ 3,600.00	\$ 155.00	\$ 365.98	156	\$ 109.20	\$ 4,230.18
FY25-26 Total	165	\$ 24,750.00	\$ 5,681.70	\$ 6,220.86	1766	\$ 1,245.00	\$ 37,897.56



Conference/Seminar and Expense Summary

Fiscal Year 2025-2026

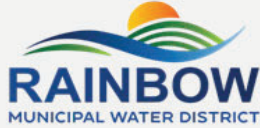
Claude Hamilton

Date Paid	Description	Event Date(s)	# of	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
			Meetings				# Miles	Amount	
8/7/2025	Budget & Finance Committee	7/8/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	Board Meeting	7/22/2025	1	\$ 150.00				\$ -	\$ 150.00
8/31/2025	CSDA Dinner	8/21/2025	1	\$ 150.00	\$ 80.00			\$ -	\$ 230.00
9/4/2025	Mutual Services Ad Hoc Meeting	7/9/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Special Board Meeting	8/20/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Special Board Meeting	9/17/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Board Meeting	9/23/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Ad HOC Strategic Plan Meeting	9/25/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	EMWD 75th Event	10/16/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	Special Board Meeting	10/21/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	EMWD FPU D Group 1/4ly Mtg	10/22/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	ACWA Fall Conference 2025	12/2/25-12/4/25	3	\$ 450.00			300	\$ 210.00	\$ 660.00
1/31/2026	Lunch with GM					\$ 26.50		\$ -	\$ 26.50
2/28/2026	CSDA Dinner	2/19/2026			\$ 80.00			\$ -	\$ 80.00
2/5/2026	Special Board Meeting	1/6/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Board Meeting	1/27/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	EMWD Ad Hoc	1/28/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Mutual Services Ad Hoc Meeting	1/29/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	B&F Committee Meeting	3/10/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Special Board Meeting	3/18/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Regular Board Meeting	3/24/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Budget & Finance Committee	4/14/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Board Meeting	4/28/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Mutual Services Ad Hoc Meeting	4/9/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	JPA Havens Phase 2 CFD Meeting	4/29/2026	1	\$ 150.00				\$ -	\$ 150.00
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
FY25-26 Total			25	\$ 3,750.00	\$ 160.00	\$ 26.50	300	\$ 210.00	\$ 4,146.50



Conference/Seminar and Expense Summary
Fiscal Year 2025-2026

Lisa Hoffman									
Date Paid	Description	Event Date(s)	# of	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
			Meetings				# Miles	Amount	
7/1/2025	CSDA Annual Conference & Exhibitor Showcase	8/25/25-8/28/25			\$ 890.00			\$ -	\$ 890.00
8/7/2025	Farm Bureau Meeting	6/10/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	CSDA Butcher shop Meeting	6/18/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	EMWD Luncheon	6/19/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	Board Meeting	6/24/2025	1	\$ 150.00				\$ -	\$ 150.00
8/21/2025	Communication/Customer Service Meeting	7/15/2025	1	\$ 150.00				\$ -	\$ 150.00
8/21/2025	General Manager Meeting	7/20/2025	1	\$ 150.00				\$ -	\$ 150.00
8/21/2025	Special Board Meeting	7/21/2025	1	\$ 150.00				\$ -	\$ 150.00
8/21/2025	AC Pala	7/31/2025	1	\$ 150.00				\$ -	\$ 150.00
8/21/2025	CSDA Webinar	7/28/2025	1	\$ 150.00				\$ -	\$ 150.00
8/21/2025	Transparency Brown Act Webinar	7/29/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Farm Bureau Meeting	8/12/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Board Meeting	8/19/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	GM Evaluation Meeting	8/20/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Avocados Growers of California Meeting	8/28/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Farm Bureau Meeting	9/4/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	LAFCO-CSDA Class	9/11/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Special Board Meeting	9/14/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	General Manager Meeting	9/22/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	District Meeting	9/23/2025	1	\$ 150.00				\$ -	\$ 150.00
12/4/2025	ACWA Fall Conference 2025	12/2/25-12/4/25	3	\$ 450.00		\$ 597.10	156	\$ 109.20	\$ 1,156.30
12/9/2025	Urban Water Institute Conference 2026	2/25/27-2/27/25			\$ 612.85	\$ 714.06		\$ -	\$ 1,326.91
12/23/2025	Farm Bureau Meeting	10/2/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	EMWD GM Birthday	10/16/2025	1	\$ 150.00			80	\$ 56.00	\$ 206.00
12/23/2025	Pre-Board Meeting Review - GM	10/20/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Board Meeting	10/21/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Santa Luz Tour	10/24/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	AGC Meeting	10/24/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Farm Bureau Meeting	11/6/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Colorado Aquaduct Tour	11/7/25-11/8/25	2	\$ 300.00		\$ 190.91	142	\$ 99.40	\$ 590.31
12/23/2025	ACWA Region 9 & 10	11/14/2025	1	\$ 150.00			124	\$ 86.80	\$ 236.80
12/23/2025	CSDA Butcher shop Meeting	11/20/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Pre-Board Meeting Review - GM	12/8/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Board Meeting	12/9/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Social Media Training at Rancho Water	12/10/2025	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Special Board Meeting	1/6/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Farm Bureau Meeting	1/8/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Raffeli's Call	1/14/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	C&CS Meeting	1/20/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Premeeting Agenda Review/GM	1/26/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Board Meeting	1/27/2026	1	\$ 150.00				\$ -	\$ 150.00
2/28/2026	WEF Bay Delta Tour	5/20/26-5/22/26			\$ 1,099.00			\$ -	\$ 1,099.00
3/24/2026	UWI 2026 Spring Conference - Mileage/Meals	02/25/26-02/27/26				\$ 100.06	116	\$ 84.10	\$ 184.16
4/16/2026	Farm Bureau Meeting	3/5/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Budget and Finance	3/10/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Special Board Meeting	3/18/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Bonsall Chamber of Commerce	3/19/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	GM Meeting One on One	3/23/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Board Meeting	3/24/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	E&O Committee	4/7/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Budget and Finance Committee	4/14/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Meeting with GM	4/27/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Board Meeting	4/28/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	SB 827	4/23/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Chamber of Commerce	4/30/2026	1	\$ 150.00				\$ -	\$ 150.00
FY25-26 Total			54	\$ 8,100.00	\$ 2,601.85	\$ 1,602.13	618	\$ 435.50	\$ 12,739.48



Conference/Seminar and Expense Summary

Fiscal Year 2025-2026

Michael Mack

Date Paid	Description	Event Date(s)	# of	Per Diem	Registration Fee	Travel Expense	Mileage Reimb		Total
			Meetings				# Miles	Amount	
7/1/2025	CSDA Annual Conference & Exhibitor Showcase	8/25/25-8/28/25	3	\$ 450.00	\$ 890.00	\$ 1,490.14	112	\$ 78.40	\$ 2,908.54
8/7/2025	Board Meeting	7/22/2025	1	\$ 150.00				\$ -	\$ 150.00
8/31/2025	CSDA Dinner	8/21/2025	1	\$ 150.00	\$ 80.00		86	\$ 60.20	\$ 290.20
9/4/2025	Mutual Services Ad Hoc Meeting	7/29/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Board Meeting	8/19/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Special Board Meeting	8/20/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	COWU Luncheon	9/16/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Special Board Meeting	9/17/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Board Meeting	9/23/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	EMWD 75th Event	10/16/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	Special Board Meeting	10/21/2025	1	\$ 150.00				\$ -	\$ 150.00
11/20/2025	ACWA Region 8-9-10 Irvine	11/13/25-11/14/25				\$ 62.25	152	\$ 106.40	\$ 168.65
12/23/2025	ACWA Fall Conference 2025	12/2/25-12/4/25	3	\$ 450.00		\$ 755.22		\$ -	\$ 1,205.22
12/23/2025	JPIA Membership Summit	12/1/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Board Meeting	12/9/2025	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	COWU Luncheon	1/28/2026	1	\$ 150.00	\$ 63.00			\$ -	\$ 213.00
2/5/2026	Special Board Meeting	1/6/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Rafteli's Call	1/14/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Board Meeting	1/27/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Mutual Services Ad Hoc Meeting	1/29/2026	1	\$ 150.00				\$ -	\$ 150.00
2/24/2026	CSDA Chapter Dinner	2/19/2026			\$ 80.00		84	\$ 60.90	\$ 140.90
2/28/2026	UWI 2026 Spring Conference	2/25/26-2/27/26			\$ 715.85			\$ -	\$ 715.85
2/28/2026	ACWA Spring Conference 2026	5/4/26-5/7/26			\$ 999.00	\$ 1,192.02		\$ -	\$ 2,191.02
3/3/2026	UWI 2026 Spring Conference - Meal	02/25/26-02/27/26				\$ 64.00		\$ -	\$ 64.00
3/3/2026	UWI 2026 Spring Conference - Mileage	02/25/26-02/27/26					152	\$ 110.20	\$ 110.20
4/16/2026	WEF Lower Col Riv TC	03/10/26-03/13/26	3	\$ 450.00				\$ -	\$ 450.00
4/16/2026	Special Board Meeting	3/18/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Regular Board Meeting	3/24/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	AG Meeting	3/5/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Board Meeting	4/28/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Mutual Services Ad Hoc Meeting	4/9/2026	1	\$ 150.00				\$ -	\$ 150.00
								\$ -	\$ -
FY25-26 Total			31	\$ 4,650.00	\$ 2,827.85	\$ 3,563.63	586	\$ 416.10	\$ 11,457.58



Conference/Seminar and Expense Summary

Fiscal Year 2025-2026

Greg Irvine

Date Paid	Description	Event Date(s)	# of		Registration Fee	Travel Expense	Mileage Reimb		Total
			Meetings	Per Diem			# Miles	Amount	
8/7/2025	Pre-Board Meeting w/ GM	7/21/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	Board Meeting	7/22/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	E&O Committee Meeting	8/5/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Pre-Board Meeting w/ GM	8/18/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Board Meeting	8/19/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Special Board Meeting	8/20/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Pre-Board Meeting w/ GM	9/22/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Board Meeting	9/23/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Special Board Meeting	9/17/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Ad HOC Strategic Plan Meeting	9/25/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	Pre-Board Meeting w/ GM	10/20/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	Board Meeting	10/21/2025	1	\$ 150.00				\$ -	\$ 150.00
11/13/2025	EMWD FPUD Group 1/4ly Mtg	10/22/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	ACWA Fall Conference 2025	12/2/25-12/4/25	3	\$ 450.00		\$ 599.62	106	\$ 74.20	\$ 1,123.82
12/23/2025	Pre-Board Meeting w/ GM	12/8/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Board Meeting	12/9/2025	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Special Board Meeting	1/6/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Rafteli's Call	1/14/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Meeting with GM, TQ/Policy	1/15/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Pre-Board Meeting w/ GM	1/26/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Board Meeting	1/27/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	EMWD/FPUD/RWMD Ad Hoc	1/28/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Special Board Meeting	3/18/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Regular Board Meeting	3/24/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Pre-Board Meeting w/ GM	3/23/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Engineering & Ops Meeting	4/7/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Pre-Board Meeting w/ GM	4/27/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Board Meeting	4/28/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	JPA Havens Phase 2 CD Meeting	4/30/2026	1	\$ 150.00				\$ -	\$ 150.00
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
FY25-26 Total			31	\$ 4,650.00	\$ -	\$ 599.62	106	\$ 74.20	\$ 5,323.82

Patti Townsend

Date Paid	Description	Event Date(s)	# of				Mileage Reimb		Total
			Meetings	Per Diem	Registration Fee	Travel Expense	# Miles	Amount	
7/1/2025	CSDA Annual Conference (Cancellld)	8/25/25-8/28/25			\$ 75.00			\$ -	\$ 75.00
8/7/2025	ACWA Meeting	5/13/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	ACWA Meeting	5/14/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	ACWA Meeting	5/15/2025	1	\$ 150.00				\$ -	\$ 150.00
8/7/2025	Board Meeting	5/27/2025	1	\$ 150.00				\$ -	\$ 150.00
8/31/2025	CSDA Dinner	8/21/2025			\$ 80.00			\$ -	\$ 80.00
9/4/2025	Budget and Finance Committee Meeting	8/12/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Board Meeting	8/19/2025	1	\$ 150.00				\$ -	\$ 150.00
9/4/2025	Special Board Meeting	8/20/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	COWU Luncheon	9/16/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Special Board Meeting	9/17/2025	1	\$ 150.00				\$ -	\$ 150.00
10/2/2025	Board Meeting	9/23/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	ACWA Fall Conference 2025	12/2/25-12/4/25	3	\$ 450.00		\$ 365.98	156	\$ 109.20	\$ 925.18
12/23/2025	Budget and Finance Committee Meeting	11/10/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	ACWA Region 8-9-10 Event	11/13/25-11/14/25	2	\$ 300.00				\$ -	\$ 300.00
12/23/2025	CSDA Chapter Meeting	11/20/2025	1	\$ 150.00				\$ -	\$ 150.00
12/23/2025	Board Meeting	12/9/2025	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Special Board Meeting	1/6/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Rafteli's Call	1/14/2026	1	\$ 150.00				\$ -	\$ 150.00
2/5/2026	Board Meeting	1/27/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Special Board Meeting	3/18/2026	1	\$ 150.00				\$ -	\$ 150.00
4/16/2026	Regular Board Meeting	3/24/2026	1	\$ 150.00				\$ -	\$ 150.00
5/14/2026	Board Meeting	4/28/2026	1	\$ 150.00				\$ -	\$ 150.00
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
								\$ -	\$ -
FY25-26 Total			24	\$ 3,600.00	\$ 155.00	\$ 365.98	156	\$ 109.20	\$ 4,230.18



Credit Card Transactions Fiscal Year 2025-2026

April 2026 Charges

US Bank CalCard Credit Card

Vendor Name	Description	Transaction Amount
THE HOME DEPOT 1028	VALVES, PTC TEES, TOUGH TOTE	202.51
THE HOME DEPOT #1028	DEEP WELL SUBMERSIBLE PUMP	312.57
THE HOME DEPOT #1028	DEEP WELL SUBMERSIBLE PUMP	(156.29)
THE HOME DEPOT #1028	DEEP WELL SUBMERSIBLE PUMP	156.28
MANY CIRCUIT BREAKERS	ADJUSTABLE 1200A NC RATING PLUG	323.25
COSTCO WHSE #0491	HR EVENT - EMPLOYEE APPRECIATION DAY	114.47
BACKDRAFT BAR AND GRILL	RMWD MANAGERS MEETING LUNCH	112.64
CHARLES P. CROWLEY CO.	TRAINING AT CROWLEY COLLEGE (GERARDO, RICARDO, JERRY, CHRIS HEINCY, CHRIS HAND, ALEX J, PAUL AND DAVE)	300.00
CHARLES P. CROWLEY CO.	TRAINING AT CROWLEY COLLEGE (GERARDO, RICARDO, JERRY, CHRIS HEINCY, CHRIS HAND, ALEX J, PAUL AND DAVE)	150.00
CHARLES P. CROWLEY CO.	TRAINING AT CROWLEY COLLEGE (GERARDO, RICARDO, JERRY, CHRIS HEINCY, CHRIS HAND, ALEX J, PAUL AND DAVE)	75.00
CHARLES P. CROWLEY CO.	TRAINING AT CROWLEY COLLEGE (GERARDO, RICARDO, JERRY, CHRIS HEINCY, CHRIS HAND, ALEX J, PAUL AND DAVE)	75.00
Z SOUTH	MEETING LUNCH	56.47
ODP BUS SOL LLC # 105125	OFFICE SUPPLIES	49.54
ODP BUS SOL LLC # 105125	OFFICE SUPPLIES	16.91
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	555.69
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	303.98
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	394.49
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	639.47
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	711.07
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	699.36
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	452.39
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	527.64
QUALITY LOGO PRODUCTS	PROMO ITEMS FOR AMANDA IN PR	532.83
AMAZON MARK* BC91H1K42	FLASHLIGHT FOR STAND CONSTRUCTION STAND BY TRUCK	51.54
HARBOR FREIGHT TOOLS 8	MOVING DOLLY'S FOR ENGINEERING/IT TRAILER	38.01
WWW COSTCO COM	JACKERY GENERATOR FOR WASTEWATER, PO 15033	1,077.49
GRAINGER	SMALL ENGINE FUEL	1,557.68
THE HOME DEPOT #1018	HAND TOOLS FOR WASTE WATER. PO 15038	136.75
HOMEDEPOT.COM	HAND TOOLS FOR WASTE WATER. PO 15038	16.16
HOMEDEPOT.COM	HAND TOOLS FOR WASTE WATER. PO 15038	596.90
HOMEDEPOT.COM	HAND TOOLS FOR WASTE WATER. PO 15038	505.35
THE HOME DEPOT #0679	REPLACEMENT DOOR HANDLES FOR ENGINEERING TRAILERS	62.66
THE HOME DEPOT #1018	REPLACEMENT DOOR HANDLES FOR ENGINEERING TRAILERS	13.50

Vendor Name	Description	Transaction Amount
4TE*CULLIGAN OF ESCONDIDO	MONTHLY WATER SOFTENER SERVICE	114.33
PY *IMPACT DESIGN	CUSTOM T SHIRT ORDER FOR AMANDA W	345.86
PY *IMPACT DESIGN	CUSTOM T SHIRTS ORDER FOR AMANDA WEBER	700.92
NORTHGATE MARKET #030	FRUIT FOR THE DISTRICT	38.91
WWW COSTCO COM	KITCHEN SUPPLIES	244.95
ODP BUS SOL LLC # 105125	OFFICE SUPPLIES	222.84
ODP BUS SOL LLC # 105125	LEGAL SIZE BINDERS FOR ENGINEERING	59.20
HOMEDEPOT.COM	MANHOLE LADDERS FOR CONSTRUCTION	808.63
AMAZON MARK* BY5IE2A62	WHITEBOARDS FOR WASTE WATER	99.88
THE HOME DEPOT #1018	WALL REPAIR SUPPLIES FOR HQ	18.36
HOMEDEPOT.COM	GEAR TIES FOR CONSTRUCTION	135.64
THE HOME DEPOT #1018	TARP FOR ANTENNA BEING REMOVED	279.29
THE HOME DEPOT #1018	BATTERY CHARGER FOR GARAGE	247.89
THE HOME DEPOT #1018	GREASE GUN FOR VALVE MAINTENANCE	323.67
TRI-STATE* TRI-STATE S	TRI STATE SEMINAR REGISTRATION	214.00
FR DEPOT ONLINE	FIRE RATED SHIRTS FOR HELOISE AND PAUL	109.98
SO PT HOTEL AND CASINO	HOTEL DEPOSIT FOR TRI STATE SEMINAR	107.35
GRAINGER	PPE ORDER FOR LUKE	155.91
GRAINGER	PPE ORDER FOR LUKE	1,525.87
GRAINGER	PPE ORDER FOR LUKE	798.23
THE HOME DEPOT #1018	CHEMICAL RESISTANT SPRAY BOTTLES FOR WATER OPS	116.65
WWW COSTCO COM	SNACKS FOR DISTRICT	314.93
WWW COSTCO COM	KITCHEN SUPPLIES	153.10
THE HOME DEPOT #1018	TAPE MEASURES AND BUILDING MAINTENANCE SUPPLIES	109.93
THE HOME DEPOT #1018	TAPE MEASURES AND BUILDING MAINTENANCE SUPPLIES	8.40
SOUTHWES 5262153686840	FLIGHT TO TRI STATE CONFERENCE	273.80
SP PEDAL COMMANDER	UNIT #45	301.90
AMAZON MKTPL*BG41E3371	HECASA WINDSHIELD A PILLAR TRIM DRIVER SIDE SILVERADO 2500	53.88
AMAZON MKTPL*BG5T41351	MISC. GARAGE SUPPLIES	7.60
HARBOR FREIGHT TOOLS3570	HOOK MAGNETS, KEY CHAIN TAPE MEASURE, TELESOPING MAGNET PICKUP TOOLS	66.22
THE HOME DEPOT 1848	RYOBI 2100PSI PRESSURE WASHER MACHINE AND ACCESSORIES	336.60
SP DIESEL LAPTOPS	USB LINK 3 WIRED INTERFACE	856.55
THE HOME DEPOT 1028	FLEET GARAGE SUPPLIES	279.04
CTC-VIS	2026 VEHICLE COMPLIANCE FEE	32.13
CTC-VIS *SVC	PAYMENT SERVICE FEE	0.96
THE HOME DEPOT #1053	SUPPLIES FOR HUTTON TANK INJECTION SYSTEM UPGRADE	160.92
THE HOME DEPOT #1018	SUPPLIES FOR HUTTON TANK INJECTION SYSTEM UPGRADE	71.38
THE HOME DEPOT 1018	THIS WAS TOOLS FOR TRUCK 36 AND 18	91.68
THE HOME DEPOT #1018	THIS WAS MATERIAL TO MOUNT THE NEW EV CHARGER	13.22
THE HOME DEPOT #1018	THIS WAS A BREAKER FOR THE NEW EV CHARGER	18.91

Vendor Name	Description	Transaction Amount
THE HOME DEPOT #1018	THIS WAS MATERIAL FOR LIFT STATION 2 RECEPTACLES FOR BUBBLER	15.59
THE HOME DEPOT #1018	THIS WAS THE MATERIAL FOR LS2 BUBBLER RECEPTACLES	189.24
THE HOME DEPOT #1018	THIS WAS MATERIAL AND TOOLS FOR TRUCK 36	76.36
WHIP AROUND INC	VEHICLE PRETRIP SOFTWARE	559.00
ZOHO* ZOHO-FORMS	ZOHO FORMS FOR METERS	40.25
SQ *KING DONUT	DONUTS FOR ALL HANDS MEETING	68.08
LINKEDIN RECRUITER P30008	MONTHLY SUBSCRIPTION	169.99
CAPIO CONFERENCE REG	CAPIO CONFERNCE REGISTRATIONS	120.00
TOWN AND COUNTRY SAN DIE	2026 CUPA CONFERENCE PARKING	20.00
VILLAGE PIZZA	PIZZA FOR ELECTRICAL TRAINING	138.87
MOUSER ELECTRONICS INC	SCADA PARTS	78.47
AMAZON MKTPL*B518O0T60	IT SUPPLIES	495.62
AMAZON MKTPL*BG1O63IG2	AUDIO MIXER	547.37
AMAZON MKTPL*B52DC26E1	IT SUPPLIES	38.06
GOTO GOTOCONNECT	DISTRICT PHONE SERVICE	1,192.26
RS GROUP	ELECTRICAL SUPPLIES	121.73
BESTBUYCOM807159144459	TV'S FOR BREAKROOMS	275.37
AMAZON MKTPL*BC38Q64S2	SCADA RADIOS	1,956.74
AMAZON MARK* B54T23270	IT SUPPLIES	73.96
WASABI TECHNOLOGIES	BACKUP SOLUTION	926.98
AMAZON MARK* B586Q8IZ0	IT SUPPLIES	135.90
AMAZON RETA* BC1392MZ2	IT SUPPLIES	106.67
AMAZON MARK* BC08F9S92	IT SUPPLIES	198.26
AMAZON MKTPL*BG02T7490	SCADA WIRE	1,535.42
THE HOME DEPOT #1018	ELECTRICAL SUPPLIES	32.68
BESTBUYCOM807159144459	TV'S FOR BREAKROOMS	139.67
AMAZON WEB SERVICES	CLOUD STORAGE	2.79
AMAZON MARK* BG7VB5XM0	IT SUPPLIES	201.60
AMAZON MARK* B74LA3H72	IT SUPPLIES	113.56
AMAZON MARK* BC56J1JN1	IT SUPPLIES	83.52
AMAZON MARK* BG4P36U50	IT SUPPLIES	71.09
AMAZON MARK* B73JI9OQ1	IT SUPPLIES	189.98
GOTO GOTOCONNECT	DISTRICT PHONE SERVICE	1,209.91
TWILIO INC	SMS SERVICES	20.50
AMAZON MARK* BC7BV9IN0	BADGE PRINTER	2,149.61
WWW.UI.COM	SCADA RADIOS	2,192.55
AMAZON MARK* B76TW7IR1	IT SUPPLIES	38.97
ZOOM.COM 888-799-9666	ZOOM SUBSCRIPTION	149.94
AMAZON MKTPL*BY9HB34W1	IT SUPPLIES	32.99
AMAZON MARK* BY1XE4331	IT SUPPLIES	177.63

Vendor Name	Description	Transaction Amount
STARLINK INTERNET	STARLINK EQUIPMENT	320.00
APPLE.COM/BILL	MONTHLY SUBSCRIPTION	2.99
AMAZON MARK* BY4GH1WG1	IT SUPPLIES	96.65
AMAZON RETA* BY42Y9MN0	IT SUPPLIES	79.46
SE.COM	SCADA BATTERIES	970.82
TWILIO INC	SMS SERVICES	20.45
HARBOR FREIGHT TOOLS 226	PURCHASED LARGE DIAMETER WRENCHES FOR THE PIPING AT THE PUMP STATIONS.	173.16
SPROUTS FARMERS MAR	GLUTEN FREE TORTILLAS FOR EMPLOYEE APPRECIATION DAY	37.16
THE MARKET AT HIDDEN MEA	DRINKS FOR CREW	17.50
MARISCOS PERLA	MEAL FOR CREW	112.13
TST* SIDE YARD PUBLIC HOU	MEAL FOR CREW	135.77
COUNTRY SIPS LIQUOR	DRINKS FOR CREW	17.23
THE HOME DEPOT #1018	WO # 231449	184.32
CALIFORNIA SPECIAL DIS	RECOGNITION IN SPECIAL DISTRICT GOVERNANCE CERTIFICATE APPLICATION FEE FOR DIRECTOR TOWNSEND-SMITH	65.00
CALIFORNIA SPECIAL DIS	RECOGNITION IN SPECIAL DISTRICT GOVERNANCE CERTIFICATE APPLICATION FEE FOR DIRECTOR HOFFMAN	65.00
CALIFORNIA SPECIAL DIS	RECOGNITION IN SPECIAL DISTRICT GOVERNANCE CERTIFICATE APPLICATION FEE FOR DIRECTOR IRVINE	65.00
CALIFORNIA SPECIAL DIS	SDLF LEADERSHIP ACADEMY CONF. REGISTRATION FOR JAKE WILEY	825.00
SQ *BONSALL DONUT HOUSE	ALL HANDS MEETING	68.30
1-800-FLOWERS.COM,INC.	EMPLOYEE RELATIONS	21.74
1-800-FLOWERS.COM,INC.	EMPLOYEE RELATIONS	79.36
SQ *ACE LOCK AND KEY	NEW HEADQUARTER LOBBY BATHROOM DOOR HANDLE AND KEYS - PO 14906	259.97
7-ELEVEN 21800	MEETING SNACKS	19.37
LIQUOR NATION WINE & MOR	MEETING SNACKS	21.08
Z SOUTH	MEETING LUNCH	45.00
Z SOUTH	TEAM MEETING LUNCH	75.70
MICHAELS STORES 9974	AVO FEST SUPPLIES + MERCH	159.70
CAPIO - CA ASSOCIATION OF	CAPIO EPIC AWARD ORDER	100.00
CAPRI CLEANERS	DRY CLEANING TABLE CLOTHS	20.00
STICKERS STICKERS INC.	STICKERS - PROMO ITEMS FOR AVO FESTIVAL	281.00
TARGET 00003590	EVENT KIT SUPPLIES	87.73
TARGET 00003590	EVENT KIT SUPPLIES	(87.73)
IMAGE ZONE	SURVEY BANNER - AVO FEST	96.14
IMAGE ZONE	TABLETOP BANNER FOR AVO FESTIVAL	55.56
STAPLES 00113464	PAPER SUPPLIES FOR EVENTS	17.72
WALMART.COM	PAPER SUPPLIES	51.76
WALMART.COM	EVENT TABLE - AVO FEST	64.64
IMAGE ZONE	BANNER - AVO FEST	168.68
IMAGE ZONE	RACK CARD PRINTING	81.53
SQ *CACTI&EXOTICA	MINI SUCCULENT GIVEAWAY - AVO FEST	422.40
KRISPY KREME #1379	REFRESHMENTS FOR EVENT TRAINING	21.99

Vendor Name	Description	Transaction Amount
RT* RUSHORDETEES.COM	STAFF EVENT T-SHIRTS AVOFEST/PGP	342.85
TRADER JOE S #102	REFRESHMENTS FOR STAFF AVO FEST	12.96
TARGET 00003590	EVENT KIT SUPPLIES	81.27
WAL-MART #2952	EVENT SUPPLIES FOR AVO FEST/PGP	51.34
MICHAELS STORES 9974	AVO FEST EVENT MERCH/SUPPLIES	95.17
OFFICE DEPOT #609	DISPLAY SIGN HOLDERS - AVO FEST	32.59
TARGET 00003590	TABLETOP ORGANIZERS FOR MERCH	42.41
SURVEYMONK* T 47534500	ANNUAL SURVEY SUBSCRIPTION SERVICE	300.00
IMAGE ZONE	PLANT PROGRAM GRANT - EVENT SIGNAGE	334.33
IMAGE ZONE	PLANT PROGRAM GRANT: GUIDE BOOKLET	381.85
TRADER JOE S #102	REFRESHMENTS FOR TEAM WORKING PGP	5.19
HARBOR FREIGHT TOOLS3570	GLOVES TEAMEVENTSUPPLIES PGP	42.35
HARBOR FREIGHT TOOLS 445	SUPPLIES + WAGON PLANT GIVEAWAY PROGRAM	323.35
THE HOME DEPOT #1028	EVENT SUPPLIES FOR PGP	20.59
KRISPY KREME #1379	REFRESHMENTS FOR PLANT PROGRAM VOLUNTEERS/TEAM	26.99
Z CAFE	LUNCH MEETING	39.00
TST*LOCAL TAP HOUSE & KI	LUNCH MEETING	69.00
THE RESTAURANT AT THE RAI	LUNCH MEETING	54.63
CALIFORNIA SPECIAL DIS	LUNCH MEETING	175.00
BACKDRAFT BAR AND GRILL	LUNCH MEETING	53.00
THE HOME DEPOT #1018	HUSKY TOOL BAG, SMALL TOOLBOX	70.30
WM SUPERCENTER #2245	DRINKS FOR HQ PROJECT CREW	16.11
JERSEY MIKES ONLINE UC	MEAL FOR HQ PROJECT CREW	127.25
CAMPING WORLD RV 318	2026 GS GUIDE	42.41
CAMPING WORLD RV 318	CUMMINS ONAN P4500I INVERTER PORTABLE GENERATOR	1,214.74
CALIFORNIA WATER ENVIRON	CWEA ASSOCIATION MEMBERSHIP	251.00
CALIFORNIA WATER ENVIRON	CSM-1 RENEWAL FEE (MEMBER)	114.00
TOTAL CHARGES		46,006.96



TO: Rainbow Municipal Water District

FROM: Alfred Smith

DATE: June 23, 2026

RE: Attorney Report: Water Rates and Proposition 218 Update
501668-0002

I. INTRODUCTION.

This attorney report provides an update on a recent appellate court decision involving water rates and Proposition 218. In *Hiller v. Marin Municipal Water District*, the California Court of Appeal ruled that water agencies may utilize statutory validation actions to protect water rates from retroactive Proposition 218 challenges.

In *Hiller*, the Marin Municipal Water District adopted an ordinance adjusting its water service rates and charges. Following a comprehensive rate study and public notice process in compliance with Proposition 218, the District instituted a validation action in court to legally confirm the validity of the new water rates.

Because the challenging party, ratepayer Tove Hiller, did not formally respond or contest the validation action within the statutory deadline, the trial court entered a default judgment that precluded subsequent challenges. The Court concluded that because Hiller did not participate in the validation action, her lawsuit was an invalid "collateral attack." The Court of Appeal upheld this judgment, determining that Hiller's failure to exhaust administrative remedies barred the ratepayer from pursuing later litigation or refunds regarding the rate structure.

II. BACKGROUND.

A. Proposition 218.

Proposition 218, approved by voters in 1996, added Articles XIII C and XIII D to the California Constitution. Proposition 218 imposes distinct procedural and substantive limitations. An agency seeking to impose or increase a property-related fee, including water rates, must hold a hearing and send written notice of the hearing to the owner of each affected parcel. The notice must specify the amount of the proposed fee, the basis of calculation, and the reason for the fee. It must note the date, time, and location of the public hearing. At that hearing, the agency must consider protests against the proposed fee or charge. In addition to mandating that the agency consider protests, Proposition 218 establishes a majority protest remedy.

If written protests against the proposed fee or charge are presented by a majority of owners of the identified parcels, the agency cannot impose the fee or charge.

Proposition 218 also places substantive limitations on property-related fees. Under these limitations: (1) revenues derived from the fee may not exceed the cost of providing the property-related service; (2) those revenues may not be used for any purpose other than the one for which the fee was imposed; (3) the amount of the fee cannot exceed the proportional cost of the service attributable to the parcel; (4) a fee may not be imposed for a service unless that service is available to the property owner; and (5) a fee may not be imposed upon property owners for a general governmental service, if the service is available to the general public in substantially the same manner as it is to property owners.

B. Senate Bill 323.

While Proposition 218 imposes substantive and procedural requirements on new and increased water and wastewater rates, trial courts have reached differing conclusions on how ratepayers can challenge water rates in court. To address this ambiguity, the Legislature enacted Senate Bill 323 in 2021, adding Government Code section 53759. Section 53759 provides important protections for water rates adopted on and after January 1, 2022.

First, SB 323 establishes a 120-day statute of limitations for challenges to water and wastewater rates, provided the Proposition 218 notice informs ratepayers of the limitations period.

Second, SB 323 authorizes agencies to validate water and wastewater rates under California's validation statutes. Through a validation action, a water district may obtain a court judgment confirming the validity of its rates. Interested parties may participate by answering the validation complaint or filing a reverse-validation action within the statutory deadline. A final validation judgment bars future challenges to the validated rates. Validation actions previously applied to other matters such as bond issuances, but it was unclear whether validation procedures could be utilized to protect water agencies from future challenges to water or wastewater rates.

C. Adoption of Water Rates.

The District adopted increased rates for water service in 2023. Prior to adopting its rates, the District conducted significant public outreach, with more than 12 public meetings and workshops leading up to the public hearing. After adopting the new rates, the District initiated a validation action under SB 323's new authority to confirm the validity of the new water rates.

The District provided notice to interested parties by publication in a local newspaper three times, as required by statute and as directed by the trial court.

No interested party appeared by the statutory deadline. Accordingly, the trial court entered judgment validating the rates upon based on the District's evidentiary record.

After the statutory response deadline expired, plaintiff Hiller filed a class action and mandamus lawsuit seeking refunds and declaratory and injunctive relief, alleging violations of Proposition 218 and constitutional rights. The District responded with a demurrer, arguing that the plaintiff's claims were barred by the prior validation judgment and the statutory scheme requiring such challenges be brought through validation procedures. The trial court agreed, sustaining the demurrer without leave to amend, and finding that the plaintiff's opportunity to challenge the rates had been foreclosed by the unchallenged validation judgment.

III. COURT'S ANALYSIS.

The Court of Appeal affirmed the trial court's ruling. The appellate court's opinion specifically noted the water district's public outreach and procedural compliance with the validation statutes. The Court concluded that the ratepayer had two options: timely file a reverse-validation action or appear in the District's validation action before the statutory deadline expired. Because she did neither, she could not subsequently challenge the validated rates.

The ratepayer's appeal argued that (1) Government Code section 53759 unconstitutionally conflicted with Proposition 218, and (2) the District violated due process by failing to provide personal notice of the validation action after she submitted a government claim. The Court rejected both arguments.

The Court of Appeal held that the validation statutes do not alter Proposition 218's substantive or procedural protections. Instead, they provide the procedures for enforcing those rights. Because Proposition 218 does not prescribe a method for challenging rates, the Legislature may establish reasonable procedures governing such claims, and such procedures are not unconstitutional so long as they do not conflict with Proposition 218's text. The appellate court's decision reinforces the Legislature's authority to impose procedural requirements and limitations on rate challenges.

The Court of Appeal also focused on the substance of the ratepayer's claims rather than their label. Although the ratepayer framed her lawsuit as a challenge to ongoing charges and asserted mandamus and constitutional theories, the practical effect of the lawsuit was to invalidate a water rate ordinance that had already been validated. The Court therefore treated the lawsuit as an impermissible collateral attack on the validated rates.

Finally, the appellate court rejected the ratepayer's due process claim, concluding that the District satisfied the notice requirements of the validation statutes through publication of summons. No special or personal notice was required, even though the ratepayer filed a Government Claim and was represented by counsel.

IV. **CONCLUSION.**

The Court of Appeal decision in *Hiller* reinforces the powerful preclusive effect of California's validation statutes, which Senate Bill 323 made applicable to water and wastewater rates. The ruling strengthens the statutory protections available to water districts that adopt water and wastewater rates under Proposition 218. The decision confirms the validity of procedural safeguards such as statutes of limitation, validation and reverse-validation requirements, and that plaintiffs seeking to challenge water rates must first exhaust administrative remedies.

AES